

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 POSITIONS

| | Positions | | | Expenditures | | |
|-----------------------------------------------------------|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| | 2014-15 | 2015-16 | 2016-17 | 2014-15* | 2015-16* | 2016-17* |
| 1640 Administration of the Alcoholic Beverage Control Act | 410.7 | 411.2 | 411.2 | \$58,508 | \$62,379 | \$62,545 |
| 9900100 Administration | - | - | - | 4,873 | 4,512 | 4,541 |
| 9900200 Administration - Distributed | - | - | - | -4,874 | -4,512 | -4,541 |
| TOTALS, POSITIONS AND EXPENDITURES (All Programs) | 410.7 | 411.2 | 411.2 | \$58,507 | \$62,379 | \$62,545 |
| FUNDING | | | | 2014-15* | 2015-16* | 2016-17* |
| 0995 Reimbursements | | | | \$2,541 | \$1,047 | \$1,047 |
| 3036 Alcohol Beverages Control Fund | | | | 55,966 | 61,332 | 61,498 |
| TOTALS, EXPENDITURES, ALL FUNDS | | | | \$58,507 | \$62,379 | \$62,545 |

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.

DETAILED BUDGET ADJUSTMENTS

| | 2015-16* | | | 2016-17* | | |
|--------------------------------------------------------------|--------------|----------------|--------------|--------------|----------------|--------------|
| | General Fund | Other Funds | Positions | General Fund | Other Funds | Positions |
| Workload Budget Adjustments | | | | | | |
| Workload Budget Change Proposals | | | | | | |
| • Licensing, Advertising, Contests, and Sweepstakes (SB 796) | \$- | \$- | - | \$- | \$128 | 1.0 |
| • Information Technology Staffing Increase | - | - | - | - | 117 | 1.0 |
| Totals, Workload Budget Change Proposals | \$- | \$- | - | \$- | \$245 | 2.0 |
| Other Workload Budget Adjustments | | | | | | |
| • Salary Adjustments | \$- | \$817 | - | \$- | \$812 | - |
| • Benefit Adjustments | - | 477 | - | - | 614 | - |
| • Retirement Rate Adjustments | - | 420 | - | - | 420 | - |
| • Budget Position Transparency | - | - | -37.7 | - | - | -37.7 |
| • Miscellaneous Baseline Adjustments | - | -5 | - | - | -216 | -2.0 |
| Totals, Other Workload Budget Adjustments | \$- | \$1,709 | -37.7 | \$- | \$1,630 | -39.7 |
| Totals, Workload Budget Adjustments | \$- | \$1,709 | -37.7 | \$- | \$1,875 | -37.7 |
| Totals, Budget Adjustments | \$- | \$1,709 | -37.7 | \$- | \$1,875 | -37.7 |

PROGRAM DESCRIPTIONS

1640 - ADMINISTRATION OF THE ALCOHOLIC BEVERAGE CONTROL ACT

This program conducts three major activities:

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

2100 Department of Alcoholic Beverage Control - Continued

- 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

| | | 2014-15* | 2015-16* | 2016-17* |
|----------------|-------------------------------------------------------------|-----------------|-----------------|-----------------|
| | PROGRAM REQUIREMENTS | | | |
| 1640 | ADMINISTRATION OF THE ALCOHOLIC BEVERAGE CONTROL ACT | | | |
| | State Operations: | | | |
| 0995 | Reimbursements | 2,541 | 1,047 | 1,047 |
| 3036 | Alcohol Beverages Control Fund | <u>\$52,972</u> | <u>\$58,332</u> | <u>\$58,498</u> |
| | Totals, State Operations | \$55,513 | \$59,379 | \$59,545 |
| | Local Assistance: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>\$2,995</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| | Totals, Local Assistance | \$2,995 | \$3,000 | \$3,000 |
| | SUBPROGRAM REQUIREMENTS | | | |
| 1640010 | Licensing | | | |
| | State Operations: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>\$29,178</u> | <u>\$30,114</u> | <u>\$30,235</u> |
| | Totals, State Operations | \$29,178 | \$30,114 | \$30,235 |
| | SUBPROGRAM REQUIREMENTS | | | |
| 1640019 | Compliance | | | |
| | State Operations: | | | |
| 0995 | Reimbursements | 2,541 | 1,047 | 1,047 |
| 3036 | Alcohol Beverages Control Fund | <u>\$23,794</u> | <u>\$28,218</u> | <u>\$28,263</u> |
| | Totals, State Operations | \$26,335 | \$29,265 | \$29,310 |
| | Local Assistance: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>\$2,995</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| | Totals, Local Assistance | \$2,995 | \$3,000 | \$3,000 |
| | PROGRAM REQUIREMENTS | | | |
| 9900 | ADMINISTRATION - TOTAL | | | |
| | State Operations: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>-\$1</u> | <u>\$-</u> | <u>\$-</u> |
| | Totals, State Operations | -\$1 | \$- | \$- |
| | SUBPROGRAM REQUIREMENTS | | | |
| 9900100 | Administration | | | |
| | State Operations: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>\$4,873</u> | <u>\$4,512</u> | <u>\$4,541</u> |
| | Totals, State Operations | \$4,873 | \$4,512 | \$4,541 |
| | SUBPROGRAM REQUIREMENTS | | | |
| 9900200 | Administration - Distributed | | | |
| | State Operations: | | | |
| 3036 | Alcohol Beverages Control Fund | <u>-\$4,874</u> | <u>-\$4,512</u> | <u>-\$4,541</u> |
| | Totals, State Operations | -\$4,874 | -\$4,512 | -\$4,541 |
| | TOTALS, EXPENDITURES | | | |
| | State Operations | 55,512 | 59,379 | 59,545 |
| | Local Assistance | 2,995 | 3,000 | 3,000 |

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

2100 Department of Alcoholic Beverage Control - Continued

| | 2014-15* | 2015-16* | 2016-17* |
|----------------------|----------|----------|----------|
| Totals, Expenditures | \$58,507 | \$62,379 | \$62,545 |

EXPENDITURES BY CATEGORY

| 1 State Operations | Positions | | | Expenditures | | |
|-------------------------------------------------------------------------|--------------|--------------|--------------|-----------------|-----------------|-----------------|
| | 2014-15 | 2015-16 | 2016-17 | 2014-15* | 2015-16* | 2016-17* |
| PERSONAL SERVICES | | | | | | |
| Baseline Positions | 439.9 | 448.9 | 448.9 | \$30,125 | \$30,540 | \$30,540 |
| Budget Position Transparency | - | -37.7 | -37.7 | - | - | - |
| Total Adjustments | <u>-29.2</u> | <u>-</u> | <u>-</u> | <u>-396</u> | <u>817</u> | <u>836</u> |
| Net Totals, Salaries and Wages | 410.7 | 411.2 | 411.2 | \$29,729 | \$31,357 | \$31,376 |
| Staff Benefits | <u>-</u> | <u>-</u> | <u>-</u> | <u>14,153</u> | <u>15,837</u> | <u>15,997</u> |
| Totals, Personal Services | 410.7 | 411.2 | 411.2 | \$43,882 | \$47,194 | \$47,373 |
| OPERATING EXPENSES AND EQUIPMENT | | | | <u>\$11,630</u> | <u>\$12,185</u> | <u>\$12,172</u> |
| TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations) | | | | \$55,512 | \$59,379 | \$59,545 |

2 Local Assistance

| | Expenditures | | |
|-----------------------------------------------------------|----------------|----------------|----------------|
| | 2014-15* | 2015-16* | 2016-17* |
| Grants and Subventions - Governmental | <u>\$2,995</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance) | \$2,995 | \$3,000 | \$3,000 |

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

| 1 STATE OPERATIONS | 2014-15* | 2015-16* | 2016-17* |
|----------------------------------------------------------|-----------------|-----------------|-----------------|
| 0995 Reimbursements | | | |
| APPROPRIATIONS | | | |
| Reimbursements | <u>\$2,541</u> | <u>\$1,047</u> | <u>\$1,047</u> |
| TOTALS, EXPENDITURES | \$2,541 | \$1,047 | \$1,047 |
| 3036 Alcohol Beverages Control Fund | | | |
| APPROPRIATIONS | | | |
| 001 Budget Act appropriation | \$54,894 | \$56,623 | \$58,498 |
| Allocation for employee compensation | 292 | 817 | - |
| Allocation for staff benefits | 177 | 477 | - |
| Section 3.60 pension contribution adjustment | 1,206 | 420 | - |
| Tenant Rent Adjustment | <u>-</u> | <u>-5</u> | <u>-</u> |
| Totals Available | \$56,569 | \$58,332 | \$58,498 |
| Unexpended balance, estimated savings | <u>-3,598</u> | <u>-</u> | <u>-</u> |
| TOTALS, EXPENDITURES | \$52,971 | \$58,332 | \$58,498 |
| Total Expenditures, All Funds, (State Operations) | \$55,512 | \$59,379 | \$59,545 |
| 2 LOCAL ASSISTANCE | 2014-15* | 2015-16* | 2016-17* |
| 3036 Alcohol Beverages Control Fund | | | |
| APPROPRIATIONS | | | |
| 101 Budget Act appropriation | <u>\$3,000</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| Totals Available | \$3,000 | \$3,000 | \$3,000 |
| Unexpended balance, estimated savings | <u>-5</u> | <u>-</u> | <u>-</u> |

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2100 Department of Alcoholic Beverage Control - Continued

| 2 LOCAL ASSISTANCE | 2014-15* | 2015-16* | 2016-17* |
|--------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| TOTALS, EXPENDITURES | <u>\$2,995</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| Total Expenditures, All Funds, (Local Assistance) | <u>\$2,995</u> | <u>\$3,000</u> | <u>\$3,000</u> |
| TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance) | <u>\$58,507</u> | <u>\$62,379</u> | <u>\$62,545</u> |

FUND CONDITION STATEMENTS

| | 2014-15* | 2015-16* | 2016-17* |
|---------------------------------------------------------------------------------------|-----------------|-----------------|-----------------|
| 3036 Alcohol Beverages Control Fund ^s | | | |
| BEGINNING BALANCE | \$34,224 | \$34,832 | \$29,887 |
| Prior Year Adjustments | 650 | - | - |
| Adjusted Beginning Balance | <u>\$34,874</u> | <u>\$34,832</u> | <u>\$29,887</u> |
| REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS | | | |
| Revenues: | | | |
| 4125400 Liquor License Fees | 56,083 | 56,644 | 57,210 |
| 4171400 Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons | 51 | 51 | 51 |
| 4172500 Miscellaneous Revenue | <u>65</u> | <u>37</u> | <u>37</u> |
| Total Revenues, Transfers, and Other Adjustments | <u>\$56,199</u> | <u>\$56,732</u> | <u>\$57,298</u> |
| Total Resources | \$91,073 | \$91,564 | \$87,185 |
| EXPENDITURE AND EXPENDITURE ADJUSTMENTS | | | |
| Expenditures: | | | |
| 0515 Secretary for Business, Consumer Services, and Housing Agency (State Operations) | 229 | 246 | 246 |
| 2100 Department of Alcoholic Beverage Control (State Operations) | 52,973 | 58,332 | 58,498 |
| 2100 Department of Alcoholic Beverage Control (Local Assistance) | 2,995 | 3,000 | 3,000 |
| 8880 Financial Information System for California (State Operations) | <u>44</u> | <u>99</u> | <u>71</u> |
| Total Expenditures and Expenditure Adjustments | <u>\$56,241</u> | <u>\$61,677</u> | <u>\$61,815</u> |
| FUND BALANCE | \$34,832 | \$29,887 | \$25,370 |
| Reserve for economic uncertainties | 34,832 | 29,887 | 25,370 |

CHANGES IN AUTHORIZED POSITIONS

| | <u>Positions</u> | | | <u>Expenditures</u> | | |
|-------------------------------------------------------------------|------------------|--------------|--------------|---------------------|-----------------|-----------------|
| | 2014-15 | 2015-16 | 2016-17 | 2014-15* | 2015-16* | 2016-17* |
| Baseline Positions | 439.9 | 448.9 | 448.9 | \$30,125 | \$30,540 | \$30,540 |
| Budget Position Transparency | - | -37.7 | -37.7 | - | - | - |
| Salary and Other Adjustments | -29.2 | - | -2.0 | -396 | 817 | 676 |
| Workload and Administrative Adjustments | | | | | | |
| Information Technology Staffing Increase | | | | | | |
| Sys Software Spec II (Tech) | - | - | 1.0 | - | - | 81 |
| Licensing, Advertising, Contests, and Sweepstakes (SB 796) | | | | | | |
| Agent | - | - | 1.0 | - | - | 79 |
| TOTALS, WORKLOAD AND ADMINISTRATIVE ADJUSTMENTS | <u>-</u> | <u>-</u> | <u>2.0</u> | <u>\$-</u> | <u>\$-</u> | <u>\$160</u> |
| Totals, Adjustments | <u>-29.2</u> | <u>-37.7</u> | <u>-37.7</u> | <u>-\$396</u> | <u>\$817</u> | <u>\$836</u> |
| TOTALS, SALARIES AND WAGES | <u>410.7</u> | <u>411.2</u> | <u>411.2</u> | <u>\$29,729</u> | <u>\$31,357</u> | <u>\$31,376</u> |

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