



TEXAS ALCOHOLIC
BEVERAGE COMMISSION
Texans Helping Businesses & Protecting Communities

LEGISLATIVE APPROPRIATION REQUEST

for **Fiscal Years 2022 and 2023**

Submitted to the
**Office of the Governor, Budget Division,
and the Legislative Budget Board**

Kevin J. Lilly, Chairman Houston
Jason E. Boatright, Member Dallas
Deborah Gray Marino, Member San Antonio
M. Scott Adkins, Member El Paso
Hasan K. Mack, Member Austin

**By the Texas Alcoholic
Beverage Commission**
September 25, 2020



Legislative Appropriation
Request
for Fiscal Years 2022 and 2023

Submitted to the
Office of the Governor, Budget Division,
and the Legislative Budget Board

by the

TEXAS ALCOHOLIC BEVERAGE COMMISSION

September 25, 2020

TABLE OF CONTENTS

Administrator’s Statement.....	1
Organizational Chart.....	7
Certificate of Dual Submissions	13
Summaries of Request:	
Budget Overview	14
Summary of Base Request by Strategy	15
Summary of Base Request by Method of Finance.....	18
Summary of Base Request by Object of Expense	28
Summary of Base Request Objective Outcomes.....	29
Summary of Exceptional Items Request.....	31
Summary of Total Request by Strategy	32
Summary of Total Request Objective Outcomes	35
Strategy Request	37
Program Level Request	64
Rider Revisions and Additions Request.....	65
Exceptional Items Request Schedules:	
Human Trafficking Investigations	70
Schedule C Reallocation.....	73
Public Safety Technology	75

Licensing and Tax Collection Technology.....	80
Cybersecurity.....	85
Centralized Accounting and Payroll/Personnel System (CAPPS) Support	90
Exceptional Items Strategy Allocation Schedules	93
Exceptional Items Strategy Request.....	100

Capital Budget Project Schedules:

Capital Budget Project Schedule	104
Capital Budget Schedule - Project Information	112
Capital Budget Allocation to Strategies.....	123
Capital Budget Project-OOE and MOF Detail by Strategy	126
Capital Budget Project Schedule – Exceptional.....	138
Capital Budget Allocation to Strategies – Exceptional	142

Supporting Schedules:

Historically Underutilized Business Supporting Schedule	145
Current Biennium One-time Expenditure Schedule	146
Current Biennium One-time Expenditure Schedule – Strategy Allocation.....	147
Federal Funds Supporting Schedule	153
Estimated Revenue Collections Supporting Schedule.....	156
Homeland Security Funding Schedule – Part C – COVID-19 Related Expenditures	158
Document Production Standards	159
Indirect Administrative and Support Costs	160
Direct Administrative and Support Costs	169

Administrator's Statement

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

The Texas Alcoholic Beverage Commission (“TABC”) requests full consideration and approval of this Legislative Appropriations Request (“LAR”) for the 2022-2023 biennium. The agency's mission is to serve the people of Texas by protecting the public health and safety through consistent, fair, and timely administration of the Alcoholic Beverage Code (“Code”), while providing outstanding customer service and helping to grow the Texas economy. This request outlines the agency’s key budget priorities that are essential for continuing the implementation of legislative mandates from the 86th Legislature, and for the future of the alcoholic beverage industry.

Rider 7 of the General Appropriations Act requires the agency to cover appropriations, including indirect costs, through fees and surcharges. A conservative estimate for collections in the 2022-2023 biennium is \$165 million. TABC’s baseline funding request for the next biennium is \$106 million and 663 full-time equivalent employees (“FTEs”), including 250 commissioned peace officers (“CPOs”) serving as agents in the Enforcement Division. TABC expects to generate income of \$24 million in excess of the agency’s total baseline request and estimated indirect costs. Additionally, the agency will collect an estimated \$512 million in alcohol excise taxes, which is remitted directly to the state. In all, TABC generates an estimated \$677 million every biennium against its \$140 million total budget, meaning a \$1 investment in the agency returns almost \$5 to Texas taxpayers.

Over the last year, TABC has continued to be customer-focused, identifying the following four priorities that reflect the intent of the 86th Legislature and support the future of the agency and the alcoholic beverage industry:

- Combat human trafficking connected to the alcoholic beverage industry. This initiative protects public safety and eliminates the unfair economic advantage gained by industry members who commit these crimes.
- Transform and modernize TABC’s information technology infrastructure to maximize efficiency and performance.
- Improve TABC’s capabilities to serve Texans and industry by providing a robust framework to recruit and retain qualified personnel and provide high -quality training and educational opportunities.
- Effectively implement the mandates from the 86th Legislature to streamline the Code and reduce the regulatory burden for the state and the industry.

TABC continues to be open and transparent with the alcoholic beverage industry with the goal of furthering compliance and clarifying the Code’s complexities.

TABC’s additional requested funding is necessary to ensure compliance with federal and state mandates for regulation and law enforcement. This funding will enable the continuance of our four priorities, specifically combating human trafficking and the timely implementation of our technology infrastructure upgrades. It will also allow TABC to manage and respond to the ever-growing alcoholic beverage industry. Since 2011, the industry has added more than 10,843 locations across the state, bringing the total to more than 55,000 licensed locations serving over 28 million Texans. Additionally, the agency issues 5,800 licenses biennially to out-of-state producers, carriers, importers, and others to do business in Texas. The rapid number of entities doing business in the Texas marketplace, along with the number of alcohol products, demonstrates a clear need for additional CPOs, offered competitive pay and incentives since they are on the front lines of protecting the health and safety of all Texans.

COVID-19 Impact

During the COVID-19 pandemic, TABC has been charged with enforcing the governor’s emergency executive orders to the extent of our regulatory authority over

Administrator's Statement

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

TABC-licensed locations. This statewide effort has increased front-line interactions with businesses and the public. To enforce the governor's executive orders properly while also protecting the health and safety of our workforce, TABC purchased personal protective equipment and other sanitation and safety supplies. Employee work hours have also grown, increasing the overtime necessary to ensure that licensed businesses are complying with health and safety protocols.

Additionally, enforcement efforts required due to the COVID-19 pandemic have significantly impacted the agency's normal law enforcement and regulatory operations including combating human trafficking, processing license and permit applications, and participating in industry engagements.

Human Trafficking Investigations

Recognizing TABC's vital role in combating human trafficking, the 86th Legislature included that function in the Agency's core mission, while providing funding and assigning the agency to the Human Trafficking Coordinating Council. To effectively prevent these criminal activities from taking place in TABC-licensed businesses, TABC is requesting \$5.2 million for 26 additional CPOs. As the state's sole regulator of the alcoholic beverage industry, TABC is uniquely positioned to combat human trafficking because these crimes often operate in bars, cantinas, restaurants, hotels, and adult entertainment businesses.

TABC's Special Investigations Unit ("SIU") and Criminal Intelligence Unit ("CIU") have the primary responsibility of identifying and rescuing victims of human trafficking. Almost 20% of human trafficking victims nationwide have been found in Texas. Unfortunately, victims rarely self-report or disclose any trafficking-related offenses. Even with these challenges, TABC has rescued or assisted in the rescue of over 100 victims since May 2019. Additional funds will allow the agency to support victims by connecting them with victim services organizations, which is critical for helping human trafficking survivors and ensuring the successful prosecution of traffickers and these criminal enterprises.

SIU's mission is to dismantle and disrupt the criminal organizations tied to any of the 55,000 TABC-licensed businesses. Since the start of FY 2020, the agency has canceled the permits of 12 locations and arrested or assisted in arresting more than 480 individuals involved in human trafficking or related offenses such as prostitution, drink solicitation, and employment harmful to children. TABC is effective due in part to coordination and close collaboration with local, state, and federal agencies and organizations.

The unit has reorganized to become more proactive and effective in combating human trafficking. In 2017, Houston was reported to be the top city for calls to the National Human Trafficking Hotline. As a result, the agency focused a significant amount of SIU's resources on the Houston area. By implementing an intelligence-based approach, the unit focuses its limited but critical resources on the highest threats involved in human trafficking. However, as the agency becomes more effective in the Houston area, additional resources will be required in other parts of the state as traffickers will relocate operations where investigative efforts are not as concentrated.

The investigation of human trafficking consumes a great deal of the unit's resources and time. With the projected increase in the state's population, along with the growth in the number of TABC-licensed businesses, the agency will have to increase the number of its human trafficking investigations.

Schedule C Reallocation

In addition to being the sole regulator of Texas' alcoholic beverage industry, TABC is known nationally as a premier law enforcement agency in conducting operations and investigations because of its highly-trained agents. With an additional \$4.7 million, the agency can implement necessary salary changes to recruit and retain agents to perform highly advanced investigative duties in a diverse and complex industry, and bring TABC CPO salaries in line with those paid to CPOs with comparable

Administrator's Statement
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

investigative responsibilities in other state agencies.

Technology Transformation and Modernization

TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in Texas. In order to maintain at least a minimum level of service and oversight, TABC must continue a four- to six-year technology transformation plan that will provide:

- Higher internal efficiencies;
- increased levels of strategic enforcement, audit, and legal capabilities; and
- much-needed self-service capabilities to alcoholic beverage industry businesses.

TABC's request covers Year 3 and Year 4 of the overarching transformation plan initiated in Years 1 and 2 with funding from the 86th Legislature. Efforts in the current biennium and planned for the upcoming biennium are intended to align with the Department of Information Resources ("DIR") 2020-2024 State Strategic Plan for Information Resources Management, with emphasis in public safety and licensing and tax collection.

Without funding for these two exceptional items in the upcoming biennium, the agency will have a partially-completed solution. The Alcoholic Industry Management System ("AIMS") will be approximately 75% complete when TABC launches it in September 2021. The agency will still need to add functionalities for audit and legal — including Cash and Credit Law and all administrative case workflows; and to replace the current TABC: Compliance Reporting mobile app.

Additionally, absent sufficient funding to complete in-flight technology projects, the agency will incur dual operating costs to maintain legacy systems alongside an independently-operating, modern, cloud-based system. Lack of funding will also minimize TABC's reporting, analytics, and business intelligence capabilities, which are elements essential to maximizing efficiencies and executing the agency's core mission set forth in the 86th Legislature.

Public Safety Technology

TABC is requesting \$3.7 million and three FTEs to continue developing the technology solution to support field operations, auditing, and legal administrative services. This solution is critical to encouraging voluntary compliance related to audits, self-inspections, and violations, and will be integrated into the new AIMS system, providing access to real-time data for each license and permit holder.

With the completion of the licensing, tax collection, and public safety technology projects during the upcoming biennium, TABC will be able to fully operate from a single solution in a modernized technological state, creating internal efficiencies for agency staff and streamlined activities for industry partners. Without additional funding to staff these highly-competitive IT positions, successful completion of these projects will be jeopardized, as will needed improvements for compliance and enforcement responsibilities.

Licensing and Tax Collection Technology

During the current biennium, TABC is on schedule to complete Phase 1 of the AIMS project. This base system includes all licensing functionality and a portion of the agency's compliance and enforcement responsibilities.

Administrator's Statement

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

TABC requests five FTEs and an additional \$4.3 million, which is necessary given the limited availability of qualified people to fill these highly-competitive positions. During the FY 2022-2023 biennium, TABC must complete the transfer of functionality for seller/server needs from the existing — but obsolete — Versa system into AIMS. TABC must also build out the automated reconciliation process for approximately 36,000 monthly excise tax reports (currently done manually) using data that will be collected in the new AIMS system developed in FY 2020-2021. TABC will develop external-facing integrations so that manufacturers and distributors can easily interface with AIMS, and for the inclusion of city and county data necessary in licensing applications.

Cybersecurity Program

TABC is requesting \$777,320 for cybersecurity enhancements to reduce the risk of exposure to cybersecurity threats. TABC maintains confidential data that includes personally identifiable information, criminal violation history, legal data, corporate data, and sales data. Statutorily, the agency is the custodian of this data and must prevent unauthorized access, intrusion, and use. Without funding for this initiative, TABC's risk of exposure to cybersecurity threats increases significantly.

CAPPS

Pursuant to Section 2101.036 of the Government Code, the Comptroller of Public Accounts is identifying state agencies to transition to the Centralized Accounting and Payroll/Personnel System (“CAPPS”), formerly known as ProjectONE. TABC went live with CAPPS Financials in September 2017 and CAPPS HR in July 2019. Business Services Division staff serve as agency subject matter experts for all processes related to payroll, time and leave, purchasing, asset management, accounts payable, budgeting, and configuration support of the financial system. In addition, the division provides all financial reporting for legislative and audit inquiries.

TABC requests an additional \$186,438 and one FTE to serve as an ongoing project manager to support the Comptroller’s CAPPS upgrades and testing efforts, oversee a business analyst who supports agency reporting needs, and serve as a Level 1 CAPPS expert.

Riders

TABC request three new riders for the 2022-2023 biennium, and the removal of Rider 13, all of which would:

- ensure the agency has the tools necessary to complete important projects required by statute;
- grant the authority to properly budget and plan for future costs;
- adequately recruit and retain necessary personnel; and
- allow the agency to perform essential law enforcement and regulatory duties outside of Texas.

Rider 1: Unexpended Balances Within the Biennium.

This authority would grant TABC the capability to complete important projects within the biennium and give greater flexibility when planning expenditures. This is important because most of the bigger projects take longer to implement than expected, and their costs typically occur and are due in the next fiscal year. Any unexpended balances as of August 31, 2022, in appropriations made to TABC would be appropriated for the same purposes for the fiscal year beginning September 1, 2022.

Rider 2: Capital Budget Expenditures from Federal Awards.

Administrator's Statement
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

To maximize the use of federal funds and fulfill grant requirements for the receipt and expenditure of federal funds , TABC requests to be exempt from the capital budget rider limitations contained in Article IX of the General Appropriations Act when gifts, grants, inter-local funds, and federal funds are received in excess of the amount identified in the agency's capital rider. Amounts expended from these funding sources will not count toward the limitations imposed by other capital budget provisions. When such funds are received, TABC will notify the Legislative Budget Board and the governor of the amount received and the items to be purchased as approved by the donor, grantee, state entity, or federal agency. The expenditure of funds pursuant to this rider will not create any ongoing operating cost.

Rider 3: Hardship Stations.

Using appropriated funds, TABC is authorized to designate hardship stations across the state based on excessive vacancies and/or cost of living burdens. TABC will provide incentives to CPOs accepting these positions. The incentives will be based on available funds as determined by the executive director.

Rider 13: Removal of out-of-state travel ban.

As the alcoholic beverage industry continues to grow, TABC requests removal of the out-of-state travel ban, Rider 13 in the General Appropriations Act, so that the agency has the ability to participate in law enforcement activities such as human trafficking prevention, audits, inspections, and training, as well as industry opportunities and engagement efforts. The travel restriction also impacts TABC's ability to audit and collect taxes from out-of-state businesses, specifically alcohol shippers that sell products to Texas consumers. Without these administrative enforcement functions, the health and safety of Texans as well as increased revenue from tax collections are at risk.

Background Checks

During the hiring process for CPOs, TABC carefully investigates candidates pursuant to Texas Commission on Law Enforcement rules and Section 1701.451 of the Occupations Code concerning employment history, educational records, credit history, and legal records.

Applicants for civilian positions are subject to criminal history and credit history checks, and a check of previous employment references, as outlined in Sections 103.001 and 104.004(a) of the Labor Code. Interns, volunteers, and contractors with access to the TABC network are subject to a criminal history check per Section 411.1405 of the Government Code.

When processing applications for an alcoholic beverage license, the agency conducts criminal background checks on individuals named on the application as outlined in Section 109.532 of the Alcoholic Beverage Code. All criminal history information received as part of these investigations is kept confidential, and all such records are destroyed after the applicant's eligibility to hold a license is determined.

Governing Board

TABC is overseen by a five-member governing board appointed by the governor and confirmed by the Texas Senate. The commissioners appoint the executive director to run day-to-day agency operations. The current members are:

Administrator's Statement

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

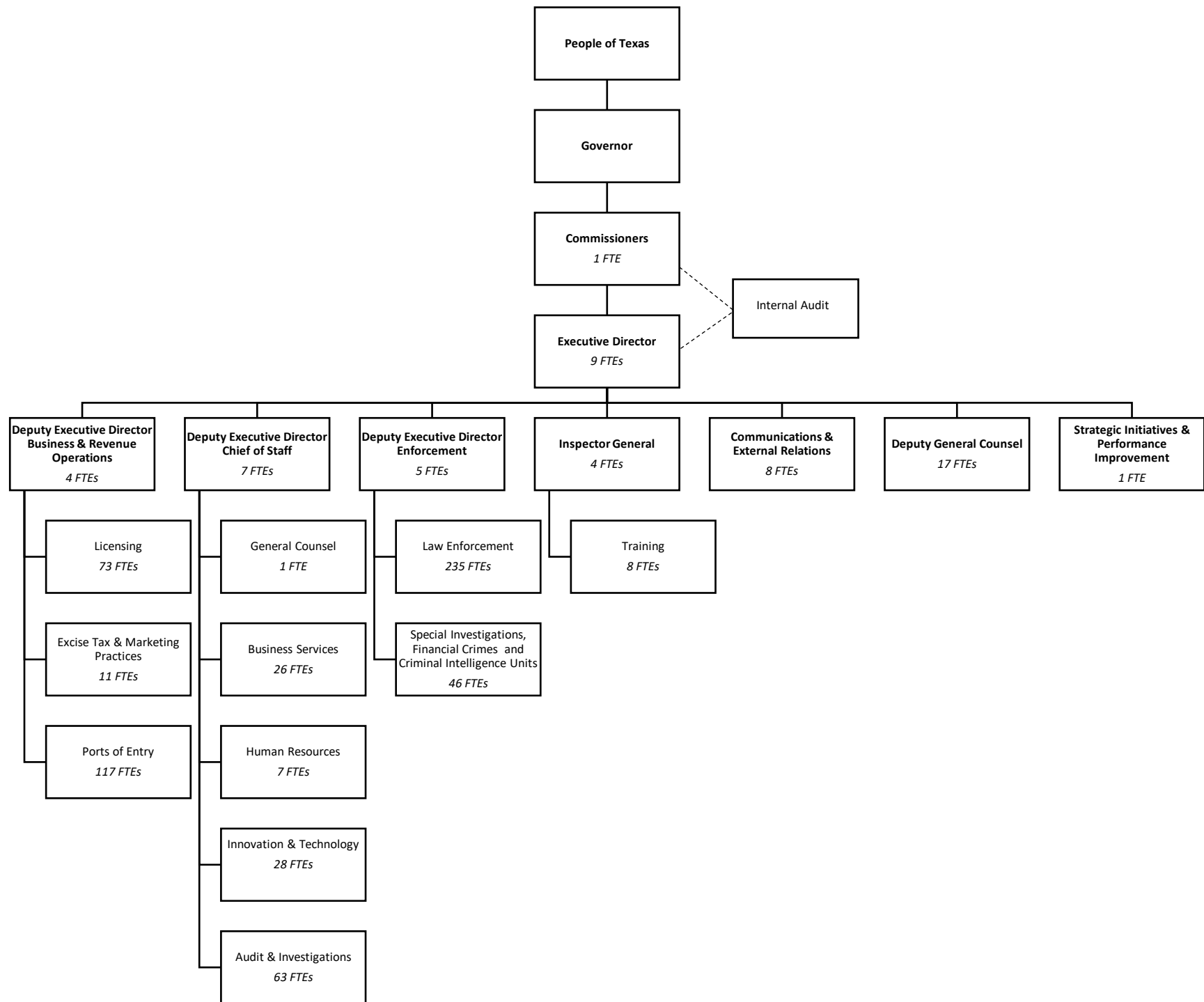
- Chairman Kevin J. Lilly of Houston, whose term expires November 15, 2021;
- Commissioner Jason E. Boatright of Dallas, whose term expires November 15, 2023;
- Commissioner Deborah Gray Marino of San Antonio, whose term expires November 15, 2025;
- Commissioner M. Scott Adkins of El Paso, whose term expires November 15, 2023; and
- Commissioner Hasan K. Mack of Austin, whose term ends November 15, 2025.

Exempt Position

TABC Commissioners request that the TABC Executive Director be added to the list currently in the General Appropriations Act, 2021–22 biennium, Article IX, Section 3.04, Scheduled Exempt Positions, allowing the governing board to set the salary of the Executive Director within Group 6. This request provides the governing board with an additional tool to attract the best candidates to apply for the job in the future, and also to ensure a fair and competitive pay scale for all TABC employees.

As Chairman of the Texas Alcoholic Beverage Commission, I fully support the TABC's Legislative Appropriations Request for the 2022-2023 biennium. Commissioners have worked with staff to develop a Strategic Plan and Legislative Appropriation Request, which benefit both the citizens of Texas and the industry we regulate. Funding of our baseline request and exceptional items will allow the agency to fully support its mission.

Kevin J. Lilly
Chairman, Texas Alcoholic Beverage Commission



Executive Division

The **Executive Division**, led by the Executive Director (administrator), directs the daily operations of the Texas Alcoholic Beverage Commission (TABC). The Executive Director is responsible for employing staff to ensure that the policies established by the commission and the laws enacted by the legislature are implemented in an efficient and cost-effective manner.

The Executive Director provides oversight of the Deputy Executive Director, Chief of Staff; Director of Office of Inspector General; Director of Communications and External Relations; Deputy General Counsel; Co-directors of Strategic Initiatives and Performance Improvement; Deputy Executive Director of Business & Revenue Operations; and Deputy Executive Director of Enforcement. Although the Office of the General Counsel reports to the Deputy Executive Director, Chief of Staff, the office advises the TABC's Chairman and Commissioners. The Executive Director oversees 9 FTEs.

Office of the Deputy General Counsel

The **Deputy General Counsel** oversees the Legal Division and the preparation, processing, and prosecution of administrative cases dealing with violations of the Alcoholic Beverage Code (Code). The OGC also reviews and prosecutes application protests to the issuance of licenses and permits that are brought by TABC, local authorities, and citizens, and responds to all agency Open Records Requests. When violations by permittees and licensees throughout the state are alleged, a hearing is conducted by staff of the Legal Division before the State Office of Administrative Hearings. Outcomes of such hearings include recommendations to cancel, suspend, grant, or deny a license or permit and/or to impose a monetary civil penalty. The Deputy General Counsel oversees 17 FTEs.

Office of Inspector General

The **Office of Inspector General** oversees or conducts all internal investigations concerning the conduct of agency employees. The Inspector General also oversees the Training Division. The Inspector General oversees 4 FTEs.

Training Division

The **Training Division** manages training and development activities for the agency, including management and supervisory development programs, comprehensive law enforcement training, computer training, and required core training. The Training

division develops and oversees agency programs to educate the public, retailers, and their employees concerning the laws, rules, and regulations associated with consuming alcoholic beverages. They lead the agency's efforts to prevent illegal underage drinking, illegally making alcohol available to minors, as well as driving while intoxicated. The staff works with different statewide and local agencies, community coalitions, and other groups to share information, and participates in various programs to prevent underage drinking. The Division Director oversees 8 FTEs.

Communications and External Relations Division

The **Communications and External Relations Division** is TABC's centralized team responsible for media, government and stakeholder relations, as well as internal communications. The team provides media interviews and produces videos, social media posts, industry alerts, legislative reports, agency publications, presentations, and graphics. The office also develops communications strategies to show Texans how TABC and its dedicated team members help businesses and protect communities. The Division Director oversees 8 FTEs.

Strategic Initiatives and Performance Improvement

Strategic Initiatives and Performance Improvement oversees implementation of legislation and evaluates programs, processes, and structures for efficiency and effectiveness. The two Co-directors oversee 1 FTE.

Business & Revenue Operations

Deputy Executive Director of **Business & Revenue Operations** oversees the divisions responsible for assessing and collecting the bulk of the more than \$300 million brought in annually by TABC. These divisions include Licensing; Tax & Marketing Practices; and Ports of Entry. These divisions interface directly with the tens of thousands of Texans which currently do business within the alcoholic beverage industry or are planning to do so. The Deputy Executive Director of Business & Revenue Operations oversees 4 FTEs.

Licensing Division

The **Licensing Division** investigates and processes applications for all phases of the alcoholic beverage industry, including the manufacture, sale, purchase, transportation, storage, and distribution of alcoholic beverages. The division must ensure that each

applicant qualifies to hold such license/permit and adheres to all applicable regulatory requirements. Over 60,000 licenses and permits are issued each year by division personnel. The Division Director oversees 73 FTEs.

Tax & Marketing Practices Division

The **Tax & Marketing Practices Division** is charged with the oversight of the taxing authority of the agency. Personnel receive, process, and audit monthly excise tax reports to ensure that proper taxes have been paid and that businesses are in compliance with the Code. The division is also responsible for overseeing the promotion of alcoholic beverage products, as well as the testing and labeling of the products in Texas. The Division Director oversees 11 FTEs.

Ports of Entry Division

The **Ports of Entry Division** operates tax collection facilities at international bridges located along the state's border with Mexico and at the Galveston Seaport's cruise ship terminal. Tax Compliance Officers stationed at these facilities enforce state laws that regulate the importation of alcoholic beverages and cigarettes for personal consumption and collect the excise taxes and fees that the state levies on these importations. The Division Director oversees 117 FTEs.

Support Operations

The Deputy Executive Director, Chief of Staff oversees the support operations divisions, comprised of General Counsel; Business Services; Human Resources; and Innovation & Technology, which provide support to the agency as needed to conduct its day-to-day mission. Also reporting to the Chief of Staff is the Audit & Investigations Division. These employees provide the critical service of ensuring that TABC licensed businesses adhere to the regulatory requirements of the Code. The Chief of Staff oversees 8 FTEs.

Business Services Division

The **Business Services Division** is responsible for all fiscal operations of the agency, including revenue processing, accounts payable, payroll, time and leave accounting, maintenance of the general ledger, and research and planning, as well as preparation and oversight of the agency's legislative appropriations request, annual financial reports, and all performance reporting. The General Services Section of business services is responsible for staff support functions of purchasing, historically underutilized

business (HUB) program coordination, records retention coordination, real and personal property management, facilities leasing, and mail center operations. The Division Director oversees 26 FTEs.

Human Resources Division

The **Human Resources Division** manages employment-related activities including recruitment, selection, benefits and compensation, employee relations, classification, risk management, and implementation of TABC's equal employment opportunity program. This division also conducts background checks on prospective employees during the hiring process. The Division Director oversees 7 FTEs.

Innovation & Technology Division

The **Innovation & Technology Division** is responsible for developing and maintaining the core technology applications for agency divisions, which includes Enforcement, Licensing, Audit, Legal, and business services. Additionally, the division establishes and supports the technology infrastructure that facilitates agency operations and is charged with researching and analyzing how to apply new technologies to solve business problems. The Division Director oversees 28 FTEs.

Audit & Investigations Division

The **Audit & Investigations Division** conducts investigative audits and other financial reviews; conducts inspections and prepares fee analyses during the initial phases of the licensing process; and assists agents in various types of investigations. Auditors also play a role in monitoring seller training schools to ensure compliance with agency standards.

Included in the Audit Division is the Marketing Investigative Unit which investigates complaints related to prohibited relationships within the three-tier system of the alcoholic beverage industry. Investigations are complex in nature, are often time-consuming, and usually involve all three tiers of the alcoholic beverage industry. This unit is charged with enforcing the Tied House provisions of the Code. The Division Director oversees 63 FTEs.

Enforcement Operations

The Deputy Executive Director of Enforcement oversees enforcement operations involving alleged criminal, regulatory, and administrative violations of the Code and state laws. Additionally, the Deputy oversees the agency's vehicle fleet and warehouse operations. The Deputy Executive Director of Enforcement oversees 5 FTEs.

Law Enforcement Division

The **Law Enforcement Division** consists of TABC agents who are Certified Peace Officers, responsible for inspecting premises licensed by the agency and investigating alleged violations of the Code and other state laws. The Enforcement Division is divided across the state into five regions, including the Texas-Mexico border area, each of which is supervised by a major who reports to the Chief of Enforcement. Enforcement agents, supervisors, and support staff are responsible for all agency law enforcement operations. The Enforcement Division oversees 228 FTEs.

Enforcement has three units that focus on investigations; the Special Investigations Unit (SIU), Financial Crimes Unit (FCU) and Criminal Intelligence Unit (CIU).

The SIU is responsible for identifying and investigating, through covert operations, habitual patterns of at-risk behavior by employees and the general public at entities with a nexus to the alcoholic beverage industry. This unit exercises administrative and criminal powers to investigate and suppress or dismantle organized criminal activity and administrative crimes relating to the functions of TABC.

The FCU focuses on prevention, investigation and detection of financial crimes. FCU investigations include money laundering, prohibited tier relationships, tax fraud, business and corporate fraud, and other organized financial crimes activity committed by people and entities having a license or permit issued by TABC. Together, the SIU and FCU are allocated 46 FTEs.

The Criminal Intelligence Unit was established in FY2020 to root out organized crime with an emphasis on human trafficking and is allocated 7 FTEs.



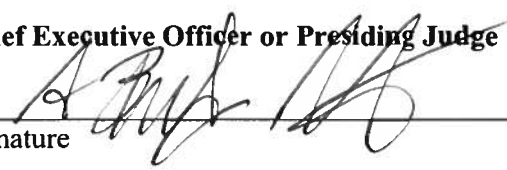
CERTIFICATE

Agency Name Texas Alcoholic Beverage Commission

This is to certify that the information contained in the agency Legislative Appropriations Request filed with the Legislative Budget Board (LBB) and the Governor's Office Budget Division (Governor's Office) is accurate to the best of my knowledge and that the electronic submission to the LBB via the Automated Budget and Evaluation System of Texas (ABEST) and the PDF file submitted via the LBB Document Submission application are identical.

Additionally, should it become likely at any time that unexpended balances will accrue for any account, the LBB and the Governor's Office will be notified in writing in accordance with Article IX, Section 7.01 (2020-21 GAA).

Chief Executive Officer or Presiding Judge


Signature

A. Bentley Nettles

Printed Name

Executive Director

Title

September 25, 2020

Date

Board or Commission Chair


Signature

Kevin J. Lilly

Printed Name

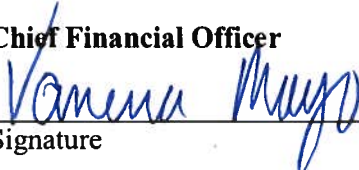
Presiding Officer

Title

September 25, 2020

Date

Chief Financial Officer


Signature

Vanessa Mayo

Printed Name

Chief Financial Officer

Title

September 25, 2020

Date

Budget Overview - Biennial Amounts
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Appropriation Years: 2022-23

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2020-21	2022-23	2022-23
Goal: 1. Promote the Health, Safety, and Welfare of the Public											
1.1.1. Enforcement	51,490,170	57,937,353			1,230,861		435,706		53,156,737	57,937,353	10,006,056
Total, Goal	51,490,170	57,937,353			1,230,861		435,706		53,156,737	57,937,353	10,006,056
Goal: 2. Process Applications and Issue Alcoholic Beverage Licenses & Permits											
2.1.1. Licensing	10,182,036	10,111,395							10,182,036	10,111,395	
Total, Goal	10,182,036	10,111,395							10,182,036	10,111,395	
Goal: 3. Ensure Compliance with Fees & Taxes											
3.1.1. Compliance Monitoring	13,570,198	13,711,163					115		13,570,313	13,711,163	
3.2.1. Ports Of Entry	9,864,688	11,363,436							9,864,688	11,363,436	
Total, Goal	23,434,886	25,074,599					115		23,435,001	25,074,599	
Goal: 4. Indirect Administration											
4.1.1. Central Administration	5,138,801	6,122,499					6,814		5,145,615	6,122,499	186,438
4.1.2. Information Resources	15,024,859	5,860,452							15,024,859	5,860,452	8,800,432
4.1.3. Other Support Services	864,415	1,028,869							864,415	1,028,869	
Total, Goal	21,028,075	13,011,820					6,814		21,034,889	13,011,820	8,986,870
Total, Agency	106,135,167	106,135,167			1,230,861		442,635		107,808,663	106,135,167	18,992,926
Total FTEs									620.0	663.0	35.0

2.A. Summary of Base Request by Strategy

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
1 Promote the Health, Safety, and Welfare of the Public					
1 <i>Detect/Prevent Law Violations</i>					
1 ENFORCEMENT	27,216,086	28,692,597	24,464,140	28,682,018	29,255,335
TOTAL, GOAL 1	\$27,216,086	\$28,692,597	\$24,464,140	\$28,682,018	\$29,255,335
2 Process Applications and Issue Alcoholic Beverage Licenses & Permits					
1 <i>Process and Approve Applications in a Timely Manner</i>					
1 LICENSING	4,647,643	5,428,465	4,753,571	5,008,975	5,102,420
TOTAL, GOAL 2	\$4,647,643	\$5,428,465	\$4,753,571	\$5,008,975	\$5,102,420
3 Ensure Compliance with Fees & Taxes					
1 <i>Ensure Compliance with Alcoholic Beverage Code</i>					
1 COMPLIANCE MONITORING	6,853,852	7,070,961	6,499,352	6,777,641	6,933,522
2 <i>Ensure Maximum Compliance with Importation Laws at Ports of Entry</i>					
1 PORTS OF ENTRY	5,734,925	5,589,898	4,274,790	5,615,609	5,747,827

2.A. Summary of Base Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission						
Goal / Objective / STRATEGY		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
TOTAL, GOAL	3	\$12,588,777	\$12,660,859	\$10,774,142	\$12,393,250	\$12,681,349
4 Indirect Administration						
1 Indirect Administration						
1 CENTRAL ADMINISTRATION		2,404,803	2,541,027	2,604,588	3,033,127	3,089,372
2 INFORMATION RESOURCES		2,756,171	7,709,917	7,314,942	2,934,462	2,925,990
3 OTHER SUPPORT SERVICES		526,696	426,579	437,836	510,712	518,157
TOTAL, GOAL	4	\$5,687,670	\$10,677,523	\$10,357,366	\$6,478,301	\$6,533,519
TOTAL, AGENCY STRATEGY REQUEST		\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*					\$0	\$0
GRAND TOTAL, AGENCY REQUEST		\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623

2.A. Summary of Base Request by Strategy

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Goal / Objective / STRATEGY	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	48,309,128	56,522,401	49,612,766	52,562,544	53,572,623
SUBTOTAL	\$48,309,128	\$56,522,401	\$49,612,766	\$52,562,544	\$53,572,623
Federal Funds:					
555 Federal Funds	483,027	730,861	500,000	0	0
SUBTOTAL	\$483,027	\$730,861	\$500,000	\$0	\$0
Other Funds:					
666 Appropriated Receipts	141,751	206,182	236,453	0	0
8000 Disaster/Deficiency/Emergency Grant	1,206,270	0	0	0	0
SUBTOTAL	\$1,348,021	\$206,182	\$236,453	\$0	\$0
TOTAL, METHOD OF FINANCING	\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623

*Rider appropriations for the historical years are included in the strategy amounts.

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	458	Agency name:	Alcoholic Beverage Commission			
METHOD OF FINANCING	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023	
<u>GENERAL REVENUE</u>						
<u>1</u> General Revenue Fund						
REGULAR APPROPRIATIONS						
Regular Appropriations from MOF Table (2018-19 GAA)	\$48,353,894	\$0	\$0	\$0	\$0	
Comments: Matches Conference Committee Report (2018 -19)						
Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$56,942,852	\$54,778,798	\$0	\$0	
Comments: Matches Conference Committee Report (2020-21)						
Regular Appropriations from MOF Table (2022-23)	\$0	\$0	\$0	\$52,562,544	\$53,572,623	
LAPSED APPROPRIATIONS						
Regular Appropriations from MOF Table (2018-19 GAA)	\$(116,654)	\$0	\$0	\$0	\$0	
Comments: Matches CPA Report						
Regular Appropriations from MOF Table (2020-21 GAA)	\$0	\$0	\$(5,586,483)	\$0	\$0	

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**Agency name: **Alcoholic Beverage Commission**

METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>GENERAL REVENUE</u>						
Comments: Estimated Lapse						
<i>UNEXPENDED BALANCES AUTHORITY</i>						
Art IX, Sec 14.03 (I), Capital Budget UB (2018-19)						
		\$71,888	\$0	\$0	\$0	\$0
Comments: Matches CPA UB Report						
Art IX, Sec 14.03 (I), Capital Budget UB (2020-21)						
		\$0	\$(420,451)	\$420,451	\$0	\$0
Comments: Estimated UB of Capital Budget						
TOTAL,	General Revenue Fund					
		\$48,309,128	\$56,522,401	\$49,612,766	\$52,562,544	\$53,572,623
TOTAL, ALL	GENERAL REVENUE					
		\$48,309,128	\$56,522,401	\$49,612,766	\$52,562,544	\$53,572,623

FEDERAL FUNDS**555** Federal Funds*REGULAR APPROPRIATIONS*

Regular Appropriations from MOF Table (2018-19 GAA)

\$500,000	\$0	\$0	\$0	\$0
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2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458	Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>FEDERAL FUNDS</u>					
Comments: Matches Conference Committee Report (2018-19)					
Regular Appropriations from MOF Table (2020-21 GAA)					
	\$0	\$500,000	\$500,000	\$0	\$0
Comments: Matches Conference Committee Report (2020-21)					
<i>RIDER APPROPRIATION</i>					
Art IX, Sec 13.01, Federal Funds/Block Grants (2018-19)					
	\$115,964	\$0	\$0	\$0	\$0
Comments: Under 25 Grant and Bullet Proof Grant					
Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21)					
	\$0	\$49,780	\$0	\$0	\$0
Comments: Law Enforcement TRACE Enhancement Grant					
<i>LAPSED APPROPRIATIONS</i>					
Art IX, Sec 13.01, Federal Funds/Block Grants					
	\$(86,713)	\$0	\$0	\$0	\$0
Comments: Under 21 Community Education Project Grant					
<i>UNEXPENDED BALANCES AUTHORITY</i>					

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>FEDERAL FUNDS</u>						
Art IX, Sec 13.01, Federal Funds/Block Grants (2018-19)		\$134,857	\$0	\$0	\$0	\$0
Comments: Under 21 Community Education Project Grant						
Art IX, Sec 13.01, Federal Funds/Block Grants (2018-19)		\$(181,081)	\$0	\$0	\$0	\$0
Comments: Under 25 Grant						
Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21)		\$0	\$181,081	\$0	\$0	\$0
Comments: Under 25 Grant						
TOTAL,	Federal Funds	\$483,027	\$730,861	\$500,000	\$0	\$0
TOTAL, ALL	FEDERAL FUNDS	\$483,027	\$730,861	\$500,000	\$0	\$0

OTHER FUNDS666 Appropriated Receipts

REGULAR APPROPRIATIONS

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	458	Agency name:	Alcoholic Beverage Commission			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>OTHER FUNDS</u>						
Regular Appropriations from MOF Table (2018-19 GAA)		\$252,696	\$0	\$0	\$0	\$0
Comments: Matches Conference Committee Report (2018-19)						
Regular Appropriations from MOF Table (2020-21 GAA)		\$0	\$102,938	\$102,938	\$0	\$0
Comments: Matches Conference Committee Report (2020-21)						
<i>RIDER APPROPRIATION</i>						
Art IX, Sec 8.03, Surplus Property (2018-19)		\$17,122	\$0	\$0	\$0	\$0
Comments: Vehicle Sales, TABC receives 25% of total sale proceeds						
Art IX, Sec 8.02, Reimbursements and Payments (2018-19)		\$79	\$0	\$0	\$0	\$0
Comments: Insurance Recovery for damaged vehicles						
Art IX, Sec 8.02, Reimbursements and Payments (2018-19 GAA)		\$2,939	\$0	\$0	\$0	\$0
Comments: Fees for copies or filing of records						

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	458	Agency name:	Alcoholic Beverage Commission			
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>OTHER FUNDS</u>						
Art V, Rider 9 Appropriation: Seized Assets (2018-19)						
		\$56,326	\$0	\$0	\$0	\$0
Comments: Funds received from investigations under Chapter 59, Code of Criminal Procedure, and Chapter 71, Property Code to be used for law enforcement purposes						
Art IX, Sec 8.02, Reimbursements and Payments (2018-19 GAA)						
		\$62,905	\$0	\$0	\$0	\$0
Comments: Third Party Reimbursements - employee purchase of badges/guns, PC Lease rebate, settlement for damage to traffic sign, and reimbursement of task force overtime from federal agencies						
Art IX, Sec 8.03, Surplus Property (2020-21)						
		\$0	\$820	\$0	\$0	\$0
Comments: Vehicle Sales, TABC receives 25% of total sale proceeds						
Art IX, Sec 8.02, Reimbursements and Payments (2020-21)						
		\$0	\$7,650	\$0	\$0	\$0
Comments: Insurance Recovery for damaged vehicles						

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	458	Agency name:	Alcoholic Beverage Commission			
METHOD OF FINANCING	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023	
<u>OTHER FUNDS</u>						
Art IX, Sec 8.02, Reimbursements and Payments (2018-19 GAA)	\$0	\$3,299	\$0	\$0	\$0	
Comments: Fees for copies or filing of records						
Art V, Rider 9 Appropriation: Seized Assets (2018-19)	\$0	\$93,644	\$0	\$0	\$0	
Comments: Funds received from investigations under Chapter 59, Code of Criminal Procedure, and Chapter 71, Property Code to be used for law enforcement purposes						
Art IX, Sec 8.02, Reimbursements and Payments (2020-21)	\$0	\$41,475	\$0	\$0	\$0	
Comments: Third Party Reimbursements - employee purchase of badges/guns, and reimbursement of task force overtime from federal agencies						
<i>LAPSED APPROPRIATIONS</i>						
Regular Appropriations from MOF Table (2018-19 GAA)	\$(221,439)	\$0	\$0	\$0	\$0	
Comments: Uncollected Revenue - Appropriated receipts						
<i>UNEXPENDED BALANCES AUTHORITY</i>						
Art V, Rider 9 Appropriation: Seized Assets (2018-19)						

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>OTHER FUNDS</u>						
		\$60,994	\$0	\$0	\$0	\$0
Comments: UB of seized assets to FY19 for law enforcement purposes						
Art V, Rider 9 Appropriation: Seized Assets (2018-19)						
		\$(89,871)	\$0	\$0	\$0	\$0
Comments: UB of seized assets to FY20 for law enforcement purposes						
Art V, Rider 9 Appropriation: Seized Assets (2020-21)						
		\$0	\$89,871	\$0	\$0	\$0
Comments: UB of seized assets from FY 19						
Appropriation: Seized Assets (2020-21)						
		\$0	\$(133,515)	\$133,515	\$0	\$0
Comments: Estimated UB of seized assets						
TOTAL,	Appropriated Receipts					
		\$141,751	\$206,182	\$236,453	\$0	\$0

8000 Governor's Disaster/Deficiency/Emergency Grant*UNEXPENDED BALANCES AUTHORITY*

Art IX, Sec 14.04, Disaster Related Transfer Authority (2018-19)

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING		Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
<u>OTHER FUNDS</u>						
		\$1,206,270	\$0	\$0	\$0	\$0
TOTAL, Governor's Disaster/Deficiency/Emergency Grant						
		\$1,206,270	\$0	\$0	\$0	\$0
TOTAL, ALL OTHER FUNDS						
		\$1,348,021	\$206,182	\$236,453	\$0	\$0
GRAND TOTAL		\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623

2.B. Summary of Base Request by Method of Finance

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458	Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING	Exp 2019	Est 2020	Bud 2021	Req 2022	Req 2023
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2018-19 GAA) Comments: Matches Conference Committee Report (2018-19)	635.0	0.0	0.0	663.0	663.0
Regular Appropriations from MOF Table (2020-21 GAA) Comments: Matches Conference Committee Report (2020-21)	0.0	671.0	671.0	0.0	0.0
UNAUTHORIZED NUMBER OVER (BELOW) CAP					
Unauthorized Number Over (Below) CAP Comments: Matches SAO Report	(43.7)	0.0	0.0	0.0	0.0
Unauthorized Number Over (Below) CAP Comments: Estimated Authorized Number (BELOW) CAP	0.0	(40.5)	(51.0)	0.0	0.0
TOTAL, ADJUSTED FTES	591.3	630.5	620.0	663.0	663.0
NUMBER OF 100% FEDERALLY FUNDED FTEs	0.0	0.0	0.0	0.0	0.0

2.C. Summary of Base Request by Object of Expense

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission					
OBJECT OF EXPENSE	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1001 SALARIES AND WAGES	\$35,642,071	\$38,120,639	\$37,804,056	\$41,888,691	\$43,030,932
1002 OTHER PERSONNEL COSTS	\$2,063,924	\$2,002,199	\$1,122,451	\$1,161,803	\$1,192,071
2001 PROFESSIONAL FEES AND SERVICES	\$1,728,294	\$2,675,466	\$902,094	\$1,067,565	\$1,035,333
2002 FUELS AND LUBRICANTS	\$510,329	\$365,622	\$278,063	\$326,214	\$325,570
2003 CONSUMABLE SUPPLIES	\$127,032	\$176,130	\$81,813	\$144,609	\$137,432
2004 UTILITIES	\$367,789	\$402,787	\$388,439	\$420,038	\$413,313
2005 TRAVEL	\$769,635	\$661,448	\$279,495	\$537,935	\$467,351
2006 RENT - BUILDING	\$2,355,702	\$2,291,543	\$2,396,446	\$2,590,488	\$2,590,488
2007 RENT - MACHINE AND OTHER	\$431,347	\$209,018	\$351,318	\$374,232	\$373,818
2009 OTHER OPERATING EXPENSE	\$4,898,784	\$5,219,741	\$2,522,169	\$3,346,046	\$3,301,393
5000 CAPITAL EXPENDITURES	\$1,245,269	\$5,334,851	\$4,222,875	\$704,923	\$704,922
OOE Total (Excluding Riders)	\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623
OOE Total (Riders)					
Grand Total	\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623

2.D. Summary of Base Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

458 Alcoholic Beverage Commission					
Goal/ Objective / Outcome	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1 Promote the Health, Safety, and Welfare of the Public					
1 Detect/Prevent Law Violations					
1 Percentage of Licensed Establishments Inspected Annually					
	38.90%	73.23%	74.00%	74.00%	74.00%
2 % of Administrative Cases Resulting in Administrative Sanctions					
	96.50%	95.39%	96.34%	96.34%	96.34%
KEY 3 Percentage of Priority Licensed Locations Inspected by Enforcement					
	71.78%	51.72%	73.00%	73.00%	73.00%
4 Retailer and Direct Sale Manufacturer Public Safety Compliance Rate					
	96.48%	97.99%	96.78%	96.78%	96.78%
5 Priority Licensed Location Public Safety Compliance Rate					
	97.32%	98.22%	97.42%	97.42%	97.42%
6 Recidivism Rate - Licensed Retailers					
	13.33%	13.40%	13.40%	13.40%	13.40%
7 % of Priority Locations					
	21.97%	21.32%	21.29%	21.20%	21.11%
2 Process Applications and Issue Alcoholic Beverage Licenses & Permits					
1 Process and Approve Applications in a Timely Manner					
KEY 1 Avg Number of Days to Approve an Original Primary License/Permit					
	51.13	41.62	45.00	45.00	45.00

2.D. Summary of Base Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

458 Alcoholic Beverage Commission

Goal/ Objective / Outcome		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
3	Ensure Compliance with Fees & Taxes					
	1 Ensure Compliance with Alcoholic Beverage Code					
KEY	1 Compliance Rate - Audits					
		83.84%	85.75%	85.00%	85.00%	85.00%
	2 Percent of Report Analyses Resulting in Correction Notices					
		27.98%	26.19%	29.25%	29.25%	29.25%
KEY	3 % of Inspections by Auditors Where Licensees Were in Full Compliance					
		99.71%	99.98%	99.00%	99.00%	99.00%
	4 Compliance Rate - Auditor Investigations					
		38.10	53.09	36.96	36.96	36.96
	2 Ensure Maximum Compliance with Importation Laws at Ports of Entry					
	1 Revenue As a Percent of Expenses					
		132.74%	107.13%	107.00%	136.40%	136.40%

2.E. Summary of Exceptional Items Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Priority	Item	2022			2023			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Human Trafficking Investigations	\$3,136,257	\$3,136,257	26.0	\$2,150,259	\$2,150,259	26.0	\$5,286,516	\$5,286,516
2	Schedule C Reallocation	\$2,359,770	\$2,359,770	0.0	\$2,359,770	\$2,359,770	0.0	\$4,719,540	\$4,719,540
3	Public Safety Technology	\$2,152,018	\$2,152,018	3.0	\$1,523,364	\$1,523,364	3.0	\$3,675,382	\$3,675,382
4	Licensing & Tax Technology	\$2,524,319	\$2,524,319	5.0	\$1,823,411	\$1,823,411	5.0	\$4,347,730	\$4,347,730
5	Cybersecurity Program	\$388,660	\$388,660	0.0	\$388,660	\$388,660	0.0	\$777,320	\$777,320
6	CAPPS Support	\$93,219	\$93,219	1.0	\$93,219	\$93,219	1.0	\$186,438	\$186,438
Total, Exceptional Items Request		\$10,654,243	\$10,654,243	35.0	\$8,338,683	\$8,338,683	35.0	\$18,992,926	\$18,992,926
Method of Financing									
	General Revenue	\$10,654,243	\$10,654,243		\$8,338,683	\$8,338,683		\$18,992,926	\$18,992,926
	General Revenue - Dedicated								
	Federal Funds								
	Other Funds								
		\$10,654,243	\$10,654,243		\$8,338,683	\$8,338,683		\$18,992,926	\$18,992,926
Full Time Equivalent Positions				35.0				35.0	
Number of 100% Federally Funded FTEs				0.0				0.0	

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission				
	Base	Base	Exceptional	Exceptional	Total Request	Total Request
Goal/Objective/STRATEGY						
1 Promote the Health, Safety, and Welfare of the Public						
<i>1 Detect/Prevent Law Violations</i>						
1 ENFORCEMENT	\$28,682,018	\$29,255,335	\$5,496,027	\$4,510,029	\$34,178,045	\$33,765,364
TOTAL, GOAL 1	\$28,682,018	\$29,255,335	\$5,496,027	\$4,510,029	\$34,178,045	\$33,765,364
2 Process Applications and Issue Alcoholic Beverage Licenses & Permi						
<i>1 Process and Approve Applications in a Timely Manner</i>						
1 LICENSING	5,008,975	5,102,420	0	0	5,008,975	5,102,420
TOTAL, GOAL 2	\$5,008,975	\$5,102,420	\$0	\$0	\$5,008,975	\$5,102,420
3 Ensure Compliance with Fees & Taxes						
<i>1 Ensure Compliance with Alcoholic Beverage Code</i>						
1 COMPLIANCE MONITORING	6,777,641	6,933,522	0	0	6,777,641	6,933,522
<i>2 Ensure Maximum Compliance with Importation Laws at Ports of Ent</i>						
1 PORTS OF ENTRY	5,615,609	5,747,827	0	0	5,615,609	5,747,827
TOTAL, GOAL 3	\$12,393,250	\$12,681,349	\$0	\$0	\$12,393,250	\$12,681,349

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission					
		Base	Base	Exceptional	Exceptional	Total Request	Total Request
Goal/Objective/STRATEGY							
4 Indirect Administration							
1 Indirect Administration							
1 CENTRAL ADMINISTRATION		\$3,033,127	\$3,089,372	\$93,219	\$93,219	\$3,126,346	\$3,182,591
2 INFORMATION RESOURCES		2,934,462	2,925,990	5,064,997	3,735,435	7,999,459	6,661,425
3 OTHER SUPPORT SERVICES		510,712	518,157	0	0	510,712	518,157
TOTAL, GOAL 4		\$6,478,301	\$6,533,519	\$5,158,216	\$3,828,654	\$11,636,517	\$10,362,173
TOTAL, AGENCY STRATEGY REQUEST		\$52,562,544	\$53,572,623	\$10,654,243	\$8,338,683	\$63,216,787	\$61,911,306
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST							
GRAND TOTAL, AGENCY REQUEST		\$52,562,544	\$53,572,623	\$10,654,243	\$8,338,683	\$63,216,787	\$61,911,306

2.F. Summary of Total Request by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission					
Goal/Objective/STRATEGY		Base	Base	Exceptional	Exceptional	Total Request	Total Request
General Revenue Funds:							
1	General Revenue Fund	\$52,562,544	\$53,572,623	\$10,654,243	\$8,338,683	\$63,216,787	\$61,911,306
		\$52,562,544	\$53,572,623	\$10,654,243	\$8,338,683	\$63,216,787	\$61,911,306
Federal Funds:							
555	Federal Funds	0	0	0	0	0	0
		\$0	\$0	\$0	\$0	\$0	\$0
Other Funds:							
666	Appropriated Receipts	0	0	0	0	0	0
8000	Disaster/Deficiency/Emergency Grant	0	0	0	0	0	0
		\$0	\$0	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCING		\$52,562,544	\$53,572,623	\$10,654,243	\$8,338,683	\$63,216,787	\$61,911,306
FULL TIME EQUIVALENT POSITIONS		663.0	663.0	35.0	35.0	698.0	698.0

2.G. Summary of Total Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Goal/ Objective / Outcome

		BL 2022	BL 2023	Excp 2022	Excp 2023	Total Request 2022	Total Request 2023
1	Promote the Health, Safety, and Welfare of the Public						
1	<i>Detect/Prevent Law Violations</i>						
	1 Percentage of Licensed Establishments Inspected Annually						
		74.00%	74.00%	0.00%	0.00%	74.00%	74.00%
	2 % of Administrative Cases Resulting in Administrative Sanctions						
		96.34%	96.34%	0.00%	0.00%	96.34%	96.34%
KEY	3 Percentage of Priority Licensed Locations Inspected by Enforcement						
		73.00%	73.00%	0.00%	0.00%	73.00%	73.00%
	4 Retailer and Direct Sale Manufacturer Public Safety Compliance Rate						
		96.78%	96.78%	0.00%	0.00%	96.78%	96.78%
	5 Priority Licensed Location Public Safety Compliance Rate						
		97.42%	97.42%	0.00%	0.00%	97.42%	97.42%
	6 Recidivism Rate - Licensed Retailers						
		13.40%	13.40%	0.00%	0.00%	13.40%	13.40%
	7 % of Priority Locations						
		21.20%	21.11%	0.00%	0.00%	21.20%	21.11%
2	Process Applications and Issue Alcoholic Beverage Licenses & Permits						
1	<i>Process and Approve Applications in a Timely Manner</i>						

2.G. Summary of Total Request Objective Outcomes
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Goal/ Objective / Outcome

		BL 2022	BL 2023	Excp 2022	Excp 2023	Total Request 2022	Total Request 2023
KEY	1 Avg Number of Days to Approve an Original Primary License/Permit						
		45.00	45.00	0.00	0.00	45.00	45.00
3	Ensure Compliance with Fees & Taxes						
1	Ensure Compliance with Alcoholic Beverage Code						
KEY	1 Compliance Rate - Audits						
		85.00%	85.00%	0.00%	0.00%	85.00%	85.00%
	2 Percent of Report Analyses Resulting in Correction Notices						
		29.25%	29.25%	0.00%	0.00%	29.25%	29.25%
KEY	3 % of Inspections by Auditors Where Licensees Were in Full Compliance						
		99.00%	99.00%	0.00%	0.00%	99.00%	99.00%
	4 Compliance Rate - Auditor Investigations						
		36.96	36.96	0.00	0.00	36.96	36.96
2	Ensure Maximum Compliance with Importation Laws at Ports of Entry						
	1 Revenue As a Percent of Expenses						
		136.40%	136.40%	0.00%	0.00%	136.40%	136.40%

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
OBJECTIVE: 1 Detect/Prevent Law Violations
STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Output Measures:						
KEY 1	Number of Inspections Conducted by Enforcement Agents	55,613.00	46,069.00	40,060.00	41,600.00	41,600.00
KEY 2	# Inspections Priority Licensed Locations Conducted by Enforcement	36,693.00	26,676.00	31,500.00	36,150.00	36,150.00
KEY 3	Number of OCA/Trafficking Investigations Closed	138.00	190.00	190.00	190.00	190.00
KEY 4	# Multi-Agency/Joint Ops for OCA on Border or GIWW	599.00	1,027.00	870.00	870.00	870.00
KEY 5	Number of Undercover Operations Conducted	15,841.00	8,666.00	12,000.00	14,000.00	14,000.00
Efficiency Measures:						
KEY 1	Average Cost Per Enforcement Inspection	431.06	579.21	609.04	689.47	703.25
KEY 2	Average Cost of Joint Operations Targeting Organized Crime	1,095.52	443.30	1,232.56	1,456.84	1,494.31
Explanatory/Input Measures:						
1	Average Number of Days to Close a Complaint Investigation	52.64	58.43	56.00	54.65	54.65
2	Number of Licensed Locations Subject to Inspection	60,762.00	62,060.00	62,000.00	62,500.00	63,000.00
3	Number of Criminal Cases Filed	1,632.00	685.00	1,000.00	1,650.00	1,650.00
4	Number of Administrative Cases Initiated by Enforcement Agents	2,052.00	1,074.00	1,500.00	2,100.00	2,100.00

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
OBJECTIVE: 1 Detect/Prevent Law Violations
STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
5	Number of Priority Locations	13,351.00	13,230.00	13,200.00	13,250.00	13,300.00
6	Number of Complaint Investigations Closed	6,197.00	6,467.00	6,174.00	6,174.00	6,174.00
7	Number of Joint Operations Targeting Organized Crime Statewide	1,776.00	3,090.00	2,600.00	2,600.00	2,600.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$19,080,579	\$19,819,218	\$20,437,818	\$22,888,166	\$23,501,774
1002	OTHER PERSONNEL COSTS	\$1,081,936	\$1,008,723	\$486,234	\$532,329	\$559,542
2001	PROFESSIONAL FEES AND SERVICES	\$271,069	\$293,608	\$0	\$57,308	\$56,278
2002	FUELS AND LUBRICANTS	\$484,702	\$354,324	\$271,009	\$315,432	\$315,432
2003	CONSUMABLE SUPPLIES	\$79,872	\$102,519	\$57,176	\$91,676	\$89,499
2004	UTILITIES	\$203,776	\$230,541	\$227,074	\$252,074	\$252,074
2005	TRAVEL	\$387,938	\$349,288	\$166,619	\$367,953	\$311,080
2006	RENT - BUILDING	\$1,286,311	\$1,266,497	\$1,268,918	\$1,387,631	\$1,387,631
2007	RENT - MACHINE AND OTHER	\$206,812	\$202,651	\$258,998	\$276,498	\$276,498
2009	OTHER OPERATING EXPENSE	\$3,003,945	\$3,363,376	\$1,290,294	\$1,813,426	\$1,806,002
5000	CAPITAL EXPENDITURES	\$1,129,146	\$1,701,852	\$0	\$699,525	\$699,525
TOTAL, OBJECT OF EXPENSE		\$27,216,086	\$28,692,597	\$24,464,140	\$28,682,018	\$29,255,335

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
OBJECTIVE: 1 Detect/Prevent Law Violations
STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Method of Financing:						
1	General Revenue Fund	\$25,393,576	\$27,759,545	\$23,730,625	\$28,682,018	\$29,255,335
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$25,393,576	\$27,759,545	\$23,730,625	\$28,682,018	\$29,255,335
Method of Financing:						
555	Federal Funds					
16.607.000	BULLET PROOF VEST	\$13,547	\$0	\$0	\$0	\$0
20.600.000	State and Community Highw	\$0	\$549,780	\$0	\$0	\$0
20.601.000	Alcohol Traffic Safety an	\$421,336	\$181,081	\$0	\$0	\$0
20.616.000	National Priority Safety Programs	\$48,144	\$0	\$500,000	\$0	\$0
CFDA Subtotal, Fund	555	\$483,027	\$730,861	\$500,000	\$0	\$0
SUBTOTAL, MOF (FEDERAL FUNDS)		\$483,027	\$730,861	\$500,000	\$0	\$0
Method of Financing:						
666	Appropriated Receipts	\$133,213	\$202,191	\$233,515	\$0	\$0
8000	Disaster/Deficiency/Emergency Grant	\$1,206,270	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$1,339,483	\$202,191	\$233,515	\$0	\$0

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
OBJECTIVE: 1 Detect/Prevent Law Violations
STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$28,682,018	\$29,255,335
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$27,216,086	\$28,692,597	\$24,464,140	\$28,682,018	\$29,255,335
FULL TIME EQUIVALENT POSITIONS:		265.0	285.0	286.0	323.0	323.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

Because of its highly-trained agents, TABC is the premier alcohol law enforcement agency in the nation in conducting law enforcement operations and investigations involving the alcoholic beverage industry. The commission uses a risk-based approach for detecting serious violations that impact public safety. The primary purpose is to detect and deter violations using criminal and administrative laws. The commission created a Special Investigations Unit to focus on long-term investigations involving organized criminal activity like human trafficking. A Special Response Team aids other agencies when natural or man-made disasters occur. Warehouse personnel ensure that agency vehicles are outfitted with police equipment, and other items are inventoried. The Legal division prosecutes administrative violations with the State Office of Administrative Hearings. The Office of Inspector General provides agency-wide oversight of procedures, and manages the Internal Affairs Unit and Training Division.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

External factors influencing this strategy include alcohol consumption, public attitudes concerning alcohol abuse, increases in the number of permitted businesses, the state's population, the volume of wet/dry initiatives, the state's economy, and the level of legislative appropriations.

Internal factors include staffing levels and allocation, recruitment and retention of qualified peace officers, and employee knowledge, skills, and abilities.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
OBJECTIVE: 1 Detect/Prevent Law Violations
STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$53,156,737	\$57,937,353	\$4,780,616	\$(1,230,861)	555 - Decrease in federal funds. Grants awarded to the agency are one time independent applications made by the agency each year.
			\$(435,707)	666 - Decrease in appropriated receipts as these are not guaranteed funds the agency will receive.
			\$(559,423)	001 - Decrease of one time influx in Fleet Acquisition Capital Budget.
			\$7,006,607	001 - Increase in multiple objects of expense and 37.5 FTE's to maintain standard operations.
			<u>\$4,780,616</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 2 Process Applications and Issue Alcoholic Beverage Licenses & Permits
OBJECTIVE: 1 Process and Approve Applications in a Timely Manner
STRATEGY: 1 Licensing

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Output Measures:						
	1 Number of Applications Processed	97,909.00	80,275.00	86,500.00	65,401.00	68,965.00
KEY 2	Number of Licenses/Permits Issued	80,835.00	66,811.00	71,000.00	54,775.00	57,760.00
Efficiency Measures:						
KEY 1	Average Cost Per License/Permit Processed	51.58	64.31	54.95	76.59	73.99
Objects of Expense:						
1001	SALARIES AND WAGES	\$3,699,880	\$4,602,063	\$4,131,488	\$4,322,895	\$4,429,592
1002	OTHER PERSONNEL COSTS	\$205,540	\$281,777	\$138,906	\$131,358	\$132,163
2001	PROFESSIONAL FEES AND SERVICES	\$165,864	\$49,615	\$1,585	\$13,000	\$10,000
2002	FUELS AND LUBRICANTS	\$1,473	\$682	\$700	\$1,000	\$700
2003	CONSUMABLE SUPPLIES	\$10,969	\$5,489	\$5,000	\$6,000	\$5,000
2004	UTILITIES	\$13,710	\$17,524	\$17,000	\$19,000	\$17,000
2005	TRAVEL	\$47,456	\$39,546	\$12,500	\$16,250	\$16,250
2006	RENT - BUILDING	\$230,612	\$226,554	\$280,079	\$284,000	\$284,000
2007	RENT - MACHINE AND OTHER	\$14,212	\$1,293	\$23,188	\$25,688	\$25,688
2009	OTHER OPERATING EXPENSE	\$257,927	\$201,380	\$143,125	\$189,784	\$182,027
5000	CAPITAL EXPENDITURES	\$0	\$2,542	\$0	\$0	\$0

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 2 Process Applications and Issue Alcoholic Beverage Licenses & Permits
OBJECTIVE: 1 Process and Approve Applications in a Timely Manner
STRATEGY: 1 Licensing

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, OBJECT OF EXPENSE		\$4,647,643	\$5,428,465	\$4,753,571	\$5,008,975	\$5,102,420
Method of Financing:						
1	General Revenue Fund	\$4,647,643	\$5,428,465	\$4,753,571	\$5,008,975	\$5,102,420
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$4,647,643	\$5,428,465	\$4,753,571	\$5,008,975	\$5,102,420
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$5,008,975	\$5,102,420
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$4,647,643	\$5,428,465	\$4,753,571	\$5,008,975	\$5,102,420
FULL TIME EQUIVALENT POSITIONS:		77.0	76.0	74.0	76.0	76.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy supports the statewide goals of serving the people of Texas and protecting public health and safety through consistent, fair, and timely administration of the Alcoholic Beverage Code. The Licensing Division regulates and maintains the integrity of the three-tier system through a thorough investigation process, and is the only means by which businesses can gain access into the industry.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 2 Process Applications and Issue Alcoholic Beverage Licenses & Permits
OBJECTIVE: 1 Process and Approve Applications in a Timely Manner Service Categories:
STRATEGY: 1 Licensing Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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External factors such as the state's economy, population, and local wet/dry status impact the number of businesses requesting permits. Texas is the fastest growing state in the nation. More than 80,000 licenses and permits will be issued in FY2019. Over the last ten years, the number of licensed businesses increased by 10,000.

Internal factors affecting this strategy include demands on licensing staff, who must interpret a highly complex code and deliver accurate and timely information concerning qualifications and requirements for 73 different licenses, permits, and certificates. The division continues to implement innovative changes, but a more advanced regulatory licensing system is needed to improve efficiency and functionality. TABC must be competitive in the job market to attract and retain qualified staff.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$10,182,036	\$10,111,395	\$(70,641)	\$(207,450)	001 - Decrease in multiple OOE's.
			\$136,809	001 - Increase in multiple OOE's and 1 FTE to maintain standard operations.
			<u>\$(70,641)</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 1 Ensure Compliance with Alcoholic Beverage Code

STRATEGY: 1 Conduct Inspections and Monitor Compliance

Service Categories:
Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Output Measures:						
	1 Number of Persons Instructed by Auditors	52,450.00	33,913.00	46,900.00	46,900.00	46,900.00
	2 # of Wholesale and Manufacturing Reports Analyzed	61,105.00	57,817.00	59,500.00	59,500.00	59,500.00
KEY 3	Number of Audits Conducted	2,085.00	1,783.00	1,832.00	1,832.00	1,832.00
KEY 4	Inspections Conducted by Auditors	6,205.00	41,919.00	42,000.00	42,000.00	42,000.00
KEY 5	# of Complaint Investigations Closed by Audit	2,824.00	2,654.00	2,500.00	2,500.00	2,500.00
Efficiency Measures:						
KEY 1	Average Cost per Audit	552.48	861.45	760.47	793.28	810.42
	2 Average Cost per Auditor Inspection	585.77	82.08	74.31	77.52	79.19
	3 Average Cost per Person at Educational Program	5.86	10.07	6.60	6.89	7.04
	4 Average Cost per Wholesale/Manufacturing Report Analyzed	15.82	14.32	14.28	14.84	15.21
Explanatory/Input Measures:						
	1 Number of Administrative Actions by Audit Personnel	14,416.00	9,927.00	13,500.00	13,500.00	13,500.00
	2 # Notices from Analyses of Wholesale/Manufacturing Tier Reports	17,095.00	15,142.00	17,404.00	17,404.00	17,404.00
	3 Number of Trainees Obtaining Seller/Server Certification	445,709.00	390,811.00	407,824.00	415,573.00	423,469.00
	4 Average Cost Per Seller/Server Trainee Certification	1.04	1.87	1.77	1.74	1.72

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 1 Ensure Compliance with Alcoholic Beverage Code

STRATEGY: 1 Conduct Inspections and Monitor Compliance

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$5,132,617	\$5,433,240	\$5,608,006	\$5,760,986	\$5,915,422
1002	OTHER PERSONNEL COSTS	\$232,558	\$251,179	\$149,712	\$145,751	\$146,724
2001	PROFESSIONAL FEES AND SERVICES	\$186,163	\$191,160	\$8,000	\$8,000	\$8,000
2002	FUELS AND LUBRICANTS	\$11,902	\$264	\$1,532	\$2,816	\$2,816
2003	CONSUMABLE SUPPLIES	\$18,469	\$37,533	\$5,000	\$11,500	\$11,500
2004	UTILITIES	\$55,962	\$55,780	\$51,454	\$51,454	\$51,454
2005	TRAVEL	\$230,136	\$204,105	\$83,000	\$93,232	\$93,000
2006	RENT - BUILDING	\$377,962	\$360,378	\$380,921	\$409,000	\$409,000
2007	RENT - MACHINE AND OTHER	\$61,591	\$2,211	\$35,847	\$35,847	\$35,847
2009	OTHER OPERATING EXPENSE	\$546,492	\$529,181	\$175,880	\$259,055	\$259,759
5000	CAPITAL EXPENDITURES	\$0	\$5,930	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$6,853,852	\$7,070,961	\$6,499,352	\$6,777,641	\$6,933,522
Method of Financing:						
1	General Revenue Fund	\$6,850,484	\$7,070,846	\$6,499,352	\$6,777,641	\$6,933,522
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$6,850,484	\$7,070,846	\$6,499,352	\$6,777,641	\$6,933,522

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL:	3	Ensure Compliance with Fees & Taxes	
OBJECTIVE:	1	Ensure Compliance with Alcoholic Beverage Code	Service Categories:
STRATEGY:	1	Conduct Inspections and Monitor Compliance	Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Method of Financing:						
666	Appropriated Receipts	\$3,368	\$115	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$3,368	\$115	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$6,777,641	\$6,933,522
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$6,853,852	\$7,070,961	\$6,499,352	\$6,777,641	\$6,933,522
FULL TIME EQUIVALENT POSITIONS:		89.0	87.0	86.0	86.0	86.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is composed of the Audit, Tax & Marketing Practices, and Communications Divisions. The Audit Division conducts regulatory investigations and inspections, audits, and analyses.

The Tax & Marketing Practices Division processes monthly excise tax and shipping reports, registers alcoholic beverage labels, tests alcoholic beverages in its lab, and issues identification stamps for distilled spirits. Division staff also review inquiries and provide regulatory marketing guidance to agency staff and industry members.

The Communications Division is responsible for providing information to industry stakeholders, elected officeholders and their staff, the media, and the public. The team develops industry notices, legislative reports, agency-related publications, videos, and social media posts; and they also perform media interviews.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 1 Ensure Compliance with Alcoholic Beverage Code Service Categories:

STRATEGY: 1 Conduct Inspections and Monitor Compliance Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

External factors which may affect this strategy include changes in state law or other legislative action, as well as overall growth of the industry. Additionally, growth of the global economy may increase the need for comprehensive research and reporting on trends which could impact the local Texas market. Changes in upper-tier market share typically impacts retailer competitiveness and thus increases the complexity of marketing practices issues leading to more complaints.

Internal factors influencing this strategy include staffing levels and allocation; recruitment and retention of qualified personnel; and employee knowledge, skills, and abilities.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$13,570,313	\$13,711,163	\$140,850	\$(115)	666 - Decrease in appropriated receipts as these are not guaranteed funds the agency will receive.
			\$(608,458)	001 - Decrease due to completion of the Self Compliance Application.
			\$749,423	001 - Increase in multiple objects of expense and .5 FTE to maintain standard operations.
			<u>\$140,850</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 2 Ensure Maximum Compliance with Importation Laws at Ports of Entry

Service Categories:

STRATEGY: 1 Ports of Entry

Service: 17

Income: A.2

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Output Measures:						
KEY 1	Number of Alcoholic Beverage Containers Stamped	1,872,208.00	1,471,289.00	1,426,937.00	1,863,733.00	1,863,733.00
KEY 2	Number of Cigarette Packages Stamped	409,504.00	375,304.00	379,004.00	408,442.00	408,442.00
Efficiency Measures:						
1	Average Cost Per Alcoholic Beverage Container/Cigarette Package	2.43	2.95	2.34	2.45	2.51
Explanatory/Input Measures:						
1	# Alcoholic Beverage Containers Disallowed	21,129.00	17,488.00	16,374.00	16,374.00	16,374.00
2	Number of Cigarette Packages Disallowed	2,724.00	16,584.00	3,590.00	3,590.00	3,590.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$4,417,886	\$4,412,190	\$3,497,986	\$4,670,820	\$4,810,945
1002	OTHER PERSONNEL COSTS	\$270,116	\$242,936	\$157,242	\$182,074	\$183,314
2001	PROFESSIONAL FEES AND SERVICES	\$114,211	\$98,359	\$46,000	\$75,000	\$75,000
2002	FUELS AND LUBRICANTS	\$11,238	\$9,061	\$2,000	\$2,000	\$2,000
2003	CONSUMABLE SUPPLIES	\$9,010	\$25,169	\$5,000	\$13,433	\$13,433
2004	UTILITIES	\$46,959	\$53,358	\$45,000	\$45,000	\$45,000
2005	TRAVEL	\$69,305	\$37,136	\$5,000	\$20,000	\$10,000
2006	RENT - BUILDING	\$360,505	\$343,444	\$349,650	\$374,150	\$374,150

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 2 Ensure Maximum Compliance with Importation Laws at Ports of Entry

STRATEGY: 1 Ports of Entry

Service Categories:

Service: 17

Income: A.2

Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
2007	RENT - MACHINE AND OTHER	\$16,576	\$0	\$8,638	\$8,638	\$8,638
2009	OTHER OPERATING EXPENSE	\$419,119	\$363,204	\$158,274	\$224,494	\$225,347
5000	CAPITAL EXPENDITURES	\$0	\$5,041	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$5,734,925	\$5,589,898	\$4,274,790	\$5,615,609	\$5,747,827
Method of Financing:						
1	General Revenue Fund	\$5,732,694	\$5,589,898	\$4,274,790	\$5,615,609	\$5,747,827
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$5,732,694	\$5,589,898	\$4,274,790	\$5,615,609	\$5,747,827
Method of Financing:						
666	Appropriated Receipts	\$2,231	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$2,231	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$5,615,609	\$5,747,827
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$5,734,925	\$5,589,898	\$4,274,790	\$5,615,609	\$5,747,827
FULL TIME EQUIVALENT POSITIONS:		119.0	119.0	114.0	119.0	119.0

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 2 Ensure Maximum Compliance with Importation Laws at Ports of Entry

STRATEGY: 1 Ports of Entry

Service Categories:

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy is mandated under the Alcoholic Beverage Code and other state laws to prevent the unrestricted flow of alcoholic beverages and cigarettes imported into the state, preventing the illegal importation of alcoholic beverages, importations by minors, and excessive importations in violation of the Code. The division also provides a tax collection and regulatory function for each container imported. This strategy continues operations at current levels of service at ports of entry along the Texas -Mexico border and at the Galveston Seaport.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

This strategy is affected by external factors outside the agency's control, such as economic conditions in the U.S. and Mexico, the valuation of Mexican currency, and other immigration issues that affect cross-border traffic and commerce. Other factors beyond the agency's control include the current pandemic affecting all countries worldwide; public safety; fear of crime and violence along the border with Mexico; severe weather issues along the Gulf of Mexico which could impact operations, especially at the Galveston Port; increased operational costs related to port maintenance; safety improvements; and building leases.

Internal factors include the need to keep the division properly staffed in order to fulfill the mandates of the Texas Alcoholic Beverage Code.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 3 Ensure Compliance with Fees & Taxes

OBJECTIVE: 2 Ensure Maximum Compliance with Importation Laws at Ports of Entry

Service Categories:

STRATEGY: 1 Ports of Entry

Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$9,864,688	\$11,363,436	\$1,498,748	\$1,641,074	001 - Increase in multiple objects of expense and 2.75 FTE's. Returning FTE's to normal work hours at Ports of Entry and temporary services at Seaports to maintain standard operations.
			\$(142,326)	001 - Decrease in multiple objects of expense.
			<u>\$1,498,748</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 1 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,929,766	\$2,037,531	\$2,030,120	\$2,373,759	\$2,444,972
1002	OTHER PERSONNEL COSTS	\$145,406	\$134,423	\$100,808	\$106,404	\$106,168
2001	PROFESSIONAL FEES AND SERVICES	\$54,607	\$56,212	\$11,000	\$11,000	\$11,000
2002	FUELS AND LUBRICANTS	\$389	\$723	\$1,300	\$3,000	\$1,300
2003	CONSUMABLE SUPPLIES	\$5,892	\$2,603	\$5,000	\$15,000	\$11,000
2004	UTILITIES	\$6,709	\$6,281	\$9,136	\$11,510	\$9,010
2005	TRAVEL	\$29,883	\$30,986	\$11,376	\$37,500	\$34,021
2006	RENT - BUILDING	\$35,192	\$32,771	\$36,000	\$43,230	\$43,230
2007	RENT - MACHINE AND OTHER	\$25,987	\$2,027	\$13,306	\$16,220	\$15,806
2009	OTHER OPERATING EXPENSE	\$161,989	\$236,146	\$386,542	\$415,504	\$412,865
5000	CAPITAL EXPENDITURES	\$8,983	\$1,324	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,404,803	\$2,541,027	\$2,604,588	\$3,033,127	\$3,089,372
Method of Financing:						
1	General Revenue Fund	\$2,401,864	\$2,537,151	\$2,601,650	\$3,033,127	\$3,089,372
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,401,864	\$2,537,151	\$2,601,650	\$3,033,127	\$3,089,372

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 1 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Method of Financing:						
666	Appropriated Receipts	\$2,939	\$3,876	\$2,938	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$2,939	\$3,876	\$2,938	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$3,033,127	\$3,089,372
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,404,803	\$2,541,027	\$2,604,588	\$3,033,127	\$3,089,372
FULL TIME EQUIVALENT POSITIONS:		20.3	31.5	28.0	33.0	33.0
STRATEGY DESCRIPTION AND JUSTIFICATION:						

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 1 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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Central Administration includes the Executive, General Counsel, Strategic Initiatives, Human Resources, and Finance Divisions. The agency's administrative duties and powers are authorized through the Alcoholic Beverage Code.

The Executive Division interacts with Commissioners, establishing policy and direction on the agency's operations.

The General Counsel directs the Legal Division, providing legal advice and counsel to Commission staff, the Executive Director, and Commission members, involving litigation, provisions of the Code; Commission rules, policies; and operations. The General Counsel is appointed by the Commissioners.

Human Resources manages the agency's recruiting, hiring, personnel policies and procedures, and risk management.

The Business Services Division manages the agency's grants, payroll, accounting, budgeting, travel, time and leave, revenue policies and processing, and all financial reporting.

Strategic Initiatives, created in response to mandates instituted by the 86th Legislature, oversees implementation of legislation and evaluates programs, efficiency and effectiveness.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

This strategy is impacted by new laws; changes to the Alcoholic Beverage Code; reviews conducted by oversight entities such as the Sunset Commission, Governor's Office, Legislative Committees, Office of the Comptroller, and Office of the State Auditor; risk management recommendations made by the State Office of Risk Management; public attitudes towards alcoholic beverage sales; economic cycles; and demographic changes in the population of the state.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 1 Central Administration

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$5,145,615	\$6,122,499	\$976,884	\$(6,814)	666 - Decrease in appropriated receipts as these are not guaranteed funds the agency will receive.
			\$(154,579)	001 - Decrease capital project for CAPPS and 1 FTE.
			\$1,138,277	001 - Increase in multiple objects of expense and 3 FTE's to maintain standard operations which includes the addition of the Strategic Initiatives and Performance Improvement division.
			<u>\$976,884</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 2 Information Resources

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,034,882	\$1,516,594	\$1,787,352	\$1,497,880	\$1,542,816
1002	OTHER PERSONNEL COSTS	\$89,068	\$73,353	\$66,035	\$38,571	\$38,789
2001	PROFESSIONAL FEES AND SERVICES	\$894,351	\$1,970,376	\$830,509	\$898,257	\$870,055
2002	FUELS AND LUBRICANTS	\$220	\$271	\$200	\$200	\$2,000
2003	CONSUMABLE SUPPLIES	\$1,362	\$2,086	\$800	\$2,000	\$2,000
2004	UTILITIES	\$39,704	\$38,424	\$35,775	\$38,000	\$35,775
2005	TRAVEL	\$4,035	\$387	\$0	\$2,000	\$2,000
2006	RENT - BUILDING	\$23,107	\$22,220	\$30,000	\$40,000	\$40,000
2007	RENT - MACHINE AND OTHER	\$99,228	\$300	\$7,804	\$7,804	\$7,804
2009	OTHER OPERATING EXPENSE	\$463,074	\$469,408	\$339,592	\$409,750	\$384,751
5000	CAPITAL EXPENDITURES	\$107,140	\$3,616,498	\$4,216,875	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,756,171	\$7,709,917	\$7,314,942	\$2,934,462	\$2,925,990
Method of Financing:						
1	General Revenue Fund	\$2,756,171	\$7,709,917	\$7,314,942	\$2,934,462	\$2,925,990
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,756,171	\$7,709,917	\$7,314,942	\$2,934,462	\$2,925,990

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 2 Information Resources

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,934,462	\$2,925,990
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,756,171	\$7,709,917	\$7,314,942	\$2,934,462	\$2,925,990
FULL TIME EQUIVALENT POSITIONS:		17.0	26.0	26.0	19.0	19.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

The information resources strategy is responsible for developing and maintaining the core technology applications for the agency. The division establishes and supports technology infrastructure which facilitates agency operations and is charged with researching and analyzing ways to apply new technologies to solve problems while maintaining security of agency data. From a governance perspective, the division has a project management office (PMO) and an Information Security Office (ISO). The PMO manages all agency projects, data management, and all governance processes to ensure the security as well as proper use of agency data. The ISO is tasked with all aspects of cybersecurity. Costs includes daily operations, application programmers, analysts, computer support, and data/voice telecommunications.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

The strategy is impacted by statute changes related to contract management and IT data center services requirements, DIR oversight and reporting requirements, Sunset Commission recommendations, and State Auditor recommendations. Internal factors include the level of automation and IT support required within the agency, staffing levels and allocation; employee knowledge, skills, and ability levels; the quality and quantity of existing hardware/software; and the quality of agency planning and leadership.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 2 Information Resources

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL CHANGE</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$15,024,859	\$5,860,452	\$(9,164,407)	\$(9,630,494)	001 - Decrease one time capital project costs and 7 FTE's.
			\$466,087	001 - Increase in multiple objects of expense to maintain standard operations.
			<u>\$(9,164,407)</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 3 Other Support Services

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Objects of Expense:						
1001	SALARIES AND WAGES	\$346,461	\$299,803	\$311,286	\$374,185	\$385,411
1002	OTHER PERSONNEL COSTS	\$39,300	\$9,808	\$23,514	\$25,316	\$25,371
2001	PROFESSIONAL FEES AND SERVICES	\$42,029	\$16,136	\$5,000	\$5,000	\$5,000
2002	FUELS AND LUBRICANTS	\$405	\$297	\$1,322	\$1,766	\$1,322
2003	CONSUMABLE SUPPLIES	\$1,458	\$731	\$3,837	\$5,000	\$5,000
2004	UTILITIES	\$969	\$879	\$3,000	\$3,000	\$3,000
2005	TRAVEL	\$882	\$0	\$1,000	\$1,000	\$1,000
2006	RENT - BUILDING	\$42,013	\$39,679	\$50,878	\$52,477	\$52,477
2007	RENT - MACHINE AND OTHER	\$6,941	\$536	\$3,537	\$3,537	\$3,537
2009	OTHER OPERATING EXPENSE	\$46,238	\$57,046	\$28,462	\$34,033	\$30,642
5000	CAPITAL EXPENDITURES	\$0	\$1,664	\$6,000	\$5,398	\$5,397
TOTAL, OBJECT OF EXPENSE		\$526,696	\$426,579	\$437,836	\$510,712	\$518,157
Method of Financing:						
1	General Revenue Fund	\$526,696	\$426,579	\$437,836	\$510,712	\$518,157
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$526,696	\$426,579	\$437,836	\$510,712	\$518,157

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 3 Other Support Services

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$510,712	\$518,157
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$526,696	\$426,579	\$437,836	\$510,712	\$518,157
FULL TIME EQUIVALENT POSITIONS:		4.0	6.0	6.0	7.0	7.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

This strategy funds part of the Business Services Division ("BSD"). The activities associated with this strategy include support functions related to purchasing, mail operations, contract management, asset management, and leasing. The strategy provides staffing for these functions as well as general operating expenses of this program.

This strategy provides direct support for all other strategies assisting them in meeting goals and objectives as well as TABC's mission. The strategy is directly involved in fostering efficient and accountable government through established policies that encourages energy conservation, efficient use of state resources, protection of state assets, and high ethical standards in purchasing and contract management.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

This section of the Business Services Division is externally impacted by statute changes related to purchasing, contract management, historically underutilized business reporting requirements, internal audit recommendations, energy conservation mandates from Office of the Governor, State Auditor recommendations, funding made available by the Legislature, and policy changes made by the Comptroller.

Internal factors include the degree of automation and CAPPs support made available for managing purchasing and fixed asset tracking.

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

GOAL: 4 Indirect Administration
OBJECTIVE: 1 Indirect Administration
STRATEGY: 3 Other Support Services

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL CHANGE	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2020 + Bud 2021)</u>	<u>Baseline Request (BL 2022 + BL 2023)</u>		<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$864,415	\$1,028,869	\$164,454	\$(31,971)	001- Decrease in professional fees and other operating costs.
			\$196,425	001 - Addition of 1 FTE and increases in multiple objects of expense to maintain standard operations.
			<u>\$164,454</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623
METHODS OF FINANCE (INCLUDING RIDERS):				\$52,562,544	\$53,572,623
METHODS OF FINANCE (EXCLUDING RIDERS):	\$50,140,176	\$57,459,444	\$50,349,219	\$52,562,544	\$53,572,623
FULL TIME EQUIVALENT POSITIONS:	591.3	630.5	620.0	663.0	663.0

3.A.1. PROGRAM-LEVEL REQUEST SCHEDULE
87th Regular Session, Agency Submission, Version 1

Agency Code: 458		Agency: Texas Alcoholic Beverage Commission			Prepared By: Tiffany Forister					
Date:		Program	Program Name	Legal Authority	2020-21 Base	Requested 2022	Requested 2023	Biennial Total 2022-23	Biennial Difference	
Strategy	Strategy Name	Priority	Program Name	Legal Authority					\$	%
A.1.1	Enforcement	3	Border Security - Investigations	GAA Article IX Sec. 7.11, Alcoholic Bev Code, Ch. 5	\$960,286	\$592,694	\$592,309	\$1,185,003	\$224,717	23.4%
		2	Criminal Investigation	Alcoholic Bev Code, Secs 5.10, 5.31, 5.14, 5.33, 5.36, 5.361	\$47,488,871	\$25,253,342	\$25,760,005	\$51,013,347	\$3,524,474	7.4%
		1	Human Trafficking Investigations	Alcoholic Bev Code, Sec. 1.08, 11.44(b), 11.46(c), 11.64(e), and 61.42(c).	\$4,707,580	\$2,835,984	\$2,903,021	\$5,739,005	\$1,031,425	21.9%
B.1.1	Licensing	4	Licensing Businesses	Alcoholic Bev Code, Secs 5.31, 5.33, 5.35, 5.48, 6.01, 11.01, 11.31, 61.01, and Ch. 102	\$10,182,036	\$5,008,975	\$5,102,420	\$10,111,395	(\$70,641)	-0.7%
C.1.1.	Compliance Monitoring	11	Education and Prevention	Alcoholic Bev Code Sec. 106.14(b)	\$1,583,140	\$862,635	\$887,581	\$1,750,216	\$167,076	10.6%
		6	Excise Tax Administration	Alcoholic Bev Code Secs. 201.03, 201.42, 203.01	\$1,325,788	\$679,770	\$696,874	\$1,376,644	\$50,856	3.8%
		7	Marketing Practices and Label Approval	Alcoholic Bev Code Secs. 5.57, 101.67, 101.6701, and 101.671	\$395,985	\$203,048	\$208,157	\$411,205	\$15,220	3.8%
		5	Regulatory Compliance	Alcoholic Bev Code Secs. 5.31, 5.32, 5.33, 5.36, 5.44(a), 102.01 (a) and (b), 102.31, 102.32, 206.08	\$10,265,400	\$5,032,188	\$5,140,910	\$10,173,098	(\$92,302)	-0.9%
C.2.1	Ports of Entry	8	Ports of Entry	Alcoholic Bev Code Secs. 1.04(4), 5.31, 5.37, 103.01, 107.07, 107.11, 201.71 and Tax Code Secs. 154.021, 154.024, 154.041	\$9,864,688	\$5,615,609	\$5,747,827	\$11,363,436	\$1,498,748	15.2%
D.1.1	Central Administration	9	Central Administration	Alcoholic Bev Code Secs. 5.10, 5.101, 5.102, 5.103	\$4,645,615	\$2,783,127	\$2,839,372	\$5,622,499	\$976,884	21.0%
		13	Wine Marketing Program - Transfer to the Department of Agriculture	GAA Art V, TABC Rider 11, Alcoholic Bev Code Secs. 5.56, 110.002	\$500,000	\$250,000	\$250,000	\$500,000	\$0	0.0%
D.1.2	Information Resources	10	Information Resources	Alcoholic Bev Code Sec. 5.10, TX Gov Code Sec. 2054.0565	\$15,024,859	\$2,934,462	\$2,925,990	\$5,860,452	(\$9,164,407)	-61.0%
D.1.3	Other Support Services	12	Other Support Services	Alcoholic Bev Code Sec. 5.10(a)	\$864,415	\$510,712	\$518,157	\$1,028,869	\$164,454	19.0%

Program Prioritization: Indicate the methodology or approach taken by the agency, court, or institution to determine the ranking of each program by priority.

Programs are prioritized in order of direct impact on the agency's primary mission then by programs that generate revenue for the State. The agency has identified four priorities that reflect the intent of the 86th Legislature and support the future of the agency and alcoholic beverage industry: 1) Combat human trafficking connected to the alcoholic beverage industry. Protect public safety and eliminate unfair economic advantages gained by industry members who commit these crimes. 2) Implement the transformation and modernization of TABC's information technology to maximize efficiency and performance. 3) Improve TABC's capabilities to serve Texans and industry by providing a robust framework to recruit and retain qualified personnel and provide high quality training and educational opportunities. and 4) Effectively implement the legislative mandates from the 86th Legislature to streamline the Code and reduce the state's regulatory burden. Considering these priorities, public safety programs are prioritized first, then revenue generating programs and then support programs. The wine marketing program is ranked last as it has zero impact to the agency.

3.B. Rider Revisions and Additions Request

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Luis Arellano	Date: September 1, 2020	Request Level: Base Request
Current Rider Number	Page Number in 2020–21 GAA	Proposed Rider Language		

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3.B. Rider Revisions and Additions Request (continued)

1

V-2

Performance Measure Targets. The following is a listing of the key performance target levels for the Alcoholic Beverage Commission. It is the intent of the Legislature that appropriations made by this Act be utilized in the most efficient and effective manner possible to achieve the intended mission of the Alcoholic Beverage Commission. In order to achieve the objectives and service standards established by this Act, the Alcoholic Beverage Commission shall make every effort to attain the following designated key performance target levels associated with each item of appropriation.

	<u>2020</u>	<u>2022</u>	<u>2024</u>	<u>2023</u>
A. Goal: REGULATE DISTRIBUTION				
Outcome (Results/Impact):				
Percentage of Priority Licensed Locations Inspected by Enforcement Agents	90.73%	<u>73.00%</u>	90.73%	<u>73.00%</u>
A.1.1. Strategy: ENFORCEMENT				
Output (Volume):				
Number of Inspections Conducted by Enforcement Agents	41,600	<u>41,600</u>	41,600	<u>41,600</u>
Number of Inspections of Priority Licensed Locations	37,205	<u>36,150</u>	37,205	<u>36,150</u>
Number of Investigations Completed Relating to Trafficking or Other Organized Criminal Activities (OCA)	177	<u>190</u>	225	<u>190</u>
Number of Joint Operations That Target OCA or Trafficking	400	<u>870</u>	400	<u>870</u>
Number of Undercover Operations Conducted	18,084	<u>14,000</u>	18,084	<u>14,000</u>
Efficiencies:				
Average Cost Per Enforcement Inspection	\$604.32	<u>\$689.47</u>	\$606.60	<u>\$703.25</u>
Average Cost of Multi-Agency/Joint Operations Targeting OCA and Trafficking	\$3,190.02	<u>\$1,456.84</u>	\$2,140.94	<u>\$1,494.31</u>
B. Goal: LICENSING				
Outcome (Results/Impact):				
Average Number of Days to Approve an Original Primary License/Permit	45	<u>45</u>	45	<u>45</u>
B.1.1. Strategy: LICENSING				
Output (Volume):				
Number of Licenses/Permits Issued	78,448	<u>54,775</u>	68,606	<u>57,760</u>
Efficiencies:				
Average Cost Per License/Permit Processed	\$56.34	<u>\$76.59</u>	\$61.58	<u>\$73.99</u>
C. Goal: COMPLIANCE AND TAX COLLECTION				
Outcome (Results/Impact):				
The Percent of Audits Found to Be in Full Compliance	85.44%	<u>85.00%</u>	85.44%	<u>85.00%</u>
The Percentage of Inspections Conducted by Field Auditors	95%	<u>99%</u>	95%	<u>99%</u>

3.B. Rider Revisions and Additions Request (continued)

C.1.1. Strategy: COMPLIANCE MONITORING

Output (Volume):

Number of Audits Conducted	1,832	<u>1,832</u>	<u>1,832</u>	<u>1,832</u>
Number of Inspections Conducted by Auditors	54,279	<u>42,000</u>	<u>54,279</u>	<u>42,000</u>

Efficiencies:

Average Cost of Audits Conducted	\$547.64	<u>\$793.28</u>	<u>\$546.78</u>	<u>\$810.42</u>
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C.2.1. Strategy: PORTS OF ENTRY

Output (Volume):

Number of Alcoholic Beverage Containers Stamped	1,878,260	<u>1,863,733</u>	<u>1,927,935</u>	<u>1,863,733</u>
Number of Cigarette Packages Stamped	407,077	<u>408,442</u>	<u>408,258</u>	<u>408,442</u>

2

V-3

Capital Budget. None of the funds appropriated above may be expended for capital budget items except as listed below. The amounts shown below shall be expended only for the purposes shown and are not available for expenditure for other purposes. Amounts appropriated above and identified in this provision as appropriations either for "Lease payments to the Master Lease Purchase Program" or for items with an "(MLPP)" notation shall be expended only for the purpose of making lease-purchase payments to the Texas Public Finance Authority pursuant to the provision of Government Code§1232.103.

	2020	<u>2022</u>	2021	<u>2023</u>
a. Acquisition of Information Resource Technologies				
(1) Agencywide PC Replacements and Tablet Computers – Leased	\$ 251,853	<u>\$251,853</u>	\$ 251,853	<u>\$251,853</u>
(2) Hardware/Software Acquisitions	\$ 339,292	<u>\$364,292</u>	\$ 339,292	<u>\$364,292</u>
(3) Public Safety Technology Replacement	\$1,353,269		\$1,101,179	
(4) Licensing & Tax Technology Replacement	\$4,177,273		<u>\$3,211,773</u>	
Total, Acquisition of Information Resource Technologies	<u>\$6,121,687</u>	<u>\$616,145</u>	<u>\$4,904,097</u>	<u>\$616,145</u>
b. Transportation Items				
(1) Acquisition of Replacement Vehicles for Fleet	\$1,569,525	<u>\$699,525</u>	\$ 699,525	<u>\$699,525</u>
c. Acquisition of Capital Equipment and Items				
(1) Public Safety Equipment – Replacement	\$ 179,419	<u>\$179,419</u>	\$179,419	<u>\$179,419</u>
d. Data Center Consolidation				
(1) Data Center Consolidation	\$ 805,111	<u>\$894,726</u>	\$ 826,967	<u>\$866,524</u>

3.B. Rider Revisions and Additions Request (continued)

~~e. Centralized Accounting and Payroll/Personnel
System (CAPPS)~~

~~(1) Centralized Accounting and~~

~~Payroll Personnel System (CAPPS) Support~~

~~\$ 75,241~~

~~\$ 75,241~~

Total, Capital Budget

\$8,750,983

\$2,389,815

~~\$6,685,249~~

\$2,361,613

Method of Financing (Capital Budget):

General Revenue Fund

\$8,750,983

\$2,389,815

~~\$6,685,249~~

\$2,361,613

Total, Method of Financing

\$8,750,983

\$2,389,815

~~\$6,685,249~~

\$2,361,613

- | | | |
|----|-----|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| 6 | V-4 | <p>Purchase of Evidence Authorized. From the amounts authorized above, the Texas Alcoholic Beverage Commission may establish a cash fund not to exceed \$50,000 <u>\$150,000</u> for the purchase of evidence and/or information and surveillance expenses deemed necessary by the Commission.</p> |
| 9 | V-4 | <p>Appropriation: Seized Assets. All funds received under Chapter 59, Code of Criminal Procedure, and Chapter 71, Property Code, by the Alcoholic Beverage Commission are hereby appropriated above in Strategy A.1.1, Enforcement, to be used for law enforcement purposes. Any funds unexpended at the close of each fiscal year are appropriated for the following year (fiscal year 2019 <u>2021</u> unexpended balance estimated to be \$0).</p> |
| 11 | V-4 | <p>Clothing Provisions.</p> <p>a. A commissioned officer who received a \$1,200 clothing allowance pursuant to the General Appropriations Act during the 2018-2019 <u>2020-21</u> biennium shall receive a \$1,200 clothing Allowance in the 2020-21 <u>2022-23</u> biennium.</p> <p>b. No person shall receive a \$1,200 clothing allowance unless eligible in subsection (a).</p> <p>c. An individual who is newly hired or newly commissioned after September 1, 1997, is eligible to receive a \$500 cleaning allowance. No rank other than that of agent is entitled to a \$500</p> |

3.B. Rider Revisions and Additions Request (continued)

~~cleaning allowance.~~

- d. The Texas Alcoholic Beverage Commission may purchase uniforms for Tax Collectors at International Bridges.

13

~~V-4~~

~~Limit on Travel and Activities.~~

- a. ~~The Texas Alcoholic Beverage Commission may not spend money appropriated to the agency by this Act for use during the state fiscal biennium ending August 31, 2021:~~
- ~~(1) for travel outside the state, other than for bona fide and documented law enforcement or investigative activities; or~~
 - ~~(2) to attend or participate in an event, training, conference, class, or similar activity outside the state.~~
- b. ~~The Texas Alcoholic Beverage Commission and employees of the commission may not accept payments from or spending authority on behalf of any trade, professional, or industry organization for any purpose or in any form, including a travel subsidy, payment of travel or other expenses for conference presenters, prepaid meals, or lodging.~~

701

V

Unexpended Balances within Biennium. Any unexpended balances as of August 31, 2022, in appropriations made to the Texas Alcoholic Beverage Commission are appropriated for the same purposes for the fiscal year beginning September 1, 2022.

702

V

Capital Budget Expenditures from Federal Awards. To maximize the use of federal funds and to fulfill grant requirements for the receipt and expenditure of federal funds, the Texas Alcoholic Beverage Commission is exempt from the capital budget rider limitations contained in Article IX of this Act when gifts, grants, inter-local funds and federal funds are received in excess of the amount identified in the agency's capital rider. Amounts expended from these funding sources shall not count towards the limitations imposed by capital budget provisions elsewhere in this Act. Upon receipt of such funds, the Texas Alcoholic Beverage Commission shall notify the Legislative Budget Board and the Governor of the amount received and the items to be purchased as approved by the donor, grantee, state entity or federal agency. The expenditure of funds pursuant to this rider shall not create any ongoing operating cost.

703

V

Hardship Stations. Using appropriated funds, TABC is authorized to designate hardship stations across the state based on excessive vacancies and/or cost of living. TABC will provide incentives to CPOs accepting these positions. The incentives will be based on available funds as determined by the executive director.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Human Trafficking Investigations

Item Priority: 1

IT Component: Yes

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 01-01-01 Enforcement

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	1,837,765	1,837,765
2001	PROFESSIONAL FEES AND SERVICES	12,480	12,480
2002	FUELS AND LUBRICANTS	78,000	78,000
2003	CONSUMABLE SUPPLIES	13,000	13,000
2004	UTILITIES	17,394	17,394
2005	TRAVEL	52,000	52,000
2006	RENT - BUILDING	78,000	78,000
2007	RENT - MACHINE AND OTHER	14,820	14,820
2009	OTHER OPERATING EXPENSE	174,798	46,800
5000	CAPITAL EXPENDITURES	858,000	0
TOTAL, OBJECT OF EXPENSE		\$3,136,257	\$2,150,259

METHOD OF FINANCING:

1	General Revenue Fund	3,136,257	2,150,259
TOTAL, METHOD OF FINANCING		\$3,136,257	\$2,150,259

FULL-TIME EQUIVALENT POSITIONS (FTE):

26.00	26.00
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DESCRIPTION / JUSTIFICATION:

The funding for this exceptional item would provide for an additional 26 commissioned investigators and support personnel to augment investigative efforts targeting human trafficking (“HT”) by domestic and transnational criminal organizations having a nexus to TABC-licensed businesses. The agency is uniquely positioned to combat HT since it regulates several types of businesses where HT commonly occurs including bars, strip clubs, cantinas, restaurants, and hotels.

The Special Investigations Unit (“SIU”) has the primary responsibility of identifying and rescuing victims of HT while dismantling and disrupting criminal organizations connected to HT at any of the 55,000 TABC-licensed businesses in the state. SIU pursues these responsibilities by close collaboration with local, state, and federal agencies across the state to conduct intelligence-based investigations with a particular emphasis on rendering criminal organizations ineffective by arresting, indicting, and prosecuting criminal enterprise leadership and pursuing civil and administrative actions against organizations connected to these crimes.

Additionally, HT victims rarely self-report and may need to be interviewed multiple times before making disclosures of trafficking-related offenses. Funding will also allow the

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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agency to dedicate investigators to conduct follow-up interviews while assisting trafficking victims to connect with victim service organizations, critical to the successful prosecution of traffickers. Nearly 20 percent of HT victims nationwide have been found in Texas.

EXTERNAL/INTERNAL FACTORS:

Externally: The HT Impact Study conducted at the University of Texas indicates there are an estimated 300,000 victims of HT in Texas, including approximately 79,000 minors and youth victims of sex trafficking. The investigation of HT by criminal organizations consumes a great deal of the unit's resources and time. Projected increases in the state's population and in TABC-permitted businesses are likely to increase the load of these investigations.

Internally: SIU has reorganized to become more proactive and effective in combatting HT relating to organized criminal organizations. In 2017, it was reported that Houston was the top city for calls to the National Human Trafficking Hotline. As a result, the agency focused a significant amount of SIU's resources to the Houston area. By implementing an intelligence-based approach, SIU focuses its limited but critical resources on the highest-threat organizations involved in HT. However, as the agency becomes more effective in the Houston area, additional resources will be required in other parts of the state as traffickers will relocate operations where investigative efforts are not as concentrated.

PCLS TRACKING KEY:

NA

DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

With the addition of new FTEs, the current lease will increase an average of \$570 per year per FTE. For this exceptional item, the agency's capital budget for PC lease would increase by \$14,820 each year.

IS THIS IT COMPONENT RELATED TO A NEW OR CURRENT PROJECT?

CURRENT

STATUS:

PC lease is a current project paid with a capital line item funded with general revenue.

OUTCOMES:

Hardware for new FTEs would include a tablet, due to their job requirements.

OUTPUTS:

Hardware for new FTEs would include a tablet, due to their job requirements.

TYPE OF PROJECT

Acquisition and Refresh of Hardware and Software

ALTERNATIVE ANALYSIS

There are no alternatives available for this component. All FTEs must have access to PCs to complete their job functions.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:
Alcoholic Beverage Commission

CODE	DESCRIPTION						Excp 2022	Excp 2023
ESTIMATED IT COST								
2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project	
\$0	\$0	\$14,820	\$14,820	\$14,820	\$14,820	\$14,820	\$74,100	
SCALABILITY								
2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project	
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
FTE								
2020	2021	2022	2023	2024	2025	2026		
0.0	0.0	0.0	0.0	0.0	0.0	0.0		

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued funding for requested FTEs.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$2,150,259	\$2,150,259	\$2,150,259

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Schedule C Reallocation

Item Priority: 2

IT Component: No

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 01-01-01 Enforcement

OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES

2,359,770

2,359,770

TOTAL, OBJECT OF EXPENSE

\$2,359,770

\$2,359,770

METHOD OF FINANCING:

1 General Revenue Fund

2,359,770

2,359,770

TOTAL, METHOD OF FINANCING

\$2,359,770

\$2,359,770

DESCRIPTION / JUSTIFICATION:

As a result of its highly-trained agents, TABC is the premier alcohol law enforcement agency in the nation in conducting law enforcement operations and investigations. Funding this exceptional item would enable the agency to implement salary changes necessary to recruit and retain commissioned personnel who perform advanced investigative duties within a diverse and complex alcoholic beverage industry. These salary changes bring TABC CPO salaries in line with those paid to CPOs with comparable investigative responsibilities in other state agencies.

EXTERNAL/INTERNAL FACTORS:

NA

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued funding for FTEs.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

<u>CODE</u>	<u>DESCRIPTION</u>	<u>Excp 2022</u>	<u>Excp 2023</u>
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ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$2,359,770	\$2,359,770	\$2,359,770

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Public Safety Technology

Item Priority: 3

IT Component: Yes

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: Yes

Includes Funding for the Following Strategy or Strategies: 04-01-02 Information Resources

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	248,000	248,000
2001	PROFESSIONAL FEES AND SERVICES	1,873,901	1,249,747
2003	CONSUMABLE SUPPLIES	1,500	1,500
2004	UTILITIES	2,007	2,007
2005	TRAVEL	6,000	6,000
2006	RENT - BUILDING	9,000	9,000
2009	OTHER OPERATING EXPENSE	4,800	300
5000	CAPITAL EXPENDITURES	6,810	6,810
TOTAL, OBJECT OF EXPENSE		\$2,152,018	\$1,523,364

METHOD OF FINANCING:

1	General Revenue Fund	2,152,018	1,523,364
TOTAL, METHOD OF FINANCING		\$2,152,018	\$1,523,364

FULL-TIME EQUIVALENT POSITIONS (FTE):

		3.00	3.00
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DESCRIPTION / JUSTIFICATION:

TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency. This request covers years 3 and 4 of this overarching, transformational plan.

All efforts within the current biennium and planned for the upcoming biennium are aligned with DIR 's 2020 - 2024 State Strategic Plan for Information Resources Management. The TABC Technology Initiative aligns with this strategic plan with emphasis in the following areas:

Goal 1: Secure IT Service Delivery

- Objective 3 related to Identity and Access Management
- Objective 4 related to Prioritization of Legacy Modernization Efforts

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
Goal 2: Advanced Data Management & Digital Services			
-	Objective 1 related to Fundamental Data Management and Governance		
-	Objective 2 related to Mobile and Digital Methods		
-	Objective 3 related to Business Decisions Driven by Business Intelligence		
-	Objective 4 related to Accessible Electronic Information Resources		
-	Objective 5 related to Customer-Centric Designs		
Goal 3: Agile and Automated IT Strategies			
-	Objective 4 related to Prioritizing Business Process Automation		
-	Objective 5 related to Use of Artificial Intelligence		

This request seeks to develop a solution for all activities related to Field Operations, Auditing, and Legal, in support of compliance audits, self-inspections, and identifying and disposing of violations. This solution will be integrated into TABC's new Alcohol Industry Management System ("AIMS") allowing for a single source of truth for each licensee and permittee.

EXTERNAL/INTERNAL FACTORS:

Interruption of implementation could pose possible risk to field staff (i.e., Commissioned Peace Officers, Agents, Auditors, etc.) if they are unable to access real-time data during enforcement operations, audits, and investigations. Interruption of implementation also poses possible risk to audit cases.

Interrupted access to data hosted at DCS could pose risks during disasters, as well as during daily business operations.

Limited involvement by executive sponsors and stakeholders poses potential risks for successful completion of the project.

Limited availability of a technologically experienced workforce in the highly competitive Austin market poses potential risks for successful completion of the project .

PCLS TRACKING KEY:

PCLS_87R_458_598415

DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency. This request covers years 3 and 4 of this overarching, transformational plan.

During the current biennium, TABC is on schedule to complete phase 1 of the Alcohol Industry Management System (AIMS). This base system includes all licensing functionality and a portion of the compliance and enforcement responsibilities of the agency. TABC must, during the upcoming biennium, complete its move of functionality for Seller/Server needs in the existing, but beyond-end-of-life, Versa system. TABC must also build out the automated reconciliation process for approximately 36,000 monthly excise tax reports (currently done manually) using data that will be collected in the new AIMS system as developed in this biennium. Lastly, TABC will be building out external

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
-------------	--------------------	------------------	------------------

facing integrations for the larger manufacturers and distributors to easily interface with AIMS and for the inclusion of necessary city and county data for licensing applications on the TABC staff side.

With the completion of identified work during the upcoming biennium, TABC will be able to fully operate from a single solution in a modernized, technological state creating internal efficiencies for the staff and external efficiencies for TABC's industry partners.

IS THIS IT COMPONENT RELATED TO A NEW OR CURRENT PROJECT?

CURRENT

STATUS:

In flight with completion (50%) by 8/31/2021.

OUTCOMES:

Licensing - New Applications: Estimated up to 36 Field FTEs and 8-10 HQ FTEs will be able to enhance their focus on investigations and processing applications in lieu of data entry; Projected decrease in number of days to process applications which, in turn, should allow for greater tax revenue to be generated by the applicant once in business; uniform tracking, assigning and reporting system; and more accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.

Licensing - Renewal Applications: Projected decrease in number of days to process applications which, in turn, should allow for greater tax revenue to be generated by the applicant once in business; and more accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.

Excise Tax Pilot Suite: Estimated up to 3 FTEs will be able to enhance their focus on analysis, compliance and industry partner assistance in lieu of data entry; Enhanced customer experience; Automating reports to be easily created for analyzing/comparing data for monitoring compliance with statutory thresholds; Uniform tracking, assigning and reporting and notification system; and Automatic detection of anomalies; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.

Marketing Labels: Projected decrease in number of days to process applications which in turn, may allow for products to get to market quicker; Uniform tracking, assigning and reporting system; Projected decrease in number of manual processes performed by the TABC marketing staff; Real Time communication with Industry Partners; Reduce applicant submission errors; Enhanced customer experience; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.

Miscellaneous Orders Management System (MOMS): Uniform tracking and reporting system; Enhanced customer experience; Enable real-time reporting; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.

Ports of Entry (POE) Suite: Quicker and accurate receipt of Revenue using POS system; Enhanced customer experience; Assist in reduced (human) error rate; Reduce credit card liability exposure; Increased employee satisfaction; Quicker and accurate receipt of Revenue using POS system; Enhanced Customer Experience; and Readily available data to other TABC divisions.

Enterprise Content Management: Single platform, disparate systems are phased out, streamlined workflow, decreased support for system upgrades (hardware and software), decreased support in managing user security.

Public Inquiries: Reduced staff support for ad hoc queries and reports, streamlined workflow, increased real time data, ability to identify trends and problem areas to protect the public.

Data Management: Completion of this milestone will allow for reduction in support of data replication, data redundancy, manual retention policies, and provide for an automated workflow leading to much higher levels of staff efficiency.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
------	-------------	-----------	-----------

Data Repository: Completion of this milestone will allow for improved access to data and improved data security with roles-based access.

Use of Statewide Data Portal: Completion of this milestone should increase positive stakeholder feedback and reduce time spent preparing public information requests concerning public data related to manufacturer, distributor, and retailer information currently maintained by TABC.

Mobile / Website Modernization: This modernization should provide an enhanced and unified experience for all users, provide enhanced organization of content, and allow for increased availability of industry's self-service features as requested in other projects within the BOP.

OUTPUTS:

- Increase in number of targeted investigations
- Increase in number of new license applications processed annually
- Decrease in number of days to issue a license to a new applicant
- Increase in number of accurate payments when payment is initially processed
- Increase in number of license renewals processed annually

TYPE OF PROJECT

Licensing / Permitting / Monitoring / Enforcement

ALTERNATIVE ANALYSIS

Status Quo: Technology changes are necessary due to near end-of-life systems currently in use.

COTS: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

Cloud Computing: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

SaaS: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

Other State or Agency Solutions: TABC services a unique industry that requires specific needs that relate only to those processes. No other state or agency solutions exist that are tailored to the custom requirements imposed by state rules and business requirements.

Reuse of Existing Agency Systems: Not implementing this project would require the Agency to continue to spend staff time tracking duplicative data through manual methods, in addition to applying patchwork fixes to existing systems.

ESTIMATED IT COST

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$3,383,172	\$2,752,948	\$2,152,018	\$1,523,364	\$930,000	\$970,000	\$970,000	\$12,681,502

SCALABILITY

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:
Alcoholic Beverage Commission

CODE	DESCRIPTION						Excp 2022	Excp 2023
FTE								
	2020	2021	2022	2023	2024	2025	2026	
	5.0	5.0	3.0	3.0	2.0	2.0	2.0	

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Costs include FTE salaries, annual DCS operational and DCS licensing costs.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$930,000	\$970,000	\$970,000

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 80.00%

CONTRACT DESCRIPTION :

DBITS and possibly ITSAC and DIR coop. Duration through the biennium.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Licensing & Tax Collection Technology

Item Priority: 4

IT Component: Yes

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: Yes

Includes Funding for the Following Strategy or Strategies: 04-01-02 Information Resources

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	391,500	391,500
2001	PROFESSIONAL FEES AND SERVICES	2,082,624	1,389,216
2003	CONSUMABLE SUPPLIES	2,500	2,500
2004	UTILITIES	3,345	3,345
2005	TRAVEL	10,000	10,000
2006	RENT - BUILDING	15,000	15,000
2009	OTHER OPERATING EXPENSE	8,000	500
5000	CAPITAL EXPENDITURES	11,350	11,350
TOTAL, OBJECT OF EXPENSE		\$2,524,319	\$1,823,411

METHOD OF FINANCING:

1	General Revenue Fund	2,524,319	1,823,411
TOTAL, METHOD OF FINANCING		\$2,524,319	\$1,823,411

FULL-TIME EQUIVALENT POSITIONS (FTE):

		5.00	5.00
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DESCRIPTION / JUSTIFICATION:

TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency. This request covers years 3 and 4 of this overarching, transformational plan.

During the current biennium, TABC is on schedule to complete phase 1 of the Alcohol Industry Management System (AIMS). This base system includes all licensing functionality and a portion of the compliance and enforcement responsibilities of the agency. TABC must, during the upcoming biennium, complete its move of functionality for Seller/Server needs in the existing, but beyond-end-of-life, Versa system. TABC must also build out the automated reconciliation process for approximately 36,000 monthly excise tax reports (currently done manually) using data that will be collected in the new AIMS system as developed in this biennium. Lastly, TABC will be building out external facing integrations for the larger manufacturers and distributors to easily interface with AIMS and for the inclusion of necessary city and county data for licensing applications on the TABC staff side.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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With the completion of identified work during the upcoming biennium, TABC will be able to fully operate from a single solution in a modernized, technological state creating internal efficiencies for the staff and external efficiencies for TABC's industry partners.

EXTERNAL/INTERNAL FACTORS:

Interruption of implementation could pose possible risk to field staff (i.e. Commissioned Peace Officers (CPO), Agents, Auditors, etc.) if they are unable to access real-time data during enforcement and investigations. Interruption of implementation also poses possible risk to audit cases.

Interrupted access to data hosted at DCS could pose risk during disasters as well as daily business operations.

Limited involvement by executive sponsors and stakeholders poses potential risk for successful completion of the project.

Limited availability of technologically experienced workforce in highly competitive Austin setting poses potential risk for successful completion of the project.

PCLS TRACKING KEY:

PCLS_87R_458_596840

DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency. This request covers years 3 and 4 of this overarching, transformational plan.

During the current biennium, TABC is on schedule to complete phase 1 of the Alcohol Industry Management System (AIMS). This base system includes all licensing functionality and a portion of the compliance and enforcement responsibilities of the agency. TABC must, during the upcoming biennium, complete its move of functionality for Seller/Server needs in the existing, but beyond-end-of-life, Versa system. TABC must also build out the automated reconciliation process for approximately 36,000 monthly excise tax reports (currently done manually) using data that will be collected in the new AIMS system as developed in this biennium. Lastly, TABC will be building out external facing integrations for the larger manufacturers and distributors to easily interface with AIMS and for the inclusion of necessary city and county data for licensing applications on the TABC staff side.

With the completion of identified work during the upcoming biennium, TABC will be able to fully operate from a single solution in a modernized, technological state creating internal efficiencies for the staff and external efficiencies for TABC's industry partners.

IS THIS IT COMPONENT RELATED TO A NEW OR CURRENT PROJECT?

CURRENT

STATUS:

In flight with partial completion (~80%) by 08/31/2021.

OUTCOMES:

Licensing - New Applications: Estimated up to 36 Field FTEs and 8-10 HQ FTEs will be able to enhance their focus on investigations and processing applications in lieu of

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
	data entry; Projected decrease in number of days to process applications which, in turn, should allow for greater tax revenue to be generated by the applicant once in business; uniform tracking, assigning and reporting system; and more accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state accounts.		
	Licensing - Renewal Applications: Projected decrease in number of days to process applications which, in turn, should allow for greater tax revenue to be generated by the applicant once in business; and more accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.		
	Excise Tax Pilot Suite: Estimated up to 3 FTEs will be able to enhance their focus on analysis, compliance and industry partner assistance in lieu of data entry; Enhanced customer experience; Automating reports to be easily created for analyzing/comparing data for monitoring compliance with statutory thresholds; Uniform tracking, assigning and reporting and notification system; and Automatic detection of anomalies; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.		
	Marketing Labels: Projected decrease in number of days to process applications which in turn, may allow for products to get to market quicker; Uniform tracking, assigning and reporting system; Projected decrease in number of manual processes performed by the TABC marketing staff; Real Time communication with Industry Partners; Reduce applicant submission errors; Enhanced customer experience; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.		
	Miscellaneous Orders Management System (MOMS): Uniform tracking and reporting system; Enhanced customer experience; Enable real-time reporting; and More accurate payments resulting in less refunds and adjustments and quicker deposit of revenue into state account.		
	Ports of Entry (POE) Suite: Quicker and accurate receipt of Revenue using POS system; Enhanced customer experience; Assist in reduced (human) error rate; Reduce credit card liability exposure; Increased employee satisfaction; Quicker and accurate receipt of Revenue using POS system; Enhanced Customer Experience; and Readily available data to other TABC divisions.		
	Enterprise Content Management: Single platform, disparate systems are phased out, streamlined workflow, decreased support for system upgrades (hardware and software), decreased support in managing user security.		
	Public Inquiries: Reduced staff support for ad hoc queries and reports, streamlined workflow, increased real time data, ability to identify trends and problem areas to protect the public.		
	Data Management: Completion of this milestone will allow for reduction in support of data replication, data redundancy, manual retention policies, and provide for an automated workflow leading to much higher levels of staff efficiency.		
	Data Repository: Completion of this milestone will allow for improved access to data and improved data security with roles-based access.		
	Use of Statewide Data Portal: Completion of this milestone should increase positive stakeholder feedback and reduce time spent preparing public information requests concerning public data related to manufacturer, distributor, and retailer information currently maintained by TABC.		
	Mobile / Website Modernization: This modernization should provide an enhanced and unified experience for all users, provide enhanced organization of content, and allow for increased availability of industry's self-service features as requested in other projects within the BOP.		

OUTPUTS:

- Increase in number of targeted investigations
- Increase in number of new license applications processed annually
- Decrease in number of days to issue a license to a new applicant
- Increase in number of accurate payments when payment is initially processed
- Increase in number of license renewals processed annually

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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TYPE OF PROJECT

Licensing / Permitting / Monitoring / Enforcement

ALTERNATIVE ANALYSIS

Status Quo: Technology changes are necessary due to near end-of-life systems currently in use.

COTS: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

Cloud Computing: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

SaaS: TABC services a unique industry that requires specific needs that relate only to those processes; therefore, this option is not viable.

Other State or Agency Solutions: TABC services a unique industry that requires specific needs that relate only to those processes. No other state or agency solutions exist that are tailored to the custom requirements imposed by state rules and business requirements.

Reuse of Existing Agency Systems: Not implementing this project would require the Agency to continue to spend staff time tracking duplicative data through manual methods, in addition to applying patchwork fixes to existing systems.

ESTIMATED IT COST

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$4,177,273	\$3,211,773	\$2,524,319	\$1,823,411	\$1,270,000	\$1,330,000	\$1,330,000	\$15,666,776

SCALABILITY

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

FTE

2020	2021	2022	2023	2024	2025	2026
5.0	5.0	5.0	5.0	3.0	3.0	3.0

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Costs include FTE salaries, annual DCS operational and DCS licensing costs.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$1,270,000	\$1,330,000	\$1,330,000

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 80.00%

CONTRACT DESCRIPTION :

DBITS and possibly ITSAC and DIR coop. Duration through the biennium.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: Cybersecurity Program
Item Priority: 5
IT Component: Yes
Anticipated Out-year Costs: Yes
Involve Contracts > \$50,000: Yes
Includes Funding for the Following Strategy or Strategies: 04-01-02 Information Resources

OBJECTS OF EXPENSE:

2001	PROFESSIONAL FEES AND SERVICES	263,660	263,660
2009	OTHER OPERATING EXPENSE	125,000	125,000
TOTAL, OBJECT OF EXPENSE		\$388,660	\$388,660

METHOD OF FINANCING:

1	General Revenue Fund	388,660	388,660
TOTAL, METHOD OF FINANCING		\$388,660	\$388,660

DESCRIPTION / JUSTIFICATION:

TABC maintains confidential data including personally identifiable information, criminal violation history, legal data, corporate data, sales data, and the like. Statutorily, TABC is the custodian of this data and must prevent unauthorized access, unauthorized intrusion, and unauthorized use. Without funding for this initiative, TABC's risk of exposure to cybersecurity threats increases significantly.

As part of DIR's state-wide Enterprise Security Program, the TABC engaged NTT Data, Inc., in 2018, to evaluate the agency's IT Security Program, requirements, and current capabilities against industry leading practices.

This exceptional funding request is in support of a portion of NTT Data's integrated security process and technology recommendations for enhancing the TABC IT security program and addressing the identified strategic gaps.

Funding is requested for the following:

- Professional Fees - ITSAC cybersecurity contractor @ \$263,660
- Security Incident Event Management ("SIEM") Replacement @ \$75,000
- A modern SIEM will allow for more automated responses to security threats;
- Allows TABC to scale up as needed;
- Will allow for User Behavior Analytics (decisions per user pattern of behavior);
- Increase productivity without adding to the FTE total;

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
-	Facilitate all IT staff coordination through a single pane view of TABC IT network flow;		
-	Better positions TABC to stop potential Ransomware attacks that target servers; and		
-	Better positions TABC to streamline remediation of future security incidents.		
-	Endpoint Detection and Response @ \$50,000		
-	Positions TABC staff to answer more detailed questions about endpoint problems/performance issues;		
-	Maintain and improve security updates; and		
-	Stop potential Ransomware attacks that target users.		

EXTERNAL/INTERNAL FACTORS:

TABC is focused on regulating sales, taxation, importation, manufacturing, transporting, and advertising of alcoholic beverages. During the course of performing these services, TABC is exposed to, and creates various instances of, sensitive information pertaining to the individuals for whom they provide these services. Protecting this sensitive information is essential to protecting the privacy of these individuals. This data may include, but is not limited to, social security numbers, financial information, and personally identifiable information ("PII"), all of which are considered to be extremely sensitive data and must be protected, as mandated by the Texas Administrative Code and the Public Information Act.

PCLS TRACKING KEY:

PCLS_87R_458_596836

DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

TABC maintains confidential data including personally identifiable information, criminal violation history, legal data, corporate data, sales data, and the like. Statutorily TABC is the custodian of this data and must prevent unauthorized access, unauthorized intrusion, and unauthorized use. Without funding for this initiative, TABC's risk exposure to cybersecurity threats increases significantly.

As part of DIR's state-wide Enterprise Security Program, the TABC engaged NTT Data, Inc., in 2018, to evaluate the agency's IT Security Program, requirements, and current capabilities against industry leading practices.

This exceptional funding request is in support of a portion of NTT Data's integrated security process and technology recommendations for enhancing the TABC IT security program and addressing the identified strategic gaps.

Funding is requested for the following:

- Professional Fees - ITSAC cybersecurity contractor @ \$263,660
- Security Incident Event Management ("SIEM") Replacement @ \$75,000
- A modern SIEM will allow for more automated responses to security threats;
- Allows TABC to scale up as needed;
- Will allow for User Behavior Analytics (decisions per user pattern of behavior);
- Increase productivity without adding to the FTE total;
- Facilitate all IT staff coordination through a single pane view of TABC IT network flow;
- Better positions TABC to stop potential Ransomware attacks that target servers; and

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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- Better positions TABC to streamline remediation of future security incidents.
- Endpoint Detection and Response @ \$50,000
- Positioned to TABC staff to answer more detailed questions about endpoint problems/performance issues
- Maintain and improve security updates
- To stop potential Ransomware attacks that target users

IS THIS IT COMPONENT RELATED TO A NEW OR CURRENT PROJECT?

NEW

STATUS:

Pending LAR budget approval by the incoming Legislature.

OUTCOMES:

NTT conducted a security controls assessment based on the Texas Cybersecurity Framework. The approach consisted of artifact reviews and onsite interviews of the associates responsible for the various aspects of the TABC information security program and supporting elements. The scope of this assessment was based directly on supplemental artifacts provided within the Texas Cybersecurity Framework; specifically, the control objectives and capability scoring outlined within the document titled "Agency Security Plan Template," which was provided by TX DIR as a framework approach for meeting the intent of the control objectives issued through the overarching framework.

Throughout the assessment, there are several observations and recommendations meant to assist TABC build a more secure environment while adhering to mandates that have been prescribed by TX DIR. NTT has provided strategic recommendations to help the agency address and manage cybersecurity risk in a cost-effective way, based on business needs. TABC may use this information to brief management, improve governance, and drive improvement.

This initiative is to update governance, policies, guidelines, and technology to secure the technology infrastructure; ensure the integrity of online services; and protect the private personal information collected from citizens and businesses.

OUTPUTS:

Security and Privacy programs are not investments resulting in payback or measurable benefit. Rather, they are tools to prevent and mitigate risks resulting from cybersecurity threats. In short, failure to adequately protect information and technology assets places the state at risk of unauthorized use or unintentional disclosure of private data. The number, types, and complexity of cybersecurity threats are increasing at a rate to which most state agencies are unable to adapt. Unfortunately, state agencies must advance their IT Security Programs to simply keep pace with advances in cybersecurity threats, much less get ahead of those threats to remove the risk entirely. The consequences of not pursuing these projects are: a greater likelihood of unauthorized use or intrusion; unauthorized disclosure of state information and technology; or malicious intent to disrupt agency business. Recent reports show an increase in the average breach remediation to \$3.5 million, with the highest being \$350 million.

TYPE OF PROJECT

Cyber Security

ALTERNATIVE ANALYSIS

The agency has reviewed several products and product bundles to determine the most cost effective way to improve our security posture. The agency uses DIR's IT Staffing Services contract, which provides for temporary IT staffing augmentation services wherein contracted staff provide services and are paid on an hourly basis. The contract provides for not-to-exceed pricing which states the maximum hourly rates a vendor may charge under the IT Staffing Services program. Agencies are encouraged to negotiate rates based on worker qualifications, job scope, and other pertinent information, to obtain the best value.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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The agency uses the following IT staff services job descriptions:

Security Analyst I: 2 - 4 years of experience in information security. Assist system users relative to information systems security matters. Perform access and identity management functions.

Security Analyst II: 5 or more years of experience in information security. Responsible for creating, testing and implementing business continuity and disaster recovery plans. Performing risk assessments and testing of data processing systems installing firewalls, data encryption and other security measures, recommending security enhancements and purchases and trains staff on network and information security procedures. Develop reports about the efficiency of security policies and recommend any changes.

Organize and conduct training for all employees regarding company security and information safeguarding.

Security Engineer II: 5 years of experience. Responsible for the research, technical analysis, recommendation, configuration, and administration of systems and procedures to ensure the protection of information processed, stored or transmitted. Provides security design, consultation, and technology governance oversight for various projects and initiatives. Undertakes complex projects requiring additional specialized technical knowledge. Acts as information liaison and subject matter expert (SME) to various business units and information technology departments. Acts as a resource for direction, training, and guidance for less experienced staff. Demonstrate ability to perform complex security analysis of existing systems for compliance with security requirements. High-level organizational skills. Excellent written and verbal communication skills. Strong ability to produce technical documentation.

Security Architect: 3-7 years of designing and building secure systems, networks, and infrastructures. Responsible for planning, designing, and implementing security systems and controls in the infrastructure layer within enterprise IT. Ensures adequate controls on interfaces across platforms. Perform risk/vulnerability assessments of systems. Identify and update missing or outdated policies and procedures. Possesses knowledge of encryption and PKI technologies. High organizational skills. Excellent written and verbal communication skills. Strong ability to produce technical documentation.

ESTIMATED IT COST

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$0	\$0	\$388,660	\$388,660	\$388,660	\$388,660	\$388,660	\$1,943,300

SCALABILITY

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:
Alcoholic Beverage Commission

CODE	DESCRIPTION						Excp 2022	Excp 2023
FTE								
		2020	2021	2022	2023	2024	2025	2026
		0.0	0.0	0.0	0.0	0.0	0.0	0.0

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Costs include professional fees, annual DCS operational and DCS licensing costs.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2024	2025	2026
	\$388,660	\$388,660	\$388,660

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 100.00%

CONTRACT DESCRIPTION :

DBITS contract. Duration through the biennium.

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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Item Name: CAPPs Support

Item Priority: 6

IT Component: Yes

Anticipated Out-year Costs: Yes

Involve Contracts > \$50,000: No

Includes Funding for the Following Strategy or Strategies: 04-01-01 Central Administration

OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	86,000	86,000
1002	OTHER PERSONNEL COSTS	480	480
2003	CONSUMABLE SUPPLIES	500	500
2004	UTILITIES	669	669
2005	TRAVEL	2,000	2,000
2006	RENT - BUILDING	3,000	3,000
5000	CAPITAL EXPENDITURES	570	570
TOTAL, OBJECT OF EXPENSE		\$93,219	\$93,219

METHOD OF FINANCING:

1	General Revenue Fund	93,219	93,219
TOTAL, METHOD OF FINANCING		\$93,219	\$93,219

FULL-TIME EQUIVALENT POSITIONS (FTE):

1.00	1.00
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DESCRIPTION / JUSTIFICATION:

Pursuant to Government Code, Section 2101.036, the Comptroller of Public Accounts will identify state agencies to transition to the Centralized Accounting and Payroll Personnel System (CAPPs), formerly known as ProjectONE. The agency went live with CAPPs Financials September 2017 and with CAPPs HR in July of 2019. Business Services staff members serve as agency subject matter experts for all processes related to payroll, time and leave, purchasing, asset management, accounts payable, budget and configuration support of the financial system. In addition, the Business Services Division provides all financial reporting for legislative and audit inquiries. This funding would include one permanent FTE to serve as an ongoing Project Manager to support the Comptroller's CAPPs upgrades and testing of the systems, and oversee a Business Analyst who supports agency reporting needs and serves as a Level 1 CAPPs expert.

EXTERNAL/INTERNAL FACTORS:

NA

PCLS TRACKING KEY:

NA

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2022	Excp 2023
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DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

With the addition of new FTEs, the current PC lease will increase an average of \$570 per year, per FTE. For this exceptional item, the agency's capital budget for PC lease would increase by \$570 each year.

IS THIS IT COMPONENT RELATED TO A NEW OR CURRENT PROJECT?

CURRENT

STATUS:

PC lease is a current project paid with a capital line item funded with general revenue.

OUTCOMES:

Hardware for new FTEs would include a tablet, due to their job requirements.

OUTPUTS:

Hardware for new FTEs would include a tablet, due to their job requirements.

TYPE OF PROJECT

CAPPS

ALTERNATIVE ANALYSIS

There are no alternatives available for this component. All FTEs must have access to PC hardware to complete their job functions.

ESTIMATED IT COST

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$570	\$570	\$570	\$570	\$570	\$570	\$570	\$3,990

SCALABILITY

2020	2021	2022	2023	2024	2025	2026	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

FTE

2020	2021	2022	2023	2024	2025	2026
0.0	0.0	0.0	0.0	0.0	0.0	0.0

4.A. Exceptional Item Request Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name:

Alcoholic Beverage Commission

CODE DESCRIPTION

Excp 2022

Excp 2023

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued funding for requested FTE.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

2024	2025	2026
\$93,219	\$93,219	\$93,219

4.B. Exceptional Items Strategy Allocation Schedule

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2022	Excp 2023
Item Name: Human Trafficking Investigations			
Allocation to Strategy: 1-1-1 Enforcement			
OUTPUT MEASURES:			
<u>1</u>	Number of Inspections Conducted by Enforcement Agents	1,811.00	1,811.00
<u>2</u>	# Inspections Priority Licensed Locations Conducted by Enforcement	996.00	996.00
<u>3</u>	Number of OCA/Trafficking Investigations Closed	95.00	95.00
<u>4</u>	# Multi-Agency/Joint Ops for OCA on Border or GIWW	435.00	435.00
<u>5</u>	Number of Undercover Operations Conducted	125.00	125.00
EFFICIENCY MEASURES:			
<u>1</u>	Average Cost Per Enforcement Inspection	81.14	57.73
<u>2</u>	Average Cost of Joint Operations Targeting Organized Crime	90.81	-102.90
EXPLANATORY/INPUT MEASURES:			
<u>1</u>	Average Number of Days to Close a Complaint Investigation	2.00	2.00
<u>2</u>	Number of Licensed Locations Subject to Inspection	0.00	0.00
<u>3</u>	Number of Criminal Cases Filed	10.00	10.00
<u>4</u>	Number of Administrative Cases Initiated by Enforcement Agents	15.00	15.00
<u>5</u>	Number of Priority Locations	0.00	0.00
<u>6</u>	Number of Complaint Investigations Closed	95.00	95.00
<u>7</u>	Number of Joint Operations Targeting Organized Crime Statewide	1,300.00	1,300.00
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	1,837,765	1,837,765
2001	PROFESSIONAL FEES AND SERVICES	12,480	12,480
2002	FUELS AND LUBRICANTS	78,000	78,000
2003	CONSUMABLE SUPPLIES	13,000	13,000
2004	UTILITIES	17,394	17,394
2005	TRAVEL	52,000	52,000
2006	RENT - BUILDING	78,000	78,000
2007	RENT - MACHINE AND OTHER	14,820	14,820
2009	OTHER OPERATING EXPENSE	174,798	46,800
5000	CAPITAL EXPENDITURES	858,000	0
TOTAL, OBJECT OF EXPENSE		\$3,136,257	\$2,150,259
METHOD OF FINANCING:			
1	General Revenue Fund	3,136,257	2,150,259

4.B. Exceptional Items Strategy Allocation Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: 458		Agency name: Alcoholic Beverage Commission	
Code	Description	Excp 2022	Excp 2023
Item Name:	Human Trafficking Investigations		
Allocation to Strategy:	1-1-1	Enforcement	
TOTAL, METHOD OF FINANCING		\$3,136,257	\$2,150,259
FULL-TIME EQUIVALENT POSITIONS (FTE):		26.0	26.0

4.B. Exceptional Items Strategy Allocation Schedule

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2022	Excp 2023
Item Name:			
Schedule C Reallocation			
Allocation to Strategy:			
1-1-1 Enforcement			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	2,359,770	2,359,770
TOTAL, OBJECT OF EXPENSE		\$2,359,770	\$2,359,770
METHOD OF FINANCING:			
1	General Revenue Fund	2,359,770	2,359,770
TOTAL, METHOD OF FINANCING		\$2,359,770	\$2,359,770
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:	458	Agency name:	Alcoholic Beverage Commission		
Code	Description			Excp 2022	Excp 2023
Item Name:	Public Safety Technology				
Allocation to Strategy:	4-1-2	Information Resources			
OBJECTS OF EXPENSE:					
1001	SALARIES AND WAGES			248,000	248,000
2001	PROFESSIONAL FEES AND SERVICES			1,873,901	1,249,747
2003	CONSUMABLE SUPPLIES			1,500	1,500
2004	UTILITIES			2,007	2,007
2005	TRAVEL			6,000	6,000
2006	RENT - BUILDING			9,000	9,000
2009	OTHER OPERATING EXPENSE			4,800	300
5000	CAPITAL EXPENDITURES			6,810	6,810
TOTAL, OBJECT OF EXPENSE				\$2,152,018	\$1,523,364
METHOD OF FINANCING:					
1	General Revenue Fund			2,152,018	1,523,364
TOTAL, METHOD OF FINANCING				\$2,152,018	\$1,523,364
FULL-TIME EQUIVALENT POSITIONS (FTE):				3.0	3.0

4.B. Exceptional Items Strategy Allocation Schedule

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2022	Excp 2023
Item Name:		Licensing & Tax Collection Technology	
Allocation to Strategy:		4-1-2 Information Resources	
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	391,500	391,500
2001	PROFESSIONAL FEES AND SERVICES	2,082,624	1,389,216
2003	CONSUMABLE SUPPLIES	2,500	2,500
2004	UTILITIES	3,345	3,345
2005	TRAVEL	10,000	10,000
2006	RENT - BUILDING	15,000	15,000
2009	OTHER OPERATING EXPENSE	8,000	500
5000	CAPITAL EXPENDITURES	11,350	11,350
TOTAL, OBJECT OF EXPENSE		\$2,524,319	\$1,823,411
METHOD OF FINANCING:			
1 General Revenue Fund		2,524,319	1,823,411
TOTAL, METHOD OF FINANCING		\$2,524,319	\$1,823,411
FULL-TIME EQUIVALENT POSITIONS (FTE):		5.0	5.0

4.B. Exceptional Items Strategy Allocation Schedule

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2022	Excp 2023
Item Name:			
Cybersecurity Program			
Allocation to Strategy:			
4-1-2 Information Resources			
OBJECTS OF EXPENSE:			
2001	PROFESSIONAL FEES AND SERVICES	263,660	263,660
2009	OTHER OPERATING EXPENSE	125,000	125,000
TOTAL, OBJECT OF EXPENSE		\$388,660	\$388,660
METHOD OF FINANCING:			
1	General Revenue Fund	388,660	388,660
TOTAL, METHOD OF FINANCING		\$388,660	\$388,660
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2022	Excp 2023
Item Name:			
	CAPPS Support		
Allocation to Strategy:			
	4-1-1 Central Administration		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	86,000	86,000
1002	OTHER PERSONNEL COSTS	480	480
2003	CONSUMABLE SUPPLIES	500	500
2004	UTILITIES	669	669
2005	TRAVEL	2,000	2,000
2006	RENT - BUILDING	3,000	3,000
5000	CAPITAL EXPENDITURES	570	570
TOTAL, OBJECT OF EXPENSE		\$93,219	\$93,219
METHOD OF FINANCING:			
	1 General Revenue Fund	93,219	93,219
TOTAL, METHOD OF FINANCING		\$93,219	\$93,219
FULL-TIME EQUIVALENT POSITIONS (FTE):		1.0	1.0

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

GOAL: 1 Promote the Health, Safety, and Welfare of the Public

OBJECTIVE: 1 Detect/Prevent Law Violations

STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE DESCRIPTION	Excp 2022	Excp 2023
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OUTPUT MEASURES:

1 Number of Inspections Conducted by Enforcement Agents	1,811.00	1,811.00
2 # Inspections Priority Licensed Locations Conducted by Enforcement	996.00	996.00
3 Number of OCA/Trafficking Investigations Closed	95.00	95.00
4 # Multi-Agency/Joint Ops for OCA on Border or GIWW	435.00	435.00
5 Number of Undercover Operations Conducted	125.00	125.00

EFFICIENCY MEASURES:

1 Average Cost Per Enforcement Inspection	81.14	57.73
2 Average Cost of Joint Operations Targeting Organized Crime	90.81	(102.90)

EXPLANATORY/INPUT MEASURES:

1 Average Number of Days to Close a Complaint Investigation	2.00	2.00
3 Number of Criminal Cases Filed	20.00	20.00
4 Number of Administrative Cases Initiated by Enforcement Agents	15.00	15.00
6 Number of Complaint Investigations Closed	95.00	95.00
7 Number of Joint Operations Targeting Organized Crime Statewide	1,300.00	1,300.00

OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	4,197,535	4,197,535
2001 PROFESSIONAL FEES AND SERVICES	12,480	12,480
2002 FUELS AND LUBRICANTS	78,000	78,000
2003 CONSUMABLE SUPPLIES	13,000	13,000
2004 UTILITIES	17,394	17,394
2005 TRAVEL	52,000	52,000
2006 RENT - BUILDING	78,000	78,000
2007 RENT - MACHINE AND OTHER	14,820	14,820

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

GOAL: 1 Promote the Health, Safety, and Welfare of the Public

OBJECTIVE: 1 Detect/Prevent Law Violations

STRATEGY: 1 Enforcement

Service Categories:

Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Excp 2022	Excp 2023
2009	OTHER OPERATING EXPENSE	174,798	46,800
5000	CAPITAL EXPENDITURES	858,000	0
Total, Objects of Expense		\$5,496,027	\$4,510,029

METHOD OF FINANCING:

1	General Revenue Fund	5,496,027	4,510,029
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Total, Method of Finance	\$5,496,027	\$4,510,029
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FULL-TIME EQUIVALENT POSITIONS (FTE):

26.0	26.0
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Human Trafficking Investigations

Schedule C Reallocation

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: 458	Agency name: Alcoholic Beverage Commission	
GOAL: 4 Indirect Administration		
OBJECTIVE: 1 Indirect Administration		Service Categories:
STRATEGY: 1 Central Administration		Service: 09 Income: A.2 Age: B.3

CODE DESCRIPTION	Excp 2022	Excp 2023
OBJECTS OF EXPENSE:		
1001 SALARIES AND WAGES	86,000	86,000
1002 OTHER PERSONNEL COSTS	480	480
2003 CONSUMABLE SUPPLIES	500	500
2004 UTILITIES	669	669
2005 TRAVEL	2,000	2,000
2006 RENT - BUILDING	3,000	3,000
5000 CAPITAL EXPENDITURES	570	570
Total, Objects of Expense	\$93,219	\$93,219

METHOD OF FINANCING:		
1 General Revenue Fund	93,219	93,219
Total, Method of Finance	\$93,219	\$93,219

FULL-TIME EQUIVALENT POSITIONS (FTE):	1.0	1.0
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

CAPPS Support

4.C. Exceptional Items Strategy Request
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

GOAL: 4 Indirect Administration

OBJECTIVE: 1 Indirect Administration

STRATEGY: 2 Information Resources

Service Categories:

Service: 09 Income: A.2 Age: B.3

CODE DESCRIPTION	Excp 2022	Excp 2023
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	639,500	639,500
2001 PROFESSIONAL FEES AND SERVICES	4,220,185	2,902,623
2003 CONSUMABLE SUPPLIES	4,000	4,000
2004 UTILITIES	5,352	5,352
2005 TRAVEL	16,000	16,000
2006 RENT - BUILDING	24,000	24,000
2009 OTHER OPERATING EXPENSE	137,800	125,800
5000 CAPITAL EXPENDITURES	18,160	18,160

Total, Objects of Expense

	\$5,064,997	\$3,735,435
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METHOD OF FINANCING:

1 General Revenue Fund	5,064,997	3,735,435
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Total, Method of Finance

	\$5,064,997	\$3,735,435
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FULL-TIME EQUIVALENT POSITIONS (FTE):

	8.0	8.0
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EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Public Safety Technology

Licensing & Tax Collection Technology

Cybersecurity Program

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2020	Bud 2021	BL 2022	BL 2023
5005 Acquisition of Information Resource Technologies					
<i>1/1 Agencywide PC Replacements and Tablet Computers - Leased</i>					
OBJECTS OF EXPENSE					
<u>Capital</u>					
General	2007 RENT - MACHINE AND OTHER	\$140,200	\$251,853	\$251,853	\$251,853
General	2009 OTHER OPERATING EXPENSE	\$111,653	\$0	\$0	\$0
Capital Subtotal OOE, Project 1		\$251,853	\$251,853	\$251,853	\$251,853
Subtotal OOE, Project 1		\$251,853	\$251,853	\$251,853	\$251,853
TYPE OF FINANCING					
<u>Capital</u>					
General	CA 1 General Revenue Fund	\$251,853	\$251,853	\$251,853	\$251,853
Capital Subtotal TOF, Project 1		\$251,853	\$251,853	\$251,853	\$251,853
Subtotal TOF, Project 1		\$251,853	\$251,853	\$251,853	\$251,853
<i>2/2 Hardware/Software Acquisitions</i>					
OBJECTS OF EXPENSE					
<u>Capital</u>					
General	2001 PROFESSIONAL FEES AND SERVICES	\$600	\$3,531	\$3,531	\$3,531
General	2009 OTHER OPERATING EXPENSE	\$338,692	\$335,761	\$360,761	\$360,761
Capital Subtotal OOE, Project 2		\$339,292	\$339,292	\$364,292	\$364,292
Subtotal OOE, Project 2		\$339,292	\$339,292	\$364,292	\$364,292
TYPE OF FINANCING					
<u>Capital</u>					

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE				Est 2020	Bud 2021	BL 2022	BL 2023
General	CA	1	General Revenue Fund	\$339,292	\$339,292	\$364,292	\$364,292
			Capital Subtotal TOF, Project	2	\$339,292	\$339,292	\$364,292
			Subtotal TOF, Project	2	\$339,292	\$339,292	\$364,292

3/3 Public Safety Technology Replacement

OBJECTS OF EXPENSE

Capital

General	1001	SALARIES AND WAGES	\$12,200	\$73,200	\$0	\$0
General	1002	OTHER PERSONNEL COSTS	\$0	\$366	\$0	\$0
General	2001	PROFESSIONAL FEES AND SERVICES	\$293,502	\$0	\$0	\$0
General	2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0
General	2004	UTILITIES	\$0	\$0	\$0	\$0
General	2005	TRAVEL	\$0	\$0	\$0	\$0
General	2006	RENT - BUILDING	\$0	\$0	\$0	\$0
General	2009	OTHER OPERATING EXPENSE	\$10,614	\$732	\$0	\$0
General	5000	CAPITAL EXPENDITURES	\$688,000	\$1,162,834	\$0	\$0
		Capital Subtotal OOE, Project	3	\$1,004,316	\$1,237,132	\$0
		Subtotal OOE, Project	3	\$1,004,316	\$1,237,132	\$0

TYPE OF FINANCING

Capital

General	CA	1	General Revenue Fund	\$1,004,316	\$1,237,132	\$0	\$0
			Capital Subtotal TOF, Project	3	\$1,004,316	\$1,237,132	\$0
			Subtotal TOF, Project	3	\$1,004,316	\$1,237,132	\$0

4/4 Licensing & Tax Technology Replacement

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE				Est 2020	Bud 2021	BL 2022	BL 2023	
OBJECTS OF EXPENSE								
Capital								
General	1001	SALARIES AND WAGES		\$156,859	\$309,900	\$0	\$0	
General	1002	OTHER PERSONNEL COSTS		\$1,080	\$3,010	\$0	\$0	
General	2001	PROFESSIONAL FEES AND SERVICES		\$812,698	\$0	\$0	\$0	
General	2003	CONSUMABLE SUPPLIES		\$0	\$0	\$0	\$0	
General	2004	UTILITIES		\$1,710	\$0	\$0	\$0	
General	2005	TRAVEL		\$0	\$0	\$0	\$0	
General	2006	RENT - BUILDING		\$0	\$0	\$0	\$0	
General	2007	RENT - MACHINE AND OTHER		\$0	\$0	\$0	\$0	
General	2009	OTHER OPERATING EXPENSE		\$118,151	\$3,099	\$0	\$0	
General	5000	CAPITAL EXPENDITURES		\$2,928,498	\$3,054,041	\$0	\$0	
Capital Subtotal OOE, Project				4	\$4,018,996	\$3,370,050	\$0	\$0
Subtotal OOE, Project				4	\$4,018,996	\$3,370,050	\$0	\$0
TYPE OF FINANCING								
Capital								
General	CA	1	General Revenue Fund	\$4,018,996	\$3,370,050	\$0	\$0	
Capital Subtotal TOF, Project				4	\$4,018,996	\$3,370,050	\$0	\$0
Subtotal TOF, Project				4	\$4,018,996	\$3,370,050	\$0	\$0
Capital Subtotal, Category				5005	\$5,614,457	\$5,198,327	\$616,145	\$616,145
Informational Subtotal, Category				5005				
Total, Category				5005	\$5,614,457	\$5,198,327	\$616,145	\$616,145

5006 Transportation Items

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2020	Bud 2021	BL 2022	BL 2023
<i>6/6 Fleet Acquisition-Replacement Vehicles</i>					
OBJECTS OF EXPENSE					
<u>Capital</u>					
General	2007 RENT - MACHINE AND OTHER	\$64,521	\$0	\$0	\$0
General	2009 OTHER OPERATING EXPENSE	\$192,100	\$0	\$0	\$0
General	5000 CAPITAL EXPENDITURES	\$1,701,852	\$0	\$699,525	\$699,525
Capital Subtotal OOE, Project 6		\$1,958,473	\$0	\$699,525	\$699,525
Subtotal OOE, Project 6		\$1,958,473	\$0	\$699,525	\$699,525
TYPE OF FINANCING					
<u>Capital</u>					
General	CA 1 General Revenue Fund	\$1,958,473	\$0	\$699,525	\$699,525
Capital Subtotal TOF, Project 6		\$1,958,473	\$0	\$699,525	\$699,525
Subtotal TOF, Project 6		\$1,958,473	\$0	\$699,525	\$699,525
Capital Subtotal, Category 5006		\$1,958,473	\$0	\$699,525	\$699,525
Informational Subtotal, Category 5006					
Total, Category 5006		\$1,958,473	\$0	\$699,525	\$699,525

5007 Acquisition of Capital Equipment and Items

7/7 Public Safety Equipment - Replacement

OBJECTS OF EXPENSE

Capital

General	2003 CONSUMABLE SUPPLIES	\$14,995	\$0	\$0	\$0
General	2009 OTHER OPERATING EXPENSE	\$164,424	\$179,419	\$179,419	\$179,419

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE			Est 2020	Bud 2021	BL 2022	BL 2023
Capital Subtotal OOE, Project	7		\$179,419	\$179,419	\$179,419	\$179,419
Subtotal OOE, Project	7		\$179,419	\$179,419	\$179,419	\$179,419
TYPE OF FINANCING						
<u>Capital</u>						
General CA 1 General Revenue Fund			\$179,419	\$179,419	\$179,419	\$179,419
Capital Subtotal TOF, Project	7		\$179,419	\$179,419	\$179,419	\$179,419
Subtotal TOF, Project	7		\$179,419	\$179,419	\$179,419	\$179,419
Capital Subtotal, Category	5007		\$179,419	\$179,419	\$179,419	\$179,419
Informational Subtotal, Category	5007					
Total, Category	5007		\$179,419	\$179,419	\$179,419	\$179,419

7000 Data Center Consolidation

8/8 Data Center Consolidation

OBJECTS OF EXPENSE

Capital

General 2001 PROFESSIONAL FEES AND SERVICES			\$800,000	\$826,978	\$894,726	\$866,524
Capital Subtotal OOE, Project	8		\$800,000	\$826,978	\$894,726	\$866,524
Subtotal OOE, Project	8		\$800,000	\$826,978	\$894,726	\$866,524
TYPE OF FINANCING						
<u>Capital</u>						
General CA 1 General Revenue Fund			\$800,000	\$826,978	\$894,726	\$866,524
Capital Subtotal TOF, Project	8		\$800,000	\$826,978	\$894,726	\$866,524

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2020	Bud 2021	BL 2022	BL 2023
Subtotal TOF, Project	8	\$800,000	\$826,978	\$894,726	\$866,524
Capital Subtotal, Category	7000	\$800,000	\$826,978	\$894,726	\$866,524
Informational Subtotal, Category	7000				
Total, Category	7000	\$800,000	\$826,978	\$894,726	\$866,524

8000 Centralized Accounting and Payroll/Personnel System (CAPPS)

*9/9 Centralized Accounting and Payroll/Personnel
System (CAPPS) Support*

OBJECTS OF EXPENSE

Capital

General	1001	SALARIES AND WAGES	\$73,100	\$73,100	\$0	\$0
General	1002	OTHER PERSONNEL COSTS	\$5,202	\$952	\$0	\$0
General	2003	CONSUMABLE SUPPLIES	\$31	\$0	\$0	\$0
General	2004	UTILITIES	\$0	\$0	\$0	\$0
General	2005	TRAVEL	\$0	\$0	\$0	\$0
General	2006	RENT - BUILDING	\$0	\$0	\$0	\$0
General	2009	OTHER OPERATING EXPENSE	\$1,005	\$1,189	\$0	\$0
General	5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0
Capital Subtotal OOE, Project			\$79,338	\$75,241	\$0	\$0
Subtotal OOE, Project			\$79,338	\$75,241	\$0	\$0

TYPE OF FINANCING

Capital

General	CA	1 General Revenue Fund	\$79,338	\$75,241	\$0	\$0
Capital Subtotal TOF, Project			\$79,338	\$75,241	\$0	\$0

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2020	Bud 2021	BL 2022	BL 2023
Subtotal TOF, Project	9	\$79,338	\$75,241	\$0	\$0
Capital Subtotal, Category	8000	\$79,338	\$75,241	\$0	\$0
Informational Subtotal, Category	8000				
Total, Category	8000	\$79,338	\$75,241	\$0	\$0
9000 Cybersecurity					
<i>5/5 Cybersecurity Program</i>					
OBJECTS OF EXPENSE					
<u>Capital</u>					
General	2001 PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0
General	2009 OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0
Capital Subtotal OOE, Project	5	\$0	\$0	\$0	\$0
Subtotal OOE, Project	5	\$0	\$0	\$0	\$0
TYPE OF FINANCING					
<u>Capital</u>					
General	CA 1 General Revenue Fund	\$0	\$0	\$0	\$0
Capital Subtotal TOF, Project	5	\$0	\$0	\$0	\$0
Subtotal TOF, Project	5	\$0	\$0	\$0	\$0
Capital Subtotal, Category	9000	\$0	\$0	\$0	\$0
Informational Subtotal, Category	9000				
Total, Category	9000	\$0	\$0	\$0	\$0

5.A. Capital Budget Project Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2020	Bud 2021	BL 2022	BL 2023
AGENCY TOTAL -CAPITAL		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
AGENCY TOTAL -INFORMATIONAL					
AGENCY TOTAL		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
METHOD OF FINANCING:					
<u>Capital</u>					
General	1 General Revenue Fund	\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
Total, Method of Financing-Capital		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
Total, Method of Financing		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
TYPE OF FINANCING:					
<u>Capital</u>					
General	CA CURRENT APPROPRIATIONS	\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
Total, Type of Financing-Capital		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
Total,Type of Financing		\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	1	Project Name:	Agencywide PC/Tablets Leased

PROJECT DESCRIPTION

General Information

Agency wide IT equipment replacement and upgrade plan for personal computers, printers and scanners, software upgrades and maintenance, and network equipment upgrades. Printer replacements include both monochrome and color printers for personal/small workgroups, mid-sized workgroups, large workgroups, and multifunction all-in-one. Scanner replacements include personal/small workgroup and mid-sized workgroup. Regulatory licensing software maintenance costs. Network equipment upgrades includes the replacement of network infrastructure equipment including routers and switches.

Replacement of obsolete personal computing printers, scanners, and network routers and switches including small workgroup printers average unit cost \$300; medium workgroup printers average unit cost \$800; small color workgroup printers average unit cost \$500; scanners totaling average unit cost \$1,300; network switches average unit cost \$4,800; network routers average unit cost \$1,500.

PLCS Tracking Key	NA
Number of Units / Average Unit Cost	Desktop \$270 - Tablet \$570
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0
Type of Financing	CA CURRENT APPROPRIATIONS	
Projected Useful Life	\$0	
Estimated/Actual Project Cost	\$0	
Length of Financing/ Lease Period	4 years	

<u>ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS</u>					Total over project life
2022	2023	2024	2025		
251,853	251,853	0	0		0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
R	1	0.00

Explanation: This project includes agency-wide PC replacement and an upgrade plan for desktops and tablets used by staff to complete job functions.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas.

Frequency of Use and External Factors Affecting Use:

Weekday use for non-law enforcement employees and 24 hour-a-day, 7 days a week use by law enforcement employees. External factors include changes to quality and pricing of hardware.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	2	Project Name:	Hardware/Software Acquisition

PROJECT DESCRIPTION

General Information

Agency-wide IT equipment replacement and upgrade plan for desktop scanners, ongoing software licensing, and network equipment upgrades. Scanner replacements include personal/small workgroup and mid-sized workgroup. PC software upgrades for Microsoft Office through an enterprise license agreement. Network equipment upgrades include the replacement of network infrastructure equipment, including routers and switches.

PLCS Tracking Key

Number of Units / Average Unit Cost Varies depending on the type of unit purchased.

Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0

Type of Financing CA CURRENT APPROPRIATIONS
Projected Useful Life Varies depending on the product purchased.

Estimated/Actual Project Cost \$0

Length of Financing/ Lease Period Ongoing baseline request - items expended not financed.

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

				Total over
2022	2023	2024	2025	project life
0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
R	1	0.00

Explanation: This project includes agency wide IT equipment replacement and upgrade plan for desktop scanners, ongoing software licensing, and network equipment upgrades.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas.

Frequency of Use and External Factors Affecting Use:

Daily access to scanners and software for all Texas Alcoholic Beverage Commission employees.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	3	Project Name:	Public Safety Technology

PROJECT DESCRIPTION

General Information

The TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, the TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency.

This item is to acquire systems and solutions to manage activities performed by Field Operations, Auditing, and Legal in support of identifying violations and disposing of those violations. This includes functions traditionally found in Code Enforcement Systems, Law Enforcement Systems, and Legal Lifecycle Management Systems. TABC also seeks supporting functions of staff management, document management, communication management, workflow management, calendar management, and management reporting. TABC intends the Lifecycle Management Systems to help TABC better use, manage, consolidate, share, and protect information accessible through a centralized database.

PLCS Tracking Key	PCLS_87R_458_598415
Number of Units / Average Unit Cost	NA
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0
Type of Financing	CA CURRENT APPROPRIATIONS	
Projected Useful Life	Ongoing	
Estimated/Actual Project Cost	\$0	
Length of Financing/ Lease Period	Item expended not financed.	

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

	2022	2023	2024	2025	Total over project life
	0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiency, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the licensed constituency.

Project Location: Texas Alcoholic Beverage Commission offices throughout the state.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas.

Frequency of Use and External Factors Affecting Use:

Systems are used daily by TABC staff. Interruption of implementation could pose possible risk to field staff (i.e., Commissioned Peace Officers, Agents, Auditors, etc.) if they are unable to access real-time data during enforcement and investigations. Interruption of implementation also poses possible risk to audit cases.

Interrupted access to data hosted at DCS could pose risk during disasters as well as in daily business operations.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	4	Project Name:	Licensing & Tax Technology

PROJECT DESCRIPTION

General Information

The TABC serves a large, continually growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, the TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the constituency.

For permit applications, external users will be able to submit original license applications and fees online through a user-friendly experience. Once submitted, application information is then made available to business users automatically. Licensing specialists will have the ability to receive and review application information separated by license type. Internal and external users will be able to upload or import organizational charts and supplemental information, reducing a significant amount of up-front data entry.

PLCS Tracking Key PCLS_87R_458_596840

Number of Units / Average Unit Cost NA

Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0

Type of Financing CA CURRENT APPROPRIATIONS

Projected Useful Life Ongoing

Estimated/Actual Project Cost \$0

Length of Financing/ Lease Period Item expended not financed.

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

	2022	2023	2024	2025	Total over project life
	0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: In order to maintain at least a minimum level of service to, as well as enforcement oversight of, this constituency, TABC must follow a 4 - 6 year technology transformation plan that will provide higher levels of internal efficiency, increased levels of strategic enforcement, audit, and legal capabilities, and much needed self-service capabilities to the licensed constituency.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Frequency of Use and External Factors Affecting Use:

Daily use by TABC employees. Interruption of implementation could pose possible risk to staff if they are unable to access real -time data while performing their assignments.

Interruption of implementation also poses possible risk to audit cases. Interrupted access to data hosted at DCS could pose risk during disasters as well as in daily business operations.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	9000	Category Name:	Cybersecurity
Project number:	5	Project Name:	Cybersecurity

PROJECT DESCRIPTION

General Information

TABC maintains confidential data including personally identifiable information, criminal violation history, legal data, corporate data, and sales data. Statutorily, TABC is the custodian of this data and must prevent unauthorized access, intrusion, and unauthorized use. Without funding for this initiative, TABC's risk exposure to cybersecurity threats increases significantly.

As part of DIR's statewide Enterprise Security Program, the TABC engaged NTT Data, Inc., in 2018, to evaluate the agency's IT Security Program, requirements, and current capabilities against industry leading practices.

This exceptional funding request is in support of a portion of NTT Data's integrated security process and technology recommendations for enhancing the TABC IT security program and addressing the identified strategic gaps.

PLCS Tracking Key

Number of Units / Average Unit Cost	NA
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2024	2025	
	0	0	
Type of Financing	CA CURRENT APPROPRIATIONS		
Projected Useful Life	Ongoing		
Estimated/Actual Project Cost	\$0		
Length of Financing/ Lease Period	Item expended not financed.		

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

2022	2023	2024	2025	Total over project life
0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: TABC maintains confidential data including personally identifiable information, criminal violation history, legal data, corporate data and sales data. Statutorily TABC is the custodian of this data and must prevent unauthorized access, intrusion, and use.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas.

Frequency of Use and External Factors Affecting Use: Daily use by Texas Alcoholic Beverage Commission employees.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5006	Category Name:	TRANSPORTATION ITEMS
Project number:	6	Project Name:	Fleet Acquisition

PROJECT DESCRIPTION

General Information

The agency needs to maintain a fleet of law enforcement vehicles and pool vehicles to ensure that the agency is able to fulfill its responsibilities to investigate violations of the Alcoholic Beverage Code and other applicable laws. Our base request replaces vehicles that have reached the retirement mileage of approximately 120,000 miles. The agency plans to replace approximately 42 vehicles during the biennium.

PLCS Tracking Key

Number of Units / Average Unit Cost \$33,000 per vehicle

Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0

Type of Financing CA CURRENT APPROPRIATIONS
Projected Useful Life Goal of 6.5 years or 100,000 miles

Estimated/Actual Project Cost \$0

Length of Financing/ Lease Period Ongoing baseline request - items expended not financed.

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

				Total over
2022	2023	2024	2025	project life
0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: The agency needs to maintain a fleet of law enforcement vehicles and pool vehicles to ensure that the agency is able to fulfill its responsibilities to investigate violations of the Alcoholic Beverage Code. The base request replaces vehicles that have reached the retirement mileage of approximately 125,000. The agency plans to replace 42 vehicles during the biennium.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Texas Alcoholic Beverage Commission's civilian employees, its commissioned peace officers, and stakeholders.

Frequency of Use and External Factors Affecting Use:

Commissioned peace officers for the state are on call 24 hours a day, 7 days a week. External factors include quality of equipment being acquired, maintenance of the vehicles and the useful life of future products.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5007	Category Name:	ACQUISITN CAPEQUIP ITEMS
Project number:	7	Project Name:	Public Safety Equip - Replacement

PROJECT DESCRIPTION

General Information

Replacement of obsolete and fully depreciated equipment includes such things as weapons (7-year life); mobile radios (6-year life); handheld radios (6-year life); body armor (5-year life) and digital cameras, breathalyzers, voice recorders, handcuffs, batons, flashlights, undercover recorders (5-year life), and other public safety equipment. This funding ensures regular replacement of fully depreciated equipment for commissioned law enforcement personnel.

PLCS Tracking Key

Number of Units / Average Unit Cost	Varies depending on equipment replaced
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0

Type of Financing	CA CURRENT APPROPRIATIONS
Projected Useful Life	Varies depending on items being replaced.

Estimated/Actual Project Cost	\$0
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Length of Financing/ Lease Period	Ongoing baseline request - items expended not financed.
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ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

				Total over
2022	2023	2024	2025	project life
0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: This project funds the replacement of obsolete and fully depreciated equipment for law enforcement officers.

Project Location: All Texas Alcoholic Beverage offices throughout the state.

Beneficiaries: Texas Alcoholic Beverage Commission commissioned peace officers and agency stakeholders.

Frequency of Use and External Factors Affecting Use:

Commissioned peace officers for the state are on call 24 hours a day, 7 days a week. External factors include quality of equipment being acquired and useful life of future products.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	7000	Category Name:	Data Center Consolidation
Project number:	8	Project Name:	Data Center Consolidation

PROJECT DESCRIPTION

General Information

TABC's efforts toward technology modernization, legacy decommissions, and data and file retention clean-up are in flight utilizing cloud platforms and the DCS infrastructure. These specific efforts will continue throughout the current and upcoming biennia and, once completed, will move into a maintenance and support effort.

PLCS Tracking Key

Number of Units / Average Unit Cost Based on statewide contract.

Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0

Type of Financing CA CURRENT APPROPRIATIONS

Projected Useful Life Length of contract.

Estimated/Actual Project Cost \$0

Length of Financing/ Lease Period Length of contract. baseline request contract expended not finance

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

	2022	2023	2024	2025	Total over project life
	0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
R	1	0.00

Explanation: The Texas Department of Information Resources (DIR) signed three multi-year contracts to provide consolidated data center services to state agencies.

Project Location: All Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission and People of Texas.

Frequency of Use and External Factors Affecting Use:

Daily use and access to Texas Alcoholic Beverage Commission systems.

5.B. Capital Budget Project Information
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	8000	Category Name:	CAPPS Statewide ERP System
Project number:	9	Project Name:	CAPPS Support

PROJECT DESCRIPTION

General Information

Pursuant to Government Code, Section 2101.036, the Comptroller of Public Accounts will identify state agencies to transition to the Centralized Accounting and Payroll Personnel System (CAPPS), formerly known as ProjectONE. The agency went live with CAPPS Financials September 2017 and went live with CAPPS HR in July of 2019. Business Services staff members serve as agency subject matter experts for all processes related to payroll, time and leave, purchasing, asset management, accounts payable, budget and configuration support of the financial system. In addition, Business Services provides all financial reporting for legislative and audit inquiries. This includes one FTE to serve as an ongoing Project Manager to support the Comptroller CAPPS upgrades and testing efforts of the systems.

PLCS Tracking Key

Number of Units / Average Unit Cost	NA
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2024	2025
	0	0
Type of Financing	CA CURRENT APPROPRIATIONS	
Projected Useful Life	Ongoing	
Estimated/Actual Project Cost	\$0	
Length of Financing/ Lease Period	Items expended as operating costs.	

<u>ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS</u>				Total over project life
2022	2023	2024	2025	
0	0	0	0	0

REVENUE GENERATION / COST SAVINGS

<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>
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Explanation: Provides 1 permanent FTE for continued support of the ongoing CAPPS upgrades and testing efforts of the system.

Project Location: Texas Alcoholic Beverage Commission offices throughout the state.

Beneficiaries: Employees of the Texas Alcoholic Beverage Commission, the alcoholic beverage industry, and the people of Texas

Frequency of Use and External Factors Affecting Use:

Systems are used daily by the Texas Alcoholic Beverage Commission staff.

5.C. Capital Budget Allocation to Strategies (Baseline)
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
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5005 Acquisition of Information Resource Technologies

1/1 Agencywide PC/Tablets Leased

GENERAL BUDGET

Capital	4-1-1	CENTRAL ADMINISTRATION	55,808	6,417	\$6,417	\$6,417
	4-1-2	INFORMATION RESOURCES	1,951	5,677	5,677	5,677
	4-1-3	OTHER SUPPORT SERVICES	0	2,715	2,715	2,715
	1-1-1	ENFORCEMENT	189,716	171,731	171,731	171,731
	2-1-1	LICENSING	2,558	21,071	21,071	21,071
	3-1-1	COMPLIANCE MONITORING	1,705	35,604	35,604	35,604
	3-2-1	PORTS OF ENTRY	115	8,638	8,638	8,638
TOTAL, PROJECT			\$251,853	\$251,853	\$251,853	\$251,853

2/2 Hardware/Software Acquisition

GENERAL BUDGET

Capital	4-1-2	INFORMATION RESOURCES	339,292	339,292	364,292	364,292
TOTAL, PROJECT			\$339,292	\$339,292	\$364,292	\$364,292

3/3 Public Safety Technology

GENERAL BUDGET

Capital	4-1-2	INFORMATION RESOURCES	1,004,316	1,237,132	0	0
TOTAL, PROJECT			\$1,004,316	\$1,237,132	\$0	\$0

4/4 Licensing & Tax Technology

GENERAL BUDGET

5.C. Capital Budget Allocation to Strategies (Baseline)
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
Capital	4-1-2	INFORMATION RESOURCES	4,018,996	3,370,050	\$0	\$0
TOTAL, PROJECT			\$4,018,996	\$3,370,050	\$0	\$0

5006 Transportation Items

6/6 Fleet Acquisition

GENERAL BUDGET

Capital	1-1-1	ENFORCEMENT	1,958,473	0	699,525	699,525
TOTAL, PROJECT			\$1,958,473	\$0	\$699,525	\$699,525

5007 Acquisition of Capital Equipment and Items

7/7 Public Safety Equip - Replacement

GENERAL BUDGET

Capital	1-1-1	ENFORCEMENT	179,419	179,419	179,419	179,419
TOTAL, PROJECT			\$179,419	\$179,419	\$179,419	\$179,419

7000 Data Center Consolidation

8/8 Data Center Consolidation

GENERAL BUDGET

Capital	4-1-2	INFORMATION RESOURCES	800,000	826,978	894,726	866,524
TOTAL, PROJECT			\$800,000	\$826,978	\$894,726	\$866,524

8000 Centralized Accounting and Payroll/Personnel System (CAPPS)

5.C. Capital Budget Allocation to Strategies (Baseline)
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
9/9	CAPPS Support					
<u>GENERAL BUDGET</u>						
Capital	4-1-1	CENTRAL ADMINISTRATION	79,338	75,241	\$0	\$0
		TOTAL, PROJECT	\$79,338	\$75,241	\$0	\$0
9000 Cybersecurity						
5/5	Cybersecurity					
<u>GENERAL BUDGET</u>						
Capital	4-1-2	INFORMATION RESOURCES	0	0	0	0
		TOTAL, PROJECT	\$0	\$0	\$0	\$0
		TOTAL CAPITAL, ALL PROJECTS	\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613
		TOTAL INFORMATIONAL, ALL PROJECTS				
		TOTAL, ALL PROJECTS	\$8,631,687	\$6,279,965	\$2,389,815	\$2,361,613

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
5005 Acquisition of Information Resource Technologies					
1 Agencywide PC/Tablets Leased					
OOE					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	138,130	171,731	171,731	171,731
2009	OTHER OPERATING EXPENSE	51,586	0	0	0
2-1-1 LICENSING					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	282	21,071	21,071	21,071
2009	OTHER OPERATING EXPENSE	2,276	0	0	0
3-1-1 COMPLIANCE MONITORING					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	188	35,604	35,604	35,604
2009	OTHER OPERATING EXPENSE	1,517	0	0	0
3-2-1 PORTS OF ENTRY					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	8,638	8,638	8,638
2009	OTHER OPERATING EXPENSE	115	0	0	0

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
1 Agencywide PC/Tablets Leased					
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	1,600	6,417	6,417	6,417
2009	OTHER OPERATING EXPENSE	54,208	0	0	0
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	5,677	5,677	5,677
2009	OTHER OPERATING EXPENSE	1,951	0	0	0
4-1-3 OTHER SUPPORT SERVICES					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	2,715	2,715	2,715
TOTAL, OOE's		\$251,853	\$251,853	251,853	251,853
MOF					
GENERAL REVENUE FUNDS					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
1	General Revenue Fund	189,716	171,731	171,731	171,731
2-1-1 LICENSING					
<u>General Budget</u>					
1	General Revenue Fund	2,558	21,071	21,071	21,071

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name					
Project Sequence/Name					
Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
1 Agencywide PC/Tablets Leased					
3-1-1 COMPLIANCE MONITORING					
<u>General Budget</u>					
1	General Revenue Fund	1,705	35,604	35,604	35,604
3-2-1 PORTS OF ENTRY					
<u>General Budget</u>					
1	General Revenue Fund	115	8,638	8,638	8,638
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
1	General Revenue Fund	55,808	6,417	6,417	6,417
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	1,951	5,677	5,677	5,677
4-1-3 OTHER SUPPORT SERVICES					
<u>General Budget</u>					
1	General Revenue Fund	0	2,715	2,715	2,715
TOTAL, GENERAL REVENUE FUNDS		\$251,853	\$251,853	251,853	251,853
TOTAL, MOFs		\$251,853	\$251,853	251,853	251,853

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
2 Hardware/Software Acquisition					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2001	PROFESSIONAL FEES AND SERVICES	600	3,531	3,531	3,531
2009	OTHER OPERATING EXPENSE	338,692	335,761	360,761	360,761
TOTAL, OOE's		\$339,292	\$339,292	364,292	364,292
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	339,292	339,292	364,292	364,292
TOTAL, GENERAL REVENUE FUNDS		\$339,292	\$339,292	364,292	364,292
TOTAL, MOF's		\$339,292	\$339,292	364,292	364,292

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
3 Public Safety Technology					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1001	SALARIES AND WAGES	12,200	73,200	0	0
1002	OTHER PERSONNEL COSTS	0	366	0	0
2001	PROFESSIONAL FEES AND SERVICES	293,502	0	0	0
2003	CONSUMABLE SUPPLIES	0	0	0	0
2004	UTILITIES	0	0	0	0
2005	TRAVEL	0	0	0	0
2006	RENT - BUILDING	0	0	0	0
2009	OTHER OPERATING EXPENSE	10,614	732	0	0
5000	CAPITAL EXPENDITURES	688,000	1,162,834	0	0
TOTAL, OOE's		\$1,004,316	\$1,237,132	0	0
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	1,004,316	1,237,132	0	0
TOTAL, GENERAL REVENUE FUNDS		\$1,004,316	\$1,237,132	0	0
TOTAL, MOF's		\$1,004,316	\$1,237,132	0	0

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
4 Licensing & Tax Technology					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1001	SALARIES AND WAGES	156,859	309,900	0	0
1002	OTHER PERSONNEL COSTS	1,080	3,010	0	0
2001	PROFESSIONAL FEES AND SERVICES	812,698	0	0	0
2003	CONSUMABLE SUPPLIES	0	0	0	0
2004	UTILITIES	1,710	0	0	0
2005	TRAVEL	0	0	0	0
2006	RENT - BUILDING	0	0	0	0
2007	RENT - MACHINE AND OTHER	0	0	0	0
2009	OTHER OPERATING EXPENSE	118,151	3,099	0	0
5000	CAPITAL EXPENDITURES	2,928,498	3,054,041	0	0
TOTAL, OOE's		\$4,018,996	\$3,370,050	0	0
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	4,018,996	3,370,050	0	0
TOTAL, GENERAL REVENUE FUNDS		\$4,018,996	\$3,370,050	0	0

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
4 Licensing & Tax Technology					
	TOTAL, MOFs	\$4,018,996	\$3,370,050	\$0	\$0

5006 Transportation Items

6 Fleet Acquisition

OOE

Capital

1-1-1 ENFORCEMENT

General Budget

2007	RENT - MACHINE AND OTHER	64,521	0	0	0
2009	OTHER OPERATING EXPENSE	192,100	0	0	0
5000	CAPITAL EXPENDITURES	1,701,852	0	699,525	699,525
	TOTAL, OOE's	\$1,958,473	\$0	699,525	699,525

MOF

GENERAL REVENUE FUNDS

Capital

1-1-1 ENFORCEMENT

General Budget

1	General Revenue Fund	1,958,473	0	699,525	699,525
	TOTAL, GENERAL REVENUE FUNDS	\$1,958,473	\$0	699,525	699,525
	TOTAL, MOFs	\$1,958,473	\$0	699,525	699,525

5007 Acquisition of Capital Equipment and Items

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
7 Public Safety Equip - Replacement					
OOE					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
2003	CONSUMABLE SUPPLIES	14,995	0	0	0
2009	OTHER OPERATING EXPENSE	164,424	179,419	179,419	179,419
TOTAL, OOE's		\$179,419	\$179,419	179,419	179,419
MOF					
GENERAL REVENUE FUNDS					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
1	General Revenue Fund	179,419	179,419	179,419	179,419
TOTAL, GENERAL REVENUE FUNDS		\$179,419	\$179,419	179,419	179,419
TOTAL, MOF's		\$179,419	\$179,419	179,419	179,419

7000 Data Center Consolidation

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
8 Data Center Consolidation					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2001	PROFESSIONAL FEES AND SERVICES	800,000	826,978	894,726	866,524
TOTAL, OOE's		\$800,000	\$826,978	894,726	866,524
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	800,000	826,978	894,726	866,524
TOTAL, GENERAL REVENUE FUNDS		\$800,000	\$826,978	894,726	866,524
TOTAL, MOF's		\$800,000	\$826,978	894,726	866,524

8000 Centralized Accounting and Payroll/Personnel System (CAPPS)

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
9 CAPPS Support					
OOE					
Capital					
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
1001	SALARIES AND WAGES	73,100	73,100	0	0
1002	OTHER PERSONNEL COSTS	5,202	952	0	0
2003	CONSUMABLE SUPPLIES	31	0	0	0
2004	UTILITIES	0	0	0	0
2005	TRAVEL	0	0	0	0
2006	RENT - BUILDING	0	0	0	0
2009	OTHER OPERATING EXPENSE	1,005	1,189	0	0
5000	CAPITAL EXPENDITURES	0	0	0	0
TOTAL, OOE's		\$79,338	\$75,241	0	0
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
1	General Revenue Fund	79,338	75,241	0	0
TOTAL, GENERAL REVENUE FUNDS		\$79,338	\$75,241	0	0
TOTAL, MOFs		\$79,338	\$75,241	0	0

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2020	Bud 2021	BL 2022	BL 2023
9000	Cybersecurity				
5	Cybersecurity				
	OOE				
	Capital				
	4-1-2 INFORMATION RESOURCES				
	<u>General Budget</u>				
2001	PROFESSIONAL FEES AND SERVICES	0	0	0	0
2009	OTHER OPERATING EXPENSE	0	0	0	0
	TOTAL, OOE's	\$0	\$0	0	0
	MOF				
	GENERAL REVENUE FUNDS				
	Capital				
	4-1-2 INFORMATION RESOURCES				
	<u>General Budget</u>				
1	General Revenue Fund	0	0	0	0
	TOTAL, GENERAL REVENUE FUNDS	\$0	\$0	0	0
	TOTAL, MOF's	\$0	\$0	0	0

5.E. Capital Budget Project-OOE and MOF Detail by Strategy
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

		Est 2020	Bud 2021	BL 2022	BL 2023
CAPITAL					
<u>General Budget</u>					
GENERAL REVENUE FUNDS					
TOTAL, GENERAL BUDGET		\$8,631,687	\$6,279,965	2,389,815	2,361,613
		8,631,687	6,279,965	2,389,815	2,361,613
TOTAL, ALL PROJECTS		\$8,631,687	\$6,279,965	2,389,815	2,361,613

Capital Budget Project Schedule - Exceptional
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code / Category Name <i>Project Number / Name</i> OOE / TOF / MOF CODE		Excp 2022	Excp 2023
5005	Acquisition of Information Resource Technologies		
<u>1</u>	<u>Agencywide PC/Tablets Leased</u>		
	Objects of Expense		
	2007 RENT - MACHINE AND OTHER	14,820	14,820
	Subtotal OOE, Project 1	14,820	14,820
	Type of Financing		
CA	1 General Revenue Fund	14,820	14,820
	Subtotal TOF, Project 1	14,820	14,820
<u>3</u>	<u>Public Safety Technology</u>		
	Objects of Expense		
	1001 SALARIES AND WAGES	248,000	248,000
	2001 PROFESSIONAL FEES AND SERVICES	1,873,901	1,249,747
	2003 CONSUMABLE SUPPLIES	1,500	1,500
	2004 UTILITIES	2,007	2,007
	2005 TRAVEL	6,000	6,000
	2006 RENT - BUILDING	9,000	9,000
	2009 OTHER OPERATING EXPENSE	4,800	300
	5000 CAPITAL EXPENDITURES	6,810	6,810
	Subtotal OOE, Project 3	2,152,018	1,523,364
	Type of Financing		
CA	1 General Revenue Fund	2,152,018	1,523,364
	Subtotal TOF, Project 3	2,152,018	1,523,364
<u>4</u>	<u>Licensing & Tax Technology</u>		
	Objects of Expense		
	1001 SALARIES AND WAGES	391,500	391,500
	2001 PROFESSIONAL FEES AND SERVICES	2,082,624	1,389,216
	2003 CONSUMABLE SUPPLIES	2,500	2,500

Capital Budget Project Schedule - Exceptional
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code / Category Name		Excp 2022	Excp 2023
<i>Project Number / Name</i>			
OOE / TOF / MOF CODE			
2004	UTILITIES	3,345	3,345
2005	TRAVEL	10,000	10,000
2006	RENT - BUILDING	15,000	15,000
2009	OTHER OPERATING EXPENSE	8,000	500
5000	CAPITAL EXPENDITURES	11,350	11,350
Subtotal OOE, Project	4	2,524,319	1,823,411
Type of Financing			
CA	1 General Revenue Fund	2,524,319	1,823,411
Subtotal TOF, Project	4	2,524,319	1,823,411
Subtotal Category	5005	4,691,157	3,361,595
5006	Transportation Items		
<u>6</u>	<u>Fleet Acquisition</u>		
Objects of Expense			
5000	CAPITAL EXPENDITURES	858,000	0
Subtotal OOE, Project	6	858,000	0
Type of Financing			
CA	1 General Revenue Fund	858,000	0
Subtotal TOF, Project	6	858,000	0
Subtotal Category	5006	858,000	0
5007	Acquisition of Capital Equipment and Items		
<u>7</u>	<u>Public Safety Equip - Replacement</u>		
Objects of Expense			
2009	OTHER OPERATING EXPENSE	130,598	0
Subtotal OOE, Project	7	130,598	0

Capital Budget Project Schedule - Exceptional
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code / Category Name		Excp 2022		Excp 2023	
Project Number / Name					
OOE / TOF / MOF CODE					
Type of Financing					
CA	1 General Revenue Fund		130,598		0
Subtotal TOF, Project		7	130,598		0
Subtotal Category		5007	130,598		0
8000 Centralized Accounting and Payroll/Personnel System (CAPPS)					
9 CAPPS Support					
Objects of Expense					
1001	SALARIES AND WAGES		86,000		86,000
1002	OTHER PERSONNEL COSTS		480		480
2003	CONSUMABLE SUPPLIES		500		500
2004	UTILITIES		669		669
2005	TRAVEL		2,000		2,000
2006	RENT - BUILDING		3,000		3,000
5000	CAPITAL EXPENDITURES		570		570
Subtotal OOE, Project		9	93,219		93,219
Type of Financing					
CA	1 General Revenue Fund		93,219		93,219
Subtotal TOF, Project		9	93,219		93,219
Subtotal Category		8000	93,219		93,219
9000 Cybersecurity					
5 Cybersecurity					
Objects of Expense					
2001	PROFESSIONAL FEES AND SERVICES		263,660		263,660
2009	OTHER OPERATING EXPENSE		125,000		125,000

Capital Budget Project Schedule - Exceptional
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code / Category Name			Excp 2022	Excp 2023
<i>Project Number / Name</i>				
OOE / TOF / MOF CODE				
Subtotal OOE, Project	5		388,660	388,660
Type of Financing				
CA	1 General Revenue Fund		388,660	388,660
Subtotal TOF, Project	5		388,660	388,660
Subtotal Category	9000		388,660	388,660
AGENCY TOTAL			6,161,634	3,843,474
METHOD OF FINANCING:				
	1 General Revenue Fund		6,161,634	3,843,474
Total, Method of Financing			6,161,634	3,843,474
TYPE OF FINANCING:				
CA	CURRENT APPROPRIATIONS		6,161,634	3,843,474
Total, Type of Financing			6,161,634	3,843,474

Capital Budget Allocation to Strategies by Project - Exceptional

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Number/Name

				Excp 2022	Excp 2023
5005 Acquisition of Information Resource Technologies					
1	Agencywide PC/Tablets Leased				
1	1	1	ENFORCEMENT	14,820	14,820
TOTAL, PROJECT				14,820	14,820
3	Public Safety Technology				
4	1	2	INFORMATION RESOURCES	248,000	248,000
4	1	2	INFORMATION RESOURCES	1,873,901	1,249,747
4	1	2	INFORMATION RESOURCES	1,500	1,500
4	1	2	INFORMATION RESOURCES	2,007	2,007
4	1	2	INFORMATION RESOURCES	6,000	6,000
4	1	2	INFORMATION RESOURCES	9,000	9,000
4	1	2	INFORMATION RESOURCES	4,800	300
4	1	2	INFORMATION RESOURCES	6,810	6,810
TOTAL, PROJECT				2,152,018	1,523,364
4	Licensing & Tax Technology				
4	1	2	INFORMATION RESOURCES	391,500	391,500
4	1	2	INFORMATION RESOURCES	2,082,624	1,389,216
4	1	2	INFORMATION RESOURCES	2,500	2,500
4	1	2	INFORMATION RESOURCES	3,345	3,345
4	1	2	INFORMATION RESOURCES	10,000	10,000
4	1	2	INFORMATION RESOURCES	15,000	15,000
4	1	2	INFORMATION RESOURCES	8,000	500
4	1	2	INFORMATION RESOURCES	11,350	11,350
TOTAL, PROJECT				2,524,319	1,823,411

Capital Budget Allocation to Strategies by Project - Exceptional

87th Regular Session, Agency Submission, Version 1

Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name

Project Number/Name

Goal/Obj/Str				Strategy Name	Excp 2022	Excp 2023
5006 Transportation Items						
6	Fleet Acquisition					
1	1	1		ENFORCEMENT	858,000	0
TOTAL, PROJECT					858,000	0
5007 Acquisition of Capital Equipment and Items						
7	Public Safety Equip - Replacement					
1	1	1		ENFORCEMENT	130,598	0
TOTAL, PROJECT					130,598	0
8000 Centralized Accounting and Payroll/Personnel System (CAPPS)						
9	CAPPS Support					
4	1	1		CENTRAL ADMINISTRATION	86,000	86,000
4	1	1		CENTRAL ADMINISTRATION	480	480
4	1	1		CENTRAL ADMINISTRATION	500	500
4	1	1		CENTRAL ADMINISTRATION	669	669
4	1	1		CENTRAL ADMINISTRATION	2,000	2,000
4	1	1		CENTRAL ADMINISTRATION	3,000	3,000
4	1	1		CENTRAL ADMINISTRATION	570	570
TOTAL, PROJECT					93,219	93,219
9000 Cybersecurity						
5	Cybersecurity					
4	1	2		INFORMATION RESOURCES	263,660	263,660
4	1	2		INFORMATION RESOURCES	125,000	125,000

Capital Budget Allocation to Strategies by Project - Exceptional
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Category Code/Name			
Project Number/Name			
Goal/Obj/Str	Strategy Name	Excp 2022	Excp 2023
	TOTAL, PROJECT	388,660	388,660
	TOTAL, ALL PROJECTS	6,161,634	3,843,474

6.A. Historically Underutilized Business Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency: **Alcoholic Beverage Commission**

COMPARISON TO STATEWIDE HUB PROCUREMENT GOALS

A. Fiscal Year - HUB Expenditure Information

Statewide HUB Goals	Procurement Category	% Goal	HUB Expenditures FY 2018			Total Expenditures		HUB Expenditures FY 2019			Total Expenditures	
			% Actual	Diff	Actual \$	FY 2018	% Goal	% Actual	Diff	Actual \$	FY 2019	
11.2%	Heavy Construction	11.2 %	0.0%	-11.2%	\$0	\$0	11.2 %	0.0%	-11.2%	\$0	\$0	
21.1%	Building Construction	21.1 %	0.0%	-21.1%	\$0	\$0	21.1 %	0.0%	-21.1%	\$0	\$0	
32.9%	Special Trade	32.9 %	0.0%	-32.9%	\$0	\$6,061	32.9 %	2.3%	-30.6%	\$18,188	\$787,471	
23.7%	Professional Services	23.7 %	100.0%	76.3%	\$7,450	\$7,450	23.7 %	0.0%	-23.7%	\$0	\$68,069	
26.0%	Other Services	26.0 %	12.5%	-13.5%	\$242,768	\$1,948,184	26.0 %	15.0%	-11.0%	\$372,094	\$2,485,645	
21.1%	Commodities	21.1 %	23.6%	2.5%	\$367,785	\$1,558,611	21.1 %	26.2%	5.1%	\$478,613	\$1,829,180	
	Total Expenditures		17.6%		\$618,003	\$3,520,306		16.8%		\$868,895	\$5,170,365	

B. Assessment of Fiscal Year - Efforts to Meet HUB Procurement Goals

Attainment:

The agency attained or exceeded one of six by more than triple the applicable statewide HUB procurement goals in FY 2018 and exceeded "Commodities" in both FY2018 and FY2019.

Applicability:

The "Heavy Construction" and "Building Construction" categories were not applicable to agency operations in FY 2018 and FY 2019 since the agency did not have expenditures related to those categories for the fiscal years listed.

Factors Affecting Attainment:

While the agency met its estimated percentages with "Commodities", utilizing Comptroller of Public Accounts (CPA) term and managed contracts, WorkQuest (formerly Texas Industries for the Blind and Handicapped (TIBH)), Texas Correctional Industries (TCI) and Texas Department of Information Resources (DIR) when available had its impact on attaining additional goals.

"Good-Faith" Efforts:

The agency made the following good faith efforts to comply with state-wide HUB procurement goals, per 1 TAC Section 111.13(c):

- ensured that contract specifications, terms, quantities, and conditions reflected the agency's actual requirements, were clearly stated, and did not impose unreasonable or unnecessary requirements;
- attended statewide economic opportunity forums and networked with businesses on the agency's procurement procedures and buying methods; and
- regularly monitored the agency's internal divisions and their specific requests and HUB participation capabilities.

6.B. Current Biennium One-time Expenditure Schedule

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Heather Nevill	Date: July 26, 2020	
Item	2020-2021		2022-2023	
	Amount	MOF	Amount	MOF
Marketing Practices Education Project Grant	\$51,090	555		
TABC Under 21 Community Education Project	\$314,488	555		
COVID	\$213,890	001		
CAPPS	\$150,469	001		
Public Safety Technology Replacement	\$2,454,448	001		
Licensing and Tax Technology Replacement	\$7,389,046	001		
\$10,573,430				

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Stacey Malek		Date July 1, 2020	
PROJECT ITEM: Under 25 Community Partnership Project							
ALLOCATION TO STRATEGY: 1.1.1 Enforcement							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
1001 2003 2005 2009	Objects of Expense:						
	Salaries and Wages			\$50,665	\$0	\$0	\$0
	Consumable Supplies						
	Travel			\$378			
	Other Operating Expenses			\$46			
	Total, Objects of Expense			\$51,090	\$0	\$0	\$0
555	Method of Financing:						
	Federal Funds			\$51,090	\$0	\$0	\$0
	Total, Method of Financing			\$51,090	\$0	\$0	\$0

Description of Item for 2020-21

To promote community partnerships to assist in efforts to reduce the consequences of overconsumption, underage drinking and driving

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Stacey Malek		Date July 1, 2020	
PROJECT ITEM: TABC Law Enforcement TRACE Enhancement Project							
ALLOCATION TO STRATEGY: 1.1.1 Enforcement							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
1001 2003 2005 2009	Objects of Expense:						
	Salaries and Wages			\$149,787	\$47,607	\$0	\$0
	Consumable Supplies						
	Travel			\$14,311	\$3,959		
	Other Operating Expenses			\$48,735	\$50,089		
	Total, Objects of Expense			\$212,833	\$101,655	\$0	\$0
555	Method of Financing:						
	Federal Funds			\$212,833	\$101,655	\$0	\$0
	Total, Method of Financing			\$212,833	\$101,655	\$0	\$0

Description of Item for 2020-21

To educate minors, parents and other community members about the dangers of underage drinking, social hosting, over-consumption and drinking and driving.

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Heather Nevill		Date July 26, 2020	
PROJECT ITEM: Public Safety Technology Replacement							
ALLOCATION TO STRATEGY: 4.1.2 Information Resources							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
1001 1002 2001 2009 5000	Objects of Expense:						
	Salaries and Wages			\$12,200	\$73,200	\$0	\$0
	Other Personnel Costs				\$366		
	Professional Fees and Services			\$293,502			
	Other Operating Expense			\$10,614	\$732		
	Capital Expenditures			\$688,000	\$1,162,834		
	Total, Objects of Expense			\$1,004,316	\$1,237,132	\$0	\$0
001	Method of Financing:						
	General Revenue Fund			\$1,004,316	\$1,237,132	\$0	\$0
	Total, Method of Financing			\$1,004,316	\$1,237,132	\$0	\$0

Description of Item for 2020-21

This funding was used to to acquire systems and solutions to manage activities performed by Field Operations, Auditing, and Legal in support of identifying violations and disposing of those violations

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Heather Nevill		Date September 22, 2020	
PROJECT ITEM: COVID							
ALLOCATION TO STRATEGY: 1.1.1. Enforcement							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
2003 2004 2007 2009	Objects of Expense:						
	Consumable Supplies			\$9,943	\$30,180	\$0	\$0
	Utilities			\$350			
	Rent - Machine and Other			\$41			
	Other Operating Expense			\$282,564	\$54,777		
Total, Objects of Expense				\$292,898	\$84,957	\$0	\$0
001 555	Method of Financing:						
	General Revenue Fund			\$290,498		\$0	\$0
	Federal Funds			\$2,400	\$84,957		
Total, Method of Financing				\$292,898	\$84,957	\$0	\$0

Description of Item for 2020-21

These funds are used for teleworking support, employee safety, employee and industry communications. This includes office sanitizations and Personal Protective Equipment (PPE).

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Heather Nevill		Date September 22, 2020	
PROJECT ITEM: CAPPS							
ALLOCATION TO STRATEGY: 4.1.1. Central Administration							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
1001 1002 2003 2009	Objects of Expense:						
	Salaries and Wages			\$73,100	\$73,100	\$0	\$0
	Other Personnel Costs			\$5,202	\$952		
	Consumable Supplies			\$31			
	Other Operating Expenses			\$1,005	\$1,189		
	Total, Objects of Expense			\$79,338	\$75,241	\$0	\$0
001	Method of Financing:						
	General Revenue Fund			\$79,338	\$75,241	\$0	\$0
	Total, Method of Financing			\$79,338	\$75,241	\$0	\$0

Description of Item for 2020-21

This funding was used to pay salaries, consumables, travel, and operating expenses for Centralized Accounting and Payroll/Personnel System (CAPPS) implementations

6.B. Current Biennium One-time Expenditure Schedule - Strategy Allocation 2020-2021 Biennium

Agency Code: 458		Agency Name: Texas Alcoholic Beverage Commission		Prepared By: Heather Nevill		Date September 22, 2020	
PROJECT ITEM: Licensing and Tax Technology Replacement							
ALLOCATION TO STRATEGY: 4.1.2 Information Resources							
Code	Strategy Allocation			Estimated 2020	Budgeted 2021	Requested 2022	Requested 2023
1001 1002 2001 2004 2009 5000	Objects of Expense:						
	Salaries and Wages			\$156,859	\$309,900	\$0	\$0
	Other Personnel Costs			\$1,080	\$3,010		
	Professional Fees and Services			\$812,698			
	Utilities			\$1,710			
	Other Operating Expense			\$118,151	\$3,099		
	Capital Expenditures			\$2,928,498	\$3,054,041		
	Total, Objects of Expense			\$4,018,996	\$3,370,050	\$0	\$0
001	Method of Financing:						
	General Revenue Fund			\$4,018,996	\$3,370,050	\$0	\$0
	Total, Method of Financing			\$4,018,996	\$3,370,050	\$0	\$0

Description of Item for 2020-21

This funding was used to replace legacy technology at end-of-life, reduce staff workflow inefficiencies, minimize adverse effects on the industry's ability to generate Sales Tax revenue in an expedited manner once open for business, and allows the agency to properly operate securely and without externally-driven business disruptions.

6.C. Federal Funds Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

		458 Alcoholic Beverage Commission				
CFDA NUMBER/ STRATEGY		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
16.607.000	BULLET PROOF VEST					
1 - 1 - 1	ENFORCEMENT	13,547	0	0	0	0
	TOTAL, ALL STRATEGIES	\$13,547	\$0	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$13,547	\$0	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
20.600.000	State and Community Highw					
1 - 1 - 1	ENFORCEMENT	0	549,780	0	0	0
	TOTAL, ALL STRATEGIES	\$0	\$549,780	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$0	\$549,780	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
20.601.000	Alcohol Traffic Safety an					
1 - 1 - 1	ENFORCEMENT	421,336	181,081	0	0	0
	TOTAL, ALL STRATEGIES	\$421,336	\$181,081	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$421,336	\$181,081	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
20.616.000	National Priority Safety Programs					
1 - 1 - 1	ENFORCEMENT	48,144	0	500,000	0	0
	TOTAL, ALL STRATEGIES	\$48,144	\$0	\$500,000	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$48,144	\$0	\$500,000	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0

6.C. Federal Funds Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

		458 Alcoholic Beverage Commission				
CFDA NUMBER/ STRATEGY		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
<u>SUMMARY LISTING OF FEDERAL PROGRAM AMOUNTS</u>						
16.607.000	BULLET PROOF VEST	13,547	0	0	0	0
20.600.000	State and Community Highw	0	549,780	0	0	0
20.601.000	Alcohol Traffic Safety an	421,336	181,081	0	0	0
20.616.000	National Priority Safety Programs	48,144	0	500,000	0	0
TOTAL, ALL STRATEGIES		\$483,027	\$730,861	\$500,000	\$0	\$0
TOTAL, ADDL FED FUNDS FOR EMPL BENEFITS		0	0	0	0	0
TOTAL, FEDERAL FUNDS		\$483,027	\$730,861	\$500,000	\$0	\$0
TOTAL, ADDL GR FOR EMPL BENEFITS		\$0	\$0	\$0	\$0	\$0

SUMMARY OF SPECIAL CONCERNS/ISSUES

Assumptions and Methodology:

The Texas Alcoholic Beverage Commission does not have any grant funding in our method of finance for FY2022-2023. Grants awarded to the agency in FY2019 and FY2020 were one time independent applications made by the agency after appropriations were made. The same will hold true for any future awards in outlying years.

6.C. Federal Funds Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission					
CFDA NUMBER/ STRATEGY	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023

Potential Loss:

In FY2013 and FY2014 the agency expended the last award directly from the federal government, CFDA#16.727. This grant had been received for many years by TABC, but the grant was not funded at the federal level.

6.E. Estimated Revenue Collections Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

FUND/ACCOUNT		Act 2019	Exp 2020	Est 2021	Est 2022	Est 2023
<u>1</u>	General Revenue Fund					
	Beginning Balance (Unencumbered):	\$0	\$0	\$0	\$0	\$0
	Estimated Revenue:					
3143	Industrial Alcohol Mfg	400	0	0	0	0
3253	Liquor Tax	99,283,684	108,873,624	111,051,097	113,228,569	115,406,042
3256	Liquor Permit Fees	36,896,332	33,326,817	33,300,000	57,047,001	58,187,941
3257	License/Permit Sucharges-General	27,398,266	30,591,526	30,500,000	0	0
3258	Beer Tax	102,769,408	108,358,861	108,000,000	0	0
3259	Wine Tax	16,707,606	17,255,156	17,000,000	17,000,000	17,340,000
3261	Wine and Beer Permits	6,238,552	9,453,436	9,450,000	16,186,039	16,543,276
3263	Brew Pub License	153,323	145,050	145,000	248,355	253,322
3265	Malt Liquor (Ale) Tax	14,857,760	14,816,944	14,800,000	122,800,000	125,256,000
3266	Temp Charit Funct Permit-Alcohol	9,800	7,200	7,200	12,330	12,577
3268	Alcohol Bev Penalty Lieu Suspend	2,323,700	1,192,600	1,200,000	1,200,000	1,200,000
3269	Sale-Confiscated Alcohol Bevs	672	150	0	0	0
3271	Alcoholic Beverage Import Fee	5,601,074	4,617,891	4,448,226	4,900,000	4,900,000
3272	Alcoholic Bev Seller Trng Prog	917,540	824,155	790,000	790,000	805,800
3273	Alcoholic Bev - Samp & Labels Cert	662,299	674,000	519,224	519,224	529,609
3274	A B C Administrative Fees	27,000	23,450	18,100	18,100	18,100
3275	Cigarette Tax	606,873	579,389	570,000	570,000	570,000
3582	Controlled Sub Act Forft Prop Sales	759	20	0	0	0
3719	Fees/Copies or Filing of Records	2,939	3,455	3,000	3,000	3,000
3767	Supply, Equip, Service - Fed/Other	106,342	54,157	56,000	56,000	56,000
3769	Forfeitures	281,326	260,671	225,000	225,000	225,000
3783	Insurance Recovery w Loss - Other	79	7,650	0	0	0
3790	Deposit to Trust or Suspense	878,509	798,782	0	0	0
3795	Other Misc Government Revenue	154	108	0	0	0
3802	Reimbursements-Third Party	10,340	7,792	7,000	7,000	7,000
3839	Sale of Motor Vehicle/Boat/Aircraft	65,453	59,085	15,000	15,000	15,000
3879	Credit Card and Related Fees	292,597	336,944	350,000	400,000	400,000

6.E. Estimated Revenue Collections Supporting Schedule
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

FUND/ACCOUNT	Act 2019	Exp 2020	Est 2021	Est 2022	Est 2023
Subtotal: Actual/Estimated Revenue	316,092,787	332,268,913	332,454,847	335,225,618	341,728,667
Total Available	\$316,092,787	\$332,268,913	\$332,454,847	\$335,225,618	\$341,728,667
DEDUCTIONS:					
Unemployment Benefits	(17,805)	(36,368)	(40,000)	(40,000)	(40,000)
Health, OASI, Retirement	(11,067,637)	(11,351,360)	(11,400,000)	(11,400,000)	(11,400,000)
Benefit Replacement Pay	(26,505)	(21,803)	(20,000)	(20,000)	(20,000)
Total, Deductions	\$(11,111,947)	\$(11,409,531)	\$(11,460,000)	\$(11,460,000)	\$(11,460,000)
Ending Fund/Account Balance	\$304,980,840	\$320,859,382	\$320,994,847	\$323,765,618	\$330,268,667

REVENUE ASSUMPTIONS:

The Texas Alcoholic Beverage Commission is required by Rider 7 of the agency bill pattern to cover its appropriation in addition to employee benefits using revenue codes: 3143, 3256, 3257, 3261, 3263, 3266, 3268, 3271, 3272, 3273, 3274, 3769 and 3879.

Any increase in excess of the biennial revenue amount certified by the Comptroller of Public Accounts must be collected by the agency through increases in surcharges in amounts sufficient to cover the increase. However, the enactment of House Bill (HB) 1545 during the 86th regular session repeals provisions of the Alcoholic Beverage Code establishing fee amounts and surcharges for licenses and permits and directs the agency to set fees effective September 1, 2021. HB 1545 also changes references to beer and ale to malt beverages and is effective September 1, 2021. The fluctuation in license/permit fees is due to the agency issuing 2-year permits which results in renewals happening every two years.

The COVID-19 Pandemic has impacted the economy of Texas, particularly establishments with revenues more than 51% in alcohol sales which have been greatly impacted by the pandemic restrictions and permitted restaurants which are operating at partial capacity. Revenue collections during the current biennium are expected to hold steady from the prior biennium with no growth expected until FY2023. A growth rate of 2% is expected for FY2023 assuming revenue collections return to pre-pandemic rates.

CONTACT PERSON:

Vanessa Mayo

6.G. HOMELAND SECURITY FUNDING SCHEDULE - PART C - COVID-19 RELATED EXPENDITURES

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458** Agency name: **Alcoholic Beverage Commission**

CODE	DESCRIPTION	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
OBJECTS OF EXPENSE						
2003	CONSUMABLE SUPPLIES	\$0	\$9,943	\$30,180	\$0	\$0
2004	UTILITIES	\$0	\$350	\$0	\$0	\$0
2007	RENT - MACHINE AND OTHER	\$0	\$41	\$0	\$0	\$0
2009	OTHER OPERATING EXPENSE	\$0	\$282,564	\$54,777	\$0	\$0
TOTAL, OBJECTS OF EXPENSE		\$0	\$292,898	\$84,957	\$0	\$0
METHOD OF FINANCING						
1	General Revenue Fund	\$0	\$290,498	\$84,957	\$0	\$0
	Subtotal, MOF (General Revenue Funds)	\$0	\$290,498	\$84,957	\$0	\$0
555	Federal Funds					
	CFDA 20.600.000, State and Community Highw	\$0	\$2,400	\$0	\$0	\$0
	Subtotal, MOF (Federal Funds)	\$0	\$2,400	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE		\$0	\$292,898	\$84,957	\$0	\$0

FULL-TIME-EQUIVALENT POSITIONS

NO FUNDS WERE PASSED THROUGH TO LOCAL ENTITIES

NO FUNDS WERE PASSED THROUGH TO OTHER STATE AGENCIES OR INSTITUTIONS OF HIGHER EDUCATION

USE OF HOMELAND SECURITY FUNDS

These funds are used for teleworking support, employee safety, employee and industry communications. This includes office sanitizations and Personal Protective Equipment (PPE).

6.L. Document Production Standards
Summary of Savings Due to Improved Document Production Standards

Agency Code:	Agency Name:	Prepared By:
458	Texas Alcoholic Beverage Commission	Heather Nevill

Documented Production Standards Strategies	Estimated 2020	Budgeted 2021
1. Duplex printing	\$23,252	\$0
2. Processing and filing/retrieving documents online (using PDF, DocuSign, & Neubus)	\$36,512	\$7,500
3.	\$0	\$0
4.	\$0	\$0
Total, All Strategies	\$59,764	\$7,500
Total Estimated Paper Volume Reduced	2,617,947.00	142,679.00

Description:
New printers were leased under a managed print contract wherein printers default to duplex printing. Paperless processes were implemented in FY2020 such as online processing of invoices, document routing using DocuSign, and storing and retrieving documents using PDF and Neubus rather than printing.

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission						
Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1-1-1	Enforcement					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$1,856,321	\$ 2,258,557	\$ 2,452,098	\$ 2,454,569	\$ 2,528,207
1002	OTHER PERSONNEL COSTS	154,321	124,712	122,646	93,584	93,652
2001	PROFESSIONAL FEES AND SERVICES	694,910	1,486,482	613,201	640,072	613,267
2002	FUELS AND LUBRICANTS	545	702	1,441	2,665	1,596
2003	CONSUMABLE SUPPLIES	4,560	3,166	4,947	13,154	11,161
2004	UTILITIES	32,497	31,390	31,916	33,149	31,903
2005	TRAVEL	17,880	15,656	6,780	20,635	18,901
2006	RENT - BUILDING	54,273	52,049	64,673	76,673	76,673
2007	RENT - MACHINE AND OTHER	87,896	1,489	13,978	15,499	15,293
2009	OTHER OPERATING EXPENSE	436,712	509,151	480,006	510,857	507,852
5000	CAPITAL EXPENDITURES	81,987	2,574,833	3,011,457	2,690	19,050
Total, Objects of Expense		\$3,421,902	\$7,058,187	\$6,803,143	\$3,863,547	\$3,917,555
METHOD OF FINANCING:						
1	General Revenue Fund	3,420,473	7,056,264	6,801,691	3,863,547	3,917,555
666	Appropriated Receipts	1,429	1,923	1,452	0	0
Total, Method of Financing		\$3,421,902	\$7,058,187	\$6,803,143	\$3,863,547	\$3,917,555
FULL TIME EQUIVALENT POSITIONS		28.8	37.7	35.2	33.7	33.7

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1-1-1	Enforcement					
Method of Allocation						

Central Administration and Other Support Services indirect costs are allocated to the direct strategies based on the percent of FTE's for the direct strategies. Information Resources indirect costs are allocated to the direct strategies based on the number of PC's supported for the direct strategies.

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
2-1-1	Licensing					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$416,040	\$ 440,785	\$ 492,839	\$ 525,194	\$ 540,950
1002	OTHER PERSONNEL COSTS	34,212	25,401	25,242	22,221	22,215
2001	PROFESSIONAL FEES AND SERVICES	93,257	187,453	76,550	79,839	76,551
2002	FUELS AND LUBRICANTS	133	158	392	716	410
2003	CONSUMABLE SUPPLIES	1,167	622	1,332	3,244	2,674
2004	UTILITIES	4,622	4,353	4,911	5,250	4,894
2005	TRAVEL	4,738	4,091	1,847	5,671	5,174
2006	RENT - BUILDING	13,045	11,459	15,058	17,210	17,210
2007	RENT - MACHINE AND OTHER	13,508	362	3,096	3,512	3,453
2009	OTHER OPERATING EXPENSE	70,807	83,001	92,922	99,329	98,469
5000	CAPITAL EXPENDITURES	10,803	316,134	369,989	770	2,777
Total, Objects of Expense		\$662,332	\$1,073,819	\$1,084,178	\$762,956	\$774,777
METHOD OF FINANCING:						
1	General Revenue Fund	661,914	1,073,312	1,083,759	762,956	774,777
666	Appropriated Receipts	418	507	419	0	0
Total, Method of Financing		\$662,332	\$1,073,819	\$1,084,178	\$762,956	\$774,777
FULL TIME EQUIVALENT POSITIONS		6.4	7.3	7.0	7.4	7.4

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
2-1-1	Licensing					
Method of Allocation						

Central Administration and Other Support Services indirect costs are allocated to the direct strategies based on the percent of FTE's for the direct strategies. Information Resources indirect costs are allocated to the direct strategies based on the number of PC's supported for the direct strategies.

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
3-1-1 Conduct Inspections and Monitor Compliance						
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$525,541	\$ 600,041	\$ 638,761	\$ 641,029	\$ 660,260
1002	OTHER PERSONNEL COSTS	43,410	33,988	32,350	25,736	25,742
2001	PROFESSIONAL FEES AND SERVICES	150,042	312,261	128,022	133,471	127,914
2002	FUELS AND LUBRICANTS	162	203	445	782	457
2003	CONSUMABLE SUPPLIES	1,400	844	1,518	3,689	3,083
2004	UTILITIES	7,212	6,912	7,293	7,570	7,192
2005	TRAVEL	5,608	4,993	2,095	6,129	5,603
2006	RENT - BUILDING	16,024	14,876	18,246	20,498	20,498
2007	RENT - MACHINE AND OTHER	20,258	453	3,836	4,163	4,101
2009	OTHER OPERATING EXPENSE	103,409	122,090	122,626	127,529	126,616
5000	CAPITAL EXPENDITURES	17,553	533,990	624,677	817	4,209
Total, Objects of Expense		\$890,619	\$1,630,651	\$1,579,869	\$971,413	\$985,675
METHOD OF FINANCING:						
1	General Revenue Fund	890,141	1,630,033	1,579,405	971,413	985,675
666	Appropriated Receipts	478	618	464	0	0
Total, Method of Financing		\$890,619	\$1,630,651	\$1,579,869	\$971,413	\$985,675
FULL TIME EQUIVALENT POSITIONS		8.1	10.0	9.1	8.9	8.9

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
3-1-1 Conduct Inspections and Monitor Compliance					
Method of Allocation					

Central Administration and Other Support Services indirect costs are allocated to the direct strategies based on the percent of FTE's for the direct strategies. Information Resources indirect costs are allocated to the direct strategies based on the number of PC's supported for the direct strategies.

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission						
Strategy		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
3-2-1	Ports of Entry					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$513,207	\$ 554,544	\$ 545,060	\$ 625,031	\$ 643,783
1002	OTHER PERSONNEL COSTS	41,830	33,482	28,561	28,749	28,720
2001	PROFESSIONAL FEES AND SERVICES	52,779	88,417	33,725	35,115	33,767
2002	FUELS AND LUBRICANTS	174	228	545	1,004	559
2003	CONSUMABLE SUPPLIES	1,585	788	1,841	4,312	3,482
2004	UTILITIES	3,051	2,930	3,791	4,316	3,797
2005	TRAVEL	6,574	6,633	2,570	8,065	7,343
2006	RENT - BUILDING	16,970	16,286	18,901	21,326	21,326
2007	RENT - MACHINE AND OTHER	10,495	558	3,737	4,386	4,300
2009	OTHER OPERATING EXPENSE	60,373	80,921	98,892	107,747	106,496
5000	CAPITAL EXPENDITURES	5,781	130,076	152,554	1,121	1,943
Total, Objects of Expense		\$712,819	\$914,863	\$890,177	\$841,172	\$855,516
METHOD OF FINANCING:						
1	General Revenue Fund	712,205	914,035	889,575	841,172	855,516
666	Appropriated Receipts	614	828	602	0	0
Total, Method of Financing		\$712,819	\$914,863	\$890,177	\$841,172	\$855,516
FULL TIME EQUIVALENT POSITIONS		7.7	9.1	7.7	9.0	9.0

7.A. Indirect Administrative and Support Costs

87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
Method of Allocation					
Central Administration and Other Support Services indirect costs are allocated to the direct strategies based on the percent of FTE's for the direct strategies. Information Resources indirect costs are allocated to the direct strategies based on the number of PC's supported for the direct strategies.					

7.A. Indirect Administrative and Support Costs
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission						
		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
GRAND TOTALS						
Objects of Expense						
1001	SALARIES AND WAGES	\$3,311,109	\$3,853,927	\$4,128,758	\$4,245,823	\$4,373,200
1002	OTHER PERSONNEL COSTS	\$273,773	\$217,583	\$208,799	\$170,290	\$170,329
2001	PROFESSIONAL FEES AND SERVICES	\$990,988	\$2,074,613	\$851,498	\$888,497	\$851,499
2002	FUELS AND LUBRICANTS	\$1,014	\$1,291	\$2,823	\$5,167	\$3,022
2003	CONSUMABLE SUPPLIES	\$8,712	\$5,420	\$9,638	\$24,399	\$20,400
2004	UTILITIES	\$47,382	\$45,585	\$47,911	\$50,285	\$47,786
2005	TRAVEL	\$34,800	\$31,373	\$13,292	\$40,500	\$37,021
2006	RENT - BUILDING	\$100,312	\$94,670	\$116,878	\$135,707	\$135,707
2007	RENT - MACHINE AND OTHER	\$132,157	\$2,862	\$24,647	\$27,560	\$27,147
2009	OTHER OPERATING EXPENSE	\$671,301	\$795,163	\$794,446	\$845,462	\$839,433
5000	CAPITAL EXPENDITURES	\$116,124	\$3,555,033	\$4,158,677	\$5,398	\$27,979
Total, Objects of Expense		\$5,687,672	\$10,677,520	\$10,357,367	\$6,439,088	\$6,533,523
Method of Financing						
1	General Revenue Fund	\$5,684,733	\$10,673,644	\$10,354,430	\$6,439,088	\$6,533,523
666	Appropriated Receipts	\$2,939	\$3,876	\$2,937	\$0	\$0
Total, Method of Financing		\$5,687,672	\$10,677,520	\$10,357,367	\$6,439,088	\$6,533,523
Full-Time-Equivalent Positions (FTE)		51.0	64.1	59.0	59.0	59.0

7.B. Direct Administrative and Support Costs
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
1-1-1 Enforcement					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$636,163	\$707,763	\$732,212	\$754,178	\$776,656
1002 OTHER PERSONNEL COSTS	22,941	38,115	13,991	16,561	16,671
2001 PROFESSIONAL FEES AND SERVICES	38	0	11,985	12,500	11,985
2002 FUELS AND LUBRICANTS	5	0	50	50	50
2003 CONSUMABLE SUPPLIES	1,243	476	1,249	2,000	1,249
2004 UTILITIES	1,145	767	1,900	1,900	1,900
2005 TRAVEL	7,456	998	3,564	4,000	3,564
2006 RENT - BUILDING	7,372	7,024	9,000	9,270	9,270
2007 RENT - MACHINE AND OTHER	930	107	950	950	950
2009 OTHER OPERATING EXPENSE	14,960	14,740	14,320	15,995	16,215
Total, Objects of Expense	\$692,253	\$769,990	\$789,221	\$817,404	\$838,510
METHOD OF FINANCING:					
1 General Revenue Fund	692,253	769,990	789,221	817,404	838,510
Total, Method of Financing	\$692,253	\$769,990	\$789,221	\$817,404	\$838,510
FULL-TIME-EQUIVALENT POSITIONS (FTE):	8.5	8.5	8.5	8.0	8.5

DESCRIPTION

Estimated based on hours of legal resources expended and/or budgeted on prosecuting and settling administrative cases for the direct strategies.

7.B. Direct Administrative and Support Costs
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
2-1-1 Licensing					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$445,314	\$495,434	\$512,548	\$527,925	\$543,659
1002 OTHER PERSONNEL COSTS	16,059	26,680	9,794	11,593	11,670
2001 PROFESSIONAL FEES AND SERVICES	26	0	8,390	8,750	8,390
2002 FUELS AND LUBRICANTS	3	0	35	35	35
2003 CONSUMABLE SUPPLIES	870	333	874	1,400	874
2004 UTILITIES	801	537	1,330	1,330	1,330
2005 TRAVEL	5,219	699	2,494	2,800	2,494
2006 RENT - BUILDING	5,160	4,917	6,300	6,489	6,489
2007 RENT - MACHINE AND OTHER	651	75	665	665	665
2009 OTHER OPERATING EXPENSE	10,472	10,318	10,024	11,196	11,350
 Total, Objects of Expense	\$484,575	\$538,993	\$552,454	\$572,183	\$586,956
METHOD OF FINANCING:					
1 General Revenue Fund	484,575	538,993	552,454	572,183	586,956
 Total, Method of Financing	\$484,575	\$538,993	\$552,454	\$572,183	\$586,956
FULL-TIME-EQUIVALENT POSITIONS (FTE):	6.0	6.0	6.0	5.6	6.0

DESCRIPTION

Estimated based on hours of legal resources expended and/or budgeted on prosecuting and settling administrative cases for the direct strategies.

7.B. Direct Administrative and Support Costs
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
3-1-1 Conduct Inspections and Monitor Compliance					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$190,849	\$212,329	\$219,663	\$226,253	\$232,997
1002 OTHER PERSONNEL COSTS	6,882	11,434	4,197	4,968	5,001
2001 PROFESSIONAL FEES AND SERVICES	11	0	3,596	3,750	3,596
2002 FUELS AND LUBRICANTS	1	0	15	15	15
2003 CONSUMABLE SUPPLIES	373	143	375	600	375
2004 UTILITIES	343	230	570	570	570
2005 TRAVEL	2,237	299	1,069	1,200	1,069
2006 RENT - BUILDING	2,212	2,107	2,700	2,781	2,781
2007 RENT - MACHINE AND OTHER	279	32	285	285	285
2009 OTHER OPERATING EXPENSE	4,488	4,422	4,296	4,798	4,864
Total, Objects of Expense	\$207,675	\$230,996	\$236,766	\$245,220	\$251,553
METHOD OF FINANCING:					
1 General Revenue Fund	207,675	230,996	236,766	245,220	251,553
Total, Method of Financing	\$207,675	\$230,996	\$236,766	\$245,220	\$251,553
FULL-TIME-EQUIVALENT POSITIONS (FTE):	2.6	2.6	2.6	2.4	2.6

DESCRIPTION

Estimated based on hours of legal resources expended and/or budgeted on prosecuting and settling administrative cases for the direct strategies.

7.B. Direct Administrative and Support Costs
87th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

		Exp 2019	Est 2020	Bud 2021	BL 2022	BL 2023
GRAND TOTALS						
Objects of Expense						
1001	SALARIES AND WAGES	\$1,272,326	\$1,415,526	\$1,464,423	\$1,508,356	\$1,553,312
1002	OTHER PERSONNEL COSTS	\$45,882	\$76,229	\$27,982	\$33,122	\$33,342
2001	PROFESSIONAL FEES AND SERVICES	\$75	\$0	\$23,971	\$25,000	\$23,971
2002	FUELS AND LUBRICANTS	\$9	\$0	\$100	\$100	\$100
2003	CONSUMABLE SUPPLIES	\$2,486	\$952	\$2,498	\$4,000	\$2,498
2004	UTILITIES	\$2,289	\$1,534	\$3,800	\$3,800	\$3,800
2005	TRAVEL	\$14,912	\$1,996	\$7,127	\$8,000	\$7,127
2006	RENT - BUILDING	\$14,744	\$14,048	\$18,000	\$18,540	\$18,540
2007	RENT - MACHINE AND OTHER	\$1,860	\$214	\$1,900	\$1,900	\$1,900
2009	OTHER OPERATING EXPENSE	\$29,920	\$29,480	\$28,640	\$31,989	\$32,429
Total, Objects of Expense		\$1,384,503	\$1,539,979	\$1,578,441	\$1,634,807	\$1,677,019
Method of Financing						
1	General Revenue Fund	\$1,384,503	\$1,539,979	\$1,578,441	\$1,634,807	\$1,677,019
Total, Method of Financing		\$1,384,503	\$1,539,979	\$1,578,441	\$1,634,807	\$1,677,019
Full-Time-Equivalent Positions (FTE)		17.1	17.1	17.1	16.0	17.1

Please visit our website at www.tabc.texas.gov for more information about the Texas Alcoholic Beverage Commission.



**TEXAS ALCOHOLIC
BEVERAGE COMMISSION**
Texans Helping Businesses & Protecting Communities