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Existing in Statute
Existing in Regulations
Penalty or Fee Change
New Concept

# SB 76 ver. T Sectional Analysis

# Chapter 06. Alcoholic Beverage Control Board

Pages 1-5

# **Section 1** - Authority of the director

**AS 04.06.075** new subsection provides that the director of the ABC Board shall prepare the budgets for admin, enforcement, education, training, and prevention activities under Title 4.

# Section 2 - Delegation of authority

AS 04.06.080 adds endorsements to delegated powers, also edits cross reference.

# Section 3 - Powers and duties

AS 04.06.090(b) relocation of language from existing AS 04.11.070 and addition of endorsements.

#### Section 4

AS 04.06.090(e) adds endorsements.

#### Section 5

**AS 04.06.090** adds new subsection that directs the board to prepare Title 4 education plan for public safety, industry, youth, municipalities, and the public with annual revision.

Adds new subsections which direct the board to review fees every 10 years, allow opinions on legislation amending this title, requires the board to provide notice of violations to licensees and to post FASD information online for package store and winery licensees to include with shipped orders.

#### Section 6 - Statewide database

**AS 04.06.095** allows for certain information from the statewide database to be retained up to 10 years, only identifying information will be purged annually. Adds reference to endorsement.

#### Section 7

AS 04.06.095(c) adds new subsection which directs the board to produce a report of aggregate regional sales of alcohol in local option areas, based on information retained in database and not including identifying data about an individual purchaser or seller.

# **Section 8** - Regulations

AS 04.06.100(b) adds endorsements, removes the board's power to create additional licenses and permits in regulation, and adds the power to restrict manufacturing, packaging, sale, and distribution or products containing alcohol for consumption.

<u>Section 9</u> - Proposed new chapter AS 04.09 to replace sections defining license types and permit types currently in AS 04.11.

# Chapter 09. Licenses, Endorsements, and Permits.

Pages 5-49

# Article 1. License Types.

**AS 04.09.010. Types of licenses.** Gives the definition of license, three tiers, and limits license types to those listed in this chapter.

#### Article 2. Manufacturer Licenses.

AS 04.09.020. Brewery manufacturer license. Relocates the brewery license from 04.11.130, moves other provisions from current brewery manufacturer's license to endorsements, sets the biennial fee at \$1,500 and requires that at least 80% of the final product of brewed beverages sold be manufactured on licensed premises in Alaska.

**AS 04.09.030.** Winery manufacturer license. Relocates the winery license from 04.11.140, moves other provisions from current winery license to endorsements, sets the biennial fee at \$1,500 and requires that at least 80% of the final product of wine sold be manufactured on licensed premises in Alaska.

AS 04.09.040. Distillery manufacturer license. Relocates the distillery license from 04.11.160, moves other provisions from current winery license to endorsements, sets the biennial fee at \$1,500 and requires that at least 80% of the final product of distilled spirits sold be manufactured on licensed premises in Alaska.

**AS 04.09.050. Authorized sales.** Allows smaller manufacturers to self-distribute to retail, wholesale, permitted and out of state or country licensees. Requires large manufacturers to go through wholesale distributors.

AS 04.09.060. Unlicensed manufacturing. Relocates the existing penalty for unlicensed manufacture from 04.11.010.

AS 04.09.070. Unlicensed manufacturing in a local option area. Relocates the existing penalty for unlicensed manufacture in a local option area from 04.11.010.

AS 04.09.080. Unauthorized manufacturer sale. Defines unauthorized manufacturer sale as violating 04.09.050 and sets the penalty.

AS 04.09.090. Definition. Defines "packaging" which is the process of containing alcoholic beverages in bottles or other containers for sale.

AS 04.09.100. General wholesale license. Relocates the general wholesale license from 04.11.160, moves other existing components to other places in the chapter, maintains \$2,000 biennial fee, maintains \$10,000 maximum fee, and reduces annual transaction fees for smaller businesses.

AS 04.09.110. Limited wholesale brewed beverage and wine license. Relocates limited wholesale license from previous wholesale license section (AS 04.11.160(b)) in a separate section, maintains \$400 biennial fee, maintains maximum \$10,000 fee, and reduces annual transaction fees for smaller businesses.

AS 04.09.120. Annual fee and affidavit. Relocates existing affidavit requirement from previous wholesale licenses section (AS 04.11.160(c)-(d)), requires a wholesale licensee to submit an affidavit to the board stating total value of annual sales, including tax.

AS 04.09.130. Wholesaler supplier declaration. Relocates the wholesale supplier declaration from previous wholesale licenses section (AS 04.11.160(e)), maintains current fee structure, and simplifies the required reporting process.

AS 04.09.140. Unlicensed wholesale. Relocates unlicensed wholesale provision from 04.11.010 and maintains penalty.

AS 04.09.145. Unlicensed wholesale in a local option area. Relocates existing penalty for unlicensed wholesale in a local option area from 04.11.010.

AS 04.09.150. Failure to pay annual fee or file affidavit. States that failure to pay an annual wholesale fee or file an affidavit is a violation and sets the penalty.

AS 04.09.160. Failure to pay biennial fee or file declaration. States that failure to pay a biennial fee and failure to file a declaration are violations and sets the penalty.

#### Article 4. Retail Licenses.

AS 04.09.200. Beverage dispensary license. Relocates and simplifies the BDL license language from, maintains the \$2,500 biennial fee, references the multiple fixed counter endorsement, and sets the penalty for unauthorized beverage dispensary activity. Sections in current BDL (AS 04.11.090) for bowling alley and hotel licensees relocated to become separate endorsements.

AS 04.09.210. Restaurant and eating place license. Relocates license from 04.11.100, sets biennial fee at \$1250, maintains 1:1 food to alcohol ratio, strikes 1996 exemption, limits the number of annual allowed after-hours entertainment events to six, and sets penalty for failure to comply with license terms.

AS 04.09.220. Club license. Relocates license from 04.11.110, sets biennial fee at \$2,500, and sets the penalty for failure to comply with license terms.

AS 04.09.230. Package store license. Relocates license from 04.11.150, maintains biennial fee of \$1,500, and sets penalty for failure to comply with licenses terms. Sections in current AS 04.11.150 for delivery, shipping and other activities relocated to become separate endorsements.

AS 04.09.240. Pub license. Relocates license from 04.11.220, sets biennial fee at \$1,250, and sets penalty for failure to comply with license terms. Adds provision allowing designation of alternating premises, which allows a second location on a university campus that must be operated during mutually exclusive hours from existing license.

AS 04.09.250. Theatre license. Relocates license from regulation (3 AAC 304.695), sets biennial fee at \$1,250, and sets the penalty for failure to comply with license terms.

AS 04.09.260. Common carrier dispensary license. Relocates license from 04.11.180, maintains current fee schedule, removes "vehicle" as a qualifying premises, and sets penalties for unauthorized common carrier dispensary activity and common carrier dispensary noncompliance.

AS 04.09.270. Sporting event license. Relocates and renames recreational site license, sets biennial fee at \$1,250, sets penalty for unauthorized sporting event activity, and establishes 8-year sunset dates for licenses issued under former AS 04.11.210.

AS 04.09.280. Outdoor recreation lodge license. Relocates license from 04.11.225, sets biennial fee at \$2,500, and sets penalty for unauthorized outdoor recreation lodge activity.

AS 04.09.290. Golf course license. Relocates license from 04.11.115, sets biennial fee at \$1,250, and sets penalty for failure to comply with license terms.

AS 04.09.300. Destination resort license. Relocates license from 04.11.255, sets biennial fee at \$2,500, and sets penalty for failure to comply with license terms.

AS 04.09.310. Brewery retail license. Creates new license type based on existing language in AS 04.11.130 for brewery retail activities, sets biennial fee at \$1,250, and sets penalty for failure to comply with license terms. Requires new licensees to limit retail sales to 20% of total volume sold in Alaska after 8 years; exempts currently operating brewery licensees with retail operations from this requirement.

AS 04.09.320. Winery retail license. Creates new license type based on existing language in AS 04.11.140 for winery retail activities, sets biennial fee at \$1,250, and sets penalty for failure to comply with license terms. Requires new licensees to limit retail sales to 20% of total volume sold in Alaska after 8 years; exempts currently operating winery licensees with retail operations from this requirement.

AS 04.09.330. Distillery retail license. Creates new license type based on existing language in AS 04.11.170 for distillery retail activities, sets biennial fee at \$1,250, and sets penalty for failure to comply with license terms. Requires new licensees to limit retail sales to 20% of total volume sold in Alaska after 8 years; exempts currently operating distillery licensees with retail operations from this requirement.

AS 04.09.340. Beverage dispensary tourism license. Relocates license from AS 04.11.400(d), maintains biennial fee at \$2,500, and sets penalty for unauthorized beverage dispensary activity. Other language in AS 04.11.400(d) relocated to Hotel or Motel Endorsement.

**AS 04.09.350.** Seasonal restaurant or eating place license. Creates new license type, sets biennial license fee at \$1,250, defines which communities can qualify for having this license type, sets out formula for determining number of allowed licenses per community, and sets penalty for failure to comply with license terms.

**AS 04.09.360.** Winery direct shipment license. Creates new license type authorizing direct to consumer (including online) sales of wine for in-state or out-of-state winery, sets biennial license fee at \$200, directs the board to develop an application form specifically for this license, and sets penalty for failure to comply with license terms.

AS 04.09.370. Unlicensed retail sale. Relocates existing unlicensed retail sale from 04.11.010 and maintains penalty.

AS 04.09.380. Unlicensed retail sale in a local option area. Relocates existing unlicensed retail sale in a local option area from 04.11.010 and maintains penalty.

# Article 5. Endorsements.

**AS 04.09.400.** Types of endorsements. Defines endorsements, clarifies that endorsements must be exercised with a license.

AS 04.09.410. Manufacturer sampling endorsement. Creates new endorsement for onsite sampling based on existing language from manufacturing licenses, defines per person per day volume limits by product type, sets biennial fee at \$200, sets penalties for unendorsed sampling and endorsement noncompliance.

AS 04.09.420. Multiple fixed counter endorsement. Creates new endorsement for multiple fixed counters with language relocated from duplicate license section in AS 04.11.090, sets biennial fee at \$200, sets initial application fee per counter, sets penalties for endorsement noncompliance and unendorsed service.

AS 04.09.430. Hotel or motel endorsement. Creates new endorsement using some language relocated from AS 04.11.090, sets biennial fee at \$200, sets penalties for unendorsed hotel or motel service and endorsement noncompliance.

AS 04.09.440. Large resort endorsement. Creates new endorsement using some language relocated from AS 04.11.090, defines a large resort, sets biennial fee at \$200, sets penalties for unendorsed large resort service and endorsement noncompliance.

AS 04.09.450. Restaurant endorsement. Creates new endorsement using language from the Restaurant Designation Permit currently in regulation, sets biennial fee at \$200, sets penalties for unendorsed restaurant service and endorsement noncompliance.

AS 04.09.460. Package store shipping endorsement. Creates new endorsement by relocating language from AS 04.11.150, allows licensees to accept online orders, sets biennial fee at \$200, sets penalties for unendorsed package store shipping and endorsement noncompliance.

AS 04.09.470. Package store delivery endorsement. Creates new endorsement by relocating language from AS 04.11.150, sets biennial fee at \$200, sets penalties for unendorsed package store delivery and endorsement noncompliance.

AS 04.09.480. Package store repackaging endorsement. Creates new endorsement by relocating language from regulation, sets biennial fee at \$200, sets penalties for unendorsed package store repackaging and endorsement noncompliance.

**AS 04.09.490.** Package store sampling endorsement. Creates new endorsement, defines per person per day volume limits by product type, sets biennial fee at \$200, sets penalties for unendorsed package store sampling and endorsement noncompliance.

AS 04.09.500. Bowling alley endorsement. Creates new endorsement using language from AS 04.11.090, sets biennial fee at \$200, sets penalties for unendorsed bowling alley service and endorsement noncompliance.

AS 04.09.510. Golf course endorsement. Creates new endorsement using language from AS 04.11.115, sets biennial fee at \$200, sets penalties for unendorsed golf course service and endorsement noncompliance.

AS 04.09.520. Brewery repackaging endorsement. Creates new endorsement by relocating language from AS 04.11.135, limits availability to licensees currently operating brewpubs, sets biennial fee at \$200, sets penalties for unendorsed brewery repackaging and endorsement noncompliance.

#### Article 6. Permits.

**AS 04.09.600. Types of permits.** Defines permits, establishes application process, requires servers to have an alcohol server education card, and sets daily fee for all permit types at least \$50 per event day.

AS 04.09.610. Beverage dispensary caterer's permit. Relocates caterer's permit from 04.11.230 and renames.

AS 04.09.620. Restaurant caterer's dining permit. Relocates permit from regulations, renames to allow service of meals other than dinner, and requires meal services as part of food to alcohol ratio sales requirement.

**AS 04.09.630.** Club caterer's permit. Relocates permit from regulations and simplifies existing language for application process.

AS 04.09.640. Art exhibit permit. Relocates permit from regulations, removes option for annual \$100 fee, and simplifies existing language.

**AS 04.09.650.** Nonprofit organization event permit. Relocates special events permit from 04.11.240 and renames, simplifies existing language for application process.

AS 04.09.660. Alcoholic beverage auction permit. Relocates wine auction permit from regulations and renames to allow all alcoholic beverages to be auctioned.

**AS 04.09.670. Tasting event permit.** Creates new permit, allows a beverage dispensary license holder to partner with a manufacturer retail licensee or package store to host a tasting event on the partner's location and serving the partner's product inventory, sets a time limit and food requirement, and limits to six events per partnering license per year.

AS 04.09.680. Inventory resale permit. Relocates retail stock sale license from 04.11.200 and renames.

AS 04.09.690. Conditional contractors permit. Relocates permit from 04.11.250.

AS 04.09.700. Failure to comply with a permit requirement. Sets the penalties for failure to comply with permit requirements.

# Chapter 11. Licensing.

Pages 50-79

<u>Section 10</u> - License or permit required; presumption concerning possession for sale.

**AS 04.11.010(a)** relocates penalties for unlicensed manufacture, sale and offering for sale. Unlicensed sale is addressed in new sections in proposed AS 04.09.

# Section 11

**AS 04.11.010(b)** adds reference to the package store shipping license.

#### Section 12

**AS 04.11.010(c)** adds references to unlicensed sale, corrects term "half-keg" and adds barter to local option violation.

Section 13 - Purchase from nonlicensee prohibited

AS 04.11.015 prohibits barter for alcoholic beverages and adds penalty with \$250 fine.

<u>Section 14</u> - Board approval of transfer AS 04.11.040 adds penalty for unauthorized transfer of an alcoholic beverage license or permit with \$250 fine.

<u>Section 15</u> - Reports required of limited liability organizations

AS 04.11.045 adds penalty for failure to report a change in member interest or manager with \$250 fine.

**Section 16** - Reports required of corporations

AS 04.11.050 adds penalty for failure to report a stock transfer or change of officers or board members with \$250 fine.

Section 17 - Reports required of partnerships

AS 04.11.055 adds penalty for failure to report a transfer of partnership interest or change of general partner with \$250 fine.

Section 18 - Nonresident distiller, brewer, winery, or wholesaler

**AS 04.11.060** amends reference to general wholesale license.

# Section 19

AS 04.11.060 maintains current penalty for violating the section.

# Section 20 - Application for new license, endorsement, or permit

**AS 04.11.260** adds endorsement, requires phone number and e-mail of applicant, requires annotated premises drawing and adds license references with individual application requirements.

# Section 21

**AS 04.11.260** exempts winery direct shipment license from application process for other license types.

# Section 22 - Application for renewal of license or permit

**AS 04.11.270** adds endorsements, adds conditional contractor's permit, edits reference, and allows renewal applications to be sent via electronic mail.

#### Section 23

AS 04.11.270 exempts winery direct shipment license from renewal process.

# Section 24 - Application for transfer of a license to another person

AS 04.11.280 adds endorsements as transferrable with a license.

# <u>Section 25</u> - Criminal justice information and records

AS 04.11.295(a) adds issuance and renewal for conditional contractor's permit.

#### Section 26

**AS 04.11.295(b)(1)** adds reference to conditional contractor's permit.

# <u>Section 27</u> - Notice of application

**AS 04.11.310** exempts winery direct shipment license from notice requirements.

# <u>Section 28</u> - False statement on application.

AS 04.11.315 relocates AS 04.16.210 and defines crime of making false statements on an application to as perjury, defined in AS 11.56.200.

# Section 29 - Denial of new licenses and permits

AS 04.11.320(a) adds references to endorsements.

# <u>Section 30</u> - Denial of license or permit renewal

**AS 04.11.330(a)** changes 30 eight-hour day minimum operating requirement to 240 hours and removes reference to public convenience license. [effective immediately]

# Section 31

**AS 04.11.330(a)** duplicate section adds endorsement, adds reference to beverage dispensary tourism license, and adds reference to seasonal restaurant or eating place tourism license. [effective with other licensing changes, 1/1/2020]

#### Section 32

**AS 04.11.330(d)** exempts common carrier dispensary licenses and renames reference to recreational site license.

# **Section 33**

AS 04.11.330 exempts winery direct shipment license.

# Section 34 - Denial of request for relocation

**AS 04.11.340** removes reference to public convenience license. [effective immediately]

#### Section 35

**AS 04.11.340** duplicate section, adds reference to 04.11.400(k) and removes reference to 04.11.400(d). [effective with other licensing changes, 1/1/2020]

# <u>Section 36</u> - Denial of transfer of a license to another person.

AS 04.11.360 removes public convenience license reference. [effective immediately]

#### Section 37

**AS 04.11.360** duplicate section removes reference to brewpub license. [effective with other licensing changes, 1/1/2020]

# <u>Section 38</u> - Licensed premises in multi-unit residential housing developments owned or financed by the Alaska Housing Finance Corporation

AS 04.11.365 adds reference to restaurant endorsement.

# Section 39 - Suspension and revocation of licenses and permits

AS 04.11.370 adds endorsements.

# <u>Section 40</u> - Board imposed conditions or restrictions

AS 04.11.395 section title change and adds reference to endorsements.

#### Section 41

**AS 04.11.395** allows the director to impose conditions or restrictions on any permit other than a conditional contractor's permit.

# **Section 42** - Population limitations.

AS 04.11.400(a) adds reference to 04.11.405. [effective immediately]

# Section 43

**AS 04.11.400(a)** duplicate section, edits subsection reference, defines five-mile radius outside cities, adds new population limit for manufacturer retail licenses, adds licenses exempt from population limits and exempts local option populations from calculations. [effective with other licensing changes, 1/1/2020]

# **Section 44**

AS 04.11.400(i) lists licenses exempt from population limits.

# Section 45

AS 04.11.400(k) edits reference to beverage dispensary license, allows relocation of a package store, lowers borough threshold population, restricts number of licenses eligible for transfer to those exceeding population limits and defines number of allowed transfers by city, not borough.

# Section 46 - Petition for additional restaurant or eating place licenses for certain local governing bodies

AS 04.11.405 adds new section that gives certain local governing bodies the ability to petition the board for additional restaurant or eating place licenses allocated to their jurisdiction. [effective immediately]

# **Section 47 - 48**

**AS 04.11.405(a)-(b)** duplicate sections amending cross-references to restaurant and eating place license. [effective with other licensing changes, 1/1/2020]

#### Section 49 - Person and location

**AS 04.11.430** updates definition of corporation to match Title 10 and requires additional information from licensees.

# Section 50 - Prohibited financial interest

AS 04.11.450(b) retains restrictions for wholesale licensees from owning a manufacturing tier license or retail tier license, removes restriction on small manufacturers owning retail tier licenses.

# Section 51

**AS 04.11.450(e)** adds reference to limited wholesale license to restriction on acting as an employee or agent of a manufacturer tier license or retail tier license and adds the new statutory license references.

### **Section 52**

**AS 04.11.450** adds new section that restricts manufacturers above certain annual production from owning a wholesale tier license or retail tier license.

# Section 53 - Prior public approval

AS 04.11.460 exempts winery direct shipment license.

#### **Section 54 - 56**

AS 04.11.470 - AS 04.11.480 adds endorsements to allowable objections and protest.

# Section 58 - 60 - Local options

AS 04.11.491 renumbers statutory references to license types and adds outdoor recreation lodge as one of license types that can be exempted from restrictions on sale in local option elections

# Section 61

AS 04.11.491(g) edits reference to package store license and removes the ability for local option areas to opt out of applying C felonies to furnishing or delivery of alcoholic beverages to persons under the age of 21 in a local option area because the need is eliminated in section 92.

# Section 62 - Notice to local governing body

**AS 04.11.520** clarifies language for notice process and adds endorsements.

# Section 63 - Suspension and revocation based on acts of employees

**AS 04.11.535(a)** adds endorsements, reference to permittee as applicable and clarifying language.

#### **Section 64 - 67**

**AS 04.11.537 – AS 04.11.570** adds endorsements or conditional contractors permit to application, renewal and expiration, appeals, refunds and forfeiture of fees procedures.

# Section 68 - Surrender or destruction of a license

AS 04.11.580(b) changes language to "not later than".

# **Section 69** - Disposition of money

AS 04.11.590(a) adds reference to endorsements and permits.

# Section 70 - Refund to municipalities

AS 04.11.610 changes "refund" to "allocation" throughout and specifies content of reporting by municipalities for how license fee funds were used for alcohol-related education and enforcement.

# <u>Section 71</u> - Accessibility of license and licensed premises to inspection

**AS 04.11.630(b)** adds endorsements, permits and includes premises during a permitted event.

# Section 72 - Duration of licenses and permits

**AS 04.11.680** adds endorsements, conditional contractors permit, states that permits must be issued for a specified time, and removes fee reduction for seasonal licenses.

# Chapter 16. Regulation of Sales and Distribution.

Pages 79-97

# <u>Section 73</u> - Hours of sale and presence on licensed premises (standard closing hours)

**AS 04.16.010(c)** allows a person to be on the licensed premises outside of the hours of sale to conduct business with the licensee, maintenance or improvements, common carrier licensees and adds restaurant endorsement reference.

#### Section 74

AS 04.16.010 adds penalty for violating the section.

# Section 75 - Pricing and marketing of alcoholic beverages

AS 04.16.015(a) exempts sampling endorsements and defines week as seven days.

#### Section 76

AS 04.16.015 adds penalty for violating the section.

# Section 77 - Trade practices

**AS 04.16.017** new section specifying illegal practices by manufacturers and directs the board to adopt regulations defining exceptions to these rules and administrative penalties for violations.

Section 78 - Solicitation of alcoholic beverages; purchase on behalf of another

AS 04.16.020 sets penalty for unauthorized solicitation or purchase of alcoholic beverages.

Section 79 - Online sale and purchase of alcoholic beverages

**AS04.16.022** new section prohibiting online purchase and sale unless the licensee has a winery direct shipment license or package store shipping endorsement and sets penalties.

Section 80 - Illegal presence on premises involving alcoholic beverages

**AS 04.16.025(a)** adds statutory references to all penalties involving sale without a license.

Section 81 - Prohibited conduct relating to drunken persons

AS 04.16.030 changes existing penalty for prohibited conduct relating to a drunken person, adds administrative penalty to licensee if employee is convicted of a violation of this section, and adds misdemeanor penalty for licensee who knowingly allows employees to violate this section.

<u>Section 82</u> - Possession of ingredients for homebrew in certain areas

**AS 04.16.035** changes statutory reference to all local option areas, consistent with AS 04.21.025 restricting private manufacture of alcohol in all local option areas.

Section 83

AS 04.16.035 maintains current penalty for possession of ingredients for homebrew.

Section 84 - Access of drunken persons to licensed premises

AS 04.16.040 rewords licensed premises language.

Section 85

AS 04.16.040 relocates and changes penalty for prohibited access by a drunken person.

Section 86 - Obligation to enforce restrictions in licensed premises

AS 04.16.045 relocates and changes penalty for permitting consumption not authorized under a license.

Section 87 - Access of persons with restriction on purchasing alcohol

AS 04.16.047 adds reference to penalty for entering and remaining on licensed premises defined in AS 04.16.160.

# Section 88 - Access to persons under the age of 21 to licensed premises

AS 04.16.049(a) amends reference to restaurant endorsement and club license.

#### Section 89

**AS 04.16.049(c)** adds additional license types allowed to have underage persons on premises as employees, ages 16 and 17, provided they are not serving alcohol.

#### Section 90

**AS 04.16.049(d)** adds additional license types allowed to have underage persons on premises as employees, ages 18-20, provided they are not serving alcohol.

### Section 91

**AS 04.16.049** adds additional license types allowed to have underage persons on premises if traveling, provided they are not served or consume alcohol.

<u>Section 92</u> - Furnishing or delivery of alcoholic beverages to persons under the age of 21

AS 04.16.051(d) defines offense of furnishing or delivering to a minor.

# **Section 93**

AS 04.16.051 changes penalties for furnishing or delivering to a minor by a person, maintains one C felony charge for situations involving serious harm but removes C felony for offense in a Local Option area, consistent with change in Section 61.

<u>Section 94</u> - Furnishing of alcoholic beverages to person under the age of 21 by licensees

AS 04.16.052 changes penalties for furnishing or delivering to a minor by a licensee or employee, adds administrative penalty to licensee if employee is convicted of a violation of this section and shifts misdemeanor penalty in AS 04.16.150 to licensee who knowingly allows employees to violate this section.

Section 95 - Room rental for purposes of consuming alcoholic beverages

AS 04.16.055 changes penalty for renting a room for the purpose of providing alcoholic beverages to a person under 21 years of age.

Section 96 - Permitting minor to illegally possess liquor in a dwelling

AS 04.16.057(b) maintains current violation and adds \$500 fine.

# Section 97 - Purchase by or delivery to persons under the age of 21

**AS 04.16.060(e)** relocates requirement for persons under the age of 16 to be accompanied by a person 21 years of age and have parental consent to remain in a restaurant that serves alcohol, now in proposed AS 04.09.450 in Section 9.

### Section 98

AS 04.16.060 defines penalties for purchase by a person under 21 years of age and delivery to a person under 21 years of age. For persons under 21, adds similar penalty structure as those in AS 04.16.049 and AS 04.16.050, \$500 fine for violation with option to reduce fine to \$50 if youth completes treatment or community diversion panel.

# Section 99 - Sales or consumption at school events

**AS 04.16.080** edits title for the section.

# Section 100

AS 04.16.080 sets penalty for consuming at a school event.

# Section 101 - Prohibition of bottle clubs

**AS 04.16.090(c)** makes list exclusive and adds cover charge and other services or products provided on the premises.

#### Section 102

**AS 04.16.090** defines the crime of maintaining a bottle club, relocates and maintains current penalty.

# Section 103 - Sale of certain alcoholic beverages prohibited

**AS 04.16.110** defines sale of a prohibited alcoholic beverage, relocates and maintains current penalty.

# Section 104 - Removal or introduction of alcoholic beverages

**AS 04.16.120** defines removal or introduction of alcoholic beverages, sets penalty and exemptions.

# Section 105 - Alcoholic beverages transported by common carrier

AS 04.16.125 repeals and reenacts the section. Allows for delivery to a person over the age of 21 with signature from an order filled by a package store or winery direct shipment licensee only by an approved carrier, requires board to review carrier policies and publish list of approved carriers, and removes some detailed language for delivery to a local option area. Maintains penalty for unauthorized transportation of alcoholic beverages by common carrier into a local option area and makes noncompliance a violation.

Section 106 - Stock confined to licensed premises

AS 04.16.130 sets penalty for unauthorized storage of alcoholic beverages.

Section 107 - Sale or consumption of alcoholic beverages in a warehouse

AS 04.16.140 sets penalty for consumption or sale of alcoholic beverages in a warehouse.

Section 108 - Licensee responsible for violations

AS 04.16.150 changes penalty for failure to ensure complianc.

Section 109 - Restriction on purchasing alcoholic beverages

**AS 04.16.160** maintains current penalty for failure to comply with a restriction on purchasing alcoholic beverages.

# Section 110 - 111 - Source of alcoholic beverages

**AS 04.16.170** exempts winery direct shipment license and maintains current penalty for sale of alcoholic beverages from or to an unlicensed person.

#### Section 112 - 113 - Restrictions on purchase and sale of alcoholic beverages

**AS 04.16.172** renumbers cross-references to license types and maintains current penalty for licensee obtaining alcoholic beverages from an unlicensed seller.

# Section 114 - Furnishing alcoholic beverages in aid of gambling enterprise

**AS 04.16.175** maintains current penalty for the crime of furnishing an alcoholic beverage in aid of a gambling enterprise.

#### Section 115 - Penalties for violation

**AS 04.16.180(b)** adds statutory references to prohibited conduct related to drunken persons and furnishing alcoholic beverages to persons under the age of 21 by licensees.

#### **Section 116**

AS 04.16.080(e) adds definition for "conviction".

#### Section 117

AS 04.16.180 adds clarification that licensees are subject to administrative penalties imposed by the board for violations of AS 04.16.030 (Section 81) and AS 04.16.052 (Section 94) and adds mitigating circumstances for licensees.

# Section 118 - 121 - Forfeitures and seizures

AS 04.16.220(a) renumbers cross-references.

# Chapter 21. General Provisions.

Pages 97-104

# Section 122 - Keg registration

**AS 04.21.012** adds new section establishing a keg registration process including proof of age, registration form requirements, identification tags, and establishes the penalty for possession and sale of alcoholic beverages in an unregistered keg.

# Section 123 - 124 - Civil liability of persons providing alcoholic beverages

AS 04.21.020(a) renumbers cross-references.

#### Section 125 - Alcohol server education course

**AS 04.21.025(a)** repeal and reenact section to list license types that do not require server education training: only licenses not serving the public are exempt from requirement.

### Section 126

**AS 04.21.025(b)** adds reference to permit holders and individuals listed on an application as servers for a permitted event.

#### Section 127

AS 04.21.025(c) adds reference to permit holders and requires servers listed on the permit application to have a current alcohol servers card by the first event day.

#### Section 128

AS 04.21.025 defines the offense of failure to comply with alcohol server education requirements and sets penalty.

# <u>Section 129</u> - Proof of age and of not being restricted from purchasing alcoholic beverages

AS 04.21.050(a) renumbers cross-reference.

# **Section 130** - Warehousing of alcoholic beverages

AS 04.21.060 defines the offense of unauthorized warehousing and establishes penalty.

# **Section 131** - Posting of warning signs

AS 04.21.065(a) updates list of license types that require warning signs.

# **Section 132**

**AS 04.21.072. Fines and other criminal penalties.** New section which sets penalties for other violations, misdemeanors, or felonies unless otherwise specified.

**AS 04.21.074. Bail forfeiture schedule.** Directs the supreme court to set a bail schedule for Title 4 violations.

**AS 04.21.076. Suspension of fine or sentence.** Prevents the court from suspending fines or sentences for minor offenses.

# Section 133 - Court records of persons under 21 years of age

**AS 04.21.078** adds additional statutory reference to violations of AS 04.16.060.

# **Section 134 - Definitions**

AS 04.21.080(b)(6) adds reference to permit holders and license holders.

#### Section 135

**AS 04.21.080(b)(15)** adds endorsements.

# **Section 136**

**AS 04.21.080(b)** adds definitions.

#### Amendments to Various Other Titles.

Pages 104-109

# **Section 137 - Definitions**

**AS 05.15.690(48)** renumber beverage dispensary license reference and update "bar" definition.

# **Section 138 - 143**

Amends references to Title 4 in Titles 9, 11, 12 and 18.

# Section 144 - Unlawful practices in places of public accommodation

**AS 18.80.230(b)** amends reference to chapter 04.11.

# **Section 145 - Definitions**

AS 39.50.200(b) adds the marijuana control board to list of state commissions or boards.

# Section 146 - Winery direct shipment tax; statement; audit

**AS 43.60.060** establishes tax collection on direct wine shipments from out of state businesses holding this license and outlines requirements for the Department of Revenue.

#### **Section 147 - 148**

AS 43.70.105(a) amends references to chapter 04.11 in Titles 43 and 45.

Repealers, Transitions, Applicability, Court Rule Amendment, and Effective Dates.

Pages 109-114

# Section 149

Amends court rule 17 by adding statutory reference.

#### Section 150

Repealing section with effective date of January 1, 2020.

#### Section 151

Immediate repeal section.

#### Section 152

Repealing section with effective date of January 1, 2028.

#### Section 153

Repealing section with effective date of January 1, 2020.

# Section 154 - Uncodified law

**Applicability.** States that changes apply to offenses committed on, or after the effective date.

# Section 155 - Transition

**Conversion of applications and licenses.** Provides that the board shall convert all necessary licenses and applications within 90 days.

# **Section 156** - Transition

**Seasonal restaurant or eating place license.** Converts applications for restaurant or eating place licenses to seasonal restaurant or eating place license application if the establishment serves beer and wine for a period not exceeding six months.

# Section 157 - Transition

**Regulations.** Directs the Department and the Board to adopt necessary regulations.

# Section 158

Immediate effective date clause.

# Section 159

January 1, 2020 effective date for the remainder of the act.