

# Arizona Department of Liquor Licenses and Control



## June 2021 Governor's Monthly Report

STATE OF ARIZONA

DEPARTMENT OF LIQUOR LICENSES AND CONTROL

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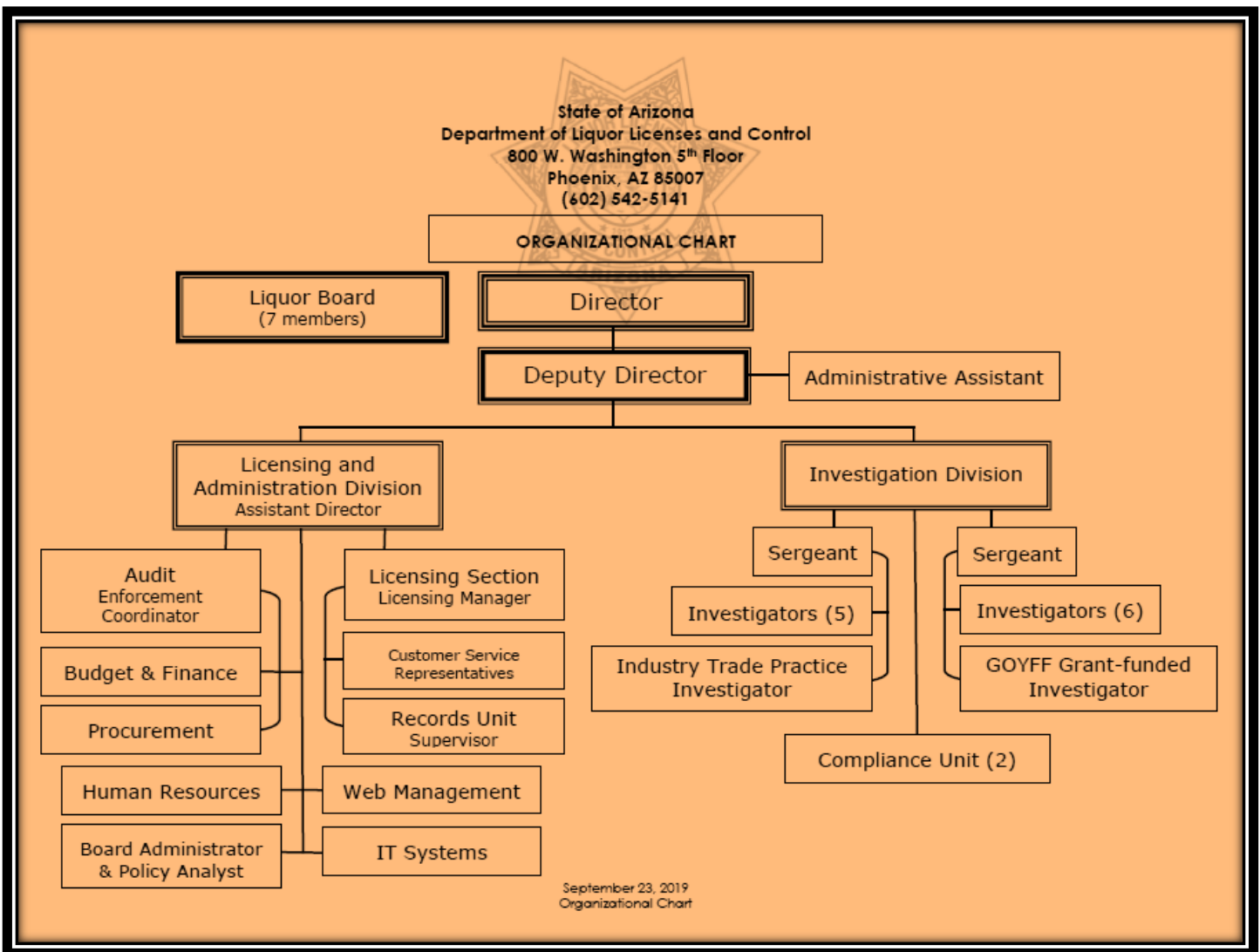


## Mission Statement

*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.*



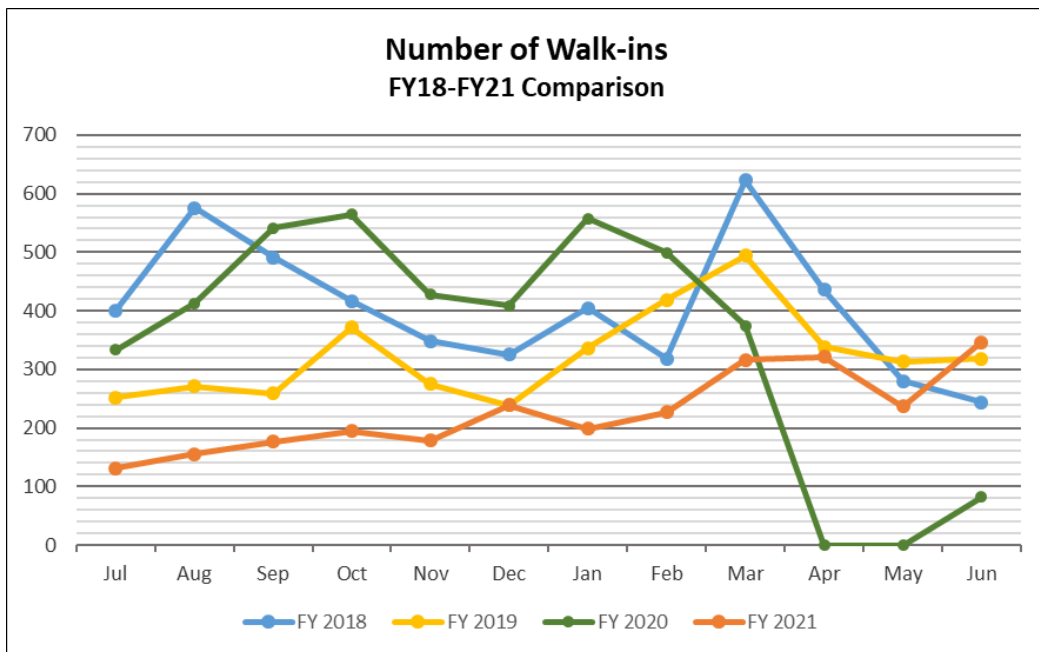
The organizational chart illustrates authorized full-time positions, not the Department's current staffing.

# LICENSING AND ADMINISTRATION DIVISION

Transaction	June 2021	FY 2021 Year to Date	FY 2020 Year End
New liquor licenses issued	344	2,535	4,805
Liquor licenses renewed	704	14,371	13,356
Special event permits issued	142	493	2,407
Interim permits issued	44	431	452
Exempt locations issued	24	199	250
Lottery licenses issued	0	38	31
Active liquor licenses*	13,164	13,164	14,744

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

License Type	Average Number of Days to Issue License June 2021			
	Number of Applications	Average Time to Process	FY 2021 Running Average	FY 2020 Year End Average
Series 6-Bar	5	55	59	69
Series 7-Beer and Wine Bar	0	0	58	68
Series 9-Liquor Store	4	54	58	62
Series 10-Beer and Wine Store	9	67	64	68
Series 12-Restaurant	31	64	65	68



## Collected Revenue by Fee Type

Source of Revenue	June 2021	FY 2021 Year to Date	FY 2020 Year End
FMV (Liquor License Lottery)	226,014	3,952,718	4,383,866
Applications	20,457	197,877	223,190
Licenses Issuances Fees	102,175	1,111,900	1,421,563
Licenses Renewals Fees	142,900	3,111,497	2,995,570
Interim Permit Fees	3,600	47,800	44,300
Agent Change	4,250	27,250	35,700
Fines (Liquor Law Violations)	55,600	522,300	570,499
Special Event (DHS)	3,650	13,425	62,615
Club (DES)	4,400	51,575	45,625
Penalty Fees (Late Renewals)	6,150	121,650	76,950
Copy Fees	213	2,617	2,135
Non-Use Surcharge	12,800	182,300	227,800
Audit Surcharge (J Fund)	9,690	195,420	187,710
Enforcement K Surcharge	22,925	460,110	439,425
Enforcement L Surcharge	20,600	394,995	378,345
Miscellaneous*	5,950	83,756	112,362
17W Direct Shipment License	4,600	47,375	57,950
17W Direct Shipment Renewal	0	176,525	154,100
Growlers	1,700	41,350	35,925
Samplings	1,120	31,000	29,980
Fingerprints Fees	6,116	47,344	55,576
<b>Total Revenue Collected</b>	<b>\$654,910</b>	<b>\$10,820,784</b>	<b>\$11,541,180</b>

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

## State Liquor Board

Action	June 2021	FY 2021 Year to Date	FY 2020 Year End
Hearings Scheduled	2	33	22
Licenses Granted	0	9	6
Licenses Denied	1	7	3
Continuances Granted	1	9	3
Continuances Denied	0	0	0
Applications Withdrawn	0	6	6
Appeals Heard	0	0	3
Rehearings Requested	0	1	0
Hearings Cancelled	0	1	1

## Audit Statistics

Active Restaurant-Type Licenses	June 2021	FY 2021 Year to Date Average	FY 2020 Year End
Hotel/Motel w/Restaurant (Series 11)	212	203	196
Restaurant (Series 12)	4,040	4,055	4,035
Total Restaurant-Type Licenses	4,252	4,258	4,231
Auditor-to-Liquor License Ratio	2,126	2,129	1:2,116
Audit Action		Year to Date Total	FY 2020 Year End
Audits Completed	7	84	42
Audits Passed	0	48	27
Audits Failed	2	23	14
Audits Inconclusive/Audit Not Performed	5	13	1
Open Audit Cases		Year to Date Average	FY 2020 Year End
Audits Closed	7	7	4
Audits Initiated	2	6	4
Audits in Progress	3	9	9
Open Cases w/projected ratio of >37%	3	6	6
Open Cases w/projected ratio between 30 to 37%	0	2	3
Open Cases w/projected ratio of <30%	0	0	0
Locations granted one year to continue operation	1	1	0
Locations being monitored	76	86	95
Source of Revenue		Year to Date Total	FY 2020 Year End
Assessed Fine Revenue	\$3,000	\$34,500	\$33,500
Collected Fine Revenue	\$25,000	\$127,750	\$101,000

# INVESTIGATION DIVISION

## Division Statistics

Achievements	June 2021	FY 2021 Year to Date	FY 2020 Year End
Officer-to-Liquor License Ratio	1:1,316	1:1,316	1:1,474
<b>Citations</b>			
Total Citations Issued	9	173	321
Citations Issued to Underage	5	136	276
<b>Violations</b>			
Criminal Counts Charged	17	330	568
Administrative Counts Charged	29	859	2,650
Underage Violations	8	283	517
Routine Liquor Inspections	14	176	178
Compliance Case Reports Submitted	2	47	29
Non-Actioned (Criminal) Complaints	27	1,036	496
<b>Investigation</b>			
Site Inspections Completed	37	490	421
On-View Violation Case Reports	14	170	163
<b>Total Achievements*</b>	<b>570</b>	<b>9,756</b>	<b>11,986</b>

\* 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 May 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 2021	FY 2021 Year to Date	FY 2020 Year End
Locations Investigated*	5	5	52
Number That Sold to CUB	1	1	10
Percentage of Establishments That Sold to CUB	20%	20%	19%
Administrative Violations	2	2	25
Criminal Violations	0	0	24

\* Due to the COVID-19 public health emergency

## Underage Violations

Statute and Violation	Number of Counts Charged in June 2021	Number of Counts Charged in FY 2021	Number of Counts Charged in FY 2020
<b>A.R.S. § 4-241(A)</b> Failure to request ID from underage; accepting unauthorized forms of ID	1	4	19
<b>A.R.S. § 4-241(K)</b> Accepting unauthorized IDs	0	0	0
<b>A.R.S. § 4-241(L)</b> Underage who uses false ID to buy alcohol	1	105	85
<b>A.R.S. § 4-241(M)</b> Underage who solicits another person for alcohol	0	0	0
<b>A.R.S. § 4-241(N)</b> Underage who uses of false ID to gain entry to a liquor business	0	0	16
<b>A.R.S. § 4-241(P)</b> Person purchasing alcohol for underage	0	1	4
<b>A.R.S. § 4-244(9)</b> Furnishing alcohol to an underage; underage in possession/consumption	6	141	218
<b>A.R.S. § 4-244(41)</b> Underage with alcohol in system	0	6	92
<b>A.R.S. § 13-3613</b> Contributing to delinquency and dependency of a child	0	0	2
<b>A.R.S. § 28-3478.1</b> Unlawful use of driver license	0	26	71
<b>A.R.S. § 28-3478.2</b> Lend ID to another person	0	0	0
<b>A.R.S. § 28-3478.3</b> Using another person's driver license	0	0	8
<b>Total Violations</b>	<b>8</b>	<b>283</b>	<b>517</b>

Ages of Underaged Cited This Month	<15	15	16	17	18	19	20
	0	0	0	0	0	6	6

## Law Enforcement Special Detail

- CUB detail - Detective Williams and Detective Schrimpf
- Title 4 training for Maricopa County Sheriff's Office (35 deputies) - Detective Webb
- Title 4 training for Phoenix PD (9 officers) - Detective Webb
- Title 4 training for Mesa PD (34 officers) - Detective Webb
- Alcohol awareness training for Maricopa County Sheriff's Office cadets (24 teens) Detective Webb
- Title 4 training for Pinal County Sheriff's Office (19 deputies) - Detective Williams
- Title 4 training for Apache Junction PD (8 officers) - Detective Williams

## Compliance Statistics

Action	June 2021	FY 2021 Year to Date	FY 2020 Year End
Revocations	0	3	1
Suspensions	0	25	8
Surrenders	3	9	35
Divestitures	0	0	2
Administrative Complaints	0	0	3
Decisions and Orders	0	0	2
Cases Received	17	415	453
Cases Completed	2	50	57
Cases in Progress	15	365	407
Warning Letter Issued	14	43	45
Cases Sent to the Office of Administrative Hearings	0	13	4
Fines Collected	\$50,000	\$457,975	\$472,800
Cases Adjudicated	56	183	262
<b>Action Resulting From Underage Violations</b>			
Fines Collected	0	\$10,750	\$34,500

END OF JUNE 2021 REPORT TO THE GOVERNOR