



TEXAS ALCOHOLIC
BEVERAGE COMMISSION
Texans Helping Businesses & Protecting Communities

LEGISLATIVE APPROPRIATION REQUEST

for **Fiscal Years 2024 and 2025**

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**



Legislative Appropriations Request for Fiscal Years 2024 and 2025

Submitted to:

The Office of the Governor, Budget Division, and the Legislative Budget Board

By the Texas Alcoholic Beverage Commission

August 24, 2022

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Administrator's Statement

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The Texas Alcoholic Beverage Commission (TABC), originally created by the Texas Legislature in 1935 as the Texas Liquor Control Board, is charged with regulating all aspects of the alcoholic beverage industry in Texas. The agency ensures alcoholic beverage businesses across all three tiers (manufacturing, distribution/wholesale, and retail) and all three product categories (malt beverages, wine, and distilled spirits) comply with the provisions of the Texas Alcoholic Beverage Code (Code).

Texas has placed a great responsibility on the agency. We pledge to always:

- Apply the Alcoholic Beverage Code in a fair, consistent, and timely manner.
- Exemplify courteous, ethical, and professional behavior.
- Be fiscally responsible and accountable.
- Be accessible, transparent, efficient, and effective.

The Governing Board of Commissioners: Effective and Transparent Regulation

The governing board consist of five members (Commissioners) appointed by the Governor and confirmed by the Texas Senate. They serve staggered six-year terms without compensation. In addition to the agency’s mission, the Commission’s top priority is to ensure TABC’s Administrative Rules (Rules) fairly implement the law and do not place overly burdensome requirements on businesses. Before adopting any administrative rule, the Commissioners carefully consider the potential impact to public health and safety, businesses, and consumers. The Commission values transparency and open government, and ensures that all Commission meeting dates, locations, and agendas are available in advance to the public via digital distribution. Commission meetings are streamed live with two-way communication capabilities.

Commission Members	Term End	Hometown
Kevin J. Lilly, Chair	November 15, 2021	Houston
M. Scott Adkins	November 15, 2023	El Paso
Jason E. Boatright	November 15, 2023	Dallas
Deborah Gray Marino	November 15, 2025	San Antonio
Hasan K. Mack	November 15, 2025	Austin

The Commissioners appoint an Executive Director to run day-to-day operations of the agency. The Executive Director carries out these duties with the support of a Deputy Executive Director. Further details can be found in the organizational chart section submitted as part of this request.

Significant Changes in Policy

In 2019, The Texas Sunset Advisory Commission proposed significant changes to the agency and the Alcoholic Beverage Code, most of which were adopted with the passage of House Bill 1545 (86R). The 86th Legislature also invested in modernizing the agency’s information technology, leading to the creation of the Alcohol Industry Management System (AIMS) — a cloud-based service that allows regulated businesses to conduct all of their transactions with TABC online. Considerable efforts went into implementing these statutory and technology changes while maintaining the highest level of transparency and customer service. Some of the changes to the Alcoholic Beverage Code include:

- Consolidating 75 license and permit types to 37.

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- Requiring TABC to adopt all license and permit fees by Rule.
- Combining beer and ale into a single malt beverage category.
- Streamlining agency processes.

The new license and fee structure now allows many alcoholic beverage businesses to operate with a single TABC license, subject to a single associated fee. This eliminated the previous framework, which often required a business to hold multiple subordinate licenses, each being subject to a statutory fee and a surcharge set by Rule. The Commission will periodically review the amount of each fee it sets and will make necessary adjustments to ensure TABC collects enough revenue to cover the cost of its appropriations and that TABC's regulatory costs are fairly allocated among all license and permit holders, as is directed in TABC budget Rider 7 of the General Appropriations Act and Section 5.50(b-2) of the Texas Alcoholic Beverage Code.

The agency also updated several Rules to align with legislative changes, such as streamlining product registration processes; making the process to protest license and permit applications more transparent and consistent; updating the methodology for calculating fines for regulatory violations; providing for the use of emergency orders to protect public safety; and adopting guidelines for legal and responsible alcohol-to-go transactions.

Significant Changes in Provisions of Service: Getting Texans into Business Faster

On September 1, 2021, the agency launched Phase I of the Alcohol Industry Management System (AIMS). AIMS is a cloud-based online solution in which businesses can complete their license and permit applications, submit product registration requests, file reports, and submit payments — all from a computer or mobile device. This allows TABC staff to instantaneously receive and begin reviewing these submissions in one online platform rather than wait to receive them in the mail and manually enter the data in various outdated legacy systems.

Since the launch of AIMS, TABC has realized significant efficiencies that help businesses enter the Texas alcoholic beverage industry faster. Specifically, businesses' average wait time to receive an approved license or permit from TABC has been reduced by nearly 40%. The average time it takes TABC staff to process these new license applications went from 51.13 days in FY 2019 to 30.7 days in FY 2022. Additionally, businesses' average wait time to receive approval of new product registrations from TABC has been reduced by 75%, which allows businesses to bring their products to market much faster. The average time for TABC staff to process these new product registration requests went from 28 days in FY 2019 to 10 days in FY 2022.

When AIMS is complete, it will allow the agency to streamline more business services while providing a user-friendly experience for submitting applications and information online — all from a single system.

Exceptional Items

TABC budget Rider 7 of the General Appropriations Act requires the agency's collection of fees, fines, and other revenues to cover the cost of its appropriations. In FY 2024-2025, TABC expects its revenue collections to be \$214,552,200. Additionally, the agency expects to collect \$551,970,000 in alcohol excise taxes and \$1,380,000 in cigarette taxes. TABC's baseline funding request for the next biennium is \$100,222,168, including 620 full-time equivalent employees (FTEs), of which 247 are commissioned peace officers (CPOs) serving as agents in the Enforcement Division.

In addition to TABC's baseline funding request for FY 2024-2025, the agency has identified six exceptional items that support the agency's ability to recruit and retain

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qualified employees, improve business services and information technology systems, secure sensitive data, and execute its public safety mission effectively. Without these additional funds, the agency will not be able to properly serve and regulate Texas's ever-growing alcoholic beverage industry.

I. Commissioned Peace Officer Restoration

TABC requests \$6,234,076 for the FY 2024-2025 biennium to ensure it has the resources to fill 30 vacant commissioned peace officer (CPO) positions in its Enforcement Division.

TABC lacks the resources to fill these positions after the agency used existing Enforcement Division resources, along with new appropriations from the 86th Legislature, to enhance TABC's Investigations Division in 2021 in order to carry out the agency's new statutory requirement to prevent human trafficking (Texas Alcoholic Beverage Code Section 1.08).

Due to these CPO vacancies, Enforcement Division performance has suffered. In FY 2022, the number of undercover operations conducted by TABC agents was 54% of its performance measure goal and the number of priority locations inspected by agents fell to 59% — far below the performance measure goal of 73%. As a result, threats to public safety increase.

With this funding, TABC will be positioned to fill its CPO vacancies, which is vital to the agency's mission to protect the health, safety, and welfare of the public. Without it, the vacant CPO positions will remain unfilled, the agency will continue to see declines in Enforcement Division statistics, and threats to public safety will increase — especially as the alcoholic beverage industry continues to rapidly grow.

II. Recruit and Retain a Qualified Workforce

TABC requests \$9,296,848 biennially to fully fund its current FTE cap and thereby enable the agency to recruit and retain essential personnel that are vital to its operations.

Various positions throughout the agency have become increasingly difficult to fill due to the exceptionally low pay rates we can offer qualified applicants, a very competitive job market, and nationwide inflation. This puts TABC at a significant disadvantage when recruiting key positions like Auditors, License and Permit Specialists (LPSs), and Indirect personnel vital to agency operations. In the last two years, the agency had to significantly increase the standard salary offered for various critical jobs to ultimately fill those positions. Moreover, this problem makes it difficult for TABC to retain essential personnel, who transfer to other state agencies or resign for federal or private sector jobs. The turnover rates for Auditors and LPS positions were 13% and 15%, respectively, in 2021.

Without this funding, about 50 positions will likely remain unfilled. Filling these positions and retaining qualified personnel is exceptionally critical for properly serving the fast-growing Texas alcoholic beverage industry, which provides significant economic benefits to this state, and impacts many industries — such as agriculture, hospitality, and tourism.

III. Information Technology Transformation

TABC requests \$4,433,848, which includes four FTEs, for the continued development of AIMS.

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This exceptional item funds the ongoing development of AIMS, allowing TABC to fully operate from a modernized single technology solution, benefiting both the alcoholic beverage industry and the state. Specifically, this funding will allow TABC to complete AIMS Phase 3, which will:

- Interface with the Texas Comptroller of Public Accounts and others to provide seamless service to the alcoholic beverage industry.
- Streamline and increase accuracy for the agency's excise tax collection and reconciliation process for approximately 36,000 monthly excise tax reports.
- Develop external-facing integrations for larger manufacturers and distributors to easily interface with AIMS.
- Include necessary city and county data in licensing applications for TABC staff.

All efforts within the current biennium and planned for the upcoming biennium are aligned with the Texas Department of Information Resources' (DIR's) current State Strategic Plan.

IV. AIMS Licensing and Support

TABC requests \$2,400,000 biennially for on-going costs related to TABC staff user subscriptions and for system maintenance.

Without this funding, TABC staff will not be able to get on the agency's new online system to serve Texas businesses, nor will the agency be able to make necessary updates and enhancements to ensure AIMS continues to function properly for Texas businesses. This will result in a return to manual processes, reliance on outdated and expensive legacy systems, and significant delays for Texas businesses.

V. Cybersecurity

TABC requests \$785,962, which includes one new FTE, to implement additional cybersecurity enhancements and continue third-party services that will reduce the risk of exposure to growing cybersecurity threats.

Statutorily, TABC is custodian of a vast amount of confidential data submitted by applicant businesses, legal entities, and individuals. That information includes personally identifiable information, criminal violation history, legal documents, corporate structures, and sales data, all of which must be guarded against unauthorized access and use.

All too often, malicious actors launch cyber stacks on governmental entities, and TABC has a duty to safeguard the information entrusted to it. This request would ensure TABC's ability to serve customers, uphold public safety, and generate revenue for Texas.

VI. Enforcement Fleet Replacement

TABC requests \$1.3 million for the biennium to replace 28 vehicles and adhere to the fleet replacement schedule.

To protect public safety across Texas, in which there are more than 59,000 TABC-licensed and permitted locations, TABC requires a fleet of reliable law enforcement vehicles. TABC's fleet includes a significant number of older vehicles, some as old as 2007 models, with more than 120,000 miles on the odometer. This goes well beyond the standard established by the Comptroller of Public Accounts' Texas State Vehicle Fleet Management Plan of evaluating passenger vehicles for replacement at nine

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years and 100,000 miles. Meeting the standard is important; otherwise, the agency will incur increased maintenance costs, diminishing fuel efficiency, and most importantly, more mission downtime for peace officers during repair and maintenance periods. TABC's current capital budget appropriation for vehicle replacement funds approximately 16 new vehicles per year.

TABC's request to replace 28 vehicles would decrease operating costs and increase the availability of peace officers to fulfill the agency's mission. Without this funding, the agency must continue to use older, high-mileage vehicles that are more prone to maintenance issues, causing an increase in costs and a decrease in agent availability.

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 large-scale projects take longer to implement than expected, and their costs typically occur over multiple fiscal years, complicating efforts to adequately plan for spending. Any unexpended balances as of August 31, 2024, in appropriations made to TABC would be appropriated for the same purposes for the fiscal year beginning September 1, 2025.

Rider 2

Capital Budget Expenditures from Federal Awards.

To maximize the use of federal funds and fulfill grant requirements for the receipt and expenditure of those funds, TABC requests not to be exempt from the capital budget rider limitations contained in Article IX of the GAA 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 towards 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

Removal of out-of-state travel ban (Rider 13).

As the alcoholic beverage industry continues to grow, the travel restriction impacts TABC's ability to audit and collect taxes from out-of-state businesses, specifically manufacturers and alcohol shippers that sell products directly to Texas consumers. Without these regulatory functions, out-of-state business have an unfair competitive market advantage over Texas businesses.

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.

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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.

Exempt Position

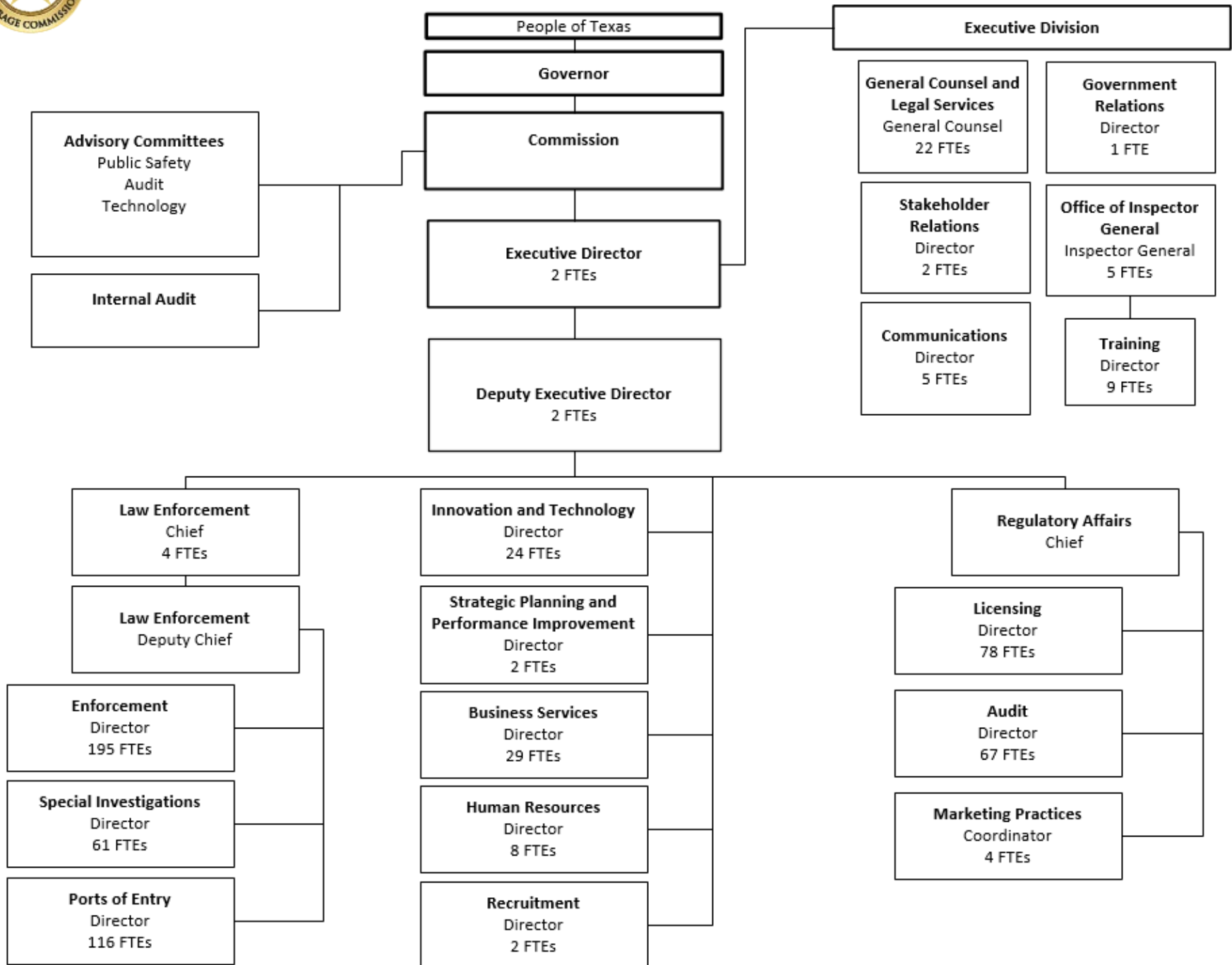
TABC Commissioners request that the TABC Executive Director be added to the list currently in the General Appropriations Act, 2022–23 biennium, Article IX, Section 3.04, Scheduled Exempt Positions, allowing the governing board to set the salary of the Executive Director within Group 7. This request provides the governing board with an additional tool to attract the best candidates and ensures 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 2024-2025 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



Organizational Chart



Division Descriptions

Audit — Conducts investigative audits and other financial reviews; oversees the collection and reconciliation of the state's excise taxes; conducts inspections during the initial phases of the licensing process; and assists agents in various types of investigations.

Business Services — 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.

Executive — Leads the agency and establishes the strategy for achieving TABC's mission; implements Commission directives; manages day-to-day operations; leads clear communication and engagement efforts; sets staff training standards; and oversees agency legal affairs.

Human Resources — Manages employment-related activities including recruitment, selection, benefits and compensation, employee relations, classification, risk management, and implementation of TABC's equal employment opportunity program.

Innovation and Technology — Develops and maintains the core technology applications and infrastructure that supports agency operations and applies innovative technology solutions to make the agency more efficient, improve customer service, and solve business problems.

Law Enforcement — Protects Texans through public safety investigations and operations; investigates allegations of violations of the Alcoholic Beverage Code and other laws at TABC-licensed businesses; and, through the Special Investigations, investigates financial crimes, combats organized crime and other major criminal activity, and traces the source of alcohol after alcohol-related emergencies resulting in serious injury or death.

Licensing — Processes, reviews and grants licenses and permits to qualified applicants in accordance with the Alcoholic Beverage Code; provides customer service to applicants to assist businesses and support regulatory compliance; carries out a consistent, predictable, and timely licensing and permitting process; and oversees the agency's product registration process (labeling).

Marketing Practices — Oversees laws and rules regulating promotion of alcoholic beverage products.

Ports of Entry — As a component of the Law Enforcement Division, Ports of Entry protects public safety by enforcing state laws that regulate the importation of alcoholic beverages and cigarettes for personal consumption; prevents illicit products from entering the Texas market; and operates tax and fee collection facilities at international bridges along the Texas-Mexico border and at the Galveston Seaport's cruise ship terminal.

Recruitment — Supports the agency's mission by developing innovative recruitment programs to support divisions in hiring and maintaining diverse and top-tier talent.

Strategic Planning and Performance Improvement — Ensures agency implementation of legislation, including rules and policies as well as strategic planning and special projects.



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 (2022-23 GAA).

Chief Executive Officer or Presiding Judge

Handwritten signature of Thomas Graham in black ink.

Signature

Thomas Graham

Printed Name

Executive Director

Title

August 24, 2022

Date

Board or Commission Chair

Handwritten signature of Kevin J. Lilly in black ink.

Signature

Kevin J. Lilly

Printed Name

Presiding Officer

Title

August 24, 2022

Date

Chief Financial Officer

Handwritten signature of Luis Arellano in black ink.

Signature

Luis Arellano

Printed Name

Interim Chief Financial Officer

Title

August 24, 2022

Date

Budget Overview - Biennial Amounts
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Appropriation Years: 2024-25

	GENERAL REVENUE FUNDS		GR DEDICATED		FEDERAL FUNDS		OTHER FUNDS		ALL FUNDS		EXCEPTIONAL ITEM FUNDS
	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2022-23	2024-25	2024-25
Goal: 1. Promote the Health, Safety, and Welfare of the Public											
1.1.1. Enforcement	50,044,703	54,898,632			7,576,915	800,000	200,000	200,000	57,821,618	55,898,632	8,373,994
Total, Goal	50,044,703	54,898,632			7,576,915	800,000	200,000	200,000	57,821,618	55,898,632	8,373,994
Goal: 2. License, Permit, Register Qualified Businesses and Products											
2.1.1. Licensing	9,287,384	10,097,930							9,287,384	10,097,930	2,644,232
Total, Goal	9,287,384	10,097,930							9,287,384	10,097,930	2,644,232
Goal: 3. Ensure Compliance with Fees & Taxes											
3.1.1. Compliance Monitoring	13,251,279	13,018,316							13,251,279	13,018,316	3,753,670
3.2.1. Ports Of Entry	8,984,804	9,924,066							8,984,804	9,924,066	1,168,388
Total, Goal	22,236,083	22,942,382							22,236,083	22,942,382	4,922,058
Goal: 4. Indirect Administration											
4.1.1. Central Administration	4,816,285	5,064,063							4,816,285	5,064,063	329,000
4.1.2. Information Resources	10,001,974	5,855,203							10,001,974	5,855,203	8,181,450
4.1.3. Other Support Services	871,574	863,958							871,574	863,958	
Total, Goal	15,689,833	11,783,224							15,689,833	11,783,224	8,510,450
Total, Agency	97,258,003	99,722,168			7,576,915	800,000	200,000	200,000	105,034,918	100,722,168	24,450,734
Total FTEs									640.0	620.0	5.0

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
1 Promote the Health, Safety, and Welfare of the Public					
1 <i>Detect/Prevent Law Violations</i>					
1 ENFORCEMENT	26,751,097	29,098,310	28,723,308	27,949,316	27,949,316
TOTAL, GOAL 1	\$26,751,097	\$29,098,310	\$28,723,308	\$27,949,316	\$27,949,316
2 License, Permit, Register Qualified Businesses and Products					
1 <i>Process Apps for Permits, Licenses, & Registrations in a Timely Manner</i>					
1 LICENSING	4,477,082	4,371,571	4,915,813	5,048,965	5,048,965
TOTAL, GOAL 2	\$4,477,082	\$4,371,571	\$4,915,813	\$5,048,965	\$5,048,965
3 Ensure Compliance with Fees & Taxes					
1 <i>Ensure Compliance with Alcoholic Beverage Code</i>					
1 COMPLIANCE MONITORING	6,517,265	6,434,577	6,816,702	6,509,158	6,509,158
2 <i>Ensure Maximum Compliance with Importation Laws at Ports of Entry</i>					
1 PORTS OF ENTRY	3,169,031	4,022,771	4,962,033	4,962,033	4,962,033

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
TOTAL, GOAL	3	\$9,686,296	\$10,457,348	\$11,778,735	\$11,471,191	\$11,471,191
4	Indirect Administration					
1	Indirect Administration					
1	CENTRAL ADMINISTRATION	2,506,781	2,443,984	2,372,301	2,532,031	2,532,032
2	INFORMATION RESOURCES	7,982,576	6,563,483	3,438,491	2,929,164	2,926,039
3	OTHER SUPPORT SERVICES	415,622	455,595	415,979	431,979	431,979
TOTAL, GOAL	4	\$10,904,979	\$9,463,062	\$6,226,771	\$5,893,174	\$5,890,050
TOTAL, AGENCY STRATEGY REQUEST		\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST*					\$0	\$0
GRAND TOTAL, AGENCY REQUEST		\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522

2.A. Summary of Base Request by Strategy

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Goal / Objective / STRATEGY	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>METHOD OF FINANCING:</u>					
General Revenue Funds:					
1 General Revenue Fund	32,978,206	46,013,376	51,244,627	49,862,646	49,859,522
SUBTOTAL	\$32,978,206	\$46,013,376	\$51,244,627	\$49,862,646	\$49,859,522
Federal Funds:					
325 Coronavirus Relief Fund	18,324,321	6,426,432	0	0	0
555 Federal Funds	392,030	850,483	300,000	400,000	400,000
SUBTOTAL	\$18,716,351	\$7,276,915	\$300,000	\$400,000	\$400,000
Other Funds:					
666 Appropriated Receipts	124,897	100,000	100,000	100,000	100,000
SUBTOTAL	\$124,897	\$100,000	\$100,000	\$100,000	\$100,000
TOTAL, METHOD OF FINANCING	\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522

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

2.B. Summary of Base Request by Method of Finance
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
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GENERAL REVENUE

1 General Revenue Fund

REGULAR APPROPRIATIONS

Regular Appropriations from MOF Table (2020-21 GAA)

\$54,778,798	\$0	\$0	\$0	\$0
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Regular Appropriations from MOF Table (2022-23 GAA)

\$0	\$47,524,755	\$48,534,841	\$0	\$0
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Regular Appropriations from MOF Table (2024-25)

\$0	\$0	\$0	\$50,112,646	\$50,109,522
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RIDER APPROPRIATION

Art IX, Sec 17.48, Additional Reductions to Appropriation Made Under Other Articles (2022-23 GAA)

\$0	\$(3,095,983)	\$0	\$0	\$0
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Comments: Return of GR funds reimbursed by CRF. Letter from OOG dated 12/13/2021. Amount of benefits to be returned \$904,017. Total to be reimbursed \$4,000,000.

Art IX, Sec 17.46, Appropriation for Law Enforcement Officer Salary Increase. (2022-23 GAA)

\$0	\$1,939,786	\$1,939,786	\$0	\$0
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2.B. Summary of Base Request by Method of Finance
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METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
Agency code: 458 Agency name: Alcoholic Beverage Commission					
<u>GENERAL REVENUE</u>					
Comments: CPO Salary Increase					
HB2, 87th Leg, Regular Session					
	\$(7,982,533)	\$0	\$0	\$0	\$0
Comments: Return of GR funds reimbursed by CRF. Letter from OOG dated 5/27/2021. Amount of benefits returned \$2,518,065. Total reimbursed \$10,500,598.					
<i>TRANSFERS</i>					
Art V, Rider 11, Texas Wine Marketing Assistance Program (2020-2021 GAA).					
	\$(250,000)	\$0	\$0	\$0	\$0
Art V, Rider 11, Texas Wine Marketing Assistance Program (2022-2023 GAA).					
	\$0	\$(250,000)	\$(250,000)	\$0	\$0
Art V, Rider 11, Texas Wine Marketing Assistance Program (2024-2025 GAA).					
	\$0	\$0	\$0	\$(250,000)	\$(250,000)
<i>SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS</i>					
HB 2, 87th Leg, Regular Session					
	\$4,347,730	\$0	\$0	\$0	\$0
Comments: Supplemental Funds for AIMS					

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

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

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
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GENERAL REVENUE

HB 2, 87th Leg, Regular Session

	\$ (5,329,741)	\$ 0	\$ 0	\$ 0	\$ 0
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Comments: 5% Reduction

LAPSED APPROPRIATIONS

Regular Appropriations from MOF Table (2020-21 GAA)

	\$ (156,724)	\$ 0	\$ 0	\$ 0	\$ 0
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Art IX, Sec 14.04(d), Disaster Related Transfer Authority (2020-2021 GAA)

	\$ (10,341,788)	\$ 0	\$ 0	\$ 0	\$ 0
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Comments: Return of GR funds reimbursed by CRF. Letter from OOG dated 1/18/2022. Amount of benefits returned \$3,273,392. Total reimbursed \$13,615,181. Returned \$81,950 to OOG.

Art IX, Sec 14.04(d), Disaster Related Transfer Authority (2022-2023 GAA)

	\$ 0	\$ (3,330,449)	\$ 0	\$ 0	\$ 0
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Comments: Return of GR funds reimbursed by CRF. Letter from OOG dated 4/11/2022. Amount of benefits returned \$995,131. Total reimbursed \$4,325,581.

UNEXPENDED BALANCES AUTHORITY

HB 2, 87th Leg, Regular Session

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

Agency code: 458		Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>GENERAL REVENUE</u>						
		\$(4,245,267)	\$4,245,267	\$0	\$0	\$0
	Comments: UB Supplemental Funds for AIMS					
	Art IX, Sec 14.03 (2022-23 GAA)					
		\$0	\$(560,000)	\$560,000	\$0	\$0
	Comments: Estimated UB of Capital Funds.					
	HB 2, 87th Leg, Regular Session					
		\$0	\$(460,000)	\$460,000	\$0	\$0
	Comments: Estimated UB of Supplemental Funds for AIMS.					
	Art IX, Sec 14.03 (2020-2021 GAA)					
		\$2,157,731	\$0	\$0	\$0	\$0
	Comments: UB of Capital Funds.					
TOTAL,	General Revenue Fund	\$32,978,206	\$46,013,376	\$51,244,627	\$49,862,646	\$49,859,522
TOTAL, ALL	GENERAL REVENUE	\$32,978,206	\$46,013,376	\$51,244,627	\$49,862,646	\$49,859,522

FEDERAL FUNDS

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

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

METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
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FEDERAL FUNDS

325 Coronavirus Relief Fund

RIDER APPROPRIATION

Art IX, Sec 17.48, Additional

\$0	\$3,095,983	\$0	\$0	\$0
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Comments: CRF Federal Funds. Letter from OOG dated 12/13/2021. Amount of benefits to be returned \$904,017. Total reimbursed \$4,000,000.

Art IX, Sec 13.01 (2022-2023 GAA)

\$0	\$3,330,449	\$0	\$0	\$0
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Comments: CRF Federal Funds. Letter from OOG dated 4/11/2022. Amount of benefits returned \$995,131. Total reimbursed \$4,325,581.

Art IX, Sec 13.01 (2020-2021 GAA)

\$10,341,788	\$0	\$0	\$0	\$0
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Comments: CRF Federal Funds. Letter from OOG dated 1/18/2022. Amount of benefits returned \$3,273,392. Total reimbursed \$13,615,181. Returned \$81,950 to OOG.

SUPPLEMENTAL, SPECIAL OR EMERGENCY APPROPRIATIONS

HB 2, 87th Leg, Regular Session

\$7,982,533	\$0	\$0	\$0	\$0
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2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

Agency code: 458	Agency name: Alcoholic Beverage Commission					
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>FEDERAL FUNDS</u>						
	Comments: CRF Federal Funds. Letter from OOG dated 5/27/2021. Amount of benefits returned \$2,518,065. Total reimbursed \$10,500,598.					
TOTAL,	Coronavirus Relief Fund	\$18,324,321	\$6,426,432	\$0	\$0	\$0
<u>555</u>	Federal Funds					
	<i>REGULAR APPROPRIATIONS</i>					
	Regular Appropriations from MOF Table (2020-21 GAA)	\$500,000	\$0	\$0	\$0	\$0
	Regular Appropriations from MOF Table (2022-23 GAA)	\$0	\$300,000	\$300,000	\$0	\$0
	Regular Appropriations (2024 - 2025 GAA)	\$0	\$0	\$0	\$400,000	\$400,000
	Comments: Estimated Federal Funds					
	<i>RIDER APPROPRIATION</i>					
	Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21 GAA)	\$220,585	\$0	\$0	\$0	\$0

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

8/24/2022 2:02:31PM

88th 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 2021	Est 2022	Bud 2023	Req 2024	Req 2025
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FEDERAL FUNDS

Comments: Direct Delivery Education and Compliance Grant and Strengthening Human Trafficking Grant awarded in 2021 Effective 10/1/2020 - 9/30/2021: Totaling \$720,585. GAA appropriated \$500,000 in federal funds. This adjustment totals \$220,585

Art IX, Sec 13.01, Federal Funds/Block Grants (2022-23 GAA)

\$0	\$427,061	\$0	\$0	\$0
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Comments: TABC Reducing Minor DUI Project Grant and Strengthening Human Trafficking Grant awarded in 2022 Effective 10/1/2021 - 9/30/2022: Totaling \$727,061. GAA appropriated \$300,000 in federal funds. This adjustment totals \$427,061.

LAPSED APPROPRIATIONS

Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21 GAA)

\$(290,630)	\$0	\$0	\$0	\$0
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Comments: Law Enforcement TRACE Grant Award remaining at expiration 9/30/20.

Art IX, Sec 13.01, Federal Funds/Block Grants (2022-23 GAA)

\$0	\$(212,297)	\$0	\$0	\$0
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Comments: Direct Delivery Education and Compliance and Strengthening Human Trafficking Grants remaining at expiration 9/30/21.

UNEXPENDED BALANCES AUTHORITY

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

Agency code: 458	Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>FEDERAL FUNDS</u>					
Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21 GAA)	\$297,794	\$0	\$0	\$0	\$0
Comments: Law Enforcement TRACE Grant Unexpended in 2020.					
Art IX, Sec 13.01, Federal Funds/Block Grants (2020-21 GAA)	\$(335,719)	\$0	\$0	\$0	\$0
Comments: Direct Delivery Education and Compliance and Strenthening Human Trafficking Grants Unexpended.					
Art IX, Sec 13.01, Federal Funds/Block Grants (2022-23 GAA)	\$0	\$335,719	\$0	\$0	\$0
Comments: Direct Delivery Education and Compliance and Strengthening Human Trafficking Grants Unexpended from 2021.					
TOTAL, Federal Funds	\$392,030	\$850,483	\$300,000	\$400,000	\$400,000
TOTAL, ALL FEDERAL FUNDS	\$18,716,351	\$7,276,915	\$300,000	\$400,000	\$400,000

OTHER FUNDS

666 Appropriated Receipts
 REGULAR APPROPRIATIONS

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

Agency code: 458		Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING		Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
<u>OTHER FUNDS</u>						
Regular Appropriations from MOF Table (2020-21 GAA)		\$102,938	\$0	\$0	\$0	\$0
Regular Appropriations from MOF Table (2022-23 GAA)		\$0	\$100,000	\$100,000	\$0	\$0
Regular Appropriations from MOF Table 2024-25		\$0	\$0	\$0	\$100,000	\$100,000
<i>RIDER APPROPRIATION</i>						
Article V, Rider 9 Appropriation: Seized Assets (2020-21 GAA).		\$21,959	\$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.						
TOTAL,	Appropriated Receipts	\$124,897	\$100,000	\$100,000	\$100,000	\$100,000
TOTAL, ALL	OTHER FUNDS	\$124,897	\$100,000	\$100,000	\$100,000	\$100,000
GRAND TOTAL		\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522

2.B. Summary of Base Request by Method of Finance
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

8/24/2022 2:02:31PM

Agency code: 458	Agency name: Alcoholic Beverage Commission				
METHOD OF FINANCING	Exp 2021	Est 2022	Bud 2023	Req 2024	Req 2025
FULL-TIME-EQUIVALENT POSITIONS					
REGULAR APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	671.0	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	640.0	640.0	0.0	0.0
Regular Appropriations from MOF 2024-2025 Table	0.0	0.0	0.0	620.0	620.0
LAPSED APPROPRIATIONS					
Regular Appropriations from MOF Table (2020-21 GAA)	(98.9)	0.0	0.0	0.0	0.0
Regular Appropriations from MOF Table (2022-23 GAA)	0.0	(100.4)	0.0	0.0	0.0
TOTAL, ADJUSTED FTES	572.1	539.6	640.0	620.0	620.0
NUMBER OF 100% FEDERALLY FUNDED FTEs	1.0	1.0	0.0	0.0	0.0

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

8/24/2022 2:02:32PM

88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

OBJECT OF EXPENSE	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1001 SALARIES AND WAGES	\$36,321,804	\$37,841,671	\$40,180,278	\$40,280,279	\$40,280,279
1002 OTHER PERSONNEL COSTS	\$1,943,934	\$1,919,694	\$1,051,181	\$1,047,286	\$1,047,286
2001 PROFESSIONAL FEES AND SERVICES	\$4,830,146	\$4,843,966	\$1,497,123	\$1,017,239	\$1,014,114
2002 FUELS AND LUBRICANTS	\$345,951	\$472,541	\$429,900	\$429,900	\$429,900
2003 CONSUMABLE SUPPLIES	\$118,724	\$65,692	\$60,515	\$60,515	\$60,515
2004 UTILITIES	\$458,692	\$498,689	\$503,285	\$497,285	\$497,285
2005 TRAVEL	\$249,850	\$438,862	\$487,267	\$492,267	\$492,267
2006 RENT - BUILDING	\$2,390,082	\$2,343,311	\$2,145,827	\$2,145,827	\$2,145,828
2007 RENT - MACHINE AND OTHER	\$302,545	\$321,039	\$470,130	\$442,824	\$442,824
2009 OTHER OPERATING EXPENSE	\$3,872,726	\$4,290,826	\$3,805,621	\$3,312,224	\$3,312,224
5000 CAPITAL EXPENDITURES	\$985,000	\$354,000	\$1,013,500	\$637,000	\$637,000
OOE Total (Excluding Riders)	\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522
OOE Total (Riders)					
Grand Total	\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522

2.D. Summary of Base Request Objective Outcomes
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

8/24/2022 2:02:32PM

458 Alcoholic Beverage Commission

<i>Goal/ Objective / Outcome</i>	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1 Promote the Health, Safety, and Welfare of the Public					
<i>1 Detect/Prevent Law Violations</i>					
1 Percentage of Licensed Establishments Inspected Annually					
	69.55%	17.70%	12.50%	12.50%	12.50%
2 % of Administrative Cases Resulting in Administrative Sanctions					
	88.34%	98.76%	96.34%	96.34%	96.34%
KEY 3 Percentage of Priority Licensed Locations Inspected by Enforcement					
	50.30%	58.70%	58.70%	73.00%	73.00%
4 Retailer and Direct Sale Manufacturer Public Safety Compliance Rate					
	98.10%	96.33%	96.70%	96.71%	96.71%
5 Priority Licensed Location Public Safety Compliance Rate					
	97.97%	97.74%	97.42%	97.42%	97.42%
6 Recidivism Rate - Licensed Retailers					
	13.75%	9.97%	13.13%	13.13%	13.13%
7 % of Priority Locations					
	25.84%	9.00%	21.20%	21.20%	21.20%
2 License, Permit, Register Qualified Businesses and Products					
<i>1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner</i>					
KEY 1 Avg Number of Days to Approve an Original Primary License/Permit					
	37.94	31.00	40.00	37.00	35.00
KEY 2 Average Number of Days to Approve a Product Registration Application					
	25.76	15.00	20.00	20.00	20.00

2.D. Summary of Base Request Objective Outcomes
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation system of Texas (ABEST)

8/24/2022 2:02:32PM

458 Alcoholic Beverage Commission

Goal/ Objective / Outcome	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
3 Ensure Compliance with Fees & Taxes					
1 Ensure Compliance with Alcoholic Beverage Code					
KEY 1 Compliance Rate - Audits	86.50%	84.17%	85.00%	85.00%	85.00%
2 Percent of Report Analyses Resulting in Correction Notices	17.96%	45.00%	37.36%	29.72%	22.08%
KEY 3 % of Inspections by Auditors Where Licensees Were in Full Compliance	99.99%	99.00%	99.00%	99.00%	99.00%
4 Compliance Rate - Auditor Investigations	86.89%	34.41%	36.96%	36.96%	36.96%
2 Ensure Maximum Compliance with Importation Laws at Ports of Entry					
1 Revenue As a Percent of Expenses	129.65%	136.40%	136.40%	136.40%	136.40%

2.E. Summary of Exceptional Items Request
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME : 2:02:33PM

Agency code: 458

Agency name: Alcoholic Beverage Commission

Priority	Item	2024			2025			Biennium	
		GR and GR/GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds	FTEs	GR and GR Dedicated	All Funds
1	Commissioned Peace Officer Restore	\$3,237,773	\$3,237,773	0.0	\$2,996,303	\$2,996,303	0.0	\$6,234,076	\$6,234,076
2	Recruit & Retain a Qualified Work	\$4,648,424	\$4,648,424	0.0	\$4,648,424	\$4,648,424	0.0	\$9,296,848	\$9,296,848
3	Info Technology Transformation	\$2,220,804	\$2,220,804	4.0	\$2,213,044	\$2,213,044	4.0	\$4,433,848	\$4,433,848
4	AIMS Licensing and Support	\$1,200,000	\$1,200,000		\$1,200,000	\$1,200,000		\$2,400,000	\$2,400,000
5	Cybersecurity	\$393,951	\$393,951	1.0	\$392,011	\$392,011	1.0	\$785,962	\$785,962
6	Enforcement Fleet Replacement	\$1,300,000	\$1,300,000	0.0	\$0	\$0	0.0	\$1,300,000	\$1,300,000
Total, Exceptional Items Request		\$13,000,952	\$13,000,952	5.0	\$11,449,782	\$11,449,782	5.0	\$24,450,734	\$24,450,734

Method of Financing

General Revenue	\$13,000,952	\$13,000,952		\$11,449,782	\$11,449,782		\$24,450,734	\$24,450,734
General Revenue - Dedicated								
Federal Funds								
Other Funds								
	\$13,000,952	\$13,000,952		\$11,449,782	\$11,449,782		\$24,450,734	\$24,450,734

Full Time Equivalent Positions 5.0 5.0

Number of 100% Federally Funded FTEs 0.0 0.0

2.F. Summary of Total Request by Strategy
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/24/2022
TIME : 2:02:33PM

Agency code: 458 Agency name: Alcoholic Beverage Commission

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
1 Promote the Health, Safety, and Welfare of the Public						
<i>1 Detect/Prevent Law Violations</i>						
1 ENFORCEMENT	\$27,949,316	\$27,949,316	\$4,957,732	\$3,416,262	\$32,907,048	\$31,365,578
TOTAL, GOAL 1	\$27,949,316	\$27,949,316	\$4,957,732	\$3,416,262	\$32,907,048	\$31,365,578
2 License, Permit, Register Qualified Businesses and Products						
<i>1 Process Apps for Permits, Licenses, & Registrations in a Timely Man</i>						
1 LICENSING	5,048,965	5,048,965	1,322,116	1,322,116	6,371,081	6,371,081
TOTAL, GOAL 2	\$5,048,965	\$5,048,965	\$1,322,116	\$1,322,116	\$6,371,081	\$6,371,081
3 Ensure Compliance with Fees & Taxes						
<i>1 Ensure Compliance with Alcoholic Beverage Code</i>						
1 COMPLIANCE MONITORING	6,509,158	6,509,158	1,876,835	1,876,835	8,385,993	8,385,993
<i>2 Ensure Maximum Compliance with Importation Laws at Ports of Ent</i>						
1 PORTS OF ENTRY	4,962,033	4,962,033	584,194	584,194	5,546,227	5,546,227
TOTAL, GOAL 3	\$11,471,191	\$11,471,191	\$2,461,029	\$2,461,029	\$13,932,220	\$13,932,220

2.F. Summary of Total Request by Strategy
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/24/2022
 TIME : 2:02:33PM

Agency code: 458 Agency name: Alcoholic Beverage Commission

Goal/Objective/STRATEGY	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
4 Indirect Administration						
1 <i>Indirect Administration</i>						
1 CENTRAL ADMINISTRATION	\$2,532,031	\$2,532,032	\$164,500	\$164,500	\$2,696,531	\$2,696,532
2 INFORMATION RESOURCES	2,929,164	2,926,039	4,095,575	4,085,875	7,024,739	7,011,914
3 OTHER SUPPORT SERVICES	431,979	431,979	0	0	431,979	431,979
TOTAL, GOAL 4	\$5,893,174	\$5,890,050	\$4,260,075	\$4,250,375	\$10,153,249	\$10,140,425
TOTAL, AGENCY STRATEGY REQUEST	\$50,362,646	\$50,359,522	\$13,000,952	\$11,449,782	\$63,363,598	\$61,809,304
TOTAL, AGENCY RIDER APPROPRIATIONS REQUEST						
GRAND TOTAL, AGENCY REQUEST	\$50,362,646	\$50,359,522	\$13,000,952	\$11,449,782	\$63,363,598	\$61,809,304

2.F. Summary of Total Request by Strategy
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE : 8/24/2022
 TIME : 2:02:33PM

Agency code: 458		Agency name: Alcoholic Beverage Commission				
<i>Goal/Objective/STRATEGY</i>	Base 2024	Base 2025	Exceptional 2024	Exceptional 2025	Total Request 2024	Total Request 2025
General Revenue Funds:						
1 General Revenue Fund	\$49,862,646	\$49,859,522	\$13,000,952	\$11,449,782	\$62,863,598	\$61,309,304
	\$49,862,646	\$49,859,522	\$13,000,952	\$11,449,782	\$62,863,598	\$61,309,304
Federal Funds:						
325 Coronavirus Relief Fund	0	0	0	0	0	0
555 Federal Funds	400,000	400,000	0	0	400,000	400,000
	\$400,000	\$400,000	\$0	\$0	\$400,000	\$400,000
Other Funds:						
666 Appropriated Receipts	100,000	100,000	0	0	100,000	100,000
	\$100,000	\$100,000	\$0	\$0	\$100,000	\$100,000
TOTAL, METHOD OF FINANCING	\$50,362,646	\$50,359,522	\$13,000,952	\$11,449,782	\$63,363,598	\$61,809,304
FULL TIME EQUIVALENT POSITIONS	620.0	620.0	5.0	5.0	625.0	625.0

2.G. Summary of Total Request Objective Outcomes
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/24/2022
 Time: 2:02:33PM

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

Goal/ Objective / Outcome

	BL 2024	BL 2025	Excp 2024	Excp 2025	Total Request 2024	Total Request 2025
1 Promote the Health, Safety, and Welfare of the Public						
1 <i>Detect/Prevent Law Violations</i>						
1 Percentage of Licensed Establishments Inspected Annually						
	12.50%	12.50%			12.50%	12.50%
2 % of Administrative Cases Resulting in Administrative Sanctions						
	96.34%	96.34%			96.34%	96.34%
KEY 3 Percentage of Priority Licensed Locations Inspected by Enforcement						
	73.00%	73.00%			73.00%	73.00%
4 Retailer and Direct Sale Manufacturer Public Safety Compliance Rate						
	96.71%	96.71%			96.71%	96.71%
5 Priority Licensed Location Public Safety Compliance Rate						
	97.42%	97.42%			97.42%	97.42%
6 Recidivism Rate - Licensed Retailers						
	13.13%	13.13%			13.13%	13.13%
7 % of Priority Locations						
	21.20%	21.20%			21.20%	21.20%
2 License, Permit, Register Qualified Businesses and Products						
1 <i>Process Apps for Permits, Licenses, & Registrations in a Timely Manner</i>						

2.G. Summary of Total Request Objective Outcomes
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation system of Texas (ABEST)

Date : 8/24/2022
 Time: 2:02:33PM

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

Goal/ Objective / Outcome

		BL 2024	BL 2025	Excp 2024	Excp 2025	Total Request 2024	Total Request 2025
KEY	1 Avg Number of Days to Approve an Original Primary License/Permit	37.00	35.00			37.00	35.00
KEY	2 Average Number of Days to Approve a Product Registration Application	20.00	20.00			20.00	20.00
3	Ensure Compliance with Fees & Taxes						
1	<i>Ensure Compliance with Alcoholic Beverage Code</i>						
KEY	1 Compliance Rate - Audits	85.00%	85.00%			85.00%	85.00%
	2 Percent of Report Analyses Resulting in Correction Notices	29.72%	22.08%			29.72%	22.08%
KEY	3 % of Inspections by Auditors Where Licensees Were in Full Compliance	99.00%	99.00%			99.00%	99.00%
	4 Compliance Rate - Auditor Investigations	36.96%	36.96%			36.96%	36.96%
2	<i>Ensure Maximum Compliance with Importation Laws at Ports of Entry</i>						
	1 Revenue As a Percent of Expenses	136.40%	136.40%			136.40%	136.40%

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Output Measures:						
KEY 1	Number of Inspections Conducted by Enforcement Agents	47,895.00	25,856.00	25,856.00	43,411.00	43,411.00
KEY 2	# Inspections Priority Licensed Locations Conducted by Enforcement	27,721.00	18,000.00	18,000.00	36,147.00	36,147.00
KEY 3	Number of OCA/Trafficking Investigations Closed	129.00	276.00	276.00	148.00	148.00
KEY 4	# Multi-Agency/Joint Ops for OCA on Border Counties or GIWW	1,234.00	892.00	870.00	503.00	503.00
KEY 5	# Single Agency OPS for OCA on Border Counties or GIWW	189.00	141.00	150.00	150.00	150.00
KEY 6	Number of Undercover Operations Conducted	4,329.00	6,683.00	12,000.00	14,000.00	14,000.00
Efficiency Measures:						
KEY 1	Average Cost Per Enforcement Investigation	484.89	1,115.00	982.66	982.66	982.66
KEY 2	Average Cost of Joint Operations Targeting Organized Crime	476.75	605.47	1,083.76	1,083.76	1,083.76
Explanatory/Input Measures:						
1	Average Number of Days to Close a Complaint Investigation	86.38	75.36	75.36	56.00	56.00
2	Number of Licensed Locations Subject to Inspection	58,012.00	61,960.00	60,428.00	60,428.00	60,428.00
3	Number of Criminal Cases Filed	513.00	1,058.00	1,060.00	1,060.00	1,060.00

3.A. Strategy Request
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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
4	Number of Administrative Cases Initiated by Enforcement Agents	761.00	1,139.00	1,500.00	2,100.00	2,100.00
5	Number of Priority Locations	14,990.00	5,596.00	10,000.00	13,250.00	13,250.00
6	Number of Investigations Closed by Enforcement Agents	6,274.00	4,303.00	5,000.00	5,000.00	5,000.00
7	Number of Joint Operations Targeting Organized Crime Statewide	2,660.00	1,685.00	1,800.00	1,800.00	1,800.00
8	# of Agency Operations Targeting Organized Crime and Trafficking	432.00	404.00	500.00	500.00	500.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$20,983,659	\$22,908,845	\$22,917,153	\$22,987,804	\$22,987,804
1002	OTHER PERSONNEL COSTS	\$1,056,572	\$964,728	\$522,427	\$522,280	\$522,280
2001	PROFESSIONAL FEES AND SERVICES	\$73,615	\$68,213	\$48,750	\$48,750	\$48,750
2002	FUELS AND LUBRICANTS	\$336,238	\$453,659	\$410,200	\$410,200	\$410,200
2003	CONSUMABLE SUPPLIES	\$101,858	\$41,174	\$34,365	\$34,365	\$34,365
2004	UTILITIES	\$246,038	\$250,603	\$298,735	\$298,735	\$298,735
2005	TRAVEL	\$231,640	\$370,779	\$338,990	\$338,990	\$338,990
2006	RENT - BUILDING	\$1,275,065	\$1,215,799	\$1,190,251	\$1,134,646	\$1,134,646
2007	RENT - MACHINE AND OTHER	\$185,408	\$128,310	\$309,082	\$294,929	\$294,929

3.A. Strategy Request
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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2009	OTHER OPERATING EXPENSE	\$2,261,004	\$2,342,200	\$1,639,855	\$1,241,617	\$1,241,617
5000	CAPITAL EXPENDITURES	\$0	\$354,000	\$1,013,500	\$637,000	\$637,000
TOTAL, OBJECT OF EXPENSE		\$26,751,097	\$29,098,310	\$28,723,308	\$27,949,316	\$27,949,316
Method of Financing:						
1	General Revenue Fund	\$7,913,493	\$21,721,395	\$28,323,308	\$27,449,316	\$27,449,316
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$7,913,493	\$21,721,395	\$28,323,308	\$27,449,316	\$27,449,316
Method of Financing:						
325	Coronavirus Relief Fund					
	21.019.119 COV19 Coronavirus Relief Fund	\$18,324,321	\$6,426,432	\$0	\$0	\$0
CFDA Subtotal, Fund	325	\$18,324,321	\$6,426,432	\$0	\$0	\$0
555	Federal Funds					
	16.738.003 Human Trafficking Project	\$90,803	\$330,493	\$0	\$0	\$0
	20.601.000 Alcohol Traffic Safety an	\$7,164	\$0	\$0	\$0	\$0
	20.616.000 National Priority Safety Programs	\$294,063	\$519,990	\$300,000	\$400,000	\$400,000
CFDA Subtotal, Fund	555	\$392,030	\$850,483	\$300,000	\$400,000	\$400,000
SUBTOTAL, MOF (FEDERAL FUNDS)		\$18,716,351	\$7,276,915	\$300,000	\$400,000	\$400,000

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
 OBJECTIVE: 1 Detect/Prevent Law Violations Service Categories:
 STRATEGY: 1 Enforcement Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Method of Financing:						
666	Appropriated Receipts	\$121,253	\$100,000	\$100,000	\$100,000	\$100,000
SUBTOTAL, MOF (OTHER FUNDS)		\$121,253	\$100,000	\$100,000	\$100,000	\$100,000
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$27,949,316	\$27,949,316
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$26,751,097	\$29,098,310	\$28,723,308	\$27,949,316	\$27,949,316
FULL TIME EQUIVALENT POSITIONS:		270.0	261.0	298.0	300.0	300.0

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:

458 Alcoholic Beverage Commission

GOAL: 1 Promote the Health, Safety, and Welfare of the Public
 OBJECTIVE: 1 Detect/Prevent Law Violations Service Categories:
 STRATEGY: 1 Enforcement Service: 34 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$57,821,618	\$55,898,632	\$(1,922,986)	\$(350,000)	555 - Decrease in Federal Funds. Grants awarded are one time independent applications made by the agency each year.
			\$(939,261)	325 - CRF Swap from Tier 1 & 2 Employee salaries from Strategy 3.1.2
			\$(633,725)	001 - Shifted expenses to other strategies to more appropriately allocate agency wide costs.
			\$(1,922,986)	Total of Explanation of Biennial Change

458 Alcoholic Beverage Commission

GOAL: 2 License, Permit, Register Qualified Businesses and Products
 OBJECTIVE: 1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner
 STRATEGY: 1 Licensing

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Output Measures:						
	1 Number of Applications Processed	78,365.00	53,884.00	60,500.00	60,500.00	62,500.00
KEY 2	Number of Licenses/Permits Issued	65,219.00	42,037.00	50,775.00	50,775.00	52,775.00
	3 Number of Product Registration Applications Processed	25,846.00	29,542.00	30,330.00	31,139.00	31,970.00
	4 Number of Product Registration Applications Issued	24,809.00	25,951.00	26,602.00	27,269.00	27,953.00
Efficiency Measures:						
KEY 1	Average Cost Per License/Permit Processed	63.64	76.59	77.94	77.94	77.58
Objects of Expense:						
1001	SALARIES AND WAGES	\$3,807,417	\$3,606,703	\$4,174,537	\$4,418,479	\$4,418,479
1002	OTHER PERSONNEL COSTS	\$215,513	\$258,273	\$138,473	\$115,692	\$115,692
2001	PROFESSIONAL FEES AND SERVICES	\$6,710	\$9,554	\$0	\$0	\$0
2002	FUELS AND LUBRICANTS	\$242	\$111	\$4,000	\$4,000	\$4,000
2003	CONSUMABLE SUPPLIES	\$1,020	\$2,476	\$2,000	\$2,000	\$2,000
2004	UTILITIES	\$13,583	\$17,163	\$20,693	\$20,693	\$20,693
2005	TRAVEL	\$2,837	\$8,686	\$35,000	\$20,000	\$20,000
2006	RENT - BUILDING	\$218,554	\$217,593	\$190,699	\$190,699	\$190,699
2007	RENT - MACHINE AND OTHER	\$6,147	\$6,178	\$28,923	\$28,923	\$28,923
2009	OTHER OPERATING EXPENSE	\$205,059	\$244,834	\$321,488	\$248,479	\$248,479

458 Alcoholic Beverage Commission

GOAL: 2 License, Permit, Register Qualified Businesses and Products
 OBJECTIVE: 1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner
 STRATEGY: 1 Licensing

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

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$4,477,082	\$4,371,571	\$4,915,813	\$5,048,965	\$5,048,965
Method of Financing:						
1	General Revenue Fund	\$4,476,755	\$4,371,571	\$4,915,813	\$5,048,965	\$5,048,965
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$4,476,755	\$4,371,571	\$4,915,813	\$5,048,965	\$5,048,965
Method of Financing:						
666	Appropriated Receipts	\$327	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$327	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$5,048,965	\$5,048,965
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$4,477,082	\$4,371,571	\$4,915,813	\$5,048,965	\$5,048,965
FULL TIME EQUIVALENT POSITIONS:		68.0	63.0	77.5	72.5	72.5

STRATEGY DESCRIPTION AND JUSTIFICATION:

458 Alcoholic Beverage Commission

GOAL: 2 License, Permit, Register Qualified Businesses and Products
 OBJECTIVE: 1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner Service Categories:
 STRATEGY: 1 Licensing Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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This strategy supports the statewide goals of serving the people of Texas and protecting public health and safety through consistent, predictable, and timely administration of the Alcoholic Beverage Code. The Licensing Division regulates and maintains the integrity of the three-tier system through a thorough application investigation process. This process is in place to ensure that businesses entering the industry are ones that have met all requirements set forth in our Alcoholic Beverage Code.

EXTERNAL/INTERNAL FACTORS IMPACTING STRATEGY:

External factors such as the state’s economy, growing population, legislative changes, and local wet/dry status impact the number of businesses requesting permits. Texas remains as one of the top 5 fastest growing states in the nation and approximately 50,000 licenses and permits will be issued in FY2023.

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 37 different licenses, permits, and certificates. Other factors include a division re-organization to better align with state-wide processing and investigation of applications as well as establishing new quality assurance measures. The division continues to implement innovative strategies to work in conjunction with our new AIMS system as we continue improving efficiency and functionality. TABC must be competitive in the job market to attract and most importantly, retain qualified staff.

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458 Alcoholic Beverage Commission

GOAL: 2 License, Permit, Register Qualified Businesses and Products
 OBJECTIVE: 1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner Service Categories:
 STRATEGY: 1 Licensing Service: 17 Income: A.2 Age: B.3

CODE	DESCRIPTION	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$9,287,384	\$10,097,930	\$810,546	\$810,546	001 - Move 3 FTEs from Strategy 3.1.1 to 2.1.1 due to approved budget structure change. Also budgeting to fill existing positions left vacant in previous biennium.
			\$810,546	Total of Explanation of Biennial Change

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Output Measures:						
	1 # of Wholesale and Manufacturing Reports Analyzed	59,167.00	60,546.00	61,956.00	63,400.00	64,877.00
KEY 2	Number of Audits Conducted	2,148.00	1,447.00	1,832.00	1,832.00	1,832.00
KEY 3	Inspections Conducted by Auditors	44,990.00	214.00	42,000.00	42,000.00	42,000.00
KEY 4	# of Complaint Investigations Closed by Audit	2,090.00	1,546.00	2,500.00	2,500.00	2,500.00
Efficiency Measures:						
KEY 1	Average Cost per Audit	732.30	793.20	793.20	793.20	793.20
	2 Average Cost per Auditor Inspection	70.25	77.52	77.52	77.52	77.52
	3 Average Cost per Wholesale/Manufacturing Report Analyzed	14.04	14.86	14.84	14.84	14.84
Explanatory/Input Measures:						
	1 Number of Administrative Actions by Audit Personnel	3,399.00	4,108.00	13,500.00	13,500.00	13,500.00
	2 # Notices from Analyses of Wholesale/Manufacturing Tier Reports	10,628.00	26,325.00	21,856.00	17,386.00	12,917.00
	3 # of Trainees Obtaining Seller/Server or Delivery Certification	411,170.00	435,000.00	435,000.00	420,000.00	420,000.00
	4 Average Cost Per Seller/Server or Delivery Drive Trainee Certification	4.52	2.30	2.30	2.70	2.70

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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	\$5,340,373	\$4,830,105	\$5,473,973	\$5,200,682	\$5,200,682
1002	OTHER PERSONNEL COSTS	\$175,928	\$283,214	\$155,788	\$154,378	\$154,378
2001	PROFESSIONAL FEES AND SERVICES	\$15,652	\$22,284	\$15,000	\$15,000	\$15,000
2002	FUELS AND LUBRICANTS	\$65	\$267	\$500	\$500	\$500
2003	CONSUMABLE SUPPLIES	\$1,998	\$6,127	\$6,000	\$6,000	\$6,000
2004	UTILITIES	\$55,237	\$60,364	\$66,212	\$60,212	\$60,212
2005	TRAVEL	\$561	\$3,608	\$51,460	\$51,460	\$51,460
2006	RENT - BUILDING	\$386,463	\$386,404	\$330,617	\$330,617	\$330,617
2007	RENT - MACHINE AND OTHER	\$65,488	\$72,366	\$76,282	\$62,129	\$62,129
2009	OTHER OPERATING EXPENSE	\$475,500	\$769,838	\$640,870	\$628,180	\$628,180
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$6,517,265	\$6,434,577	\$6,816,702	\$6,509,158	\$6,509,158
Method of Financing:						
1	General Revenue Fund	\$6,516,503	\$6,434,577	\$6,816,702	\$6,509,158	\$6,509,158
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$6,516,503	\$6,434,577	\$6,816,702	\$6,509,158	\$6,509,158

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Method of Financing:						
666	Appropriated Receipts	\$762	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$762	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$6,509,158	\$6,509,158
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$6,517,265	\$6,434,577	\$6,816,702	\$6,509,158	\$6,509,158
FULL TIME EQUIVALENT POSITIONS:		80.0	73.0	87.7	84.5	84.5

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.

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$13,251,279	\$13,018,316	\$(232,963)	\$(232,963)	001 - Move 3 FTEs from Strategy 3.1.1 to 2.1.1 due to approved budget structure change.
			\$(232,963)	Total of Explanation of Biennial Change

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Output Measures:						
KEY 1	Number of Alcoholic Beverage Containers Stamped	1,521,916.00	1,826,118.00	1,863,733.00	1,863,733.00	1,863,733.00
KEY 2	Number of Cigarette Packages Stamped	327,166.00	449,278.00	408,442.00	408,442.00	408,442.00
Efficiency Measures:						
1	Average Cost Per Alcoholic Beverage Container/Cigarette Package	2.51	2.45	2.45	2.45	2.45
Explanatory/Input Measures:						
1	# Alcoholic Beverage Containers Disallowed	18,941.00	26,191.00	20,000.00	22,500.00	22,500.00
2	Number of Cigarette Packages Disallowed	1,545.00	1,714.00	2,500.00	3,590.00	3,590.00
Objects of Expense:						
1001	SALARIES AND WAGES	\$2,091,590	\$2,745,401	\$3,636,841	\$3,636,841	\$3,636,841
1002	OTHER PERSONNEL COSTS	\$283,977	\$194,151	\$143,424	\$143,424	\$143,424
2001	PROFESSIONAL FEES AND SERVICES	\$14,437	\$88,945	\$90,000	\$90,000	\$90,000
2002	FUELS AND LUBRICANTS	\$8,767	\$16,160	\$13,000	\$13,000	\$13,000
2003	CONSUMABLE SUPPLIES	\$11,478	\$14,266	\$15,000	\$15,000	\$15,000
2004	UTILITIES	\$56,441	\$118,213	\$83,299	\$83,299	\$83,299
2005	TRAVEL	\$6,313	\$12,882	\$15,000	\$15,000	\$15,000
2006	RENT - BUILDING	\$381,471	\$391,369	\$389,776	\$389,776	\$389,776

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2007	RENT - MACHINE AND OTHER	\$12,581	\$12,672	\$37,388	\$37,388	\$37,388
2009	OTHER OPERATING EXPENSE	\$301,976	\$428,712	\$538,305	\$538,305	\$538,305
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$3,169,031	\$4,022,771	\$4,962,033	\$4,962,033	\$4,962,033
Method of Financing:						
1	General Revenue Fund	\$3,168,383	\$4,022,771	\$4,962,033	\$4,962,033	\$4,962,033
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$3,168,383	\$4,022,771	\$4,962,033	\$4,962,033	\$4,962,033
Method of Financing:						
666	Appropriated Receipts	\$648	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$648	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$4,962,033	\$4,962,033
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$3,169,031	\$4,022,771	\$4,962,033	\$4,962,033	\$4,962,033
FULL TIME EQUIVALENT POSITIONS:		100.1	86.0	118.2	106.0	106.0

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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 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 .

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
<u>Base Spending (Est 2022 + Bud 2023)</u>	<u>Baseline Request (BL 2024 + BL 2025)</u>	<u>CHANGE</u>	<u>\$ Amount</u>	<u>Explanation(s) of Amount (must specify MOFs and FTEs)</u>
\$8,984,804	\$9,924,066	\$939,262	\$939,262	325 - CRF Swap from Tier 1 & 2 Employee salaries to Strategy 1.1.1.
			\$939,262	Total of Explanation of Biennial Change

3.A. Strategy Request
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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	\$2,172,043	\$1,987,971	\$2,141,153	\$2,199,852	\$2,199,852
1002	OTHER PERSONNEL COSTS	\$121,680	\$125,865	\$52,926	\$63,369	\$63,369
2001	PROFESSIONAL FEES AND SERVICES	\$3,996	\$40,799	\$30,125	\$35,125	\$35,125
2002	FUELS AND LUBRICANTS	\$319	\$1,741	\$1,800	\$1,800	\$1,800
2003	CONSUMABLE SUPPLIES	\$823	\$716	\$2,050	\$2,050	\$2,050
2004	UTILITIES	\$9,093	\$10,749	\$14,346	\$14,346	\$14,346
2005	TRAVEL	\$7,924	\$37,169	\$38,317	\$58,317	\$58,317
2006	RENT - BUILDING	\$43,374	\$44,241	\$26,559	\$26,559	\$26,560
2007	RENT - MACHINE AND OTHER	\$20,252	\$45,367	\$10,614	\$10,614	\$10,614
2009	OTHER OPERATING EXPENSE	\$127,277	\$149,366	\$54,411	\$119,999	\$119,999
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$2,506,781	\$2,443,984	\$2,372,301	\$2,532,031	\$2,532,032
Method of Financing:						
1	General Revenue Fund	\$2,505,208	\$2,443,984	\$2,372,301	\$2,532,031	\$2,532,032
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$2,505,208	\$2,443,984	\$2,372,301	\$2,532,031	\$2,532,032

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Method of Financing:						
666	Appropriated Receipts	\$1,573	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$1,573	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,532,031	\$2,532,032
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$2,506,781	\$2,443,984	\$2,372,301	\$2,532,031	\$2,532,032
FULL TIME EQUIVALENT POSITIONS:		26.0	29.6	30.6	29.0	29.0

STRATEGY DESCRIPTION AND JUSTIFICATION:

458 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	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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.

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, procurement, 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.

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$4,816,285	\$5,064,063	\$247,778	\$247,778	001 - Increase in multiple OOE's to maintain standard operations. And 1 FTE.
			\$247,778	Total of Explanation of Biennial Change

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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	\$1,656,161	\$1,441,364	\$1,468,493	\$1,468,493	\$1,468,493
1002	OTHER PERSONNEL COSTS	\$76,076	\$76,283	\$29,902	\$29,902	\$29,902
2001	PROFESSIONAL FEES AND SERVICES	\$4,711,344	\$4,607,918	\$1,311,349	\$826,465	\$823,340
2002	FUELS AND LUBRICANTS	\$0	\$196	\$0	\$0	\$0
2003	CONSUMABLE SUPPLIES	\$950	\$281	\$300	\$300	\$300
2004	UTILITIES	\$77,340	\$40,404	\$20,000	\$20,000	\$20,000
2005	TRAVEL	\$575	\$4,924	\$7,500	\$7,500	\$7,500
2006	RENT - BUILDING	\$30,515	\$31,125	\$0	\$55,605	\$55,605
2007	RENT - MACHINE AND OTHER	\$8,647	\$52,103	\$5,304	\$5,304	\$5,304
2009	OTHER OPERATING EXPENSE	\$435,968	\$308,885	\$595,643	\$515,595	\$515,595
5000	CAPITAL EXPENDITURES	\$985,000	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$7,982,576	\$6,563,483	\$3,438,491	\$2,929,164	\$2,926,039
Method of Financing:						
1	General Revenue Fund	\$7,982,456	\$6,563,483	\$3,438,491	\$2,929,164	\$2,926,039
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$7,982,456	\$6,563,483	\$3,438,491	\$2,929,164	\$2,926,039

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Method of Financing:						
666	Appropriated Receipts	\$120	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$120	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$2,929,164	\$2,926,039
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$7,982,576	\$6,563,483	\$3,438,491	\$2,929,164	\$2,926,039
FULL TIME EQUIVALENT POSITIONS:		23.0	21.0	21.0	21.0	21.0

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:

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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		<u>BIENNIAL</u>	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$10,001,974	\$5,855,203	\$(4,146,771)	\$(4,146,771)	001- Decrease one-time supplemental project cost.
			<u>\$(4,146,771)</u>	Total of Explanation of Biennial Change

3.A. Strategy Request
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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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Objects of Expense:						
1001	SALARIES AND WAGES	\$270,561	\$321,282	\$368,128	\$368,128	\$368,128
1002	OTHER PERSONNEL COSTS	\$14,188	\$17,180	\$8,241	\$18,241	\$18,241
2001	PROFESSIONAL FEES AND SERVICES	\$4,392	\$6,253	\$1,899	\$1,899	\$1,899
2002	FUELS AND LUBRICANTS	\$320	\$407	\$400	\$400	\$400
2003	CONSUMABLE SUPPLIES	\$597	\$652	\$800	\$800	\$800
2004	UTILITIES	\$960	\$1,193	\$0	\$0	\$0
2005	TRAVEL	\$0	\$814	\$1,000	\$1,000	\$1,000
2006	RENT - BUILDING	\$54,640	\$56,780	\$17,925	\$17,925	\$17,925
2007	RENT - MACHINE AND OTHER	\$4,022	\$4,043	\$2,537	\$3,537	\$3,537
2009	OTHER OPERATING EXPENSE	\$65,942	\$46,991	\$15,049	\$20,049	\$20,049
5000	CAPITAL EXPENDITURES	\$0	\$0	\$0	\$0	\$0
TOTAL, OBJECT OF EXPENSE		\$415,622	\$455,595	\$415,979	\$431,979	\$431,979
Method of Financing:						
1	General Revenue Fund	\$415,408	\$455,595	\$415,979	\$431,979	\$431,979
SUBTOTAL, MOF (GENERAL REVENUE FUNDS)		\$415,408	\$455,595	\$415,979	\$431,979	\$431,979

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
Method of Financing:						
666	Appropriated Receipts	\$214	\$0	\$0	\$0	\$0
SUBTOTAL, MOF (OTHER FUNDS)		\$214	\$0	\$0	\$0	\$0
TOTAL, METHOD OF FINANCE (INCLUDING RIDERS)					\$431,979	\$431,979
TOTAL, METHOD OF FINANCE (EXCLUDING RIDERS)		\$415,622	\$455,595	\$415,979	\$431,979	\$431,979
FULL TIME EQUIVALENT POSITIONS:		5.0	6.0	7.0	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. 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:

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 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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.

EXPLANATION OF BIENNIAL CHANGE (includes Rider amounts):

<u>STRATEGY BIENNIAL TOTAL - ALL FUNDS</u>		BIENNIAL	<u>EXPLANATION OF BIENNIAL CHANGE</u>	
Base Spending (Est 2022 + Bud 2023)	Baseline Request (BL 2024 + BL 2025)	CHANGE	\$ Amount	Explanation(s) of Amount (must specify MOFs and FTEs)
\$871,574	\$863,958	\$(7,616)	\$(66,351)	001 - Decrease in multiple OOE's most notably in rent in order to more accurately allocate agency wide cost.
			\$58,735	001 - Increase in multiple OOE's including salaries budgeting for position left vacant in previous biennium.
			\$(7,616)	Total of Explanation of Biennial Change

SUMMARY TOTALS:

OBJECTS OF EXPENSE:	\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522
METHODS OF FINANCE (INCLUDING RIDERS):				\$50,362,646	\$50,359,522
METHODS OF FINANCE (EXCLUDING RIDERS):	\$51,819,454	\$53,390,291	\$51,644,627	\$50,362,646	\$50,359,522
FULL TIME EQUIVALENT POSITIONS:	572.1	539.6	640.0	620.0	620.0

3.B. Rider Revisions and Additions Request

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Luis Arellano	Date: August 12, 2022	Request Level: Base Request
Current Rider Number	Page Number in 2022–23 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>2022</u>	<u>2024</u>	2023	<u>2025</u>
A. Goal: REGULATE DISTRIBUTION				
Outcome (Results/Impact):				
Percentage of Priority Licensed Locations Inspected by Enforcement Agents				
	73.00%	73.00%	73.00%	73.00%
A.1.1. Strategy: ENFORCEMENT				
Output (Volume):				
Number of Inspections Conducted by Enforcement Agents				
	41,600	<u>43,411</u>	41,600	<u>43,411</u>
Number of Inspections of Priority Licensed Locations				
	36,150	<u>36,147</u>	36,150	<u>36,147</u>
Number of Investigations Completed Relating to Trafficking or Other Organized Criminal Activities (OCA)				
	490	<u>148</u>	490	<u>148</u>
Number of Joint Operations That Target OCA or Trafficking <u>in or adjacent to Border Counties and Gulf Intercoastal Waterway</u>				
	870	<u>503</u>	870	<u>503</u>
Number of Single Agency Operations That Target OCA or Trafficking <u>in or adjacent to Border Counties and Gulf Intercoastal Waterway</u>				
		<u>150</u>		<u>150</u>
Number of Undercover Operations Conducted				
	44,000	<u>14,000</u>	44,000	<u>14,000</u>
Efficiencies:				
Average Cost Per Enforcement Inspection/Investigative Activity				
	\$689.47	<u>\$982.66</u>	\$703.25	<u>\$982.66</u>
Average Cost of Multi-Agency/Joint Operations per Investigative Activity Targeting OCA and Trafficking				
	\$1,456.84	<u>\$1,083.76</u>	\$1,494.31	<u>\$1,083.76</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>
Average Number of Days to Approve a Product Registration Application				
		<u>20</u>		<u>20</u>
B.1.1. Strategy: LICENSING				
Output (Volume):				
Number of Licenses/Permits Issued				
	54,755	<u>50,775</u>	57,760	<u>52,775</u>
Number of Product Registration Applications Issued				
		<u>27,269</u>		<u>27,953</u>

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

Efficiencies:		\$76.59	<u>\$77.94</u>	\$73.99	<u>\$77.58</u>
Average Cost Per License/Permit Processed					
 C. Goal: COMPLIANCE AND TAX COLLECTION					
Outcome (Results/Impact):					
The Percent of Audits Found to Be in Full Compliance		85.00%	<u>85.00%</u>	85.00%	<u>85.00%</u>
The Percentage of Inspections Conducted by Field Auditors		99%	<u>99%</u>	99%	<u>99%</u>
 C.1.1. Strategy: COMPLIANCE MONITORING					
Output (Volume):					
Number of Audits Conducted		1,832	<u>1,832</u>	1,832	<u>1,832</u>
Number of Inspections Conducted by Auditors		42,000	<u>42,000</u>	42,000	<u>42,000</u>
Number of Complaint Investigations Closed by Audit		2,500	<u>2,500</u>	2,500	<u>2,500</u>
Efficiencies:					
Average Cost of Audits Conducted		\$793.28	<u>\$793.28</u>	\$810.42	<u>\$793.2</u>
 C.2.1. Strategy: PORTS OF ENTRY					
Output (Volume):					
Number of Alcoholic Beverage Containers Stamped		1,863,733	<u>1,863,733</u>	1,863,733	<u>1,863,733</u>
Number of Cigarette Packages Stamped		408,442	<u>408,442</u>	408,442	<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.

	<u>2022</u>	<u>2024</u>	<u>2023</u>	<u>2025</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	\$ 364,292	<u>\$364,292</u>	\$ 364,292	<u>\$364,292</u>
Total, Acquisition of Information Resource Technologies	\$616,145	<u>\$616,145</u>	\$616,145	<u>\$616,145</u>

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

b.	Transportation Items			
	(1) Acquisition of Replacement Vehicles for Fleet	\$699,525	<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	\$ 821,912	<u>\$826,465</u>	\$ 793,716 <u>\$823,340</u>
	Total, Capital Budget	<u>\$2,317,001</u>	<u>\$2,321,554</u>	<u>\$2,288,805</u> <u>\$2,318,429</u>
	Method of Financing (Capital Budget):			
	General Revenue Fund	<u>\$2,317,001</u>	<u>\$2,321,554</u>	<u>\$2,288,805</u> <u>\$2,318,429</u>
	Total, Method of Financing	<u>\$2,317,001</u>	<u>\$2,321,554</u>	<u>\$2,288,805</u> <u>\$2,318,429</u>

9 V-4 **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 ~~2024~~ 2023 unexpended balance estimated to be \$0).

10 V-4 **Clothing Provisions.**

a. A commissioned officer who received a \$1,200 clothing allowance pursuant to the General Appropriations Act during the ~~2020-2024~~ 2022-23 biennium shall receive a \$1,200 clothing Allowance in the ~~2022-23~~ 2024-25 biennium.

b. No person shall receive a \$1,200 clothing allowance unless eligible in subsection (a).

c. An individual who is newly hired or newly commissioned after September 1, 1997, is eligible to receive a \$500 cleaning allowance.

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

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

11 V-4 **Texas Wine Marketing Assistance Program.** Pursuant to §5.56, Alcoholic Beverage Code, the Texas Alcoholic Beverage Commission shall transfer through an Interagency Contract \$250,000 in each fiscal year in General Revenue Funds, included in the amounts above, ~~from Strategy D.1.1, Central Administration,~~ to the Department of Agriculture for the Texas Wine Marketing Assistance Program.

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, 2023:~~

(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.~~

16 V-5 **Appropriations for Law Enforcement Officer Salary Increase.** ~~Included in the amounts appropriated above is \$1,939,786 in General Revenue for fiscal year 2022 and \$1,939,786 in General Revenue for fiscal year 2023 in Strategy A.1.1, Enforcement, to be used for law enforcement officer salary increases.~~

17 V-5 **Additional Reductions to Appropriations.** ~~Included in the amounts appropriated above is a reduction of \$3,041,878 in General Revenue for fiscal year 2022 and an increase of \$3,041,878 in Federal Funds for fiscal year 2022 affecting multiple strategies.~~

701 V **Unexpended Balances within Biennium.** Any unexpended balances as of August 31, 2024, in appropriations made to the Texas Alcoholic Beverage Commission are appropriated for the same purposes for the fiscal year beginning September 1, 2024.

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

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

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.

4.A. Exceptional Item Request Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:46PM

Agency code: 458 Agency name: Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2024	Excp 2025
	Item Name: Commissioned Peace Officer Restoration Item Priority: 1 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	2,514,963	2,514,963
2001	PROFESSIONAL FEES AND SERVICES	8,160	8,160
2002	FUELS AND LUBRICANTS	108,000	108,000
2004	UTILITIES	39,150	39,180
2005	TRAVEL	60,000	60,000
2007	RENT - MACHINE AND OTHER	12,000	12,000
2009	OTHER OPERATING EXPENSE	495,500	254,000
	TOTAL, OBJECT OF EXPENSE	\$3,237,773	\$2,996,303
METHOD OF FINANCING:			
1	General Revenue Fund	3,237,773	2,996,303
	TOTAL, METHOD OF FINANCING	\$3,237,773	\$2,996,303

DESCRIPTION / JUSTIFICATION:

TABC lacks the resources to fill these positions after the agency used existing Enforcement Division resources, along with new appropriations from the 86th Legislature, to enhance TABC's Investigations Division in 2021 in order to carry out the agency's new statutory requirement to prevent human trafficking (Texas Alcoholic Beverage Code Section 1.08).

Due to these CPO vacancies, Enforcement Division performance has suffered. In FY 2022, the number of undercover operations conducted by TABC agents was 54% of its performance measure goal and the number of priority locations inspected by agents fell to 59% — far below the performance measure goal of 73%. As a result, threats to public safety increase.

With this funding, TABC will be positioned to fill its CPO vacancies, which is vital to the agency's mission to protect the health, safety, and welfare of the public. Without it, the vacant CPO positions will remain unfilled, the agency will continue to see declines in Enforcement Division statistics, and threats to public safety will increase — especially as the alcoholic beverage industry continues to rapidly grow.

4.A. Exceptional Item Request Schedule
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DATE: **8/24/2022**
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

CODE	DESCRIPTION	Excp 2024	Excp 2025
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EXTERNAL/INTERNAL FACTORS:

Externally: Increasing the number of agents using the methodology described in the justification will ensure thorough and timely investigations are conducted on all complaints received by TABC. As a result, the public safety crimes relating to licensed locations should be reduced which has a positive impact on Texas communities.

Internally: Agents are severally understaffed and overburdened with the volume of complaints to be investigated. Increasing the number of agents to conduct investigations will help ensure complaints are properly investigated, improve officer safety by providing adequate resources to conduct investigations safely, and will reduce the cost of agents having to travel long distances for investigations that can now be handled by an adequately staffed number of agents in the local areas. It is important to note, as a cost saving measure, agents are assigned by areas of responsibility and not necessarily their proximity to a physical office. This allows more coverage by providing the flexibility of agents deploying from their residence to conduct investigations and operations.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued funding for requested salary funding.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2026	2027	2028
	\$2,514,963	\$2,514,963	\$2,514,963

4.A. Exceptional Item Request Schedule
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 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME: **2:02:46PM**

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

CODE	DESCRIPTION	Excp 2024	Excp 2025
	Item Name: Recruit and Retain a Qualified Workforce 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		
	02-01-01 Licensing		
	03-01-01 Conduct Inspections and Monitor Compliance		
	03-02-01 Ports of Entry		
	04-01-01 Central Administration		
	04-01-02 Information Resources		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	4,500,494	4,500,494
2002	FUELS AND LUBRICANTS	52,000	52,000
2004	UTILITIES	3,330	3,330
2005	TRAVEL	22,000	22,000
2009	OTHER OPERATING EXPENSE	70,600	70,600
TOTAL, OBJECT OF EXPENSE		\$4,648,424	\$4,648,424
METHOD OF FINANCING:			
1	General Revenue Fund	4,648,424	4,648,424
TOTAL, METHOD OF FINANCING		\$4,648,424	\$4,648,424

DESCRIPTION / JUSTIFICATION:

Various positions throughout the agency have become increasingly difficult to fill due to the exceptionally low pay rates we can offer qualified applicants, a very competitive job market, and nationwide inflation. This puts TABC at a significant disadvantage when recruiting key positions like Auditors, License and Permit Specialists (LPSs), and Indirect personnel vital to agency operations. In the last two years, the agency had to significantly increase the standard salary offered for various critical jobs to ultimately fill those positions. Moreover, this problem makes it difficult for TABC to retain essential personnel, who transfer to other state agencies or resign for federal or private sector jobs. The turnover rates for Auditors and LPS positions were 13% and 15%, respectively, in 2021.

Without this funding, about 50 positions will likely remain unfilled. Filling these positions and retaining qualified personnel is exceptionally critical for properly serving the fast-growing Texas alcoholic beverage industry, which provides significant economic benefits to this state, and impacts many industries — such as agriculture, hospitality, and tourism.

4.A. Exceptional Item Request Schedule
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Agency name: **Alcoholic Beverage Commission**

CODE	DESCRIPTION	Excp 2024	Excp 2025
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EXTERNAL/INTERNAL FACTORS:

Sunset recommendations to overhaul TABC’s licensing program and implementation of AIMS continues to require a significant amount of work for experienced LPSs , making retention of these subject matter experts critical.

Legislatively mandated salary increases to employees in the C salary schedule: for FY 22- 23 caused inequity within TABC.

TABC’s salary rates being non-competitive with positions at other similar state agencies.

Alcoholic Beverage Code restrictions on TABC employees finding supplemental employment.

Retirement eligibility of current employees

The state’s rapidly growing population and economy, and local option elections for wet/dry status ultimately impact the number of businesses requesting permits. Texas’ overall economy growth according to GDP data revealed Texas as the fastest growing state in the nation. .

Over the last ten years, the number of licensed businesses in Texas has increased by 10,000 while FTE’s have remained relatively the same.

The current job seekers market requires TABC to be competitive in the job market to hire and maintain a highly knowledgeable and skilled workforce . The agency must be competitive in the job market not only with other state agencies, but private and governmental agencies as well in order to attract and retain qualified, dedicated, competent professionals.

PCLS TRACKING KEY:

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued funding for salaries.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2026	2027	2028
	\$4,500,494	\$4,500,494	\$4,500,494

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DATE: 8/24/2022
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Agency code: 458 Agency name: Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2024	Excp 2025
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Item Name: Information Technology Transformation
Item Priority: 3
IT Component: Yes
Anticipated Out-year Costs: No
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	355,000	355,000
2001	PROFESSIONAL FEES AND SERVICES	1,831,040	1,831,040
2003	CONSUMABLE SUPPLIES	2,000	2,000
2004	UTILITIES	3,004	3,004
2005	TRAVEL	8,000	8,000
2006	RENT - BUILDING	12,000	12,000
2007	RENT - MACHINE AND OTHER	1,600	1,600
2009	OTHER OPERATING EXPENSE	8,160	400
TOTAL, OBJECT OF EXPENSE		\$2,220,804	\$2,213,044

METHOD OF FINANCING:

1	General Revenue Fund	2,220,804	2,213,044
TOTAL, METHOD OF FINANCING		\$2,220,804	\$2,213,044

FULL-TIME EQUIVALENT POSITIONS (FTE):

4.00	4.00
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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 6-year technology transformation plan that will provide higher levels of internal efficiencies, increased levels of strategic enforcement, audit, and legal capabilities, interfacing with other state agencies including the Texas Comptroller, and much needed self-service capabilities to the constituency. This request covers years 5 and 6 of this overarching, transformational plan.

All efforts within the current biennium and planned for the upcoming biennium are aligned with DIR's current State Strategic Plan for Information Resources Management. 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.

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CODE	DESCRIPTION	Excp 2024	Excp 2025
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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_88R_458_1106412

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 anticipated completion by 08/31/2025

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

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Agency name: Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2024	Excp 2025
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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 will increase positive stakeholder feedback and reduce time spent on public information requests concerning public data related to manufacturer, distributor, and retailer information in the alcoholic beverage commission.

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.

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.

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.

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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

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$3,785,267	\$460,000	\$0	\$0	\$0	\$0	\$0	\$0

SCALABILITY

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

FTE

2022	2023	2024	2025	2026	2027	2028
5.0	5.0	4.0	4.0	0.0	0.0	0.0

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 80.00%

CONTRACT DESCRIPTION :

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

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

CODE	DESCRIPTION	Excp 2024	Excp 2025
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Item Name: AIMS Licensing and Support
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:

2009	OTHER OPERATING EXPENSE	1,200,000	1,200,000
TOTAL, OBJECT OF EXPENSE		1,200,000	1,200,000

METHOD OF FINANCING:

1	General Revenue Fund	1,200,000	1,200,000
TOTAL, METHOD OF FINANCING		1,200,000	1,200,000

DESCRIPTION / JUSTIFICATION:

This request is for on-going costs related to TABC staff user subscriptions and for system maintenance.

Without this funding, TABC staff will not be able to get on the agency's new online system to serve Texas businesses, nor will the agency be able to make necessary updates and enhancements to ensure AIMS continues to function properly for Texas businesses. This will result in a return to manual processes, reliance on outdated and expensive legacy systems, and significant delays for Texas businesses.

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 could pose 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:

N/A

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

CODE	DESCRIPTION	Excp 2024	Excp 2025
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DESCRIPTION OF IT COMPONENT INCLUDED IN EXCEPTIONAL ITEM:

Software as a Service Licensing and Support for Ongoing Use.

TABC serves a large, continually-growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain an appropriate level of service to, as well as enforcement oversight of, this constituency, TABC now fully utilizes a cradle-to-grave system called Alcohol Industry Management System (AIMS). AIMS provides all licensing functionality; core functionality for the compliance (audit), investigative, and administrative legal responsibilities of the agency; a point-of-sale module for the Ports of Entry; and all critical reporting requirements. By September 2023, all legacy systems for all regulatory and public safety needs of the agency will have been decommissioned.

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

CURRENT

STATUS:

Ongoing funding to support the licensing (subscription count based on number of users) and support of the SaaS product.

OUTCOMES:

Ongoing efficiencies will be experienced as the agency staff continues to mature in its use of this new technology.

OUTPUTS:

Ongoing efficiencies will be experienced as the agency staff continues to mature in its use of this new technology.

TYPE OF PROJECT

Software as a Service

ALTERNATIVE ANALYSIS

N/A

ESTIMATED IT COST

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$0	\$0	\$1,200,000	\$1,200,000	\$1,200,000	\$120,000	\$1,200,000	\$6,000,000

SCALABILITY

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

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CODE	DESCRIPTION						Excp 2024	Excp 2025
FTE								
		2022	2023	2024	2025	2026	2027	2028
		0.0	0.0	0.0	0.0	0.0	0.0	0.0

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

Continued licensing and maintenance.

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2026	2027	2028
	\$1,200,000	\$1,200,000	\$1,200,000

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 100.00%

CONTRACT DESCRIPTION :

Licensing and maintenance contracts.

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

CODE	DESCRIPTION	Excp 2024	Excp 2025
	Item Name: Cybersecurity 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:			
1001	SALARIES AND WAGES	85,000	85,000
2001	PROFESSIONAL FEES AND SERVICES	300,260	300,260
2003	CONSUMABLE SUPPLIES	500	500
2004	UTILITIES	751	751
2005	TRAVEL	2,000	2,000
2006	RENT - BUILDING	3,000	3,000
2007	RENT - MACHINE AND OTHER	400	400
2009	OTHER OPERATING EXPENSE	2,040	100
TOTAL, OBJECT OF EXPENSE		\$393,951	\$392,011
METHOD OF FINANCING:			
1	General Revenue Fund	393,951	392,011
TOTAL, METHOD OF FINANCING		\$393,951	\$392,011
FULL-TIME EQUIVALENT POSITIONS (FTE):		1.00	1.00

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 exposure to cybersecurity threats increases significantly.

As part of DIR's state-wide Enterprise Security Program, the Texas Alcoholic Beverage Commission (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.

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

CODE	DESCRIPTION	Excp 2024	Excp 2025
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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:

N/A

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 Texas Alcoholic Beverage Commission (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:

- Security Incident Event Management (SIEM) Replacement
 - Join the ATT Managed Security Services Program
 - A modern SIEM will allow for more automated responses to security threats
 - Allows TABC to scale up with more coverage than previous systems
 - 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

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- Better positioned to stop potential Ransomware attacks that target servers
- Better positioned to streamline remediation of future security incidents
- Endpoint Detection & Response
- Remain a member of the ATT Managed Security Service
- Mitigate threats at an enterprise level and improve security posture
- Stop potential Ransomware attacks that target users faster

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

Goal 2: Advanced Data Management & Digital Services

- Objective 1 related to Fundamental Data Management & 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 & Automated IT Strategies

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- Objective 4 related to Prioritizing Business Process Automation

- Objective 5 related to Use of Artificial Intelligence

Funding is requested for the following:

Salaries \$170,000 (\$85k per FY)

Professional Fees DBITS @ \$71,794

Operational Costs:

Annual - DCS - Operational \$321,708.00

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 Texas Alcoholic Beverage Commission, (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 that are issued through the overarching framework.

Throughout the assessment, there are several observations and recommendations that are meant to assist TABC in building 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 information collected from citizens and businesses.

Project Justification:

Per the mission statement, the Texas Alcoholic Beverage Commission mission is to serve the people of Texas, and to protect the public health and safety, through consistent, fair and timely administration of the Alcoholic Beverage Code; and its vision is to regulate a responsible and compliant alcoholic beverage industry. To these ends, the

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Commission 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 is considered to be extremely sensitive data and must be protected as mandated by the Texas Administrative Code (TAC) and the Public Information Act.

TABC has done a commendable job in relation to adhering to the administrative and technical mandates that are outlined within these rules though some augmentation of risk analysis activities may be required in order to identify additional vulnerabilities and residual risks within the overall environment.

The Agency has made significant efforts in implementing a set of baseline information security controls to protect assets and data from unauthorized dissemination or use . Inventories are maintained in relation to tangible assets and applications and a set of physical, technical, and administrative controls have been instituted. At the time of this assessment, the information security program had been formally adopted and integrated into business as usual activities to an extent. In some cases, however, not all controls had been completely implemented as necessary to enable a robust information security environment. An overarching program with clear and concise policies and supporting procedures is extremely important to reduce the impact that an information security incident or sensitive data breach may have on TABC or the individuals to which it provides valuable services. Furthermore, the implementation of a robust information security program founded on risk management is a requirement that is set forth in TAC 202.

One of the most important initiatives that should be executed by TABC is a formalized risk analysis. A formalized risk analysis is a fundamental program element that should be instituted in order to identify the overall requirements for a set of effective information security controls that mitigate the risks to the overall set of TABC assets including people, processes, data, technologies, and facilities. A formalized risk analysis is meant to identify the potential threats and corresponding vulnerabilities in relation to all organizational assets and is used to identify risks that should be mitigated through the implementation of administrative , technical, and physical security controls.

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 at 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 consequence of not pursuing these projects is a greater likelihood of unauthorized use, unauthorized intrusion, and/or 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 dollars US with the highest being 350 Million dollars.

TYPE OF PROJECT

Cyber Security

ALTERNATIVE ANALYSIS

The agency has reviewed several products and product bundles to come up with 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 on a time (hourly) basis. Contracted staff provide

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services and are paid on an hourly basis. The contract provides for not-to-exceed prices which are the maximum hourly rate prices 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.

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 Training 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 organizational skills. Excellent written and verbal communication skills. Strong ability to produce technical documentation.

Security Architect 3-7 years designing and building secure systems, networks, and infrastructures. Responsible for planning, designing and implementing of 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

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$0	\$0	\$393,951	\$392,011	\$392,011	\$392,011	\$392,011	\$1,961,995

SCALABILITY

2022	2023	2024	2025	2026	2027	2028	Total Over Life of Project
\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0

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CODE	DESCRIPTION						Excp 2024	Excp 2025
FTE								
		2022	2023	2024	2025	2026	2027	2028
		1.0	1.0	1.0	1.0	1.0	1.0	1.0

DESCRIPTION OF ANTICIPATED OUT-YEAR COSTS :

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

ESTIMATED ANTICIPATED OUT-YEAR COSTS FOR ITEM:

	2026	2027	2028
	\$392,011	\$392,011	\$392,011

APPROXIMATE PERCENTAGE OF EXCEPTIONAL ITEM : 100.00%

CONTRACT DESCRIPTION :

DBITS contract. Duration through the biennium.

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Agency code: 458 Agency name: Alcoholic Beverage Commission

CODE	DESCRIPTION	Excp 2024	Excp 2025
	Item Name: Enforcement Fleet Replacement Item Priority: 6 IT Component: No Anticipated Out-year Costs: No Involve Contracts > \$50,000: No Includes Funding for the Following Strategy or Strategies: 01-01-01 Enforcement		
OBJECTS OF EXPENSE:			
5000	CAPITAL EXPENDITURES	1,300,000	0
TOTAL, OBJECT OF EXPENSE		\$1,300,000	\$0
METHOD OF FINANCING:			
1	General Revenue Fund	1,300,000	0
TOTAL, METHOD OF FINANCING		\$1,300,000	\$0

DESCRIPTION / JUSTIFICATION:

TABC Enforcement Division identified 55 vehicles that need to be retired or are very close to retirement. Due to budget cuts, the agency did not purchase new vehicles in the last budget cycle. Field office closures and staffing shortages due to budget reductions requires agents to drive more miles to conduct investigations and inspections of more than 59,000 licensed locations throughout the state. The additional miles driven continue to impact the operational costs and wear and tear on the agency's fleet vehicles.

TABC's fleet has a significant number of older vehicles, some as old as 2007 models, with more than 120,000 miles on the odometer. Currently, the agency expends roughly \$12,080.16 a month on the maintenance cost relating to our aging fleet. If vehicles are not replaced in a timely manner, these costs will continue to rise and become a drain on the resources of our agency and impacts the use of these vehicles while being repaired in repair shops. This exception item's funding would provide the funding to replace 28 vehicles and keep up with the fleet replacement schedule.

TABC's current capital budget appropriation for vehicle replacement funds approximately 16 new vehicles per year. At this rate, the fleet will be refreshed every 14 years, but there will still be many TABC vehicles exceeding 120,000 miles.

EXTERNAL/INTERNAL FACTORS:

Internally: To reduce the operational cost and wear and tear of the agency's fleet vehicles, most field agents were moved from working five-eight-hour shifts to four-ten-hour shifts. Agents are also more strategic in planning their investigations to reduce the miles driven to perform inspections and investigations. However, these efforts alone will not effectively address the deficiency identified in the agency's fleet retirement calculations.

Considering that the agency still has half of the FY22 and all FY23's budgeted funds for replacement vehicles to expend, the number of vehicles that need to be retired soon

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would be 30. With the cost of vehicles being at an all-time high, the cost of such replacements based upon current quotes and potential inflation is \$44,500 per unit. This cost is what the agency expects to pay for a fully outfitted vehicle and accounts for hidden costs beyond simply purchasing vehicles. Since the cost of vehicles is rising at a significant rate, we also plan to request an increase to our regular capital budget request for fleet vehicles that are currently budgeted just under \$700K per fiscal year.

Externally: The agency is also exploring the potential of leasing vehicles versus direct purchases. Still, mileage and damage costs will be a factor in that consideration, and the contract negotiations and cost determinations are still being weighed. It is unknown what the cost-benefit would be experienced if or when the agency moves to a lease program versus direct purchasing. A significant consideration about leasing is the current vehicle shortages experienced throughout the United States. Replacement availability of vehicles through the lease program is still an unknown part of the equation. It may factor into whether the agency will implement a lease program regarding its fleet vehicles.

PCLS TRACKING KEY:

Agency code: 458 Agency name: Alcoholic Beverage Commission

Code	Description	Excp 2024	Excp 2025
Item Name: Commissioned Peace Officer Restoration			
Allocation to Strategy: 1-1-1 Enforcement			
STRATEGY IMPACT ON OUTCOME MEASURES:			
	<u>3</u> Percentage of Priority Licensed Locations Inspected by Enforcement	73.00%	73.00%
OUTPUT MEASURES:			
	<u>2</u> # Inspections Priority Licensed Locations Conducted by Enforcement	36,150.00	36,150.00
	<u>6</u> Number of Undercover Operations Conducted	14,000.00	14,000.00
EFFICIENCY MEASURES:			
	<u>1</u> Average Cost Per Enforcement Investigation	685.00	685.00
EXPLANATORY/INPUT MEASURES:			
	<u>1</u> Average Number of Days to Close a Complaint Investigation	52.00	52.00
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	2,514,963	2,514,963
2001	PROFESSIONAL FEES AND SERVICES	8,160	8,160
2002	FUELS AND LUBRICANTS	108,000	108,000
2004	UTILITIES	39,150	39,180
2005	TRAVEL	60,000	60,000
2007	RENT - MACHINE AND OTHER	12,000	12,000
2009	OTHER OPERATING EXPENSE	495,500	254,000
TOTAL, OBJECT OF EXPENSE		\$3,237,773	\$2,996,303
METHOD OF FINANCING:			
	1 General Revenue Fund	3,237,773	2,996,303
TOTAL, METHOD OF FINANCING		\$3,237,773	\$2,996,303
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 1-1-1 Enforcement			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	383,639	383,639
2002	FUELS AND LUBRICANTS	20,000	20,000
2005	TRAVEL	10,000	10,000
2009	OTHER OPERATING EXPENSE	6,320	6,320
TOTAL, OBJECT OF EXPENSE		\$419,959	\$419,959
METHOD OF FINANCING:			
1 General Revenue Fund		419,959	419,959
TOTAL, METHOD OF FINANCING		\$419,959	\$419,959
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 2-1-1 Licensing			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	1,300,176	1,300,176
2002	FUELS AND LUBRICANTS	5,000	5,000
2009	OTHER OPERATING EXPENSE	16,940	16,940
TOTAL, OBJECT OF EXPENSE		\$1,322,116	\$1,322,116
METHOD OF FINANCING:			
1	General Revenue Fund	1,322,116	1,322,116
TOTAL, METHOD OF FINANCING		\$1,322,116	\$1,322,116
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 3-1-1 Conduct Inspections and Monitor Compliance			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	1,847,265	1,847,265
2002	FUELS AND LUBRICANTS	5,000	5,000
2004	UTILITIES	3,330	3,330
2005	TRAVEL	12,000	12,000
2009	OTHER OPERATING EXPENSE	9,240	9,240
TOTAL, OBJECT OF EXPENSE		\$1,876,835	\$1,876,835
METHOD OF FINANCING:			
1 General Revenue Fund		1,876,835	1,876,835
TOTAL, METHOD OF FINANCING		\$1,876,835	\$1,876,835
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 3-2-1 Ports of Entry			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	532,094	532,094
2002	FUELS AND LUBRICANTS	20,000	20,000
2009	OTHER OPERATING EXPENSE	32,100	32,100
TOTAL, OBJECT OF EXPENSE		\$584,194	\$584,194
METHOD OF FINANCING:			
1	General Revenue Fund	584,194	584,194
TOTAL, METHOD OF FINANCING		\$584,194	\$584,194

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 4-1-1 Central Administration			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	162,500	162,500
2002	FUELS AND LUBRICANTS	2,000	2,000
TOTAL, OBJECT OF EXPENSE		\$164,500	\$164,500
METHOD OF FINANCING:			
1	General Revenue Fund	164,500	164,500
TOTAL, METHOD OF FINANCING		\$164,500	\$164,500

4.B. Exceptional Items Strategy Allocation Schedule
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Code	Description	Excp 2024	Excp 2025
Item Name: Recruit and Retain a Qualified Workforce			
Allocation to Strategy: 4-1-2 Information Resources			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	274,820	274,820
2009	OTHER OPERATING EXPENSE	6,000	6,000
TOTAL, OBJECT OF EXPENSE		\$280,820	\$280,820
METHOD OF FINANCING:			
1	General Revenue Fund	280,820	280,820
TOTAL, METHOD OF FINANCING		\$280,820	\$280,820

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: Information Technology Transformation			
Allocation to Strategy: 4-1-2 Information Resources			
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	355,000	355,000
2001	PROFESSIONAL FEES AND SERVICES	1,831,040	1,831,040
2003	CONSUMABLE SUPPLIES	2,000	2,000
2004	UTILITIES	3,004	3,004
2005	TRAVEL	8,000	8,000
2006	RENT - BUILDING	12,000	12,000
2007	RENT - MACHINE AND OTHER	1,600	1,600
2009	OTHER OPERATING EXPENSE	8,160	400
TOTAL, OBJECT OF EXPENSE		\$2,220,804	\$2,213,044
METHOD OF FINANCING:			
1 General Revenue Fund		2,220,804	2,213,044
TOTAL, METHOD OF FINANCING		\$2,220,804	\$2,213,044
FULL-TIME EQUIVALENT POSITIONS (FTE):		4.0	4.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name: AIMS Licensing and Support			
Allocation to Strategy: 4-1-2 Information Resources			
OBJECTS OF EXPENSE:			
2009	OTHER OPERATING EXPENSE	1,200,000	1,200,000
TOTAL, OBJECT OF EXPENSE		\$1,200,000	\$1,200,000
METHOD OF FINANCING:			
1	General Revenue Fund	1,200,000	1,200,000
TOTAL, METHOD OF FINANCING		\$1,200,000	\$1,200,000

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name:	Cybersecurity		
Allocation to Strategy:	4-1-2 Information Resources		
OBJECTS OF EXPENSE:			
1001	SALARIES AND WAGES	85,000	85,000
2001	PROFESSIONAL FEES AND SERVICES	300,260	300,260
2003	CONSUMABLE SUPPLIES	500	500
2004	UTILITIES	751	751
2005	TRAVEL	2,000	2,000
2006	RENT - BUILDING	3,000	3,000
2007	RENT - MACHINE AND OTHER	400	400
2009	OTHER OPERATING EXPENSE	2,040	100
TOTAL, OBJECT OF EXPENSE		\$393,951	\$392,011
METHOD OF FINANCING:			
	1 General Revenue Fund	393,951	392,011
TOTAL, METHOD OF FINANCING		\$393,951	\$392,011
FULL-TIME EQUIVALENT POSITIONS (FTE):		1.0	1.0

4.B. Exceptional Items Strategy Allocation Schedule
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Agency code: **458** Agency name: **Alcoholic Beverage Commission**

Code	Description	Excp 2024	Excp 2025
Item Name:	Enforcement Fleet Replacement		
Allocation to Strategy:	1-1-1 Enforcement		
OBJECTS OF EXPENSE:			
5000	CAPITAL EXPENDITURES	1,300,000	0
TOTAL, OBJECT OF EXPENSE		\$1,300,000	\$0
METHOD OF FINANCING:			
1	General Revenue Fund	1,300,000	0
TOTAL, METHOD OF FINANCING		\$1,300,000	\$0
FULL-TIME EQUIVALENT POSITIONS (FTE):		0.0	0.0

4.C. Exceptional Items Strategy Request
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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	Exp 2024	Exp 2025
OBJECTS OF EXPENSE:		
1001 SALARIES AND WAGES	2,898,602	2,898,602
2001 PROFESSIONAL FEES AND SERVICES	8,160	8,160
2002 FUELS AND LUBRICANTS	128,000	128,000
2004 UTILITIES	39,150	39,180
2005 TRAVEL	70,000	70,000
2007 RENT - MACHINE AND OTHER	12,000	12,000
2009 OTHER OPERATING EXPENSE	501,820	260,320
5000 CAPITAL EXPENDITURES	1,300,000	0
Total, Objects of Expense	\$4,957,732	\$3,416,262

METHOD OF FINANCING:

1 General Revenue Fund

Total, Method of Finance

4,957,732	3,416,262
\$4,957,732	\$3,416,262

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Commissioned Peace Officer Restoration
 Recruit and Retain a Qualified Workforce
 Enforcement Fleet Replacement

4.C. Exceptional Items Strategy Request
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Agency Code: **458** Agency name: **Alcoholic Beverage Commission**

GOAL: 2 License, Permit, Register Qualified Businesses and Products

OBJECTIVE: 1 Process Apps for Permits, Licenses, & Registrations in a Timely Manner

Service Categories:

STRATEGY: 1 Licensing

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

CODE DESCRIPTION	Exp 2024	Exp 2025
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	1,300,176	1,300,176
2002 FUELS AND LUBRICANTS	5,000	5,000
2009 OTHER OPERATING EXPENSE	16,940	16,940
Total, Objects of Expense	\$1,322,116	\$1,322,116

METHOD OF FINANCING:

1 General Revenue Fund	1,322,116	1,322,116
Total, Method of Finance	\$1,322,116	\$1,322,116

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Recruit and Retain a Qualified Workforce

4.C. Exceptional Items Strategy Request
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Agency Code: **458** Agency name: **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 2024	Exp 2025
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	1,847,265	1,847,265
2002 FUELS AND LUBRICANTS	5,000	5,000
2004 UTILITIES	3,330	3,330
2005 TRAVEL	12,000	12,000
2009 OTHER OPERATING EXPENSE	9,240	9,240
Total, Objects of Expense	\$1,876,835	\$1,876,835

METHOD OF FINANCING:

1 General Revenue Fund	1,876,835	1,876,835
Total, Method of Finance	\$1,876,835	\$1,876,835

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Recruit and Retain a Qualified Workforce

4.C. Exceptional Items Strategy Request
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
TIME: 2:02:47PM

Agency Code: **458** Agency name: **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 2024	Exp 2025
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OBJECTS OF EXPENSE:

1001	SALARIES AND WAGES	532,094	532,094
2002	FUELS AND LUBRICANTS	20,000	20,000
2009	OTHER OPERATING EXPENSE	32,100	32,100
Total, Objects of Expense		\$584,194	\$584,194

METHOD OF FINANCING:

1	General Revenue Fund	584,194	584,194
Total, Method of Finance		\$584,194	\$584,194

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Recruit and Retain a Qualified Workforce

4.C. Exceptional Items Strategy Request
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
TIME: 2:02:47PM

Agency Code: **458** Agency name: **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 2024	Exp 2025
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	162,500	162,500
2002 FUELS AND LUBRICANTS	2,000	2,000
Total, Objects of Expense	\$164,500	\$164,500

METHOD OF FINANCING:

1 General Revenue Fund	164,500	164,500
Total, Method of Finance	\$164,500	\$164,500

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Recruit and Retain a Qualified Workforce

4.C. Exceptional Items Strategy Request
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
TIME: 2:02:47PM

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	Exp 2024	Exp 2025
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OBJECTS OF EXPENSE:

1001 SALARIES AND WAGES	714,820	714,820
2001 PROFESSIONAL FEES AND SERVICES	2,131,300	2,131,300
2003 CONSUMABLE SUPPLIES	2,500	2,500
2004 UTILITIES	3,755	3,755
2005 TRAVEL	10,000	10,000
2006 RENT - BUILDING	15,000	15,000
2007 RENT - MACHINE AND OTHER	2,000	2,000
2009 OTHER OPERATING EXPENSE	1,216,200	1,206,500
Total, Objects of Expense	\$4,095,575	\$4,085,875

METHOD OF FINANCING:

1 General Revenue Fund	4,095,575	4,085,875
Total, Method of Finance	\$4,095,575	\$4,085,875

FULL-TIME EQUIVALENT POSITIONS (FTE): 5.0 5.0

EXCEPTIONAL ITEM(S) INCLUDED IN STRATEGY:

Recruit and Retain a Qualified Workforce
 Information Technology Transformation
 AIMS Licensing and Support
 Cybersecurity

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

5005 Acquisition of Information Resource Technologies

*1/1 Agencywide PC Replacements and Tablet
 Computers - Leased*

OBJECTS OF EXPENSE

Capital

General	2007	RENT - MACHINE AND OTHER		\$194,628	\$280,159	\$251,853	\$251,853
General	2009	OTHER OPERATING EXPENSE		\$28,919	\$0	\$0	\$0
Capital Subtotal OOE, Project			1	\$223,547	\$280,159	\$251,853	\$251,853
Subtotal OOE, Project			1	\$223,547	\$280,159	\$251,853	\$251,853

TYPE OF FINANCING

Capital

General	CA	1	General Revenue Fund	\$223,547	\$280,159	\$251,853	\$251,853
Capital Subtotal TOF, Project			1	\$223,547	\$280,159	\$251,853	\$251,853
Subtotal TOF, Project			1	\$223,547	\$280,159	\$251,853	\$251,853

2/2 Hardware/Software Acquisitions

OBJECTS OF EXPENSE

Capital

General	2007	RENT - MACHINE AND OTHER		\$10,622	\$0	\$0	\$0
General	2009	OTHER OPERATING EXPENSE		\$243,322	\$475,554	\$364,292	\$364,292
Capital Subtotal OOE, Project			2	\$253,944	\$475,554	\$364,292	\$364,292
Subtotal OOE, Project			2	\$253,944	\$475,554	\$364,292	\$364,292

TYPE OF FINANCING

Capital

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE			Est 2022	Bud 2023	BL 2024	BL 2025
General	CA	1 General Revenue Fund	\$253,944	\$475,554	\$364,292	\$364,292
		Capital Subtotal TOF, Project 2	\$253,944	\$475,554	\$364,292	\$364,292
		Subtotal TOF, Project 2	\$253,944	\$475,554	\$364,292	\$364,292

6/6 Licensing & Tax Technology Replacement

OBJECTS OF EXPENSE

Capital

General	2001	PROFESSIONAL FEES AND SERVICES	\$3,784,167	\$460,000	\$0	\$0
General	2004	UTILITIES	\$1,100	\$0	\$0	\$0
		Capital Subtotal OOE, Project 6	\$3,785,267	\$460,000	\$0	\$0
		Subtotal OOE, Project 6	\$3,785,267	\$460,000	\$0	\$0

TYPE OF FINANCING

Capital

General	CA	1 General Revenue Fund	\$3,785,267	\$460,000	\$0	\$0
		Capital Subtotal TOF, Project 6	\$3,785,267	\$460,000	\$0	\$0
		Subtotal TOF, Project 6	\$3,785,267	\$460,000	\$0	\$0

7/7 Information Technology Transformation

OBJECTS OF EXPENSE

Capital

General	1001	SALARIES AND WAGES	\$0	\$0	\$0	\$0
General	2001	PROFESSIONAL FEES AND SERVICES	\$0	\$0	\$0	\$0
General	2002	FUELS AND LUBRICANTS	\$0	\$0	\$0	\$0
General	2003	CONSUMABLE SUPPLIES	\$0	\$0	\$0	\$0
General	2004	UTILITIES	\$0	\$0	\$0	\$0

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE		Est 2022	Bud 2023	BL 2024	BL 2025
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	\$0	\$0	\$0	\$0
Capital Subtotal OOE, Project 7		\$0	\$0	\$0	\$0
Subtotal OOE, Project 7		\$0	\$0	\$0	\$0
TYPE OF FINANCING					
<u>Capital</u>					
General	CA 1 General Revenue Fund	\$0	\$0	\$0	\$0
Capital Subtotal TOF, Project 7		\$0	\$0	\$0	\$0
Subtotal TOF, Project 7		\$0	\$0	\$0	\$0
<i>9/9 AIMS Licensing and Support</i>					
OBJECTS OF EXPENSE					
<u>Capital</u>					
General	2009 OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0
Capital Subtotal OOE, Project 9		\$0	\$0	\$0	\$0
Subtotal OOE, Project 9		\$0	\$0	\$0	\$0
TYPE OF FINANCING					
<u>Capital</u>					
General	CA 1 General Revenue Fund	\$0	\$0	\$0	\$0
Capital Subtotal TOF, Project 9		\$0	\$0	\$0	\$0
Subtotal TOF, Project 9		\$0	\$0	\$0	\$0

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

Capital Subtotal, Category 5005

\$4,262,758

\$1,215,713

\$616,145

\$616,145

Informational Subtotal, Category 5005

Total, Category 5005

\$4,262,758

\$1,215,713

\$616,145

\$616,145

5006 Transportation Items

3/3 Fleet Acquisition-Replacement Vehicles

OBJECTS OF EXPENSE

Capital

General 2007 RENT - MACHINE AND OTHER

\$0

\$62,525

\$62,525

\$62,525

General 5000 CAPITAL EXPENDITURES

\$354,000

\$1,013,500

\$637,000

\$637,000

Capital Subtotal OOE, Project 3

\$354,000

\$1,076,025

\$699,525

\$699,525

Subtotal OOE, Project 3

\$354,000

\$1,076,025

\$699,525

\$699,525

TYPE OF FINANCING

Capital

General CA 1 General Revenue Fund

\$354,000

\$1,076,025

\$699,525

\$699,525

Capital Subtotal TOF, Project 3

\$354,000

\$1,076,025

\$699,525

\$699,525

Subtotal TOF, Project 3

\$354,000

\$1,076,025

\$699,525

\$699,525

Capital Subtotal, Category 5006

\$354,000

\$1,076,025

\$699,525

\$699,525

Informational Subtotal, Category 5006

Total, Category 5006

\$354,000

\$1,076,025

\$699,525

\$699,525

5007 Acquisition of Capital Equipment and Items

4/4 Public Safety Equipment - Replacement

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

OBJECTS OF EXPENSE

Capital

General	2009	OTHER OPERATING EXPENSE		\$137,399	\$221,439	\$179,419	\$179,419
		Capital Subtotal OOE, Project	4	\$137,399	\$221,439	\$179,419	\$179,419
		Subtotal OOE, Project	4	\$137,399	\$221,439	\$179,419	\$179,419

TYPE OF FINANCING

Capital

General	CA	1	General Revenue Fund	\$137,399	\$221,439	\$179,419	\$179,419
			Capital Subtotal TOF, Project	\$137,399	\$221,439	\$179,419	\$179,419
			Subtotal TOF, Project	\$137,399	\$221,439	\$179,419	\$179,419
			Capital Subtotal, Category	\$137,399	\$221,439	\$179,419	\$179,419
			Informational Subtotal, Category				5007
			Total, Category	\$137,399	\$221,439	\$179,419	\$179,419

7000 Data Center/Shared Technology Services

5/5 Data Center Consolidation

OBJECTS OF EXPENSE

Capital

General	2001	PROFESSIONAL FEES AND SERVICES		\$820,000	\$795,628	\$826,465	\$823,340
		Capital Subtotal OOE, Project	5	\$820,000	\$795,628	\$826,465	\$823,340
		Subtotal OOE, Project	5	\$820,000	\$795,628	\$826,465	\$823,340

TYPE OF FINANCING

Capital

5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: **8/24/2022**
 TIME : **2:02:47PM**

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name		Project Sequence/Project Id/ Name	Est 2022	Bud 2023	BL 2024	BL 2025
		OOE / TOF / MOF CODE				
General	CA	1 General Revenue Fund	\$820,000	\$795,628	\$826,465	\$823,340
		Capital Subtotal TOF, Project	\$820,000	\$795,628	\$826,465	\$823,340
		Subtotal TOF, Project	\$820,000	\$795,628	\$826,465	\$823,340
		Capital Subtotal, Category	\$820,000	\$795,628	\$826,465	\$823,340
		Informational Subtotal, Category				
		Total, Category	\$820,000	\$795,628	\$826,465	\$823,340

9000 Cybersecurity

8/8 Cybersecurity Program

OBJECTS OF EXPENSE

Capital

General	1001	SALARIES AND WAGES	\$0	\$0	\$0	\$0
General	2001	PROFESSIONAL FEES AND SERVICES	\$0	\$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	2007	RENT - MACHINE AND OTHER	\$0	\$0	\$0	\$0
General	2009	OTHER OPERATING EXPENSE	\$0	\$0	\$0	\$0
		Capital Subtotal OOE, Project	\$0	\$0	\$0	\$0
		Subtotal OOE, Project	\$0	\$0	\$0	\$0

TYPE OF FINANCING

Capital

General	CA	1 General Revenue Fund	\$0	\$0	\$0	\$0
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5.A. Capital Budget Project Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME : 2:02:47PM

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Category Code / Category Name

Project Sequence/Project Id/ Name

OOE / TOF / MOF CODE

Est 2022

Bud 2023

BL 2024

BL 2025

Capital Subtotal TOF, Project	8	\$0	\$0	\$0	\$0
Subtotal TOF, Project	8	\$0	\$0	\$0	\$0
Capital Subtotal, Category	9000	\$0	\$0	\$0	\$0
Informational Subtotal, Category	9000				
Total, Category	9000	\$0	\$0	\$0	\$0
AGENCY TOTAL -CAPITAL		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
AGENCY TOTAL -INFORMATIONAL					
AGENCY TOTAL		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
METHOD OF FINANCING:					
<u>Capital</u>					
General	1 General Revenue Fund	\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
Total, Method of Financing-Capital		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
Total, Method of Financing		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
TYPE OF FINANCING:					
<u>Capital</u>					
General	CA CURRENT APPROPRIATIONS	\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
Total, Type of Financing-Capital		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
Total, Type of Financing		\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429

5.B. Capital Budget Project Information
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

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 desktop technology refresh plan to replace the existing inventory of obsolete Intel-based personal computers (PC's), and tablets with Intel® Core™ Series Processor or better processor technology capable of supporting a graphical user interface, client/server applications, and multimedia applications to achieve enhanced employee productivity. This project also provides tablet computers to allow employees to remotely access and input data and information in near-to-real-time using wireless data communication. Request is based on annual funding needs for a three and four year obligation on leasing of equipment.

PLCS Tracking Key

Number of Units / Average Unit Cost Desktop \$240 - Tablet \$400

Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required

2026	2027
0	0

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

Estimated/Actual Project Cost \$0

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

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

2024	2025	2026	2027	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: 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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

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

2026	2027
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

2024	2025	2026	2027	Total over project life
0	0	0	0	0

<u>REVENUE GENERATION / COST SAVINGS</u>		
<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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5006	Category Name:	TRANSPORTATION ITEMS
Project number:	3	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 125,000 miles. The agency plans to replace approximately 42 vehicles during the biennium.

PLCS Tracking Key

Number of Units / Average Unit Cost \$46,000
Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required

2026	2027
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

2024	2025	2026	2027	Total over project life
0	0	0	0	0

<u>REVENUE GENERATION / COST SAVINGS</u>		
<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>

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 commissioned peace officers.

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5007	Category Name:	ACQUISITN CAPEQUIP ITEMS
Project number:	4	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

2026	2027
0	0

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

Estimated/Actual Project Cost

\$0

Length of Financing/ Lease Period

Ongoing baseline request - items expended not financed.

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

2024	2025	2026	2027	Total over project life
0	0	0	0	0

<u>REVENUE GENERATION / COST SAVINGS</u>		
<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	7000	Category Name:	Data Center/Shared Technology Svcs
Project number:	5	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	2026	2027
	0	0

Type of Financing CA CURRENT APPROPRIATIONS
Projected Useful Life Length of contract.

Estimated/Actual Project Cost \$0

Length of Financing/ Lease Period Baseline request, amount expended not financed.

ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS

	2024	2025	2026	2027	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>
---------------------------------	------------------------	------------------------------

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	6	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

Number of Units / Average Unit Cost N/A
Estimated Completion Date Ongoing

Additional Capital Expenditure Amounts Required	2026	2027
	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

2024	2025	2026	2027	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
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
TIME: 2:02:48PM

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	7	Project Name:	Information Tech Transformation

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

Number of Units / Average Unit Cost N/A
Estimated Completion Date 8/31/2025

Additional Capital Expenditure Amounts Required	2026	2027
	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

	2024	2025	2026	2027	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>
---------------------------------	------------------------	------------------------------

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
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
TIME: 2:02:48PM

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	9000	Category Name:	Cybersecurity
Project number:	8	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	N/A
Estimated Completion Date	Ongoing

Additional Capital Expenditure Amounts Required	2026	2027
	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

	2024	2025	2026	2027	Total over project life
	0	0	0	0	0

<u>REVENUE GENERATION / COST SAVINGS</u>		
<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>

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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME: 2:02:48PM

Agency Code:	458	Agency name:	Alcoholic Beverage Commission
Category Number:	5005	Category Name:	ACQUISITN INFO RES TECH.
Project number:	9	Project Name:	AIMS Licensing and Support

PROJECT DESCRIPTION

General Information

Software as a Service Licensing and Support for Ongoing Use.

TABC serves a large, continually-growing constituency of manufacturers, distributors, and retailers of alcoholic beverages in the State of Texas. In order to maintain an appropriate level of service to, as well as enforcement oversight of, this constituency, TABC now fully utilizes a cradle-to-grave system called Alcohol Industry Management System (AIMS). AIMS provides all licensing functionality; core functionality for the compliance (audit), investigative, and administrative legal responsibilities of the agency; a point-of-sale module for the Ports of Entry; and all critical reporting requirements. By September 2023, all legacy systems for all regulatory and public safety needs of the agency will have been decommissioned.

PLCS Tracking Key

Number of Units / Average Unit Cost	N/A				
Estimated Completion Date	Ongoing				
Additional Capital Expenditure Amounts Required	<table border="0"> <tr> <td>2026</td> <td>2027</td> </tr> <tr> <td align="right">0</td> <td align="right">0</td> </tr> </table>	2026	2027	0	0
2026	2027				
0	0				
Type of Financing	CA CURRENT APPROPRIATIONS				
Projected Useful Life	Ongoing.				
Estimated/Actual Project Cost	\$0				
Length of Financing/ Lease Period	Item is expended not financed.				

<u>ESTIMATED/ACTUAL DEBT OBLIGATION PAYMENTS</u>					Total over project life
2024	2025	2026	2027		
0	0	0	0		0

<u>REVENUE GENERATION / COST SAVINGS</u>		
<u>REVENUE COST FLAG</u>	<u>MOF CODE</u>	<u>AVERAGE AMOUNT</u>

Explanation: The agency, having moved its operations to cloud-based technology at the direction of the legislature, must now fund the annual licensing costs as well as support & maintenance for this SaaS that encompasses the agency's entire set of business processes and procedures.

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 and the alcoholic beverage industry.

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

Category Code/Name

Project Sequence/Project Id/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025	
5005 Acquisition of Information Resource Technologies						
<i>1/1</i>	<i>Agencywide PC/Tablets Leased</i>					
<u>GENERAL BUDGET</u>						
Capital	4-1-1	CENTRAL ADMINISTRATION	36,325	5,996	\$5,996	\$5,996
	4-1-2	INFORMATION RESOURCES	53,543	5,304	5,304	5,304
	4-1-3	OTHER SUPPORT SERVICES	0	2,537	2,537	2,537
	1-1-1	ENFORCEMENT	85,198	191,143	176,990	176,990
	2-1-1	LICENSING	0	19,688	19,688	19,688
	3-1-1	COMPLIANCE MONITORING	48,481	47,420	33,267	33,267
	3-2-1	PORTS OF ENTRY	0	8,071	8,071	8,071
		TOTAL, PROJECT	<u>\$223,547</u>	<u>\$280,159</u>	<u>\$251,853</u>	<u>\$251,853</u>
<i>2/2</i>	<i>Hardware/Software Acquisition</i>					
<u>GENERAL BUDGET</u>						
Capital	4-1-2	INFORMATION RESOURCES	253,944	475,554	364,292	364,292
		TOTAL, PROJECT	<u>\$253,944</u>	<u>\$475,554</u>	<u>\$364,292</u>	<u>\$364,292</u>
<i>6/6</i>	<i>Licensing & Tax Technology</i>					
<u>GENERAL BUDGET</u>						
Capital	4-1-2	INFORMATION RESOURCES	3,785,267	460,000	0	0
		TOTAL, PROJECT	<u>\$3,785,267</u>	<u>\$460,000</u>	<u>\$0</u>	<u>\$0</u>
<i>7/7</i>	<i>Information Tech Transformation</i>					
<u>GENERAL BUDGET</u>						

Agency code: 458 Agency name: Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
Capital	4-1-2	INFORMATION RESOURCES	0	0	\$0	\$0
		TOTAL, PROJECT	\$0	\$0	\$0	\$0

9/9 *AIMS Licensing and Support*

GENERAL BUDGET

Capital	4-1-2	INFORMATION RESOURCES	0	0	0	0
		TOTAL, PROJECT	\$0	\$0	\$0	\$0

5006 Transportation Items

3/3 *Fleet Acquisition*

GENERAL BUDGET

Capital	1-1-1	ENFORCEMENT	354,000	1,076,025	699,525	699,525
		TOTAL, PROJECT	\$354,000	\$1,076,025	\$699,525	\$699,525

5007 Acquisition of Capital Equipment and Items

4/4 *Public Safety Equip - Replacement*

GENERAL BUDGET

Capital	1-1-1	ENFORCEMENT	137,399	221,439	179,419	179,419
		TOTAL, PROJECT	\$137,399	\$221,439	\$179,419	\$179,419

7000 Data Center/Shared Technology Services

5/5 *Data Center Consolidation*

GENERAL BUDGET

Agency code: 458 Agency name: Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Project Id/Name

	Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
Capital	4-1-2	INFORMATION RESOURCES	820,000	795,628	\$826,465	\$823,340
		TOTAL, PROJECT	\$820,000	\$795,628	\$826,465	\$823,340

9000 Cybersecurity

8/8 Cybersecurity

GENERAL BUDGET

Capital	4-1-2	INFORMATION RESOURCES	0	0	0	0
		TOTAL, PROJECT	\$0	\$0	\$0	\$0
		TOTAL CAPITAL, ALL PROJECTS	\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429
		TOTAL INFORMATIONAL, ALL PROJECTS				
		TOTAL, ALL PROJECTS	\$5,574,157	\$3,308,805	\$2,321,554	\$2,318,429

458 Alcoholic Beverage Commission

Category Code/Name		Est 2022	Bud 2023	BL 2024	BL 2025
<i>Project Sequence/Name</i>					
Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
5005 Acquisition of Information Resource Technologies					
<i>1 Agencywide PC/Tablets Leased</i>					
OOE					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	73,929	191,143	176,990	176,990
2009	OTHER OPERATING EXPENSE	11,269	0	0	0
2-1-1 LICENSING					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	19,688	19,688	19,688
3-1-1 COMPLIANCE MONITORING					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	44,320	47,420	33,267	33,267
2009	OTHER OPERATING EXPENSE	4,161	0	0	0
3-2-1 PORTS OF ENTRY					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	8,071	8,071	8,071
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	34,938	5,996	5,996	5,996

458 Alcoholic Beverage Commission

Category Code/Name		Est 2022	Bud 2023	BL 2024	BL 2025
Project Sequence/Name					
Goal/Obj/Str	Strategy Name				
1 Agencywide PC/Tablets Leased					
2009	OTHER OPERATING EXPENSE	1,387	0	0	0
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	41,441	5,304	5,304	5,304
2009	OTHER OPERATING EXPENSE	12,102	0	0	0
4-1-3 OTHER SUPPORT SERVICES					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	2,537	2,537	2,537
TOTAL, OOE's		\$223,547	\$280,159	251,853	251,853
MOF					
GENERAL REVENUE FUNDS					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
1	General Revenue Fund	85,198	191,143	176,990	176,990
2-1-1 LICENSING					
<u>General Budget</u>					
1	General Revenue Fund	0	19,688	19,688	19,688
3-1-1 COMPLIANCE MONITORING					
<u>General Budget</u>					
1	General Revenue Fund	48,481	47,420	33,267	33,267
3-2-1 PORTS OF ENTRY					

458 Alcoholic Beverage Commission

Category Code/Name		Est 2022	Bud 2023	BL 2024	BL 2025
Project Sequence/Name					
Goal/Obj/Str	Strategy Name				
1 Agencywide PC/Tablets Leased					
<u>General Budget</u>					
1	General Revenue Fund	0	8,071	8,071	8,071
4-1-1 CENTRAL ADMINISTRATION					
<u>General Budget</u>					
1	General Revenue Fund	36,325	5,996	5,996	5,996
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	53,543	5,304	5,304	5,304
4-1-3 OTHER SUPPORT SERVICES					
<u>General Budget</u>					
1	General Revenue Fund	0	2,537	2,537	2,537
TOTAL, GENERAL REVENUE FUNDS		\$223,547	\$280,159	251,853	251,853
TOTAL, MOFs		\$223,547	\$280,159	251,853	251,853

458 Alcoholic Beverage Commission

Category Code/Name		Est 2022	Bud 2023	BL 2024	BL 2025
<i>Project Sequence/Name</i>					
Goal/Obj/Str	Strategy Name				
2 Hardware/Software Acquisition					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	10,622	0	0	0
2009	OTHER OPERATING EXPENSE	243,322	475,554	364,292	364,292
TOTAL, OOE's		\$253,944	\$475,554	364,292	364,292
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	253,944	475,554	364,292	364,292
TOTAL, GENERAL REVENUE FUNDS		\$253,944	\$475,554	364,292	364,292
TOTAL, MOF's		\$253,944	\$475,554	364,292	364,292

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
6 Licensing & Tax Technology					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2001	PROFESSIONAL FEES AND SERVICES	3,784,167	460,000	0	0
2004	UTILITIES	1,100	0	0	0
TOTAL, OOE's		\$3,785,267	\$460,000	0	0
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	3,785,267	460,000	0	0
TOTAL, GENERAL REVENUE FUNDS		\$3,785,267	\$460,000	0	0
TOTAL, MOF's		\$3,785,267	\$460,000	0	0

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
7 Information Tech Transformation					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1001	SALARIES AND WAGES	0	0	0	0
2001	PROFESSIONAL FEES AND SERVICES	0	0	0	0
2002	FUELS AND LUBRICANTS	0	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
2007	RENT - MACHINE AND OTHER	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, MOFs		\$0	\$0	0	0

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
9 AIMS Licensing and Support					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
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, MOFs		\$0	\$0	0	0

5006 Transportation Items

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
3 Fleet Acquisition					
OOE					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
2007	RENT - MACHINE AND OTHER	0	62,525	62,525	62,525
5000	CAPITAL EXPENDITURES	354,000	1,013,500	637,000	637,000
TOTAL, OOE's		\$354,000	\$1,076,025	699,525	699,525
MOF					
GENERAL REVENUE FUNDS					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
1	General Revenue Fund	354,000	1,076,025	699,525	699,525
TOTAL, GENERAL REVENUE FUNDS		\$354,000	\$1,076,025	699,525	699,525
TOTAL, MOF's		\$354,000	\$1,076,025	699,525	699,525

5007 Acquisition of Capital Equipment and Items

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
4 Public Safety Equip - Replacement					
OOE					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
2009	OTHER OPERATING EXPENSE	137,399	221,439	179,419	179,419
TOTAL, OOE's		\$137,399	\$221,439	179,419	179,419
MOF					
GENERAL REVENUE FUNDS					
Capital					
1-1-1 ENFORCEMENT					
<u>General Budget</u>					
1	General Revenue Fund	137,399	221,439	179,419	179,419
TOTAL, GENERAL REVENUE FUNDS		\$137,399	\$221,439	179,419	179,419
TOTAL, MOF's		\$137,399	\$221,439	179,419	179,419

7000 Data Center/Shared Technology Services

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
5 Data Center Consolidation					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
2001	PROFESSIONAL FEES AND SERVICES	820,000	795,628	826,465	823,340
TOTAL, OOE's		\$820,000	\$795,628	826,465	823,340
MOF					
GENERAL REVENUE FUNDS					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1	General Revenue Fund	820,000	795,628	826,465	823,340
TOTAL, GENERAL REVENUE FUNDS		\$820,000	\$795,628	826,465	823,340
TOTAL, MOF's		\$820,000	\$795,628	826,465	823,340

9000 Cybersecurity

458 Alcoholic Beverage Commission

Category Code/Name

Project Sequence/Name

Goal/Obj/Str	Strategy Name	Est 2022	Bud 2023	BL 2024	BL 2025
8 Cybersecurity					
OOE					
Capital					
4-1-2 INFORMATION RESOURCES					
<u>General Budget</u>					
1001	SALARIES AND WAGES	0	0	0	0
2001	PROFESSIONAL FEES AND SERVICES	0	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
2007	RENT - MACHINE AND OTHER	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

458 Alcoholic Beverage Commission

		Est 2022	Bud 2023	BL 2024	BL 2025
CAPITAL					
<u>General Budget</u>					
GENERAL REVENUE FUNDS					
	TOTAL, GENERAL BUDGET	\$5,574,157	\$3,308,805	2,321,554	2,318,429
		5,574,157	3,308,805	2,321,554	2,318,429
	TOTAL, ALL PROJECTS	\$5,574,157	\$3,308,805	2,321,554	2,318,429

458 Alcoholic Beverage Commission

Category Code / Category Name <i>Project Number / Name</i> OOE / TOF / MOF CODE	Excp 2024	Excp 2025
5005 Acquisition of Information Resource Technologies		
<u>1 Agencywide PC/Tablets Leased</u>		
Objects of Expense		
2007 RENT - MACHINE AND OTHER	12,000	12,000
Subtotal OOE, Project 1	12,000	12,000
Type of Financing		
CA 1 General Revenue Fund	12,000	12,000
Subtotal TOF, Project 1	12,000	12,000
<u>7 Information Tech Transformation</u>		
Objects of Expense		
1001 SALARIES AND WAGES	355,000	355,000
2001 PROFESSIONAL FEES AND SERVICES	1,831,040	1,831,040
2003 CONSUMABLE SUPPLIES	2,000	2,000
2004 UTILITIES	3,004	3,004
2005 TRAVEL	8,000	8,000
2006 RENT - BUILDING	12,000	12,000
2007 RENT - MACHINE AND OTHER	1,600	1,600
2009 OTHER OPERATING EXPENSE	8,160	400
Subtotal OOE, Project 7	2,220,804	2,213,044
Type of Financing		
CA 1 General Revenue Fund	2,220,804	2,213,044
Subtotal TOF, Project 7	2,220,804	2,213,044
<u>9 AIMS Licensing and Support</u>		
Objects of Expense		
2009 OTHER OPERATING EXPENSE	1,200,000	1,200,000
Subtotal OOE, Project 9	1,200,000	1,200,000

458 Alcoholic Beverage Commission

Category Code / Category Name <i>Project Number / Name</i>	OOE / TOF / MOF CODE	Excp 2024	Excp 2025
Type of Financing			
CA	1 General Revenue Fund	1,200,000	1,200,000
Subtotal TOF, Project	9	1,200,000	1,200,000
Subtotal Category	5005	3,432,804	3,425,044
5006 Transportation Items			
<u>3 Fleet Acquisition</u>			
Objects of Expense			
	5000 CAPITAL EXPENDITURES	1,300,000	0
Subtotal OOE, Project	3	1,300,000	0
Type of Financing			
CA	1 General Revenue Fund	1,300,000	0
Subtotal TOF, Project	3	1,300,000	0
Subtotal Category	5006	1,300,000	0
9000 Cybersecurity			
<u>8 Cybersecurity</u>			
Objects of Expense			
	1001 SALARIES AND WAGES	85,000	85,000
	2001 PROFESSIONAL FEES AND SERVICES	300,260	300,260
	2003 CONSUMABLE SUPPLIES	500	500
	2004 UTILITIES	751	751
	2005 TRAVEL	2,000	2,000
	2006 RENT - BUILDING	3,000	3,000
	2007 RENT - MACHINE AND OTHER	400	400
	2009 OTHER OPERATING EXPENSE	2,040	100

458 Alcoholic Beverage Commission

Category Code / Category Name <i>Project Number / Name</i> OOE / TOF / MOF CODE		Excp 2024	Excp 2025
Subtotal OOE, Project	8	393,951	392,011
Type of Financing			
CA	1 General Revenue Fund	393,951	392,011
Subtotal TOF, Project	8	393,951	392,011
Subtotal Category	9000	393,951	392,011
AGENCY TOTAL		5,126,755	3,817,055
METHOD OF FINANCING:			
	1 General Revenue Fund	5,126,755	3,817,055
Total, Method of Financing		5,126,755	3,817,055
TYPE OF FINANCING:			
CA	CURRENT APPROPRIATIONS	5,126,755	3,817,055
Total, Type of Financing		5,126,755	3,817,055

458 Alcoholic Beverage Commission

Category Code/Name

Project Number/Name

Goal/Obj/Str	Strategy Name	Excp 2024	Excp 2025
5005 Acquisition of Information Resource Technologies			
1	Agencywide PC/Tablets Leased		
1 1 1	ENFORCEMENT	12,000	12,000
TOTAL, PROJECT		12,000	12,000
7 Information Tech Transformation			
4 1 2	INFORMATION RESOURCES	355,000	355,000
4 1 2	INFORMATION RESOURCES	1,831,040	1,831,040
4 1 2	INFORMATION RESOURCES	2,000	2,000
4 1 2	INFORMATION RESOURCES	3,004	3,004
4 1 2	INFORMATION RESOURCES	8,000	8,000
4 1 2	INFORMATION RESOURCES	12,000	12,000
4 1 2	INFORMATION RESOURCES	1,600	1,600
4 1 2	INFORMATION RESOURCES	8,160	400
TOTAL, PROJECT		2,220,804	2,213,044
9 AIMS Licensing and Support			
4 1 2	INFORMATION RESOURCES	1,200,000	1,200,000
TOTAL, PROJECT		1,200,000	1,200,000
5006 Transportation Items			
3	Fleet Acquisition		
1 1 1	ENFORCEMENT	1,300,000	0
TOTAL, PROJECT		1,300,000	0

458 Alcoholic Beverage Commission

Category Code/Name

Project Number/Name

Goal/Obj/Str	Strategy Name	Excp 2024	Excp 2025
9000 Cybersecurity			
8	Cybersecurity		
4 1 2	INFORMATION RESOURCES	85,000	85,000
4 1 2	INFORMATION RESOURCES	300,260	300,260
4 1 2	INFORMATION RESOURCES	500	500
4 1 2	INFORMATION RESOURCES	751	751
4 1 2	INFORMATION RESOURCES	2,000	2,000
4 1 2	INFORMATION RESOURCES	3,000	3,000
4 1 2	INFORMATION RESOURCES	400	400
4 1 2	INFORMATION RESOURCES	2,040	100
TOTAL, PROJECT		393,951	392,011
TOTAL, ALL PROJECTS		5,126,755	3,817,055

6.A. Historically Underutilized Business Supporting Schedule
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

Date: 8/24/2022
 Time: 2:02:49PM

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 2020			Total Expenditures FY 2020		HUB Expenditures FY 2021			Total Expenditures FY 2021	
			% Actual	Diff	Actual \$	% Goal	% Actual	Diff	Actual \$	% Goal	Actual \$	
11.2%	Heavy Construction	11.2 %	0.0%	-11.2%	\$0	\$59	0.0 %	0.0%	0.0%	\$0	\$0	
21.1%	Building Construction	21.1 %	0.0%	-21.1%	\$0	\$0	0.0 %	0.0%	0.0%	\$0	\$0	
32.9%	Special Trade	32.7 %	0.7%	-32.0%	\$350	\$48,073	0.0 %	11.1%	11.1%	\$3,413	\$30,640	
23.7%	Professional Services	23.6 %	0.0%	-23.6%	\$0	\$44,702	24.0 %	0.0%	-24.0%	\$0	\$21,767	
26.0%	Other Services	24.6 %	23.0%	-1.6%	\$713,206	\$3,106,817	26.0 %	64.0%	38.0%	\$3,564,726	\$5,569,953	
21.1%	Commodities	21.0 %	14.6%	-6.4%	\$394,414	\$2,702,352	21.0 %	16.6%	-4.4%	\$282,979	\$1,703,536	
	Total Expenditures		18.8%		\$1,107,970	\$5,902,003		52.6%		\$3,851,118	\$7,325,896	

B. Assessment of Attainment of HUB Procurement Goals

Attainment:

In FY 2021 the agency exceeded "Other Services" by 38% of the applicable agency determined HUB procurement goal and exceeded "Special Trade" by 11%.

Applicability:

The "Heavy Construction" and "Building Construction" categories were not applicable to agency operations in FY 2020 and FY 2021. The agency does not have strategies or expenditures related to those categories for the fiscal years listed. Agency's goals were updated to reflect the lack of applicability in the Strategic Plan Fiscal Years 2021-2025.

Factors Affecting Attainment:

FY 2020 was an unprecedented year due to COVID-19 pandemic. The pandemic caused limited resources world-wide and significantly affected state purchases. The utilization of Comptroller of Public Accounts (CPA) term and managed contracts also had an impact on attaining "Commodities" goals. Furthermore, the geographical location of agency facilities and the availability of certified HUB vendors in these areas prevented TABC from achieving the goals for both "Commodities" and "Other Services". The limited number of certified HUB vendors in "Professional Services" attributed to the under-achievement of the goal set.

C. Good-Faith Efforts to Increase HUB Participation

Outreach Efforts and Mentor-Protégé Programs:

The agency has complied with all good faith efforts and requirements as required per Texas Administrative Code, Title 34, Chapter 20:

-In FY 2020 there was limited inventory of many goods/services and limited vendors who could secure and deliver within a reasonable timeframe. The agency worked diligently with HUBs to secure what was available.

6.A. Historically Underutilized Business Supporting Schedule
88th Regular Session, Agency Submission, Version 1
Automated Budget and Evaluation System of Texas (ABEST)

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Agency Code: 458 Agency: Alcoholic Beverage Commission

-The agency attempted to renew Mentor-Protege program, however, vendors did not renew due to unforeseen impact of the pandemic.

During the pandemic, the agency:

- continued to ensure 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 virtual statewide economic opportunity forums and networked virtually with businesses on the agency's procurement procedures and buying methods ,
- and regularly reviewed the agency's internal division's requests and their specific needs and HUB participation capabilities.

HUB Program Staffing:

TABC has designated one staff member to serve as the HUB Coordinator for the agency . The HUB Coordinator advises and assists the agency by implementing HUB program functions and is actively involved in the planning, communication, training, review, and reporting. All TABC purchasing staff (5) actively participate in HUB events and assist when possible.

Current and Future Good-Faith Efforts:

The HUB Coordinator for Texas Alcoholic Beverage Commissions current and future Good Faith Efforts include the following :

- Advise and assist the agency by implementing the HUB program functions,
- Vendor outreach, education, and training,
- Continue to identify and establish relationships with HUB vendors to participate in mentor protégé program,
- Provide training for procurement and agency staff ,
- Provide representation at Statewide HUB Discussion workgroup meetings,
- Encourage and assist qualified vendors to become certified,
- Attend external forums and meetings for outreach opportunities,
- Require HUB subcontracting plans for contracts over \$100,000 when subcontracting opportunities are probable,
- Ensure that contract specifications and terms do not impose unreasonable or unnecessary requirements,
- Use the CMBL/HUB directory for the solicitation of all bids

**6.B. Current Biennium Onetime Expenditure Schedule
Summary of Onetime Expenditures**

Agency Code:	Agency Name:	Prepared By:	Date:
458	Texas Alcoholic Beverage Commission	Tiffany Forister	August 9, 2022

Projects	Estimated 2022	Budgeted 2023	Requested 2024	Requested 2025
Direct Delivery Education and Compliance	\$202,441	\$0	\$0	\$0
TABC Reducing Minor DUI	\$336,168	\$183,822	\$0	\$0
Strengthening Human Trafficking Investigations	\$119,069	\$88,003	\$0	\$0
Licensing and Tax Technology Replacement	\$3,785,267	\$460,000	\$0	\$0
Total, All Projects	\$4,442,945	\$731,825	\$0	\$0

**6.B. Current Biennium Onetime Expenditure Schedule
Strategy Allocation from 2022-23 Biennium to 2024-25 Biennium**

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Tiffany Forister	Date: August 9, 2022
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2020-21 PROJECT: Direct Delivery Education and Compliance ALLOCATION TO STRATEGY: A.1.1	2022-23 PROJECT: ALLOCATION TO STRATEGY:
--	---

Strategy Code	OOE/MOF Code	Strategy Allocation	Estimated 2022	Budgeted 2023	Requested 2024	Requested 2025
Object of Expense:						
A.1.1	1001	Salaries and Wages	\$107,680	\$0	\$0	\$0
A.1.1	2005	Travel	\$1,966			
A.1.1	2009	Other Operating Expenses	\$92,795			
Total, Object of Expense			\$202,441	\$0	\$0	\$0
Method of Financing:						
555	0001	Federal Funds	\$202,441	\$0	\$0	\$0
Total, Method of Financing			\$202,441	\$0	\$0	\$0

Project Description for the 2022-23 Biennium:

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

Project Description and Allocation Purpose for the 2024-25 Biennium:

**6.B. Current Biennium Onetime Expenditure Schedule
Strategy Allocation from 2022-23 Biennium to 2024-25 Biennium**

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Stacey Malek	Date: August 10, 2022
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2022-23 PROJECT: TABC Reducing Minor DUI ALLOCATION TO STRATEGY: A.1.1	2024-25 PROJECT: ALLOCATION TO STRATEGY:
---	---

Strategy Code	OOE/MOF Code	Strategy Allocation	Estimated 2022	Budgeted 2023	Requested 2024	Requested 2025
Object of Expense:						
A.1.1	1001	Salaries and Wages	\$320,394	\$32,408	\$0	\$0
A.1.1	2005	Travel	\$15,774	\$36,083		
A.1.1	2009	Other Operating Expenses	\$0	\$115,331		
Total, Object of Expense			\$336,168	\$183,822	\$0	\$0
Method of Financing:						
555	0001	Federal Funds	\$336,168	\$183,822	\$0	\$0
Total, Method of Financing			\$336,168	\$183,822	\$0	\$0

Project Description for the 2022-23 Biennium:

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

Project Description and Allocation Purpose for the 2024-25 Biennium:

**6.B. Current Biennium Onetime Expenditure Schedule
Strategy Allocation from 2022-23 Biennium to 2024-25 Biennium**

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Stacey Malek	Date: August 10, 2022
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2022-23 PROJECT: Strengthening Human Trafficking Investigations ALLOCATION TO STRATEGY: A.1.1	2024-25 PROJECT: ALLOCATION TO STRATEGY:
--	---

Strategy Code	OOE/MOF Code	Strategy Allocation	Estimated 2022	Budgeted 2023	Requested 2024	Requested 2025
Object of Expense:						
A.1.1	1001	Salaries and Wages	\$112,408	\$53,620	\$0	\$0
A.1.1	2005	Travel	\$1,666	\$13,444		
A.1.1	2009	Other Operating Expenses	\$4,995	\$20,939		
Total, Object of Expense			\$119,069	\$88,003	\$0	\$0
Method of Financing:						
555	0001	Federal Funds	\$119,069	\$88,003	\$0	\$0
Total, Method of Financing			\$119,069	\$88,003	\$0	\$0

Project Description for the 2022-23 Biennium:
Supports the agency's efforts in eradicating human trafficking by expanding the agency's use of predictive analysis of large, open data sets in its Criminal Intelligence Unit (CIU) and supporting human trafficking investigations by providing dedicated legal support for human trafficking investigations.

Project Description and Allocation Purpose for the 2024-25 Biennium:

**6.B. Current Biennium Onetime Expenditure Schedule
Strategy Allocation from 2022-23 Biennium to 2024-25 Biennium**

Agency Code: 458	Agency Name: Texas Alcoholic Beverage Commission	Prepared By: Tiffany Forister	Date: August 9, 2022
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2022-23 PROJECT: Licensing and Tax Technology Replacement ALLOCATION TO STRATEGY: D.1.2	2024-25 PROJECT: ALLOCATION TO STRATEGY:
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Strategy Code	OOE/MOF Code	Strategy Allocation	Estimated 2022	Budgeted 2023	Requested 2024	Requested 2025
Object of Expense:						
D.1.2	2001	Professional Fees and Services	\$3,784,167	\$460,000		
D.1.2	2004	Utilities	\$1,100			
Total, Object of Expense			\$3,785,267	\$460,000	\$0	\$0
Method of Financing:						
001	0001	General Revenue	\$3,785,267	\$460,000	\$0	\$0
Total, Method of Financing			\$3,785,267	\$460,000	\$0	\$0

Project Description for the 2022-23 Biennium:

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.

Project Description and Allocation Purpose for the 2024-25 Biennium:

6.C. Federal Funds Supporting Schedule
88th Regular Session, Agency Submission, Version 1
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		458 Alcoholic Beverage Commission				
CFDA NUMBER/ STRATEGY		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
16.738.003	Human Trafficking Project					
1 - 1 - 1	ENFORCEMENT	90,803	330,493	0	0	0
	TOTAL, ALL STRATEGIES	\$90,803	\$330,493	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	19,613	12,166	0	0	0
	TOTAL, FEDERAL FUNDS	\$110,416	\$342,659	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
20.601.000	Alcohol Traffic Safety an					
1 - 1 - 1	ENFORCEMENT	7,164	0	0	0	0
	TOTAL, ALL STRATEGIES	\$7,164	\$0	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$7,164	\$0	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
20.616.000	National Priority Safety Programs					
1 - 1 - 1	ENFORCEMENT	294,063	519,990	300,000	400,000	400,000
	TOTAL, ALL STRATEGIES	\$294,063	\$519,990	\$300,000	\$400,000	\$400,000
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$294,063	\$519,990	\$300,000	\$400,000	\$400,000
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0
21.019.119	COVID19 Coronavirus Relief Fund					
1 - 1 - 1	ENFORCEMENT	18,324,321	6,426,432	0	0	0
	TOTAL, ALL STRATEGIES	\$18,324,321	\$6,426,432	\$0	\$0	\$0
	ADDL FED FNDS FOR EMPL BENEFITS	0	0	0	0	0
	TOTAL, FEDERAL FUNDS	\$18,324,321	\$6,426,432	\$0	\$0	\$0
	ADDL GR FOR EMPL BENEFITS	\$0	\$0	\$0	\$0	\$0

		458 Alcoholic Beverage Commission				
CFDA NUMBER/ STRATEGY		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
<u>SUMMARY LISTING OF FEDERAL PROGRAM AMOUNTS</u>						
16.738.003	Human Trafficking Project	90,803	330,493	0	0	0
20.601.000	Alcohol Traffic Safety an	7,164	0	0	0	0
20.616.000	National Priority Safety Programs	294,063	519,990	300,000	400,000	400,000
21.019.119	COV19 Coronavirus Relief Fund	18,324,321	6,426,432	0	0	0
TOTAL, ALL STRATEGIES		\$18,716,351	\$7,276,915	\$300,000	\$400,000	\$400,000
TOTAL, ADDL FED FUNDS FOR EMPL BENEFITS		19,613	12,166	0	0	0
TOTAL, FEDERAL FUNDS		\$18,735,964	\$7,289,081	\$300,000	\$400,000	\$400,000
TOTAL, ADDL GR FOR EMPL BENEFITS		\$0	\$0	\$0	\$0	\$0

SUMMARY OF SPECIAL CONCERNS/ISSUES

Assumptions and Methodology:

The Texas Alcoholic Beverage Commission estimates grant funding in our method of finance for FY2024-2025 based on prior awards.

Potential Loss:

FY 2024 - 25 grants have not yet been awarded, therefore funds are not guaranteed.

6.D. Federal Funds Tracking Schedule

DATE: 8/24/2022

TIME : 2:02:50PM

Automated Budget and Evaluation System of Texas (ABEST)

Agency code:

Agency name:

**Federal
FY**

Total

**Difference
from Award**

CFDA

Total

6.E. Estimated Revenue Collections Supporting Schedule
88th 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 2021	Exp 2022	Est 2023	Est 2024	Est 2025
<u>1</u> General Revenue Fund					
Beginning Balance (Unencumbered):	\$0	\$0	\$0	\$0	\$0
Estimated Revenue:					
3253 Liquor Tax	119,614,221	124,000,000	126,700,000	129,180,000	131,660,000
3256 Liquor Permit Fees	39,937,167	52,890,000	50,000,000	51,000,000	52,000,000
3257 License/Permit Sucharges-General	29,152,311	454,590	455,000	455,000	455,000
3258 Malt Beverage Tax	111,302,863	124,380,000	125,623,800	126,880,000	128,150,000
3259 Wine Tax	18,701,875	18,038,000	18,050,000	18,050,000	18,050,000
3261 Wine and Malt Beverage Permit	6,571,401	49,000,000	45,000,000	45,900,000	46,800,000
3263 Brew Pub License	190,450	180,780	170,000	170,000	170,000
3265 Malt Liquor (Ale) Tax	13,528,852	1,247,000	0	0	0
3266 Temp Charit Funct Permit-Alcohol	4,595	0	0	0	0
3268 Alcohol Bev Penalty Lieu Suspend	328,100	1,667,100	1,500,000	1,500,000	1,500,000
3269 Sale-Confiscated Alcohol Bevs	650	0	0	0	0
3271 Alcoholic Beverage Import Fee	4,442,238	4,900,000	5,145,000	5,245,000	5,345,000
3272 Alcoholic Bev Seller Trng Prog	888,930	950,000	970,000	980,000	990,000
3273 Alcoholic Bev - Samp & Labels Cert	714,725	701,800	700,000	700,000	700,000
3274 A B C Administrative Fees	47,550	12,050	13,000	13,000	13,000
3275 Cigarette Tax	480,981	650,000	675,000	685,000	695,000
3582 Controlled Sub Act Forft Prop Sales	4,665	4,300	0	0	0
3719 Fees/Copies or Filing of Records	1,403	1,400	1,400	1,400	1,400
3722 Conf, Semin, & Train Regis Fees	16,934	21,000	21,420	21,600	21,800
3767 Supply, Equip, Service - Fed/Other	28,732	77,000	80,000	80,000	80,000
3769 Forfeitures	105,981	100,000	100,000	100,000	100,000
3773 Insurance and Damages	0	16,728	0	0	0
3783 Insurance Recovery w Loss - Other	10,436	0	0	0	0
3790 Deposit to Trust or Suspense	657,686	2,120,363	0	0	0
3795 Other Misc Government Revenue	104	600	0	0	0
3802 Reimbursements-Third Party	12,311	5,210	5,000	5,000	5,000
3839 Sale of Motor Vehicle/Boat/Aircraft	120,781	159,393	100,000	100,000	100,000

6.E. Estimated Revenue Collections Supporting Schedule
 88th 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 2021	Exp 2022	Est 2023	Est 2024	Est 2025
Subtotal: Actual/Estimated Revenue	346,865,942	381,577,314	375,309,620	381,066,000	386,836,200
Total Available	\$346,865,942	\$381,577,314	\$375,309,620	\$381,066,000	\$386,836,200
DEDUCTIONS:					
Health, OASI, Retirement	(11,099,630)	(10,764,264)	(11,100,000)	(11,500,000)	(11,500,000)
Unemployment	(37,238)	(28,598)	(30,000)	(30,000)	(30,000)
Benefit Replacement	(13,310)	(9,392)	(9,000)	(9,000)	(9,000)
Total, Deductions	\$(11,150,178)	\$(10,802,254)	\$(11,139,000)	\$(11,539,000)	\$(11,539,000)
Ending Fund/Account Balance	\$335,715,764	\$370,775,060	\$364,170,620	\$369,527,000	\$375,297,200

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: 3256, 3257, 3261, 3263, 3268, 3271, 3272, 3273, 3274, 3722, 3767, 3769, and 3802.

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 were greatly impacted by the pandemic restrictions and permitted restaurants which were operating at partial capacity. Revenue collections increased during FY2021 as collections started to return to pre-pandemic rates. Revenue collections during the current biennium are expected to increase slightly in FY2023, with an increase in Ports of Entry revenue collections growing by 5% in 2023 and 2% in FY2024–FY2025. A growth rate of 2% in licensing fees is expected for FY2024–FY2025 assuming economic conditions hold steady

CONTACT PERSON:

Luis Arellano

7.A. Indirect Administrative and Support Costs

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458 Alcoholic Beverage Commission

Strategy		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1-1-1	Enforcement					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$2,407,070	\$ 2,195,010	\$ 2,314,435	\$ 2,312,294	\$ 2,338,161
1002	OTHER PERSONNEL COSTS	122,266	126,549	52,145	61,338	62,160
2001	PROFESSIONAL FEES AND SERVICES	3,417,374	3,361,747	965,992	616,748	614,857
2002	FUELS AND LUBRICANTS	316	1,212	1,096	1,070	1,092
2003	CONSUMABLE SUPPLIES	1,390	885	1,638	1,603	1,632
2004	UTILITIES	60,999	35,223	21,639	21,464	21,608
2005	TRAVEL	4,333	22,496	23,532	34,270	34,868
2006	RENT - BUILDING	70,550	72,892	22,168	61,910	62,358
2007	RENT - MACHINE AND OTHER	18,262	62,370	10,396	10,722	10,865
2009	OTHER OPERATING EXPENSE	411,342	321,630	467,635	441,792	443,206
5000	CAPITAL EXPENDITURES	713,603	0	0	0	0
Total, Objects of Expense		\$7,227,505	\$6,200,014	\$3,880,676	\$3,563,211	\$3,590,807
METHOD OF FINANCING:						
1	General Revenue Fund	7,227,505	6,200,014	3,880,676	3,563,211	3,590,807
Total, Method of Financing		\$7,227,505	\$6,200,014	\$3,880,676	\$3,563,211	\$3,590,807
FULL TIME EQUIVALENT POSITIONS						
		32.0	33.0	34.0	33.7	34.1

7.A. Indirect Administrative and Support Costs

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Automated Budget and Evaluation System of Texas (ABEST)

458 Alcoholic Beverage Commission

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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

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458 Alcoholic Beverage Commission

Strategy		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2-1-1	Licensing					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$495,612	\$ 457,582	\$ 488,532	\$ 496,119	\$ 466,703
1002	OTHER PERSONNEL COSTS	26,142	27,189	11,385	14,276	13,341
2001	PROFESSIONAL FEES AND SERVICES	419,990	416,313	121,135	78,736	78,034
2002	FUELS AND LUBRICANTS	91	324	314	313	288
2003	CONSUMABLE SUPPLIES	287	220	433	432	400
2004	UTILITIES	8,309	5,295	3,825	3,820	3,656
2005	TRAVEL	1,181	5,857	5,848	9,111	8,432
2006	RENT - BUILDING	16,692	17,179	6,346	11,276	10,766
2007	RENT - MACHINE AND OTHER	4,231	11,681	2,348	2,486	2,324
2009	OTHER OPERATING EXPENSE	66,313	55,471	63,285	65,820	64,212
5000	CAPITAL EXPENDITURES	87,557	0	0	0	0
Total, Objects of Expense		\$1,126,405	\$997,111	\$703,451	\$682,389	\$648,156
METHOD OF FINANCING:						
1	General Revenue Fund	1,126,405	997,111	703,451	682,389	648,156
Total, Method of Financing		\$1,126,405	\$997,111	\$703,451	\$682,389	\$648,156
FULL TIME EQUIVALENT POSITIONS						
		6.5	6.9	7.2	7.3	6.8

7.A. Indirect Administrative and Support Costs

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458 Alcoholic Beverage Commission

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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

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Strategy		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
3-1-1	Conduct Inspections and Monitor Compliance					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$635,061	\$ 566,121	\$ 600,481	\$ 638,106	\$ 629,550
1002	OTHER PERSONNEL COSTS	32,915	33,115	13,752	17,761	17,489
2001	PROFESSIONAL FEES AND SERVICES	708,966	699,229	201,812	130,153	129,561
2002	FUELS AND LUBRICANTS	101	355	333	358	350
2003	CONSUMABLE SUPPLIES	367	249	477	508	499
2004	UTILITIES	13,206	7,877	5,176	5,337	5,289
2005	TRAVEL	1,340	6,490	6,625	10,771	10,573
2006	RENT - BUILDING	20,085	19,970	6,735	15,585	15,437
2007	RENT - MACHINE AND OTHER	5,138	15,307	2,788	3,098	3,050
2009	OTHER OPERATING EXPENSE	96,040	76,123	100,436	100,271	99,804
5000	CAPITAL EXPENDITURES	147,946	0	0	0	0
Total, Objects of Expense		\$1,661,165	\$1,424,836	\$938,615	\$921,948	\$911,602
METHOD OF FINANCING:						
1	General Revenue Fund	1,661,165	1,424,836	938,615	921,948	911,602
Total, Method of Financing		\$1,661,165	\$1,424,836	\$938,615	\$921,948	\$911,602
FULL TIME EQUIVALENT POSITIONS						
		8.4	8.5	8.8	9.3	9.2

7.A. Indirect Administrative and Support Costs

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458 Alcoholic Beverage Commission

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
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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

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458 Alcoholic Beverage Commission

Strategy		Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
3-2-1	Ports of Entry					
OBJECTS OF EXPENSE:						
1001	SALARIES AND WAGES	\$561,022	\$ 531,904	\$ 574,416	\$ 589,954	\$ 602,060
1002	OTHER PERSONNEL COSTS	30,622	32,475	13,787	18,138	18,522
2001	PROFESSIONAL FEES AND SERVICES	173,402	177,681	54,434	37,852	37,911
2002	FUELS AND LUBRICANTS	131	453	457	460	470
2003	CONSUMABLE SUPPLIES	326	294	603	606	620
2004	UTILITIES	4,879	3,951	3,707	3,726	3,793
2005	TRAVEL	1,645	8,064	7,812	12,664	12,944
2006	RENT - BUILDING	21,202	22,105	9,234	11,319	11,529
2007	RENT - MACHINE AND OTHER	5,291	12,156	2,923	3,149	3,216
2009	OTHER OPERATING EXPENSE	55,492	52,018	36,747	48,120	48,781
5000	CAPITAL EXPENDITURES	35,894	0	0	0	0
Total, Objects of Expense		\$889,906	\$841,101	\$704,120	\$725,988	\$739,846
METHOD OF FINANCING:						
1	General Revenue Fund	889,906	841,101	704,120	725,988	739,846
Total, Method of Financing		\$889,906	\$841,101	\$704,120	\$725,988	\$739,846
FULL TIME EQUIVALENT POSITIONS						
		7.2	8.2	8.6	8.7	8.9

7.A. Indirect Administrative and Support Costs

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458 Alcoholic Beverage Commission

Exp 2021

Est 2022

Bud 2023

BL 2024

BL 2025

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

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458 Alcoholic Beverage Commission

	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
GRAND TOTALS					
Objects of Expense					
1001 SALARIES AND WAGES	\$4,098,765	\$3,750,617	\$3,977,864	\$4,036,473	\$4,036,474
1002 OTHER PERSONNEL COSTS	\$211,945	\$219,328	\$91,069	\$111,513	\$111,512
2001 PROFESSIONAL FEES AND SERVICES	\$4,719,732	\$4,654,970	\$1,343,373	\$863,489	\$860,363
2002 FUELS AND LUBRICANTS	\$639	\$2,344	\$2,200	\$2,201	\$2,200
2003 CONSUMABLE SUPPLIES	\$2,370	\$1,648	\$3,151	\$3,149	\$3,151
2004 UTILITIES	\$87,393	\$52,346	\$34,347	\$34,347	\$34,346
2005 TRAVEL	\$8,499	\$42,907	\$43,817	\$66,816	\$66,817
2006 RENT - BUILDING	\$128,529	\$132,146	\$44,483	\$100,090	\$100,090
2007 RENT - MACHINE AND OTHER	\$32,922	\$101,514	\$18,455	\$19,455	\$19,455
2009 OTHER OPERATING EXPENSE	\$629,187	\$505,242	\$668,103	\$656,003	\$656,003
5000 CAPITAL EXPENDITURES	\$985,000	\$0	\$0	\$0	\$0
Total, Objects of Expense	\$10,904,981	\$9,463,062	\$6,226,862	\$5,893,536	\$5,890,411
Method of Financing					
1 General Revenue Fund	\$10,904,981	\$9,463,062	\$6,226,862	\$5,893,536	\$5,890,411
Total, Method of Financing	\$10,904,981	\$9,463,062	\$6,226,862	\$5,893,536	\$5,890,411
Full-Time-Equivalent Positions (FTE)	54.1	56.6	58.6	59.0	59.0

7.B. Direct Administrative and Support Costs
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME : 2:02:51PM

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
1-1-1 Enforcement					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$691,239	\$718,850	\$771,195	\$771,195	\$771,195
1002 OTHER PERSONNEL COSTS	34,014	26,086	12,246	12,246	12,246
2001 PROFESSIONAL FEES AND SERVICES	300	0	8,000	8,000	8,000
2002 FUELS AND LUBRICANTS	19	74	0	0	0
2003 CONSUMABLE SUPPLIES	147	480	750	750	750
2004 UTILITIES	1,096	0	1,380	1,380	1,380
2005 TRAVEL	139	561	17,120	17,120	17,120
2006 RENT - BUILDING	7,391	8,355	0	0	0
2009 OTHER OPERATING EXPENSE	12,819	97,344	107,962	107,962	107,962
 Total, Objects of Expense	\$747,164	\$851,750	\$918,653	\$918,653	\$918,653
METHOD OF FINANCING:					
1 General Revenue Fund	747,164	851,750	918,653	918,653	918,653
 Total, Method of Financing	\$747,164	\$851,750	\$918,653	\$918,653	\$918,653
FULL-TIME-EQUIVALENT POSITIONS (FTE):	9.0	9.0	9.0	9.0	9.0
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
 88th Regular Session, Agency Submission, Version 1
 Automated Budget and Evaluation System of Texas (ABEST)

DATE: 8/24/2022
 TIME : 2:02:51PM

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
2-1-1 Licensing					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$483,867	\$503,195	\$539,837	\$539,837	\$539,837
1002 OTHER PERSONNEL COSTS	23,810	18,260	8,572	8,572	8,572
2001 PROFESSIONAL FEES AND SERVICES	210	0	5,600	5,600	5,600
2002 FUELS AND LUBRICANTS	13	51	0	0	0
2003 CONSUMABLE SUPPLIES	103	336	525	525	525
2004 UTILITIES	767	0	966	966	966
2005 TRAVEL	97	392	11,984	11,984	11,984
2006 RENT - BUILDING	5,173	5,848	0	0	0
2009 OTHER OPERATING EXPENSE	8,973	68,140	75,573	75,573	75,573
 Total, Objects of Expense	\$523,013	\$596,222	\$643,057	\$643,057	\$643,057
METHOD OF FINANCING:					
1 General Revenue Fund	523,013	596,222	643,057	643,057	643,057
 Total, Method of Financing	\$523,013	\$596,222	\$643,057	\$643,057	\$643,057
FULL-TIME-EQUIVALENT POSITIONS (FTE):	6.3	6.3	6.3	6.3	6.3
DESCRIPTION					

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

Agency code: **458**

Agency name: **Alcoholic Beverage Commission**

Strategy	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
3-1-1 Conduct Inspections and Monitor Compliance					
OBJECTS OF EXPENSE:					
1001 SALARIES AND WAGES	\$207,372	\$215,655	\$231,359	\$231,359	\$231,359
1002 OTHER PERSONNEL COSTS	10,204	7,826	3,674	3,674	3,674
2001 PROFESSIONAL FEES AND SERVICES	90	0	2,400	2,400	2,400
2002 FUELS AND LUBRICANTS	6	22	0	0	0
2003 CONSUMABLE SUPPLIES	44	144	225	225	225
2004 UTILITIES	329	0	414	414	414
2005 TRAVEL	42	168	5,136	5,136	5,136
2006 RENT - BUILDING	2,217	2,506	0	0	0
2009 OTHER OPERATING EXPENSE	3,846	29,203	32,389	32,389	32,389
Total, Objects of Expense	\$224,150	\$255,524	\$275,597	\$275,597	\$275,597
METHOD OF FINANCING:					
1 General Revenue Fund	224,150	255,524	275,597	275,597	275,597
Total, Method of Financing	\$224,150	\$255,524	\$275,597	\$275,597	\$275,597
FULL-TIME-EQUIVALENT POSITIONS (FTE):	2.7	2.7	2.7	2.7	2.7
DESCRIPTION					

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

Agency code: 458

Agency name: Alcoholic Beverage Commission

	Exp 2021	Est 2022	Bud 2023	BL 2024	BL 2025
GRAND TOTALS					
Objects of Expense					
1001 SALARIES AND WAGES	\$1,382,478	\$1,437,700	\$1,542,391	\$1,542,391	\$1,542,391
1002 OTHER PERSONNEL COSTS	\$68,028	\$52,172	\$24,492	\$24,492	\$24,492
2001 PROFESSIONAL FEES AND SERVICES	\$600	\$0	\$16,000	\$16,000	\$16,000
2002 FUELS AND LUBRICANTS	\$38	\$147	\$0	\$0	\$0
2003 CONSUMABLE SUPPLIES	\$294	\$960	\$1,500	\$1,500	\$1,500
2004 UTILITIES	\$2,192	\$0	\$2,760	\$2,760	\$2,760
2005 TRAVEL	\$278	\$1,121	\$34,240	\$34,240	\$34,240
2006 RENT - BUILDING	\$14,781	\$16,709	\$0	\$0	\$0
2009 OTHER OPERATING EXPENSE	\$25,638	\$194,687	\$215,924	\$215,924	\$215,924
Total, Objects of Expense	\$1,494,327	\$1,703,496	\$1,837,307	\$1,837,307	\$1,837,307
Method of Financing					
1 General Revenue Fund	\$1,494,327	\$1,703,496	\$1,837,307	\$1,837,307	\$1,837,307
Total, Method of Financing	\$1,494,327	\$1,703,496	\$1,837,307	\$1,837,307	\$1,837,307
Full-Time-Equivalent Positions (FTE)	18.0	18.0	18.0	18.0	18.0

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