

STATE OF ALABAMA ALCOHOLIC BEVERAGE CONTROL BOARD



ANNUAL REPORT | 2017-2018



#### Alabama Alcoholic Beverage Control Board

Mac Gipson
Administrator

William E. Thigpen
Assistant Administrator

Alan Spencer
Board Chairman

Melissa Morrissette

Board Member

Walter Bell Board Member

Honorable Kay Ivey Governor, State of Alabama Alabama State Capitol Montgomery, AL 36130

Dear Governor Ivey:

On behalf of the Alabama Alcoholic Beverage Control Board and our more than 875 employees, it gives me great pleasure to share with you our Fiscal Year 2017-2018 Annual Report.

Our mission of controlling the distillation, sale and distribution of alcohol in Alabama continues to be the primary and fundamental focus of everything we do. This past year, the agency operated approximately 174 ABC stores, Licensing and Compliance offices throughout the state, and a central warehouse and annex in Montgomery; all leased from private landlords, infusing about \$13 million into the Alabama economy.

I'm proud to report that after paying operating expenses, the ABC Board collected and distributed more than \$263 million to state and local governments, while faithfully fulfilling our mandate to regulate alcoholic products, produce revenues, and educate citizens about alcohol and tobacco issues.

Thanks in great part to your support, we continue to improve operations by refurbishing, relocating and even closing stores, when necessary, in order to meet customer needs and/or improve efficiencies. Also, our Warehouse continues to be updated with new technology and operational improvements, and we've begun implementing a Point-of-Sale system that will provide greater data-capture capabilities and more user-friendly.

Additionally, the ABC Board's "Under Age, Under Arrest", a statewide public awareness campaign to educate students and parents about the dangers of underage and binge drinking, continued its great success in FY 2018. Nearly 30,000 middle, junior high, senior high school and college students participated in events held throughout Alabama. The Board partners with anti-drinking organizations such as Mothers Against Drunk Driving, Students Against Destructive Decisions and American Character Builders, and connects with state agencies, organizations, and advocacy groups, including law enforcement, faith-based groups, substance-abuse treatment providers, children's groups, educators, and businesses, about the dangers and consequences of underage drinking. The "Under Age, Under Arrest" Web site - <a href="http://alabcboard.gov/underage-underarrest">http://alabcboard.gov/underage-underarrest</a> - includes upcoming events and many photos of programs held during FY 2018.

ABC Board employees are committed to effectively and efficiently carrying out the mission of this agency by providing premier services to the citizens of Alabama.

Sincerely,

H.M. Gipson Administrator



ABC Store #17 in Fairfield was destroyed by a tornado on June 22, 2017.



Store #17 re-opened on the same spot a little more than two months later on August 30, 2017.

## STATE OF ALABAMA ALCOHOLIC BEVERAGE CONTROL BOARD



ANNUAL REPORT FY 2017-2018

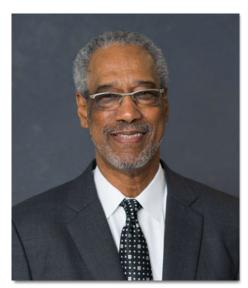
## **BOARD MEMBERS**



Alan Spencer, Chairman Tuscaloosa, AL



Melissa Morrissette Mobile, AL



Walter Bell Mobile, AL

## **ADMINISTRATION**



H. Mac Gipson, Administrator



William E. Thigpen, Sr., Assistant Administrator





ABC Board new employee orientation, October 2017.



Teen Alcohol and Drug Abuse Awareness (TADAA) workshop.

#### **History and Mission**

The Alabama Alcoholic Beverage Control Board was established by the passage of the Alabama Beverage Control Act in February 1937. Title 28, Chapter 3, Section 2 of the Alabama Alcoholic Beverage Control Act provided for a police power for the "protection of the public welfare, health, peace and morals" of the people of Alabama and prohibited transactions in liquor, alcohol, malt and brewed beverages, taking place within the State, except by and under control of the Board. In 1997 the responsibilities of issuing retail sales permits, regulating, and enforcing the laws related to underage access to tobacco products were added. In 2006, the responsibility to regulate and register retail establishments selling methamphetamine precursors was added.

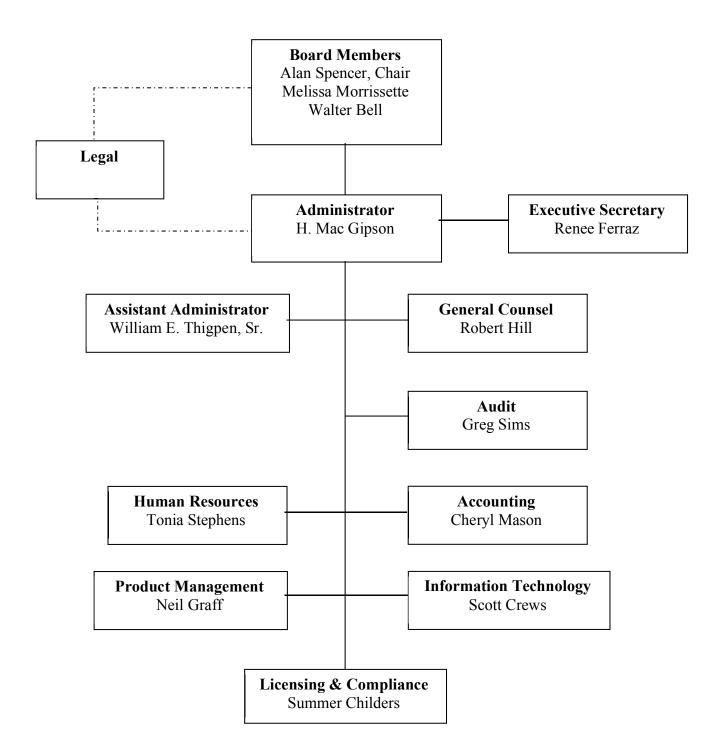
Today, the ABC Board operates 174 ABC Stores. Alabama Act 2013-67 was passed to create the Alabama State Law Enforcement Agency (ALEA). Effective upon the passing of this act and a January 1, 2015 start date, the Law Enforcement Division of the Alabama Alcoholic Beverage Control Board was transferred to ALEA. All of the drug and alcohol enforcement activities were also transferred to ALEA. The safety of our citizens through licensing and education became a function of the ABC Board's Licensing and Compliance Division. The ABC Warehouse, located in the Central Office in Montgomery, supplies all of the liquor sold in the State.

The ABC Board controls alcoholic beverages through controlled distribution, licensing, regulation, law enforcement, and education. Youth access to tobacco products is controlled through retail sales permits, regulation, law enforcement, and education. Methamphetamine precursors are regulated through retail sales registration, education, and law enforcement efforts.

Operating expenses are paid by consumers of alcoholic beverages, tobacco manufacturers, and federal grant funding. The general public is not taxed to cover ABC Board expenses unless they purchase controlled products; although they do benefit from ABC operations through increased public safety and revenue distribution to cities, counties, state agencies, and the state general fund.

It is the ABC Board's goal to maintain a safe, reliable, and efficient distribution network of controlled products, while maintaining an extremely professional level of public safety programs to insure responsibility in the distribution, possession and consumption of these products. The ABC Board's Licensing & Compliance Inspectors are well trained and operate at the highest level of professional standards. The ABC Board strives each day to provide the citizens of Alabama the best service and safety that they should expect from our employees.

## **ABC Board Organization**



#### What's in the Price of Liquor?



<sup>\*</sup>State Liquor taxes total 56% of cost & markup. The above bottle would generate income and taxes as follows:

| 1. General Fund                                 | \$3.03 |
|---|--------|
| 2. Human Resources                              | \$2.23 |
| 3. Mental Health                                | \$1.95 |
| 4. Various State Agencies and Local Governments | \$5.12 |

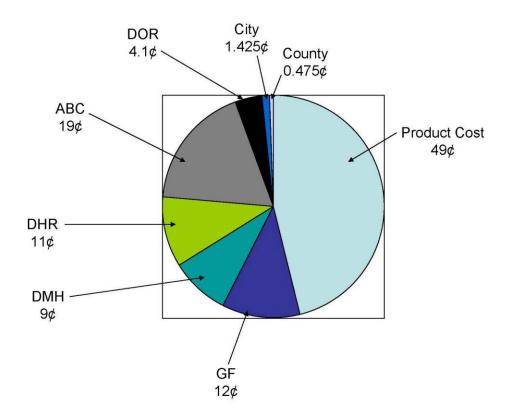
#### The ABC Board operates with a specific price structure.

The ABC Board operates with a specific price structure to determine the sales price for liquor and fortified wine products. This illustration utilizes a hypothetical \$21.06 bottle price on the shelf. The ABC Board purchase price for this hypothetical bottle from the vendor is \$10.00. Included are the distiller's production, bottling, and labeling costs; freight to Montgomery; federal excise tax; and \$.90 per case for outbound freight.

The ABC Board marks up this product 35% based on its cost. Ten percent of the markup goes to the State General Fund and 25% of the markup is used for operating expenses of the Board. Any portion not used for operating expenses is distributed to state and local agencies. From the 6% sales tax for this bottle (\$1.27); 86 cents go to the Alabama Department of Revenue, 30 cents go to the City in which the sale was made, and 11 cents goes to County in which the sale was made. Profit and tax distributions from ABC store sales are governed by Title 28, Code of Alabama 1975.

## Where does the money go?

For each retail dollar spent on the shelf price of a bottle of liquor in an ABC State Store, there is a 6% Sales Tax added. Funds from this sale are distributed to several different accounts. This in turn reduces the tax burden on the citizens of Alabama in general; providing dollars to the State General Fund, social & medical programs through the Department of Human Resources and Department of Mental Health, education, local budgets, tax administration and regulation, and statewide law enforcement.



For each \$1.00 of a purchase plus \$0.06 Sales Tax, funds are distributed as follows:

Cost of Product - \$0.49 State General Fund (GF) - \$0.12 \* Department of Mental Health (DMH) - \$0.09 \* Department of Human Resources (DHR) - \$0.11 \* ABC - \$0.19 \*\* Department of Revenue (DOR) - \$0.041 City - \$0.01425 County - \$0.00475

<sup>\*</sup> Funds are reduced by TVA Supplemental Distribution to Non-Served Dry Counties as required by Act 2010-135.

<sup>\*\*</sup> ABC funds not spent for operations each year are distributed to the funds listed above as required by state law.

#### **Education**

#### "Under Age, Under Arrest"

This statewide educational and public awareness initiative was created by the Alabama ABC Board to discourage and stop underage drinking and binge drinking. The initiative includes presentations at schools throughout the state about the dangers, social costs and legal consequences of underage and binge drinking. The initiative also includes electronic and printed materials for school students, social media targeted at Alabamians under the age of 21, and coordination with the media across the state to highlight the causes and negative impact of underage drinking.

The ABC Board partners with anti-drinking school organizations, including Students Against Destructive Decisions (SADD), Mothers Against Drunk Driving (MADD), and American Character Builders, to assist school counselor and administrators in spreading the message about the dangers of underage drinking to students.

One of the most exciting parts of the "Under Age, Under Arrest" campaign is the opportunity for the ABC Board to partner with other groups, organizations, institutions, state agencies and individuals in Alabama. These include state health and education agencies, substance-abuse treatment providers, law enforcement, children's groups, colleges, businesses, and faith-based organizations.

During Fiscal Year 2017-2018, the Alabama ABC Board conducted 59 "Under Age, Under Arrest" programs in high schools, colleges and universities. Thanks in part to a grant from the National Alcoholic Beverage Control Association, the Alabama ABC Board is financially able to provide this educational and public awareness program.



*Elmore County students take part in a youth leadership summit.* 



Special release of allocated Bourbons at Store #151, Huntsville.



Special release of allocated Bourbons at Store #58 in Hoover.

#### **Product Management**

The Product Management Division is responsible for the pricing, purchasing, warehousing, transportation, distribution, merchandising, stores, and sales of liquor products for the state. Product Management serves as the wholesaler for distilled spirits within the state. With a staff of 17 central office employees, 61 warehouse employees, and 637store employees product management strives to maintain a pleasant shopping environment for adult consumers. Our sales staff is trained to serve the consumer and prevent unlawful sales.

**Stores** - Operates 174 retail and wholesale outlets in areas of the state where the sale of alcoholic beverages have been approved. Locations are selected to be convenient to the public and licensees, providing a safe and satisfactory shopping experience for adult consumers who purchase alcoholic beverages. Six new outlets were added and two were relocated. These changes should provide better service to the public. Online ordering has also been implemented, making ordering faster and more accurate.

**Pricing** - Product Management records and manages all price quotations on a quarterly basis. Recently Product Management changed the methods of processing price quotations by using a system created by the National Alcoholic Beverage Control Association which allows price quotations to be submitted via internet.

**Purchasing** - Product Management manages all shipments of alcoholic beverages to 174 retail and wholesale outlets on a weekly basis. P.M. coordinates loading of trucks with the ABC Warehouse, working with ABC stores to keep inventory at the most efficient levels, eliminating outages and overstocking of merchandise.

**Warehousing** - The ABC Warehouse ships and receives approximately 13,000 cases of liquor products to state operated retail and wholesale outlets daily. The Board maintains a warehouse inventory of approximately 330,000 cases year round and ships roughly 2.7 million cases annually.

**Transportation** - Product Management directs the ABC transportation contract carrier to efficiently ship and deliver merchandise to ABC Stores on a daily basis. The Product Management division also monitors and schedules all inbound merchandise.

**Distribution/Wholesale** - Product Management evaluates products to ensure customers have adequate selections and maintain distribution network to supply all ABC Stores. Each ABC outlet is replenished once a week. P.M. has established two new forms of coding to identify cases more effectively, one is all Value Added Packs, i.e. gift sets, and the other is wholesale items that can be sold to licensees by the bottle.

**Merchandising** - Coordinates all merchandising efforts in 174 ABC retail and wholesale outlets including shelf management and display locations in the stores.



 $"Underage\ Drinking,\ Adult\ Consequences"\ program\ at\ Southside\ High\ School\ in\ Selma.$ 



 $\label{thm:consequences"} \textit{Underage Drinking, Adult Consequences" program at Southside High School in Selma.}$ 

#### Licensing, Compliance and Enforcement

The Licensing and Compliance Division was formed on January 1, 2015 and is responsible for maintaining the issuance and renewal of ABC Licenses, as well as the administrative regulatory functions of the Alcoholic Beverage Control Board.

There are currently 51 employees in the Licensing and Compliance Division. These positions are funded by ABC operating accounts, grants and special appropriations, and do not require funding from the State General Fund. ABC Licensing and Compliance duties and responsibilities include:

- Serves as the primary state agency tasked with the regulation of alcoholic beverage laws in the state.
- Alcohol investigations include the illegal manufacture, possession, transportation, or sale of alcoholic beverages, and minor access/possession. Federal grant funding through the U.A. Department of Justice and Alabama Department of Economic and Community Affairs allows additional man-hours and resources to concentrate on Underage Drinking. As a result of hard work and continued efforts, the rate at which minors have access to alcoholic beverages through retail locations has declined, as reflected by our Minor Compliance Check Non-Compliance Rate which decreased substantially over the past decade. This function is now performed by law enforcement agencies, with coordination and monitoring by the ABC Board.
- Issues, regulates and investigates Alcoholic Beverage Licenses for all locations in the state selling alcoholic beverages. With recent legislation allowing more small cities to hold wet/dry referendums, the task of licensing and regulation is becoming more demanding and complex than at any other time in our history.
- Civilian ABC Licensing and Compliance Inspectors are responsible for the following tasks: application investigations, administrative inspections, issuing administrative citations, investigating complaints made by citizens, speaking at alcohol and tobacco educational events, and responding to any other alcohol/tobacco related questions and/or issues. In addition, the civilian inspectors are responsible for administering the Responsible Vendor Program.
- Conducts the Save Teens program to schools regularly, which educates them on the dangers of drug and alcohol abuse.
- The ABC Licensing and Compliance Division educates licensees on Title 28, Code of Alabama 1975, and ABC Rules and Regulations.
- The ABC Board Licensing and Compliance Division meets with local governing authorities, law enforcement, attorneys, prosecutors, etc. to discuss alcohol laws, regulations, licensing criteria and to help tailor licensure to their needs.
- Serves as the primary state agency tasked with the enforcement of tobacco laws in the state.
- Issues, regulates and investigates Tobacco Permits for all locations in the state that sell tobacco products.
- Alabama Act 2013-67 was passed to create the Alabama Law Enforcement Agency (ALEA). Effective January 1, 2015, the Law Enforcement Division of the Alabama Alcoholic Beverage Control Board was transferred to ALEA. All funds, equipment, grants, assets, seizures, etc. became the property of ALEA. All APOSTC certified officers were transferred to ALEA as well.

- Tobacco investigations include the sale, possession and use of tobacco products by minors. Federal grant funding through the U.S. Food & Drug Administration and Alabama Department of Public Health allows additional man hours and resources for ALEA Agents to concentrate on underage tobacco use. Additional legislative appropriations from the Children First Trust Fund through the Alabama Department of Children's Affairs, help to cover the cost of regulating and enforcing tobacco sales. Tobacco Minor Compliance Checks, required under federal SYNAR legislation, protects approximately \$40 million in federal funding for the Alabama Department of Mental Health. As a result of hard work and continued efforts, the rate at which minors have access to tobacco products through retail locations has decreased substantially.
- Responsible for ABC Commission Hearings which allow licensees and applicants the opportunity to appeal certain license application denials, citations, and any other matter deemed appropriate.
- Responsible for approving all advertisements related to alcohol, as well as all beer and wine labels that are shipped into the State of Alabama.
- The Licensing and Compliance Division also monitors a toll-free hotline (1-800-327-7341) and an e-mail address (ABCBoard--Enforcement@abc.alabama.gov) to take complaints and gather information related to administrative violations and criminal activity.

#### FY 18 Licensing and Compliance Stats

| Alcohol Licenses Tobacco Permits             | 16,646<br>8,373 |
|--|-----------------|
| <b>Administrative Compliance Inspections</b> |                 |
| Alcohol                                      | 2,804           |
| Tobacco                                      | 1,813           |
| Assists                                      |                 |
| Alcohol                                      | 858             |
| Tobacco                                      | 340             |
| <b>Complaints Closed</b>                     | 151             |
| Citations                                    |                 |
| Alcohol                                      | 2,067           |
| Tobacco                                      | 298             |
| Other Activities/Investigations              | 493             |

FY 18 Tobacco Compliance Checks by Retail Outlet Type

| Retail Outlet<br>Type    | Total<br>Completed | Minor Sales<br>Cases | Non-Compliance<br>Rate |
|--------------------------|--------------------|----------------------|------------------------|
|                          |                    |                      |                        |
| Convenience Store        | 3,587              | 332                  | 9.26%                  |
| Supermarket              | 367                | 29                   | 7.90%                  |
| Drug Store               | 185                | 10                   | 5.41%                  |
| Restaurant               | 5                  | 0                    | 0.00%                  |
| Liquor Package Store     | 245                | 22                   | 8.98%                  |
| Department/Discount Stor | re 643             | 43                   | 6.69%                  |
| Liquor Lounge/Club       | 48                 | 3                    | 6.25%                  |
| Industry                 | 1                  | 0                    | 0.00%                  |
| Canteen/Snack Bar        | 0                  | 0                    | 0.00%                  |
| Tobacco Store            | 131                | 14                   | 10.69%                 |
| Hotel/Motel              | 8                  | 1                    | 12.50%                 |
| Other                    | 28                 | 4                    | 14.29%                 |
|                          |                    |                      |                        |
| Total                    | 5,248              | 458                  | 8.73%                  |

#### RESPONSIBLE VENDOR PROGRAM

- The Responsible Vendor Program (RVP) was implemented in October of 1990 and operates as part of the Licensing and Compliance Division. The Alabama Legislature passed the Alabama Responsible Vendor Act with the intent of eliminating the sale of alcoholic beverages to, and consumption of alcoholic beverages by, underage persons, as well as the reduction of accidents, injuries, and deaths in the state related to intoxication.
- The Alabama Responsible Vendor Program is a voluntary program that allows licensees to become certified through the Alcoholic Beverage Control Board. Alabama's program requires the licensee to train all employees who are involved in the management, sale and/or service of alcoholic beverages. This training includes Alabama alcoholic beverage laws, legal age determination, civil and criminal penalties, and risk reducing techniques. Licensees who voluntarily join the program are also required to establish policies ensuring legal, responsible sales and to train employees in these policies.

- The Alabama Responsible Vendor Program establishes guidelines required for licensees to be certified into the Program. RVP approves courses for private course providers that want to market their services to ABC licensees. Additionally, licensees have the option of creating and submitting their own course for approval. At this time, the Responsible Vendor Program has approximately 175 approved courses.
- Compliance Specialists, now known as Licensing and Compliance Inspectors, RVP related responsibilities consist of: Conducting RVP inspections, monitoring and assisting licensees with training, and assisting corporations and independent companies that are trying to obtain course approval. They also make presentations to schools, colleges, civic groups and organizations regarding the dangers associated with underage drinking.

#### FY 18 Responsible Vendor Program Information:

| 1. | Certifications   | 2,419 |
|----|--|-------|
| 2. | Attendees for Education Presentations on Alcohol/Tobacco | 4,727 |
| 3. | Inspections  | 3,053 |
| 4. | RVP approved courses                                     | 175   |



Licensing & Compliance Inspector Mike Reese takes part in an "Under Age, Under Arrest" program at Pisgah High School in Jackson County.

#### Administration

**Accounting** – Accounting Division processes receipt of all revenue for the ABC Board coming from alcohol sales, excise taxes, sales taxes, license fees and penalties, grant funding, and tobacco settlement funding through the Children's First Trust Fund. After operating expenses are paid, within the guidelines of legislative spending approval, all remaining profits and all taxes are distributed as required by law to cities, counties, state agencies, and the state general fund. Accounting Division is also responsible for all budget operations, grants, financial reports, mail room operation, procurement of all service, supplies and equipment, equipment inventories, and property management for the board.

**Administrative** – Administrative Division provides services to the Administrator and Assistant Administrator for daily operations. This includes preparation and documentation for Board meetings, government relations, communications, real estate management, and legal counsel.

Auditing – The Audit Division of the ABC Board audits the records of beer and wine wholesalers, importers, as well as brew pubs and manufacturer licenses. The Division receives monthly reports from all wholesaler, importer, brewpub and manufacturer licensees. These monthly reports are compared with invoices from manufacturers of products sold to Alabama wholesalers. A comparison is made to ensure that all shipments of beer and table wine are reported, and that tax computations are complete and accurate. Detailed on-site audits of the wholesaler's records are conducted by the audit staff in order to ensure that appropriate taxes are paid, and the operations of the licensee are conducted in accordance with Title 28, Code of Alabama (1975) and the Alabama ABC Board Rules and Regulations.

The Audit Division conducts physical inventories of the ABC Warehouse, making a physical count of all products. Internal audit procedures ensure adequate controls of fiscal procedures, compliance with state laws and Board regulations, and management of the agency's assets.

The auditors conduct internal audits of ABC Retail and Wholesale Stores during the fiscal year. Internal audits test the physical inventory records, as well as store operation controls. During these audits, the daily receipts, petty cash fund, change fund and equipment assigned to the store are checked for accuracy and compliance.

**Information Technology (IT)** – Information Technology working with the ABC Licensing & Compliance division began a Licensing System Acquisition and Implementation Project in July 2014. This project is to replace the current software system with a Software as a Service (SAAS) hosted solution. Accela, Inc. was awarded the contract and began work the 4th quarter of 2014 with a projected completion date of April 2016. The current expected implementation date is October 1, 2016.

As part of an overall project to bring our stores into compliance with the new Chip and PIN, Payment Card Industry (PCI) regulations, ABC replaced the payment card PIN Pad devices at each of our approximately 400 registers residing in our 175 stores. This project also included upgrading the software controlling the new PIN Pad devices to increase the security for all Payment Card transactions. The project should be completed summer 2016.



Thomas Robinson (left), director of Contracting for the U.S. Air Force, visits the ABC Board.



IT's Chad Holton is recognized for his cost-saving suggestion he made through the State Employee's Suggestion Incentive Program.

During the summer and fall of 2015 ABC implemented Microsoft Office 365 to replace version 2007. This SAAS solution provides all basic office software such as word processing, presentation, email, spreadsheets and video conferencing. New versions are automatically provided to users as soon as released with little to no interaction needed by technical personnel. Office 365 also provides the ability for end-users to install Office on 5 PCs or Macs, 5 tablets (Windows, iPad, and Android), and 5 phones.

**Human Resources** – Comprised of seven fulltime staff members and one retired state employee, the ABC Human Resources Division is responsible for the control of appointment, transfer, promotion, service, and separation of all employees of the ABC Board in accordance with State Personnel Department policies. This includes responsibility for employee file maintenance, wellness (illness/injury) monitoring, complaint resolution and management, payroll and benefits management, training and education, and disciplinary matters.

The ABC Human Resources Division monitors compliance with updates related to ABC Board Policies, State Personnel Board Rules, Merit System laws, and federal regulations related to employment procedures. The division provides support services to a large and diversified employee staff, in varied classifications assigned to all agency divisions.

The current focus of the Human Resources Division is threefold in 1) identifying and remedying the need for employee training as it relates to customer service and mentoring to minimize turnover and maximize longevity of appointments; 2) Conducting one-on-one sessions to enhance opportunities for progression to leadership roles, career planning, and performance improvements; and 3) maintaining an actively engaged posture for employment forecasting and succession planning methods.



ABC Board New Employee Orientation, May 2018.

#### 5 - Year Distribution of ABC Board Net Revenues Unaudited

|                                      | FY 2017-2018      | FY 2016-2017      | FY 2015-2016      |
|--------------------------------------|-------------------|-------------------|-------------------|
| General Fund                         | \$ 89,050,452.94  | \$ 79,226,152.70  | \$ 76,249,508.28  |
| <b>Department of Human Resources</b> | \$ 61,099,452.57  | \$ 59,554,399.10  | \$ 58,015,260.84  |
| <b>Department of Mental Health</b>   | \$ 44,030,583.42  | \$ 41,967,623.46  | \$ 40,481,902.82  |
| <b>Education Trust Fund</b>          | \$ 21,862,358.24  | \$ 22,523,082.00  | \$ 22,934,013.30  |
| <b>Department of Revenue</b>         | \$ 17,425,331.80  | \$ 16,889,578.59  | \$ 16,525,698.46  |
| Cities and Counties                  | \$ 12,685,483.57  | \$ 13,992,490.99  | \$ 14,333,625.75  |
| Alabama Law Enforcement Agency       |                   |                   |                   |
| (ALEA)                               | \$ 16,895,698.00  | \$ 16,895,692.00  | \$ 16,895,695.00  |
| <b>Total Resources Generated</b>     | \$ 263,049,354.54 | \$ 251,049,018.84 | \$ 245,435,704.44 |

| PROFITS DISTRIBUTION           | FY 2017-2018 | FY 2016-2017         | FY 2015-2016          |
|--------------------------------|--------------|----------------------|-----------------------|
| 50% General Fund               | \$<br>0.00   | \$<br>1,000,000.00   | \$<br>1,000,000.00    |
| 19% Dept. of Human Resources   | \$<br>0.00   | \$<br>380,000.00     | \$<br>380,000.00      |
| 10% Wet Counties               | \$<br>0.00   | \$<br>200,000.00     | \$<br>200,000.00      |
| 1% Wet Counties                | \$<br>0.00   | \$<br>20,000.00      | \$<br>20,000.00       |
| 20% Cities                     | \$<br>0.00   | \$<br>400,000.00     | \$<br>400,000.00      |
| Wet Municipalities             | \$<br>0.00   | \$<br>200,000.00     | \$<br>200,000.00      |
| 85% General Fund               | \$<br>0.00   | \$<br>2,329,630.86   | \$<br>1,214,781.97    |
| 6.25% Wet Counties             | \$<br>0.00   | \$<br>171,296.39     | \$<br>89,322.20       |
| 3.75% Dept. of Human Resources | \$<br>0.00   | \$<br>102,777.83     | \$<br>53,593.32       |
| 3.75% Wet Counties             | \$<br>0.00   | \$<br>102,777.83     | \$<br>53,593.32       |
| <b>1.25% Cities</b>            | \$<br>0.00   | \$<br>34,259.29      | \$<br>17,864.44       |
| TOTAL                          | \$<br>0.00*  | \$<br>4,940,742.20** | \$<br>3,629,155.26*** |

<sup>\*</sup>FY 2018 Profits affected by \$1,800,000 expended for the purchase of automobiles for the Department of Corrections and by fund transfers ALEA as appropriated by Act 2017-338, and the implementation of POS/ERP system upgrade.

<sup>\*\*</sup> FY 2017 Profits affected by \$1,800,000 expended for the purchase of automobiles for the Department of Corrections and by fund transfers ALEA as appropriated by Act 2016-116.

<sup>\*\*\*</sup> FY 2016 Profits affected by fund transfers ALEA as appropriated by Act 2015-281.

#### 5 - Year Distribution of ABC Board Net Revenues Unaudited

|                                      | FY 2014-2015         | FY 2013-2014         |
|--------------------------------------|----------------------|----------------------|
| General Fund                         | \$<br>76,345,311.91  | \$<br>75,107,282.53  |
| <b>Department of Human Resources</b> | \$<br>55,245,574.18  | \$<br>52,404,936.16  |
| Department of Mental Health          | \$<br>38,109,119.54  | \$<br>35,657,335.26  |
| <b>Education Trust Fund</b>          | \$<br>22,461,050.45  | \$<br>22,177,501.35  |
| Department of Revenue                | \$<br>16,015,373.83  | \$<br>15,131,488.55  |
| Cities and Counties                  | \$<br>14,839,355.33  | \$<br>15,264,148.25  |
| Alabama Law Enforcement Agency       |                      |                      |
| (ALEA)                               | \$<br>12,888,905.00  | \$<br>               |
| <b>Total Resources Generated</b>     | \$<br>235,904,690.24 | \$<br>215,742,148.25 |

| PROFITS DISTRIBUTION           | FY 2014-2015        | FY 2013-2014          |
|--------------------------------|---------------------|-----------------------|
| 50% General Fund               | \$<br>1,000,000.00  | \$<br>1,000,000.00    |
| 19% Dept. of Human Resources   | \$<br>380,000.00    | \$<br>380,000.00      |
| 10% Wet Counties               | \$<br>200,000.00    | \$<br>200,000.00      |
| 1% Wet Counties                | \$<br>20,000.00     | \$<br>20,000.00       |
| 20% Cities                     | \$<br>400,000.00    | \$<br>400,000.00      |
| Wet Municipalities             | \$<br>200,000.00    | \$<br>200,000.00      |
| 85% General Fund               | \$<br>4,895,208.98  | \$<br>7,192,585.85    |
| 6.25% Wet Counties             | \$<br>359,941.84    | \$<br>528,866.61      |
| 3.75% Dept. of Human Resources | \$<br>215,965.10    | \$<br>317,319.96      |
| 3.75% Wet Counties             | \$<br>215,965.10    | \$<br>317,319.96      |
| 1.25% Cities                   | \$<br>71,988.37     | \$<br>105,773.32      |
| TOTAL                          | \$<br>7,959,069.39* | \$<br>10,661,865.70** |

<sup>\*</sup> FY 2015 Profits affected by \$1,800,000 expended for the purchase of automobiles for the Department of Corrections and fund transfers ALEA as appropriated by Act 2014-284.

<sup>\*\*</sup> FY 2014 Profits affected by \$1,800,000 expended for the purchase of automobiles for the Department of Corrections as appropriated by Act 2013-263.

## **Statement of Operations Unaudited**

| Retail Sales         307,756,900.25         298,427,593.24         291,139,878.89           Wholesale Sales         198,335,629.04         185,219,362.33         177,440,094.61           Military Sales         6,749,118.01         6,601,822.03         6,912,283.34           Total Sales         512,841,647.30         490,248,777.66         475,492,256.84           Embedded Taxes - Title 28         143,998,719.07         137,450,546.03         133,114,898.33           Sales Taxes         504,949.75         504,949.59         16,525,698.46           County Taxes         504,949.75         342,022.27         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,200.05           Gross Margin         23,554,732.45         12,145,045.97         11,777,976.55           5% Markup to General Fund         23,554,732.45         12,1245,045.97         11,777,976.55           Cher Revenues         13,786,220.32         13,272,044.54         12,244,806.89           Private Table Wine - S2,42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,000.00  | Revenues:                                 | FY 2017-2018   | FY 2016-2017   | FY 2015-2016   |
|--|---|----------------|----------------|----------------|
| Military Sales         6,749,118.01         6,601,822.03         6,912,283.44           Total Sales         512,841,647.30         490,248,777.66         475,492,256.84           Embedded Taxes - Title 28         143,998,719.07         137,450,546.03         133,114,898.33           Sales Taxes         17,425,331.80         16,889,578.59         16,525,698.46           County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund         23,554,732.45         12,145,045.97         11,777,976.55           Total Operating Revenues         80,446,066.07         79,403,741.68         74,174,980.56           Other Revenues:         13,786,220.32         13,272,044.54         12,244,806.89           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71      <   | Retail Sales                              | 307,756,900.25 | 298,427,593.24 | 291,139,878.89 |
| Total Sales         512,841,647.30         490,248,777.66         475,492,256.84           Embedded Taxes - Title 28         143,998,719.07         137,450,546.03         133,114,898.33           Sales Taxes         17,425,331.80         16,889,578.59         16,525,698.46           County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Flyiate Table Wine Liter Taxes Class II Table Wine - \$2.42 Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees   | Wholesale Sales                           | 198,335,629.04 | 185,219,362.39 | 177,440,094.61 |
| Embedded Taxes - Title 28         143,998,719.07         137,450,546.03         133,114,898.33           Sales Taxes         17,425,331.80         16,889,578.59         16,525,698.46           County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.1           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Responsible Vendor Fees         120,330.00         105,000  | Military Sales                            | 6,749,118.01   | 6,601,822.03   | 6,912,283.34   |
| Sales Taxes         17,425,331.80         16,889,578.59         16,525,698.46           County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         80,330.00         128,604.83         121,545.00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,  | <b>Total Sales</b>                        | 512,841,647.30 | 490,248,777.66 | 475,492,256.84 |
| Sales Taxes         17,425,331.80         16,889,578.59         16,525,698.46           County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Private Table Wine Liter Taxes Class II Table Wine - \$2.42 Taxes Publication & Statistics Sales         13,786,220.32         13,272,044.54         12,244,806.89           Publication & Statistics Sales         3,300.00         3,600.00         3,000.00           Salvaged Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1,954,487.11           Grant Income         60,000.00         128,000.00         145,000.00           Insurance R   | <b>Embedded Taxes - Title 28</b>          | 143,998,719.07 | 137,450,546.03 | 133,114,898.33 |
| County Taxes         504,949.75         492,022.79         458,496.89           Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         60,000.00         128,604.83         121,545.00           Bailment Fees         120,330.00         128,604.83         121,545.00           Grant Income         60,000.00         105,000.00  | Sales Taxes                               |                |                |                |
| Net Sales         350,912,646.68         335,416,630.25         325,393,163.16           Cost of Goods Sold         246,911,848.16         243,867,842.60         239,440,206.05           Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         60,000.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00   | <b>County Taxes</b>                       |                |                |                |
| Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         Private Table Wine Liter Taxes Class II Table Wine - \$2.42 Taxes Publication & Statistics Sales         13,786,220.32         13,272,044.54         12,244,806.89           Salvaged Equipment Salvages other than Equipment Public Service & Import Income Miscellaneous Income Responsible Vendor Fees         97,617.00         46,647.81         40,236.44           Prior FY Accrual Adjustment Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         0.00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75 </th <th>Net Sales</th> <th></th> <th></th> <th>,</th>  | Net Sales                                 |                |                | ,              |
| Gross Margin         104,000,798.52         91,548,787.65         85,952,957.11           5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         80,446,066.07         79,403,741.68         74,174,980.56           Other Revenues:         I 3,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         0.00         0.00         0.0           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         0.0   | Cost of Goods Sold                        | 246,911,848.16 | 243,867,842.60 | 239,440,206.05 |
| 5% Markup to General Fund Total Operating Revenues         23,554,732.45         12,145,045.97         11,777,976.55           Other Revenues:         80,446,066.07         79,403,741.68         74,174,980.56           Other Revenues:         Private Table Wine Liter Taxes Class II Table Wine - \$2.42 Taxes Publication & Statistics Sales         13,786,220.32         13,272,044.54         12,244,806.89           Publication & Statistics Sales Publication & Statistics Sales Publication & Statistics Sales Public Service & Import Income Income Public Service & Import Income Private Public Service Public Service Public Service Public Service Public Service Publi | Gross Margin                              |                | 91,548,787.65  | 85,952,957.11  |
| Total Operating Revenues         80,446,066.07         79,403,741.68         74,174,980.56           Other Revenues:         Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         0.00         28,604.83         121,545.00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         54,840,451.51         52,224,938.05 <t< th=""><th>-</th><th></th><th></th><th></th></t<>  | -   |                |                |                |
| Other Revenues:           Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         0.00         0.00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1.954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         0.00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87 <th>5% Markup to General Fund</th> <th>23,554,732.45</th> <th>12,145,045.97</th> <th>11,777,976.55</th>  | 5% Markup to General Fund                 | 23,554,732.45  | 12,145,045.97  | 11,777,976.55  |
| Private Table Wine Liter Taxes         13,786,220.32         13,272,044.54         12,244,806.89           Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:   | <b>Total Operating Revenues</b>           | 80,446,066.07  | 79,403,741.68  | 74,174,980.56  |
| Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         .00           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87<  | Other Revenues:                           |                |                |                |
| Class II Table Wine - \$2.42 Taxes         152,388.13         120,514.19         106,997.48           Publication & Statistics Sales         3,300.00         3,600.00         3,300.00           Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         .00           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87<  | <b>Private Table Wine Liter Taxes</b>     | 13,786,220.32  | 13,272,044.54  | 12,244,806.89  |
| Salvaged Equipment         23,389.85         13,037.50         3.18           Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11         1954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance   | Class II Table Wine - \$2.42 Taxes        |                | 120,514.19     | 106,997.48     |
| Salvages other than Equipment         97,617.00         46,647.81         40,236.44           Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,   | <b>Publication &amp; Statistics Sales</b> | 3,300.00       | 3,600.00       | 3,300.00       |
| Public Service & Import Income         53,807.41         28,894.92         43,771.49           Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:           Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00<   | Salvaged Equipment                        | 23,389.85      | 13,037.50      | 3.18           |
| Miscellaneous Income         185,385.56         106,945.71         32,137.71           Prior FY Accrual Adjustment         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:           Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92<   | Salvages other than Equipment             | 97,617.00      | 46,647.81      | 40,236.44      |
| Prior FY Accrual Adjustment         .00         .00           Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61   | Public Service & Import Income            | 53,807.41      | •              | 43,771.49      |
| Responsible Vendor Fees         120,330.00         128,604.83         121,545.00           Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61   |   | 185,385.56     | 106,945.71     | 32,137.71      |
| Bailment Fees         2,017,652.59         1,954,487.11           Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  | Prior FY Accrual Adjustment               |                |                |                |
| Grant Income         60,000.00         105,000.00         145,000.00           Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  |   | 120,330.00     | 128,604.83     |                |
| Insurance Recoveries         0.00         283,182.61         .00           Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  |   | 2,017,652.59   |                |                |
| Total Other Revenues         16,500,090.86         14,108,472.10         14,692,285.31           Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61   |   | 60,000.00      | •              | -              |
| Total Available Revenues         96,946,156.93         93,512,213.79         88,867,265.87           Expenditures:         Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61   |   | 0.00           | •              |                |
| Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  | <b>Total Other Revenues</b>               | 16,500,090.86  | 14,108,472.10  | 14,692,285.31  |
| Disposal of Equipment         0.00         0.00         0.00           Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  | Total Available Revenues                  | 96,946,156.93  | 93,512,213.79  | 88,867,265.87  |
| Store Expenses         54,840,451.51         52,224,938.05         48,885,509.48           Warehouse Expenses         4,589,842.87         4,121,630.85         3,721,466.58           Administrative Expenses         17,328,154.79         11,934,429.48         12,326,454.04           Licensing & Compliance         3,840,644.75         3,394,781.21         3,409,680.51           ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61   | Expenditures:                             |                |                |                |
| Warehouse Expenses       4,589,842.87       4,121,630.85       3,721,466.58         Administrative Expenses       17,328,154.79       11,934,429.48       12,326,454.04         Licensing & Compliance       3,840,644.75       3,394,781.21       3,409,680.51         ALEA Transfers       16,895,698.00       16,895,692.00       16,895,000.00         Total Expenditures       97,494,791.92       88,571,471.59       85,238,110.61  | <b>Disposal of Equipment</b>              | 0.00           | 0.00           | 0.00           |
| Administrative Expenses       17,328,154.79       11,934,429.48       12,326,454.04         Licensing & Compliance       3,840,644.75       3,394,781.21       3,409,680.51         ALEA Transfers       16,895,698.00       16,895,692.00       16,895,000.00         Total Expenditures       97,494,791.92       88,571,471.59       85,238,110.61  | <b>Store Expenses</b>                     | 54,840,451.51  | 52,224,938.05  | 48,885,509.48  |
| Licensing & Compliance       3,840,644.75       3,394,781.21       3,409,680.51         ALEA Transfers       16,895,698.00       16,895,692.00       16,895,000.00         Total Expenditures       97,494,791.92       88,571,471.59       85,238,110.61  | Warehouse Expenses                        | 4,589,842.87   | 4,121,630.85   | 3,721,466.58   |
| ALEA Transfers         16,895,698.00         16,895,692.00         16,895,000.00           Total Expenditures         97,494,791.92         88,571,471.59         85,238,110.61  | Administrative Expenses                   | 17,328,154.79  | 11,934,429.48  | 12,326,454.04  |
| <b>Total Expenditures</b> 97,494,791.92 88,571,471.59 85,238,110.61  | Licensing & Compliance                    | 3,840,644.75   | 3,394,781.21   | 3,409,680.51   |
|  | <b>ALEA Transfers</b>                     | 16,895,698.00  | 16,895,692.00  | 16,895,000.00  |
| <b>Net Revenues for Distribution</b> -548,634.99 4,940,742.20 3,629,155.26   | <b>Total Expenditures</b>                 | 97,494,791.92  | 88,571,471.59  | 85,238,110.61  |
|  | <b>Net Revenues for Distribution</b>      | -548,634.99    | 4,940,742.20   | 3,629,155.26   |

## **Statement of Operations Unaudited**

| Revenues:                                 | FY 2014-2015   | FY 2013-2014   |
|---|----------------|----------------|
| Retail Sales                              | 282,830,015.44 | 267,198,282.38 |
| Wholesale Sales                           | 161,441,810.65 | 150,317,668.71 |
| Military Sales                            | 6,116,037.83   | 5,151,904.00   |
| <b>Total Sales</b>                        | 450,387,863.92 | 422,667,855.09 |
| Embedded Taxes - Title 28                 | 125,981,193.00 | 118,396,919.65 |
| Sales Taxes                               | 16,015,373.83  | 15,131,488.55  |
| <b>County Taxes</b>                       | 210,919.73     | 157,000.36     |
| Net Sales                                 | 308,180,377.36 | 288,982,446.53 |
| Cost of Goods Sold                        | 223,598,142.53 | 207,566,318.22 |
| Gross Margin                              | 84,582,234.83  | 81,416,128.31  |
| 5% Markup to General Fund                 | 11,136,200.10  | 10,433,095.33  |
| <b>Total Operating Revenues</b>           | 73,446,034.73  | 70,983,032.98  |
| Other Revenues:                           |                |                |
| Private Table Wine Liter Taxes            | 13,525,439.53  | 11,122,144.58  |
| Class II Table Wine - \$2.42 Taxes        | 124,481.86     | 94,488.40      |
| <b>Publication &amp; Statistics Sales</b> | 3,600.00       | 3,600.00       |
| Salvaged Equipment                        | 115,987.71     | 158,532.20     |
| Salvages other than Equipment             | 45,049.53      | 49,472.59      |
| Public Service & Import Income            | 26,770.60      | 23,838.59      |
| Miscellaneous Income                      | -20,154.18     | 327,726.90     |
| <b>Prior FY Accrual Adjustment</b>        | .00            | .00            |
| Responsible Vendor Fees                   | 237,230.00     | 119,770.00     |
| <b>Bailment Fees</b>                      | 1,875,778.22   | 1,764,307.11   |
| Grant Income                              | 239,472.49     | 564,207.56     |
| <b>Insurance Recoveries</b>               | .00            | .00            |
| <b>Total Other Revenues</b>               | 16,173,655.76  | 14,228,087.94  |
| <b>Total Available Revenues</b>           | 89,619,690.49  | 85,211,120.92  |
| Expenditures:                             |                |                |
| Disposal of Equipment                     | 0.00           | 46,651.82      |
| Store Expenses                            | 48,969,831.82  | 47,527,541.19  |
| Warehouse Expenses                        | 4,162,210.65   | 3,157,422.00   |
| Administrative Expenses                   | 9,003,478.16   | 8,586,215.53   |
| Enforcement Expenses                      | 6,636,195.47   | 15,231,424.68  |
| ALEA Transfers                            | 12,888,905.00  | , , , -        |
| <b>Total Expenditures</b>                 | 81,660,621.10  | 74,549,255.22  |
| Net Revenues for Distribution             | 7,959,069.39   | 10,661,865.70  |
|   |                |                |

## License Fees, Filing Fees, Transfer Fees & Penalties Generated FY 2018

|  | Amount       |
|--|--------------|
| License Fees Transferred to General Fund               | Distributed  |
| Lounge Retail Liquor - Class I                         | 146,400.00   |
| Restaurant Retail Liquor                               | 559,500.00   |
| Club Liquor - Class I                                  | 35,700.00    |
| Club Liquor - Class II                                 | 96,000.00    |
| Liquor Wholesale                                       | 1,500.00     |
| Retail Common Carrier                                  | 1,500.00     |
| Manufacturer   | 94,000.00    |
| Lounge Retail Liquor - Class II                        | 138,300.00   |
| Retail Table Wine                                      | 75,600.00    |
| Retail Table Wine Off Premise                          | 475,500.00   |
| Wholesale Table Wine                                   | 5,500.00     |
| Wholesale Table Wine & Beer                            | 21,000.00    |
| Brewpub  | 4,000.00     |
| International Motor Speedway                           | 300.00       |
| Retail Beer  | 104,700.00   |
| Retail Beer Off Premise                                | 537,750.00   |
| Wholesale Beer   | 2,200.00     |
| Warehouse  | 1,400.00     |
| Additional Warehouse                                   | 200.00       |
| Special Events Retail                                  | 12,300.00    |
| Special Retail 30 Days or less                         | 2,300.00     |
| Special Retail More than 30 days                       | 88,500.00    |
| Importer   | 96,000.00    |
| Total Distribution                                     | 2,500,150.00 |
|  |              |
| Other License Related Fees Transferred to General Fund |              |
| Application Filing Fee                                 | 67,750.00    |
| License Transfer Fee                                   | 42,750.00    |
| Penalties  | 783,320.00   |
| Total Distribution                                     | 893,820.00   |

|                          |                        |        |                         | Wine Tax/          |            |
|--------------------------|------------------------|--------|-------------------------|--------------------|------------|
|                          |                        |        | Beer                    | <b>Stores Net</b>  | Total by   |
| <b>County</b><br>AUTAUGA | City                   | Excise | <b>Taxes</b> 113,866.45 | Revenues           | County     |
| AUTAUGA                  | PRATTVILLE             | 1.     | 113,800.43              | 255.68             | 114,122.13 |
| BALDWIN                  | TIGIT VIELE            | ,      | 113,866.45              | 255.00             | 111,122.13 |
|                          | BAY MINETT             | Œ      | ,                       | 107.76             |            |
|                          | DAPHNE                 |        |                         | 82.13              |            |
|                          | FAIRHOPE               |        |                         | 299.52             |            |
|                          | FOLEY                  |        |                         | 173.86             |            |
|                          | ORANGE BEA             |        |                         | 416.37             |            |
|                          | ROBERTSDA              |        |                         | 105.33             | 115 200 10 |
| DADDOUD                  | SPANISH FOR            | K1     | 112 966 45              | 148.77             | 115,200.19 |
| BARBOUR                  | CLAYTON                |        | 113,866.45              | 10.34              |            |
|                          | EUFAULA                |        |                         | 90.49              | 113,967.28 |
| BIBB                     | LOPAULA                |        |                         | λυ. <del>τ</del> λ | 113,707.20 |
| DIDD                     | BRENT                  |        |                         | 96.08              | 96.08      |
| BLOUNT                   |                        |        | 113,866.45              | , , , ,            | ,          |
|                          | ONEONTA                |        | ,                       | 119.14             | 113,985.59 |
| BULLOCK                  |                        |        | 113,866.45              |                    |            |
|                          | UNION SPRIN            | NGS    |                         | 105.27             | 113,971.72 |
| BUTLER                   |                        |        | 113,866.45              |                    |            |
|                          | GREENVILLE             | Ξ      |                         | 94.39              | 113,960.84 |
| CALHOUN                  | ANDUCTON               |        | 113,866.45              | 101.72             |            |
|                          | ANNISTON<br>JACKSONVII | LE     |                         | 181.53             |            |
|                          | OXFORD                 | LLE    |                         | 87.76<br>385.50    | 114,521.24 |
| CHAMBERS                 | OAFORD                 |        | 113,866.45              | 363.30             | 114,321.24 |
| CIMINIDERO               | LAFAYETTE              |        | 113,000.43              | 46.45              | 113,912.90 |
| CHEROKEE                 | LIM INTETTE            |        |                         | 10.12              | 113,712.70 |
|                          | CENTRE                 |        |                         | 83.96              | 83.96      |
| CHILTON                  |                        |        | 113,866.45              |                    |            |
|                          | CLANTON                |        |                         | 119.55             | 113,986.00 |
| CHOCTAW                  |                        |        | 113,866.45              |                    |            |
|                          | BUTLER                 |        |                         | 25.67              | 113,892.12 |
| CLARKE                   | TA GILGON              |        |                         |                    |            |
| CLAN                     | JACKSON                |        |                         | 55.47              | 55.47      |
| CLAY                     | LINEVILLE              |        |                         | 5.00               | 5.00       |
| CLEBURNE                 | LINEVILLE              |        | 113,866.45              | 5.92               | 5.92       |
| CLEDUKNE                 | HEFLIN                 |        | 113,800.43              | 27.39              | 113,893.84 |
| COFFEE                   | TILITLIN               |        |                         | 21.37              | 113,073.04 |
| COLLEC                   | ENTERPRISE             |        |                         | 218.07             | 218.07     |
| COLBERT                  |                        |        | 113,866.45              |                    |            |
|                          | MUSCLE SHO             | DALS   | ,                       | 191.65             |            |
|                          | SHEFFIELD              |        |                         | 22.14              | 114,080.24 |
| CONECUH                  |                        |        | 113,866.45              |                    |            |
| ~~~.                     | EVERGREEN              |        |                         | 39.24              | 113,905.69 |
| COOSA                    |                        |        | 113,866.45              |                    | 113,866.45 |

|            |                        |              | Wine Tax/        |            |
|------------|------------------------|--------------|------------------|------------|
|            |                        | Beer         | Stores Net       | Total by   |
| County     | City E                 | Excise Taxes | Revenues         | County     |
| COVINGTON  | City                   | 113,866.45   | revenues         | County     |
| COVINGION  | ANDALUSIA              | 113,000.13   | 83.15            | 113,949.60 |
| CRENSHAW   |                        | 113,866.45   |                  | 113,866.45 |
| CULLMAN    |                        | 113,866.45   |                  | ,          |
|            | CULLMAN                |              | 293.68           | 114,160.13 |
| DALE       |                        | 113,866.45   |                  |            |
|            | DALEVILLE              |              | 51.60            |            |
| D.1.1.1.0  | OZARK                  | 112.066.15   | 109.55           | 114,027.60 |
| DALLAS     | CELLA                  | 113,866.45   | 152 10           | 114010 55  |
| DEMAID     | SELMA                  | 112 066 45   | 153.10           | 114,019.55 |
| DEKALB     | FT. PAYNE              | 113,866.45   | 111.79           | 113,978.24 |
| ELMORE     | ri, raind              | 113,866.45   | 111./9           | 113,976.24 |
| LLWOKL     | MILLBROOK              | 113,000.43   | 100.64           |            |
|            | TALLASSEE              |              | 79.52            |            |
|            | WETUMPKA               |              | 129.22           | 114,175.83 |
| ESCAMBIA   |                        | 113,866.45   |                  | ,          |
|            | ATMORE                 | ,            | 48.69            |            |
|            | <b>BREWTON</b>         |              | 70.61            | 113,985.75 |
| ETOWAH     |                        | 113,866.45   |                  |            |
|            | ATTALLA                |              | 72.76            |            |
|            | GADSDEN                |              | 296.47           |            |
|            | RAINBOW CIT            | Y            | 114.25           | 114,349.93 |
| FRANKLIN   | DUGGELLAHLI            | Г.           | 50.21            | 50.21      |
| CENEUA     | RUSSELLVILL            | E            | 52.31            | 52.31      |
| GENEVA     | GENEVA                 |              | 43.22            | 43.22      |
| GREENE     | GENEVA                 | 113,866.45   | 43.22            | 43.22      |
| OKEENE     | EUTAW                  | 113,000.43   | 67.48            | 113,933.93 |
| HALE       | LOTITIV                | 113,866.45   | 07.10            | 113,733.73 |
| 111 122    | GREENSBORO             |              | 78.25            | 113,944.70 |
| HENRY      |                        | 113,866.45   |                  | - ,-       |
|            | <b>ABBEVILLE</b>       | •            | 11.46            |            |
|            | HEADLAND               |              | 37.21            | 113,915.12 |
| HOUSTON    |                        | 113,866.45   |                  |            |
|            | DOTHAN                 |              | 388.25           | 114,254.70 |
| JACKSON    |                        |              | 400.00           | 400.00     |
| TEEEED COM | SCOTTSBORO             | 112.066.45   | 180.08           | 180.08     |
| JEFFERSON  | A D A MCVIII I D       | 113,866.45   | 121.02           |            |
|            | ADAMSVILLE<br>BESSEMER |              | 103.99<br>269.72 |            |
|            | BIRMINGHAM             |              | 1,384.46         |            |
|            | FAIRFIELD              |              | 114.58           |            |
|            | FULTONDALE             |              | 159.17           |            |
|            | HOMEWOOD               |              | 113.94           |            |
|            | HOOVER                 |              | 379.54           |            |
|            | HUEYTOWN               |              | 161.92           |            |
|            |                        |              |                  |            |

|  |                 |               | Wine Tax/  |            |
|--|-----------------|---------------|------------|------------|
|  |                 | Beer          | Stores Net | Total by   |
| County                                 | City I          | Excise Taxes  | Revenues   | County     |
| County                                 | PINSON          | Excise 1 axes | 62.95      | County     |
|  | TARRANT CIT     | V             | 52.16      |            |
|  | VESTAVIA HII    |               | 86.82      | 116,876.72 |
| LAUDERDALE                             | VESTAVIATIII    | 113,866.45    | 80.82      | 110,670.72 |
| LAUDERDALE                             | FLORENCE        | 113,000.43    | 177.88     | 114,044.33 |
| LEE                                    | LEE             | 113,866.45    | 177.00     | 114,044.33 |
| LLL                                    | AUBURN          | 113,000.43    | 282.57     |            |
|  | OPELIKA         |               | 274.68     | 114,423.70 |
| LIMESTONE                              | OI ELIKI        |               | 271.00     | 111,123.70 |
| LIMESTONE                              | ATHENS          |               | 140.70     | 140.70     |
| LOWNDES                                | MILLING         | 113,866.45    | 110.70     | 110.70     |
| LOWINDES                               | HAYNEVILLE      | 113,000.13    | 12.10      | 113,878.55 |
| MACON                                  | THAT I'VE VIELE | 113,866.45    | 12.10      | 115,070.55 |
| MITCOIN                                | TUSKEGEE        | 113,000.13    | 77.60      | 113,944.05 |
| MADISON                                | TOSKLOLL        | 113,866.45    | 68.34      | 115,711.05 |
| WII IDIOOT                             | HUNTSVILLE      | 113,000.13    | 1,272.47   |            |
|  | MADISON         |               | 420.95     | 115,628.21 |
| MARENGO                                | Whibion         | 113,866.45    | 120.55     | 110,020.21 |
| III III III II II II II II II II II II | DEMOPOLIS       | 113,000.12    | 107.93     |            |
|  | LINDEN          |               | 28.55      | 114,002.93 |
| MARION                                 | 211 (221 (      |               | 20.00      | 11.,002.55 |
| 1/11/11/01/                            | WINFIELD        |               | 49.43      | 49.43      |
| MARSHALL                               | (               | 113,866.45    | .55        | .,         |
|  | ALBERTVILLE     |               | 117.95     |            |
|  | GUNTERSVILI     |               | 229.60     | 114,214.00 |
| MOBILE                                 |                 | 113,866.45    | 314.41     | ,          |
|  | CHICKASAW       | ,             | 110.70     |            |
|  | CITRONELLE      |               | 50.41      |            |
|  | MOBILE          |               | 747.71     |            |
|  | MOUNT VERN      | ON            | 50.85      |            |
|  | PRICHARD        |               | 50.07      |            |
|  | SARALAND        |               | 150.03     |            |
|  | SEMMES          |               | 134.81     | 115,475.44 |
| MONTGOMERY                             |                 | 113,866.45    |            | ,          |
|  | MONTGOMER       |               | 1,117.02   |            |
|  | PIKE ROAD       |               | 51.02      | 115,034.49 |
| MORGAN                                 |                 |               |            | ,          |
|  | DECATUR         |               | 376.59     |            |
|  | HARTSELLE       |               | 54.10      | 430.69     |
| PERRY                                  |                 | 113,866.45    |            |            |
|  | MARION          | ,             | 65.63      | 113,932.08 |
| PICKENS                                |                 |               |            |            |
|  | ALICEVILLE      |               | 28.60      | 28.60      |
| PIKE                                   |                 | 113,866.45    |            |            |
|  | TROY            | -             | 89.83      | 113,956.28 |
| RANDOLPH                               |                 | 113,866.45    |            |            |
|  | WEDOWEE         |               | 68.66      | 113,935.11 |
|  |                 |               |            |            |

|             |                 |                     | Wine Tax/         |              |
|-------------|-----------------|---------------------|-------------------|--------------|
|             |                 | Beer                | <b>Stores Net</b> | Total by     |
| County      | City            | <b>Excise Taxes</b> | Revenues          | County       |
| RUSSELL     |                 | 113,866.45          | 110 V CITALOS     | County       |
|             | PHENIX CIT      |                     | 87.66             | 113,954.11   |
| SHELBY      |                 | 113,866.45          | 99.73             | ,            |
|             | CALERA          | ,                   | 69.80             |              |
|             | CHELSEA         |                     | 175.59            |              |
|             | COLUMBIAN       | NA                  | 32.29             |              |
|             | HELENA          |                     | 55.21             |              |
|             | MONTEVAL        | LO                  | 45.97             |              |
|             | <b>PELHAM</b>   |                     | 231.71            | 114,576.75   |
| ST CLAIR    |                 | 113,866.45          |                   |              |
|             | <b>ASHVILLE</b> |                     | 44.64             |              |
|             | MOODY           |                     | 112.44            |              |
|             | PELL CITY       |                     | 175.37            |              |
|             | SPRINGVILL      | ĿΕ                  | 76.45             | 114,275.35   |
| SUMTER      |                 | 113,866.45          |                   |              |
|             | LIVINGSTON      | V                   | 47.55             |              |
|             | YORK            |                     | 26.05             | 113,940.05   |
| TALLADEGA   |                 | 113,866.45          |                   |              |
|             | CHILDERSB       | URG                 | 71.33             |              |
|             | LINCOLN         |                     | 83.88             |              |
|             | SYLACAUGA       | A                   | 104.05            |              |
|             | TALLADEGA       |                     | 125.65            | 114,251.36   |
| TALLAPOOSA  |                 | 113,866.45          |                   |              |
|             | ALEXANDEI       |                     | 105.28            | 113,971.73   |
| TUSCALOOSA  |                 | 113,866.45          |                   |              |
|             | NORTHPORT       |                     | 110.84            |              |
|             | TUSCALOOS       | SA                  | 667.56            | 114,644.85   |
| WALKER      |                 |                     |                   |              |
|             | JASPER          |                     | 348.88            | 348.88       |
| WILCOX      |                 | 113,866.45          |                   |              |
|             | CAMDEN          |                     | 36.89             | 113,903.34   |
| Grand Total |                 | 5,465,589.60        | 18,835.00         | 5,484,424.60 |

## **Beer Taxes Generated - FY 2018**

|                      | 49,190,306.07       |
|----------------------|---------------------|
| Education Trust Fund | 21,862,358.24       |
| Human Resources      | 10,931,179.14       |
| General Fund         | \$<br>16,396,768.69 |

#### Local Beer & Table Wine Tax - FY 2018

| Location          | Amount     |
|-------------------|------------|
| City of Brundidge | 47,457.89  |
| City of Selma     | 234,256.67 |
| City of Troy      | 294,595.68 |
| Cleburne Co       | 35,117.06  |
| Montgomery Co     | 129,595.25 |
| Pike Co           | 69,777.61  |
| Total             | 810,800.16 |



IT's Scott Crews and Mark Dokas appeared as guest speakers at the National Alcoholic Beverage Control Association's fall Administrator's Conference in Michigan.

# **TVA In-Lieu-of Supplemental Payments to Non-Served Dry Counties FY 2018:**

## (As Required by Act 2010-135)

|                   | Amount      |              |
|-------------------|-------------|--------------|
| County            | Distributed |              |
| Bibb County       | \$          | 290,829.21   |
| Blount County     | \$          | 330,813.35   |
| Clarke County     | \$          | 359,349.01   |
| Clay County       | \$          | 276,795.44   |
| Coffee County     | \$          | 434,461.18   |
| Fayette County    | \$          | 295,033.29   |
| Geneva County     | \$          | 345,905.71   |
| Lamar County      | \$          | 292,469.79   |
| Marion County     | \$          | 348,928.63   |
| Monroe County     | \$          | 316,394.59   |
| Pickens County    | \$          | 320,559.13   |
| Walker County     | \$          | 488,575.22   |
| Washington County | \$          | 274,507.57   |
|                   | \$          | 4,374,622.12 |



ABC Board Chief Operations Officer Neil Graff (top right) presents at the fall National Alcoholic Beverage Control Association's Conference in Michigan.

## **County License Fees Collected and Distributed FY 2018**

| County Name | <b>Amount Distributed</b> |
|-------------|---------------------------|
| Autauga     | 4,572.00                  |
| Baldwin     | 154,522.00                |
| Barbour     | 9,875.00                  |
| Bullock     | 5,000.00                  |
| Butler      | 9,575.00                  |
| Calhoun     | 55,100.00                 |
| Chambers    | 7,250.00                  |
| Chilton     | 13,000.00                 |
| Choctaw     | 5,550.00                  |
| Cleburne    | 5,425.00                  |
| Colbert     | 14,525.00                 |
| Conecuh     | 6,075.00                  |
| Coosa       | 2,175.00                  |
| Covington   | 9,550.00                  |
| Crenshaw    | 3,625.00                  |
| Dale        | 9,625.00                  |
| Dallas      | 14,400.00                 |
| Elmore      | 24,590.00                 |
| Escambia    | 10,725.00                 |
| Etowah      | 74,450.00                 |
| Greene      | 2,348.00                  |
| Hale        | 2,900.00                  |
| Henry       | 1,225.00                  |
| Houston     | 51,900.00                 |
| Jefferson   | 289,150.00                |
| Lee         | 50,875.00                 |
| Lowndes     | 2,925.00                  |
| Macon       | 4,850.00                  |
| Madison     | 126,075.00                |
| Marengo     | 5,500.00                  |
| Mobile      | 152,100.00                |
| Montgomery  | 90,275.00                 |
| Perry       | 1,875.00                  |

## **County License Fees Collected and Distributed FY 2018**

| County Name | <b>Amount Distributed</b> |
|-------------|---------------------------|
| Pike        | 15,325.00                 |
| Randolph    | 7,350.00                  |
| Russell     | 15,500.00                 |
| Shelby      | 108,475.00                |
| St Clair    | 23,200.00                 |
| Sumter      | 4,725.00                  |
| Talladega   | 41,300.00                 |
| Tallapoosa  | 12,375.00                 |
| Tuscaloosa  | 75,050.00                 |
| Wilcox      | 6,050.00                  |
| Grand Total | 1,530,957.00              |

## **State License Activity FY 2018**

**RVP Certifications** 

| Liquor         |  |        |
|----------------|--|--------|
| •              | Lounge Retail Class I                    | 583    |
|                | Lounge Retail Class II (Package)         | 688    |
|                | Restaurant                               | 2,247  |
|                | Club Class I                             | 121    |
|                | Club Class II                            | 148    |
|                | Special Events Retail                    | 187    |
|                | Special Retail (30 days or less)         | 32     |
|                | Special Retail (More than 30 days)       | 401    |
|                | Retail Common Carrier                    | 15     |
|                | Total Liquor                             | 4,422  |
| Beer           |  |        |
|                | Retail Beer (On-Premises)                | 791    |
|                | Retail Beer (Off-Premises)               | 5,503  |
|                | Brewpub                                  | 5      |
|                | Total Beer                               | 6,299  |
| Wine           |  |        |
|                | Retail Table Wine (On-Premises)          | 567    |
|                | Retail Table Wine (Off-Premises)         | 4,708  |
|                | Total Table Wine                         | 5,275  |
| Other Licenses |  |        |
|                | Liquor Wholesale                         | 3      |
|                | Wholesale Beer Only                      | 6      |
|                | Wholesale Table Wine Only                | 12     |
|                | Wholesale Table Wine & Beer Combined     | 36     |
|                | Warehouse License                        | 7      |
|                | Additional Warehouse Wine, Beer, or Both | 1      |
|                | Manufacturer                             | 199    |
|                | Importer                                 | 202    |
|                | International Motor Speedway             | 1      |
|                | Non-Profit Tax Exempt                    | 183    |
|                | Total Other                              | 650    |
| Total All      |  | 16,646 |

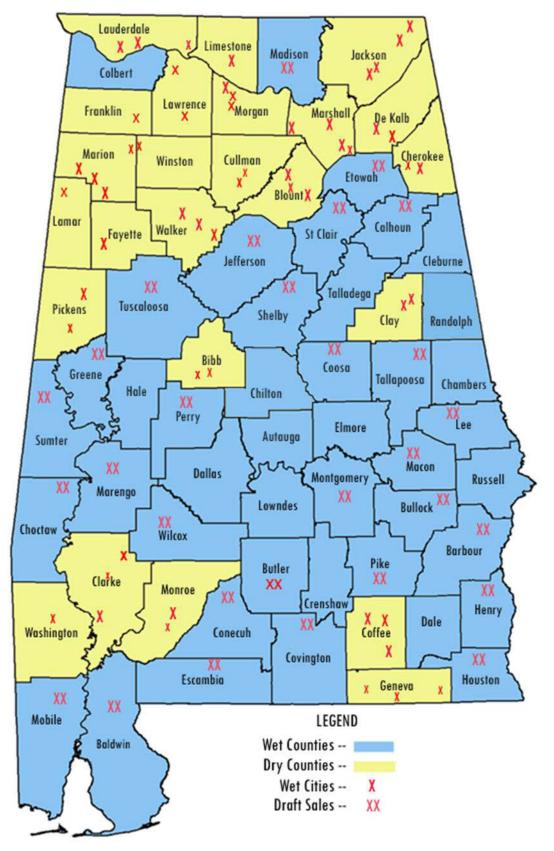
2,419

# **Annual Tobacco Report FY 2018 Tobacco Permits Issued by Retail Outlet Type**

| Convenience Store           | 4,480 |
|-----------------------------|-------|
| Supermarket                 | 556   |
| Drug Store/Pharmacy         | 291   |
| Restaurant                  | 336   |
| Liquor Package              | 606   |
| Department / Discount Store | 1,115 |
| Liquor Lounge/Club          | 493   |
| Industry                    | 2     |
| Canteen / Snack Bar         | 41    |
| Tobacco Store               | 185   |
| Hotel /Motel                | 39    |
| Other                       | 229   |
| Total                       | 8,373 |

## **Tobacco Compliance Checks FY 2018**

|                           | Total<br>Checks<br>Completed | Minor<br>Sales<br>Cases | Non-<br>Compliance<br>Rate |
|---------------------------|------------------------------|-------------------------|----------------------------|
| Convenience store         | 3,587                        | 332                     | 9.26%                      |
| Grocery/ Supermarket      | 367                          | 29                      | 7.90%                      |
| Drug Store                | 185                          | 10                      | 5.41%                      |
| Restaurant                | 5                            | 0                       | 0.00%                      |
| Liquor Package            | 245                          | 22                      | 8.98%                      |
| Department/Discount Store | 643                          | 43                      | 6.69%                      |
| Liquor Lounge Club        | 48                           | 3                       | 6.25%                      |
| Industry                  | 1                            | 0                       | 0.00%                      |
| Canteen / Snack Bar       | 0                            | 0                       | 0.00%                      |
| Tobacco Store             | 131                          | 14                      | 10.69%                     |
| Hotel Motel               | 8                            | 1                       | 12.50%                     |
| Other                     | 28                           | 4                       | 14.29%                     |
|                           | 5,248                        | 458                     | 8.73%                      |



Wet/Dry County Map

#### **Special Notes about Counties**

Autauga Co. Allows Sunday Sales -City of Prattville - On-Premises, Sale draft beer –

City of Prattville in Autauga and Elmore Counties (5-2014)

Baldwin Co. Specific Cities allows Sunday Sales – Loxley (9-2012)

Bibb Co. Wet City in Dry County – Brent (5-2010), Centerville (6-2010)

Blount Co. Wet City in Dry County – Oneonta and Blountsville (6-2014), Cleveland

(11-2014)

Calhoun Co. Wet City in Dry County – Weaver (6-2014) allows Sunday Sales (June

2013)

Cherokee Co. Wet City in Dry County - Cedar Bluff (5-2005), Centre (11-2010)

(Leesburg 11-11)

Chilton Co. Wet City in Dry County - Clanton (9-1987), Jemison (1-2010) Thornsby

(2-2011)

Chilton Co. Wet County (03-2016)

Clarke Co. Wet City in Dry County – Thomasville (8-2007), Jackson (5-2005) Grove

Hill (12-2009)

Coffee Co. Wet City in Dry County - Elba and Enterprise (11-1984), New Brockton

(6-2010), Enterprise Draft (05-2014)

Coffee Co. Sale of draft or keg beer or malt beverage in New Brockton (4-2013)

Colbert Co. Sunday Sales-City of Sheffield after 12 noon Restaurants and Motels Only

(9-2007)

Colbert Co. Sell of draft beer: City of Sheffield, Littleville, Muscle Shoals, and

Tuscumbia (6-09)

Cullman Co. Wet City in Dry County-City of Cullman (11-2010), Good Hope (8-2012)

Cullman Co. Sell of draft beer – City of Hanceville (5-2012)

Dale Co. No On Premise Liquor License allowed outside of any city in Dale Co.

Dale Co. City of Ozark Draft/Keg beer (8-2012)

Dale Co. City of Daleville allows Draft Beer sales inside city limits (8-2012)

Dallas Co. Sunday Sales (11-2012)

DeKalb Co. Wet City in Dry County - Ft. Payne (4-2005), Collinsville (7-2010)

Elmore Co. Sale of draft beer – City of Prattville (5-2014)
Fayette Co. Wet City in Dry County – City of Fayette (6-2010)
Franklin Co. Wet City in Dry County –Russellville (11-2010)

Geneva Co. Wet City in a Dry County- City of Geneva (5-2010), Samson & Slocomb

(11-2010)

Greene Co. Allows Sunday Sales at dog track only

Houston Co. Allows Sunday Sales for On-Premise Consumption after 1 P.M. Jackson Co. Wet City in Dry County - Bridgeport & Scottsboro & Stevenson

Jefferson Co. Allows Sunday Sales County-wide, all types Lamar Co. Wet City in Dry County – Sulligent (11-2010)

Lauderdale Co. Wet City in Dry Co. - Florence and Sunday Sales on Premises (7-1984)

Lauderdale Co. Sell of draft beer - City of Florence (6-2007)

Lauderdale Co. Wet City in Dry County-Town of St. Florian (8-2008), Rogersville (2012)

Lawrence Co. Wet City in Dry County – Moulton & Town Creek (6-2010)

Lee Co. Allows Sunday Sales: County wide, all types, Limestone Co. Wet City in Dry County - Athens (9-2003) Lowndes Co. Allows Sunday Sales - All Types (6-2006)

Macon Co. Allows Sunday Sales - All Types

## **Special Notes about Counties**

Madison Co. Allows Sunday Sales - All Types

Marion Co. Wet City in Dry County – Haleyville (6-2010), Guin (7-2010) Marion Co. Wet City in Dry County - Hamilton and Winfield (8-2012)

Marshall Co. Wet City in Dry County - Albertville (6-2004), Guntersville (1984), Arab

(11-2008), and Boaz (2012)

Mobile Co. Allows Sunday Sales - All Types

Monroe Co. Wet City in Dry County – Frisco City, Monroeville (6-2005)

Monroe Co. City of Monroeville sells draft beer Montgomery Co. Allows Sunday Sales - All Types

Morgan Co. Wet City in Dry County - Decatur (1984), Priceville (2012) Morgan Co. City of Decatur sells draft beer and allows Sunday Sales

Perry Co. Allows Sunday Sales- No Municipalities - All Types, Sale of draft beer (5-

2001)

Pickens Co. Wet City in Dry County- Aliceville (6-2010), Reform (04-2014)

Randolph Co. Wet County (11-2012)

Russell Co. Allows Sunday Sales - Phenix City- All Types & No license issued within

500 ft of church in the county except the city of Hurtsboro

Russell Co. Draft Beer in City limits of Phenix City (6-2003) Sumter Co. Allows Sunday Sales - City of York (8-2012)

Tallapoosa Co Allows Sunday sales (Camp Hill only)

Tuscaloosa Co. Allows Sunday sales – All Types - City of Tuscaloosa & Northport

Walker Co. Wet City in Dry County – Jasper, Carbon Hill (12-10-09) & Dora (6-7-11)

Washington Co. Wet City in Dry County – Chatom (6-2010)
Wilcox Co. Allow Sunday Sales - County Wide - Off-Premise
Winston Co. Wet City in Dry County – Haleyville (6-2010)

#### **LICENSE CODES:**

010-LOUNGE RETAIL LIQUOR (CLASS I)

011-LOUNGE RETAIL LIQUOR (CLASS II)

020-RESTAURANT RETAIL LIQUOR

040-RETAIL BEER (ON & OFF)

050-RETAIL BEER (OFF PREMISES)

060-RETAIL TABLE WINE (ON & OFF)

070-RETAIL TABLE WINE (OFF PREMISES)

031-CLUB LIQUOR (CLASS I/NON-PROFIT)

032-CLUB LIQUOR (CLASS II/PROFIT)

140-SPECIAL EVENTS

150-SPECIAL RETAIL (LESS THAN 30 DAYS)

160-SPECIAL RETAIL (30 DAYS OR MORE)

170-RETAIL COMMON CARRIER

200-MANUFACTURER

210-IMPORTER

220-BREW PUB

230-INTERNATIONAL MOTOR SPEEDWAY

#### **COUNTIES THAT ALLOW SALES OF:**

Russell

32 OZ. CANS Choctaw Barbour Calhoun Perry 40 OZ. CONTAINERS
Choctaw Perry

Choctaw Barbour Calhoun
Conecuh Coosa
Hale Macon

Green Marengo Sumter



ABC Board's "Under Age, Under Arrest" program at Shelton State Community College.

