

## 2100 Department of Alcoholic Beverage Control

The Department of Alcoholic Beverage Control is vested with the exclusive power to license and regulate persons and businesses engaged in the manufacture, importation, distribution and sale of alcoholic beverages in the State of California. The Department's mission is to administer the provisions of the Alcoholic Beverage Control Act in a manner that fosters and protects the health, safety, welfare, and economic well being of the people of California.

### 3-YR EXPENDITURES AND PERSONNEL YEARS (Summary of Program Requirements)

	Personnel Years			Expenditures		
	2008-09	2009-10	2010-11	2008-09*	2009-10*	2010-11*
10 Administration of the Alcoholic Beverage Control Act	420.0	460.2	460.2	\$51,509	\$53,395	\$58,469
<b>TOTALS, POSITIONS AND EXPENDITURES (All Programs)</b>	<b>420.0</b>	<b>460.2</b>	<b>460.2</b>	<b>\$51,509</b>	<b>\$53,395</b>	<b>\$58,469</b>
<b>FUNDING</b>				<b>2008-09*</b>	<b>2009-10*</b>	<b>2010-11*</b>
0890 Federal Trust Fund				\$262	\$1,307	\$1,404
0995 Reimbursements				1,891	1,047	1,047
3036 Alcohol Beverages Control Fund				49,356	51,041	56,018
<b>TOTALS, EXPENDITURES, ALL FUNDS</b>				<b>\$51,509</b>	<b>\$53,395</b>	<b>\$58,469</b>

### LEGAL CITATIONS AND AUTHORITY

#### DEPARTMENT AUTHORITY

Article XX, Section 22 of the California Constitution and Division 9 of the Business and Professions Code.

#### PROGRAM AUTHORITY

Administration of the Alcoholic Beverage Control Act:

Article XX, Section 22 of the California Constitution, and Division 9 of the Business and Professions Code.

### MAJOR PROGRAM CHANGES

- The Governor's Budget proposes to increase General License fees by 15 percent beginning in 2010-11, from \$12,000 to \$13,800. This will generate \$394,000 in additional revenues for the ABC Fund.
- The Governor's Budget proposes to increase catering and special event permit fees from \$10 to \$25 beginning in 2010-11. This will generate \$128,000 in additional revenues for the ABC Fund.

### DETAILED BUDGET ADJUSTMENTS

	2009-10*			2010-11*		
	General Fund	Other Funds	Personnel Years	General Fund	Other Funds	Personnel Years
<b>Workload Budget Adjustments</b>						
<b>Workload Budget Change Proposals</b>						
• IT Infrastructure Replacement 2010-11	\$-	\$-	-	\$-	\$86	-
<b>Totals, Workload Budget Change Proposals</b>	<b>\$-</b>	<b>\$-</b>	<b>-</b>	<b>\$-</b>	<b>\$86</b>	<b>-</b>
<b>Other Workload Budget Adjustments</b>						
• 2010-11 Budget Cycle Adjustment for SWCAP	\$-	\$-	-	\$-	\$104	-
• Contract Reduction per E.O. S-09-09	-	-116	-	-	-	-
• PPO Rebate	-	-73	-	-	-	-
• Employee Compensation Adjustment per BL 09-35	-	-841	-	-	-1	-
• Removal of the 2009-10 Budget Cycle Adjustment for SWCAP	-	-	-	-	-7	-
• Control Section 3.60 Adjustment per BL 09-25	-	-16	-	-	-16	-
• Control Section 3.90 Adjustment per BL 09-35	-	-3,882	-	-	-20	-
<b>Totals, Other Workload Budget Adjustments</b>	<b>\$-</b>	<b>-\$4,928</b>	<b>-</b>	<b>\$-</b>	<b>\$60</b>	<b>-</b>
<b>Totals, Workload Budget Adjustments</b>	<b>\$-</b>	<b>-\$4,928</b>	<b>-</b>	<b>\$-</b>	<b>\$146</b>	<b>-</b>
<b>Totals, Budget Adjustments</b>	<b>\$-</b>	<b>-\$4,928</b>	<b>-</b>	<b>\$-</b>	<b>\$146</b>	<b>-</b>

\* Dollars in thousands, except in Salary Range.

## 2100 Department of Alcoholic Beverage Control - Continued

### PROGRAM DESCRIPTIONS (Program Objectives Statement)

#### 10 - ADMINISTRATION OF THE ALCOHOLIC BEVERAGE CONTROL ACT

This program conducts three major activities:

- Licensing, which ensures that only qualified persons and legitimate businesses are licensed to sell, manufacture, or otherwise deal in alcoholic beverages.
- Compliance, which ensures adherence to the alcoholic beverage control laws and regulations by all persons operating within the alcoholic beverage industry.
- Administration, which provides staff support and conducts administrative hearings.

### DETAILED EXPENDITURES BY PROGRAM (Program Budget Detail)

		2008-09*	2009-10*	2010-11*
<b>PROGRAM REQUIREMENTS</b>				
<b>10</b>	<b>ADMINISTRATION OF THE ALCOHOLIC BEVERAGE CONTROL ACT</b>			
<b>State Operations:</b>				
0890	Federal Trust Fund	\$262	\$1,307	\$1,404
0995	Reimbursements	1,891	1,047	1,047
3036	Alcohol Beverages Control Fund	<u>46,362</u>	<u>48,041</u>	<u>53,018</u>
<b>Totals, State Operations</b>		<b>\$48,515</b>	<b>\$50,395</b>	<b>\$55,469</b>
<b>Local Assistance:</b>				
3036	Alcohol Beverages Control Fund	<u>\$3,000</u>	<u>\$3,000</u>	<u>\$3,000</u>
<b>Totals, Local Assistance</b>		<b>\$3,000</b>	<b>\$3,000</b>	<b>\$3,000</b>
<b>TOTALS, EXPENDITURES</b>				
State Operations		48,515	50,395	55,469
Local Assistance		<u>2,994</u>	<u>3,000</u>	<u>3,000</u>
<b>Totals, Expenditures</b>		<b>\$51,509</b>	<b>\$53,395</b>	<b>\$58,469</b>

### EXPENDITURES BY CATEGORY (Summary By Object)

	1 State Operations			Expenditures		
	Positions/Personnel Years			2008-09*	2009-10*	2010-11*
	2008-09	2009-10	2010-11			
<b>PERSONAL SERVICES</b>						
Authorized Positions (Equals Sch. 7A)	420.0	460.2	460.2	\$25,067	\$25,058	\$29,711
Estimated Salary Savings	-	-	-	-	-752	-891
<b>Net Totals, Salaries and Wages</b>	<b>420.0</b>	<b>460.2</b>	<b>460.2</b>	<b>\$25,067</b>	<b>\$24,306</b>	<b>\$28,820</b>
Staff Benefits	-	-	-	11,549	11,108	13,257
<b>Totals, Personal Services</b>	<b>420.0</b>	<b>460.2</b>	<b>460.2</b>	<b>\$36,616</b>	<b>\$35,414</b>	<b>\$42,077</b>
<b>OPERATING EXPENSES AND EQUIPMENT</b>				<u>\$11,899</u>	<u>\$14,981</u>	<u>\$13,392</u>
<b>TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)</b>				<b>\$48,515</b>	<b>\$50,395</b>	<b>\$55,469</b>

	2 Local Assistance			Expenditures		
				2008-09*	2009-10*	2010-11*
Local Law Enforcement Agency Grants				<u>\$2,994</u>	<u>\$3,000</u>	<u>\$3,000</u>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>				<b>\$2,994</b>	<b>\$3,000</b>	<b>\$3,000</b>

### DETAIL OF APPROPRIATIONS AND ADJUSTMENTS (Reconciliation with Appropriations)

\* Dollars in thousands, except in Salary Range.

## 2100 Department of Alcoholic Beverage Control - Continued

1 STATE OPERATIONS	2008-09*	2009-10*	2010-11*
<b>0890 Federal Trust Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$1,300	\$1,307	\$1,404
Budget Adjustment	<u>-1,038</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$262</b>	<b>\$1,307</b>	<b>\$1,404</b>
<b>0995 Reimbursements</b>			
APPROPRIATIONS			
Reimbursements	\$1,891	\$1,047	\$1,047
<b>3036 Alcohol Beverages Control Fund</b>			
APPROPRIATIONS			
001 Budget Act appropriation	\$51,688	\$52,969	\$53,018
Allocation for employee compensation	49	-	-
Adjustment per Section 3.60	53	-16	-
Reduction per Section 3.90	-962	-4,723	-
Adjustment per Section 3.55	<u>-</u>	<u>-73</u>	<u>-</u>
<b>Totals Available</b>	<b>\$50,828</b>	<b>\$48,157</b>	<b>\$53,018</b>
Unexpended balance, estimated savings	<u>-4,466</u>	<u>-116</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$46,362</b>	<b>\$48,041</b>	<b>\$53,018</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations)</b>	<b>\$48,515</b>	<b>\$50,395</b>	<b>\$55,469</b>
<b>2 LOCAL ASSISTANCE</b>	<b>2008-09*</b>	<b>2009-10*</b>	<b>2010-11*</b>
<b>3036 Alcohol Beverages Control Fund</b>			
APPROPRIATIONS			
101 Budget Act appropriation	<u>\$3,000</u>	<u>\$3,000</u>	<u>\$3,000</u>
<b>Totals Available</b>	<b>\$3,000</b>	<b>\$3,000</b>	<b>\$3,000</b>
Unexpended balance, estimated savings	<u>-6</u>	<u>-</u>	<u>-</u>
<b>TOTALS, EXPENDITURES</b>	<b>\$2,994</b>	<b>\$3,000</b>	<b>\$3,000</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)</b>	<b>\$2,994</b>	<b>\$3,000</b>	<b>\$3,000</b>
<b>TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)</b>	<b>\$51,509</b>	<b>\$53,395</b>	<b>\$58,469</b>

## FUND CONDITION STATEMENTS

	2008-09*	2009-10*	2010-11*
<b>3036 Alcohol Beverages Control Fund <sup>s</sup></b>			
BEGINNING BALANCE	\$10,741	\$13,087	\$13,618
Prior year adjustments	<u>2,572</u>	<u>-</u>	<u>-</u>
Adjusted Beginning Balance	\$13,313	\$13,087	\$13,618
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
121000 Liquor License Fees	49,039	51,508	53,177
161000 Escheat of Unclaimed Checks & Warrants	58	58	58
161400 Miscellaneous Revenue	<u>71</u>	<u>71</u>	<u>71</u>
Total Revenues, Transfers, and Other Adjustments	<u>\$49,168</u>	<u>\$51,637</u>	<u>\$53,306</u>
Total Resources	\$62,481	\$64,724	\$66,924
EXPENDITURES AND EXPENDITURE ADJUSTMENTS			
Expenditures:			
0840 State Controller (State Operations)	38	65	160
2100 Department of Alcoholic Beverage Control State Operations	46,362	48,041	53,018

\* Dollars in thousands, except in Salary Range.

## 2100 Department of Alcoholic Beverage Control - Continued

	2008-09*	2009-10*	2010-11*
Local Assistance	2,994	3,000	3,000
8880 Financial Information System for California (State Operations)	<u>-</u>	<u>-</u>	<u>31</u>
Total Expenditures and Expenditure Adjustments	<u>\$49,394</u>	<u>\$51,106</u>	<u>\$56,209</u>
FUND BALANCE	\$13,087	\$13,618	\$10,715
Reserve for economic uncertainties	13,087	13,618	10,715

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