



**STATE OF ARIZONA  
DEPARTMENT OF LIQUOR LICENSES AND CONTROL**

**JANICE K. BREWER  
GOVERNOR**

**JERRY A. OLIVER, SR.  
DIRECTOR**

July 21, 2009

Debbie Davenport, Auditor General  
State of Arizona Office of the Auditor General  
2910 North 44th Street, Suite #410  
Phoenix, Arizona 85018

**RE: RESPONSE TO THE AUDITOR GENERAL'S JUNE 29, 2009 CONFIDENTIAL DRAFT REPORT  
CONCERNING THE DEPARTMENT OF LIQUOR LICENSES AND CONTROL'S ("DLLC") PERFOR  
MANCE AUDIT AND SUNSET REVIEW**

Dear Ms. Davenport:

First, on behalf of the Department of Liquor Licenses and Control (DLLC), I would like to extend our appreciation to you for the dedication and commitment, time, and research your staff contributed in conducting DLLC's performance audit and sunset review.

Secondly, in furtherance of the Joint Legislative Audit Committee's procedures, below, please find DLLC's comments on the recommendations presented in the draft preliminary report prepared by your office:

Recommendation 1.1 a - d (page 21 of preliminary draft report)

DLLC Comment: 1. The finding of the Auditor General is agreed to and the audit recommendation will be implemented.

Recommendation 1.2 a - e (page 21 of preliminary draft report)

DLLC Comment: 1. The finding of the Auditor General is agreed to and the audit recommendation will be implemented.

Recommendation 2.1 a - f (page 30-31 of preliminary draft report)

DLLC Comment: 1. The finding of the Auditor General is agreed to and the audit recommendation will be implemented.

Recommendation 2.2 (page 31 of preliminary draft report)

DLLC Comment: 1. The finding of the Auditor General is agreed to and the audit recommendation will be implemented.

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Debbie Davenport, Auditor General

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In addition, DLLC acknowledges the 12 sunset review factors, in accordance with A.R.S. §41-2945, and will implement a method for handling cash and cash receipts as recommended on on page 44 of the preliminary report draft.

Furthermore, in the June 29, 2009 correspondence, you stated that, if necessary, the Office of the Auditor General would furnish DLLC with a revised final report which would require a final response from DLLC by August 5, 2009. Because DLLC agrees to implement the recommendations proposed in the preliminary report draft, revisions to the draft will not be necessary. Resultantly, DLLC submits this letter as its final response to the draft performance audit and sunset review conducted by the Office of the Auditor General during the calendar years of 2008 and 2009.

Finally, if you require more information prior to our next meeting, please contact me at 602-542-9020.

Sincerely,

Jerry A. Oliver. Sr.  
Director

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