

Arizona Department of Liquor Licenses and Control



June 2020

Governor's Monthly Report

(REVISED 9/25/20)

STATE OF ARIZONA
DEPARTMENT OF LIQUOR LICENSES AND CONTROL
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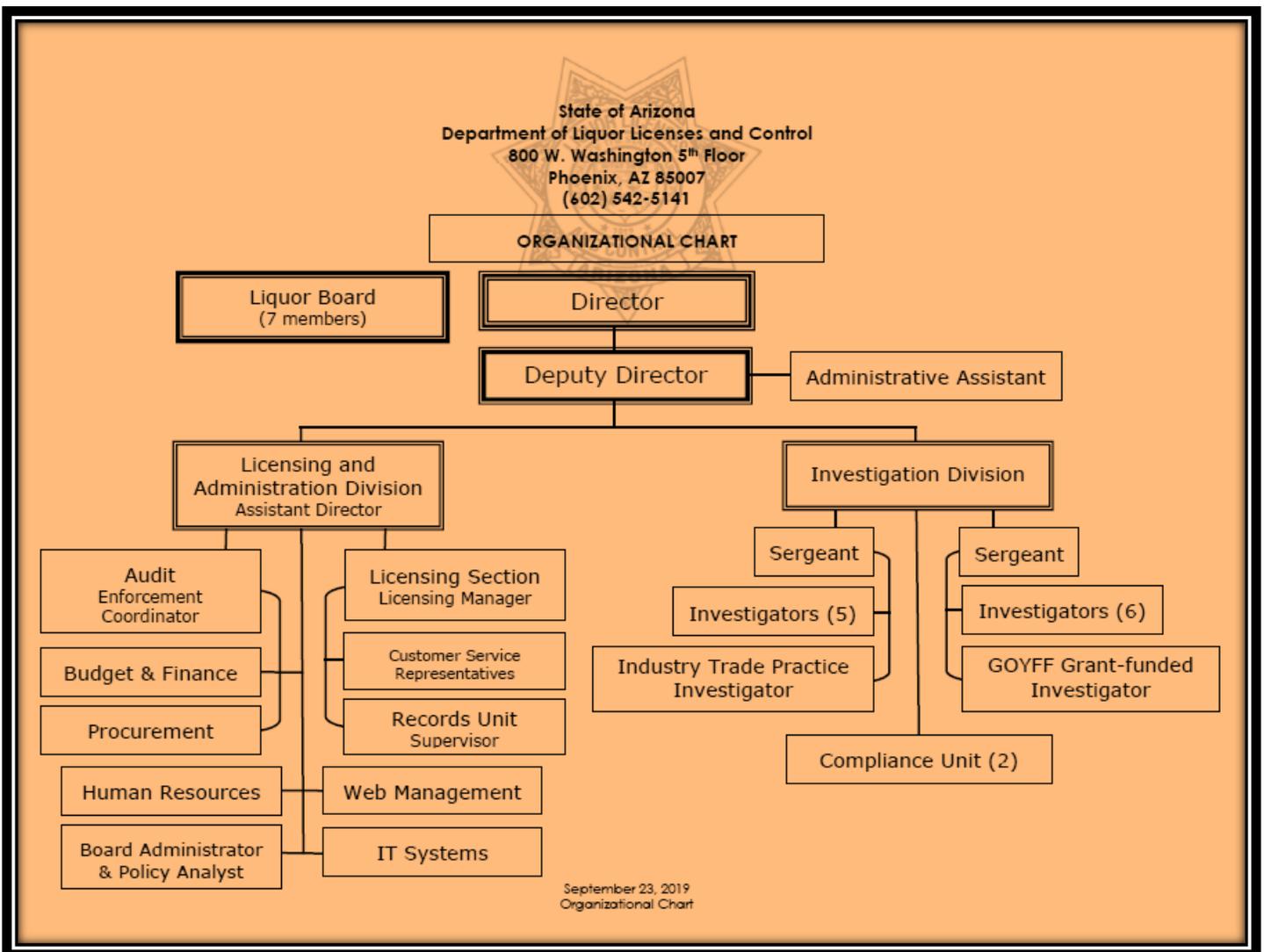


Mission Statement

To protect public safety and support economic growth through the responsible sale and consumption of liquor, and to efficiently license qualified applicants.

Vision Statement

We envision being a leader in state liquor licensing and enforcement, focused entirely on delivering exceptional services that meet customers' needs and enrich the communities we serve.



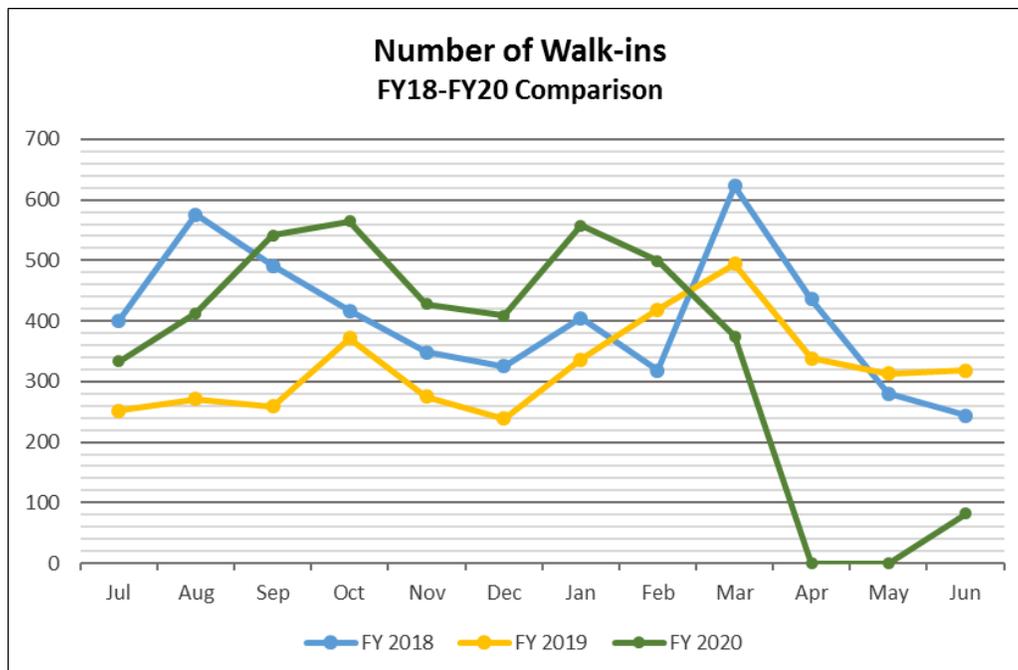
The organizational chart illustrates authorized full-time positions, not the Department's current staffing.

LICENSING AND ADMINISTRATION DIVISION

Transaction	June 2020	FY 2020 Year to Date	FY 2019 Year End
New liquor licenses issued	219	4,805	5,836
Liquor licenses renewed	727	13,356	13,280
Special event permits issued	37	2,407	3,108
Interim permits issued	46	452	462
Exempt locations issued	13	250	209
Lottery licenses issued	0	31	31
Active liquor licenses*	14,744	14,744	14,807

* This number fluctuates daily depending on renewals, new applications, suspensions and revocations.

License Type	Average Number of Days to Issue License – June 2020			
	Number of Applications	Average Time to Process	FY 2020 Running Average	FY 2019 Year End Average
Series 6-Bar	5	58	69	65
Series 7-Beer and Wine Bar	1	48	68	64
Series 9-Liquor Store	4	52	62	62
Series 10-Beer and Wine Store	14	57	68	67
Series 12-Restaurant	8	57	68	63



*Due to COVID-19, the Department's offices were closed to the public during the months of April, May and June.

Collected Revenue by Fee Type

Source of Revenue	June 2020	FY 2020 Year to Date	FY 2019 Year End
FMV (Liquor License Lottery)	321,823	4,383,866	3,239,275
Applications	15,180	223,190	227,283
Licenses Issuances Fees	125,300	1,421,563	1,294,712
Licenses Renewals Fees	195,888	2,995,570	2,993,564
Interim Permit Fees	5,100	44,300	45,000
Agent Change	3,050	35,700	35,700
Fines (Liquor Law Violations)	22,475	570,499	424,400
Special Event (DHS)	1,350	62,615	80,135
Club (DES)	4,650	45,625	45,025
Penalty Fees (Late Renewals)	600	76,950	134,250
Copy Fees	251	2,135	1,977
Non-Use Surcharge	3,500	227,800	156,600
Audit Surcharge (J Fund)	12,900	187,710	187,260
Enforcement K Surcharge	28,000	439,425	436,310
Enforcement L Surcharge	24,340	378,345	368,670
Miscellaneous*	7,489	112,362	95,581
17W Direct Shipment License	5,500	57,950	57,150
17W Direct Shipment Renewal	0	154,100	122,750
Growlers	2,850	35,925	31,285
Samplings	840	29,980	31,410
Fingerprints Fees	3,454	55,576	56,038
Total Revenue Collected	\$784,539	\$11,541,180	\$10,064,375

* Acquisition of Control, Site Inspection, Extension of Premises, Co-Op, Person Transfer, BYOB, Location Transfer, Sampling.

State Liquor Board

Action	June 2020	FY 2020 Year to Date	FY 2019 Year End
Hearings Scheduled	0	22	32
Licenses Granted	0	6	3
Licenses Denied	0	3	6
Continuances Granted	0	3	7
Continuances Denied	0	0	0
Applications Withdrawn	0	6	9
Appeals Heard	0	3	2
Rehearings Requested	0	0	2
Hearings Cancelled	0	1	0

Audit Statistics

Active Restaurant-Type Licenses	June 2020	FY 2020 Year to Date Average	FY 2019 Year End
Hotel/Motel w/Restaurant (Series 11)	198	196	190
Restaurant (Series 12)	3,990	4,035	3,980
Total Restaurant-Type Licenses	4,118	4,231	4,170
Auditor-to-Liquor License Ratio	1:2,094	1:2,116	1:2,085
Audit Action		Year to Date Total	FY 2019 Year End
Audits Completed	2	42	41
Audits Passed	1	27	27
Audits Failed	1	14	10
Audits Inconclusive/Audit Not Performed	0	1	4
Open Audit Cases		Year to Date Average	FY 2019 Year End
Audits Closed	2	4	N/A
Audits Initiated	6	4	N/A
Audits in Progress	10	9	12
Open Cases w/projected ratio of >37%	7	6	8
Open Cases w/projected ratio between 30 to 37%	3	3	4
Open Cases w/projected ratio of <30%	0	0	0
Locations granted one year to continue operation	0	0	4
Locations being monitored	107	95	92
Source of Revenue		Year to Date Total	FY 2019 Year End
Assessed Fine Revenue	\$0	\$33,500	\$70,300
Collected Fine Revenue	\$2,500	\$101,000	\$44,250

INVESTIGATION DIVISION

Division Statistics

Achievements	June 2020	FY 2020 Year to Date	FY 2019 Year End
Officer-to-Liquor License Ratio	1:1,474	1,474	1:1,480
Citations			
Total Citations Issued	5	321	471
Citations Issued to Underage	4	276	389
Violations			
Criminal Counts Charged	8	568	858
Administrative Counts Charged	47	2,650	489
Underage Violations	7	517	890
Compliance			
Routine Liquor Inspections	12	178	225
Compliance Case Reports Submitted	1	29	202
Non-Actioned (Criminal) Complaints	49	496	485
Investigation			
Site Inspections Completed	32	421	481
On-View Violation Case Reports	12	163	105
Total Achievements*	684	11,986	21,625

* Including police report reviews and completed protests not listed above

Covert Underage Buyer Program

In an effort to curb the sale of liquor to underage persons, the Department utilizes the Covert Underage Buyer (CUB) program, which was instituted in June 2003. This program provides the resources necessary for investigating reported complaints of licensed businesses suspected of underage liquor law violations. When the Department has reasonable suspicion a licensed establishment is selling liquor to underage customers, a CUB will be sent in to attempt to purchase liquor. CUBs are between the ages of 16 and 19 and are carefully trained by Detectives. The Department also provides CUB program training to all Arizona law enforcement agencies.

Action	June 2020	FY 2020 Year to Date	FY 2019 Year End
Locations Investigated	0	52	185
Number That Sold to CUB	0	10	42
Percentage of Establishments That Sold to CUB	0%	19%	22%
Administrative Citations Issued	0	25	123
Criminal Citations Issued	0	24	98

Underage Violations

Statute and Violation	Number of Counts Charged in June 2020	Number of Counts Charged in FY 2020	Number of Counts Charged in FY 2019
A.R.S. § 4-241(A) Failure to request ID from underage; accepting unauthorized forms of ID	0	19	58
A.R.S. § 4-241(K) Accepting unauthorized IDs	0	0	0
A.R.S. § 4-241(L) Underage who uses false ID to buy alcohol	0	85	137
A.R.S. § 4-241(M) Underage who solicits another person for alcohol	0	0	7
A.R.S. § 4-241(N) Underage who uses of false ID to gain entry to a liquor business	0	16	32
A.R.S. § 4-241(P) Person purchasing alcohol for underage	0	4	0
A.R.S. § 4-244(9) Furnishing alcohol to an underage; underage in possession/consumption	1	218	338
A.R.S. § 4-244(41) Underage with alcohol in system	2	92	188
A.R.S. § 13-3613 Contributing to delinquency and dependency of a child	0	2	2
A.R.S. § 28-3478.1 Unlawful use of driver license	4	71	111
A.R.S. § 28-3478.2 Lend ID to another person	0	0	0
A.R.S. § 28-3478.3 Using another person's driver license	0	8	10
Total Violations	7	517	890

Ages of Underaged Cited This Month	<15	15	16	17	18	19	20
	0	0	0	0	0	0	0

Law Enforcement Special Detail

- COVID-19 violation details/complaints all month – entire Investigations section
- Alcohol Awareness training at Maricopa County Sheriff’s Office (11-attendees) – Detective Webb
- Liquor trainer audits (2 audits) – Detective Williams
- Outreach for educational contacts throughout Arizona (112 contacts) – Detective Webb

Compliance Statistics

Action	June 2020	FY 2020 Year to Date	FY 2019 Year End
Revocations	0	1	0
Suspensions	0	8	6
Surrenders	1	35	22
Divestitures	1	2	2
Administrative Complaints	0	3	0
Decisions and Orders	1	2	2
Cases Received	18	453	592
Cases Completed	3	57	66
Cases in Progress	15	407	600
Warning Letter Issued	12	45	38
Cases Sent to the Office of Administrative Hearings	1	4	3
Fines Collected	\$11,075	\$472,800	\$378,550
Cases Adjudicated	10	262	346
Action Resulting From Underage Violations			
Fines Collected	\$1,500	\$34,500	\$72,905

END OF JUNE 2020 REPORT TO THE GOVERNOR