Fiscal Note

State of Alaska
2019 Legislative Session

Bill Version: SB 16
Fiscal Note Number:
() Publish Date:

Identifier: SB0016-DCCED-AMCO-04-04-19
Title: ALCOHOL LIC:FAIRS,THEATRES,CONCERTS;BONDS
Sponsor: MICCICHE
Requester: (S) Finance

Department: Department of Commerce, Community and Economic Development
Appropriation: Alcohol and Marijuana Control Office
Allocation: Alcohol and Marijuana Control Office
OMB Component Number: 3119

Expenditures/Revenues

Note: Amounts do not include inflation unless otherwise noted below. (Thousands of Dollars)

	FY2020 Appropriation Requested	Included in Governor's FY2020 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	**FY 2020**	**FY 2020**	**FY 2021**	**FY 2022**	**FY 2023**	**FY 2024**	**FY 2025**
Personal Services							
Travel							
Services							
Commodities							
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**

Fund Source (Operating Only)

None							
Total	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**	**0.0**

Positions

Full-time							
Part-time							
Temporary							

Change in Revenues

1005 GF/Prgm (DGF)	6.5		6.2	6.2	6.2	6.2	6.2
Total	**6.5**	**0.0**	**6.2**	**6.2**	**6.2**	**6.2**	**6.2**

Estimated SUPPLEMENTAL (FY2019) cost: 0.0 *(separate supplemental appropriation required)*

Estimated CAPITAL (FY2020) cost: 0.0 *(separate capital appropriation required)*

Does the bill create or modify a new fund or account? No

(Supplemental/Capital/New Fund - discuss reasons and fund source(s) in analysis section)

ASSOCIATED REGULATIONS

Does the bill direct, or will the bill result in, regulation changes adopted by your agency? Yes
If yes, by what date are the regulations to be adopted, amended or repealed? 01/01/20

Why this fiscal note differs from previous version/comments:

Changes made in the Senate Finance Committee would allow the licensing of multiple recreational site licenses that had previously been denied renewal by the board, increasing the anticipated revenues by a relatively small amount. The change from the first year to the out years reflects the estimate that several new license applications would be received, and the application fee for a new license is $0.2 greater than the application fee for a license renewal. This difference was inadvertently omitted in the previous fiscal note.

Prepared By: Erika McConnell, Director Phone: (907)269-0351
Division: Alcohol and Marijuana Control Office Date: 04/04/2019
Approved By: April A. Wilkerson, Administrative Services Director Date: 04/04/19
Agency: Office of Management & Budget

FISCAL NOTE ANALYSIS

STATE OF ALASKA **BILL NO.** CSSB016 (FIN)
2019 LEGISLATIVE SESSION

Analysis

This bill establishes a performing arts theater license, a fair license, a music festival permit, and a concert permit; amends the recreational site license to allow sporting activities to be licensed; and grandfathers all recreational site licenses that were valid on December 31, 2018.

The proposed performing arts theater license is to be held by a beverage dispensary license holder or restaurant or eating place license holder, to be used at a location where live performance events such as concerts, plays, and operas, are held. The proposed fee is $1,250 for a two-year license.

The fair license may be held by a non-profit organization that is at least ten years old, allowing the fair licensee to serve beer and wine at a fair. Only one fair license may be issued per borough. The proposed fee is $800 for a two-year license.

The concert permit allows holders of a recreational site license to sell beer or wine at a concert on the licensed premises of the recreational site license. The fee is $50 per permit.

The music festival permit allows holders of a restaurant or eating place license to sell beer and wine at a music festival. A restaurant or eating place license may only hold one music festival permit per calendar year, not to exceed 10 days. The fee is $50 per event day.

The definition of "recreational site" is changed from a location where certain types of sporting events occur to a location where certain types of sporting activities occur with a broadened list of examples.

The ABC Board is required to reconsider the renewal applications of all recreational site licenses that were denied between December 31, 2018, and the effective date of the bill, and the board may not deny the renewal or transfer of any license on the sole reason that the business does not meet the definition of a recreational site.

Warning signs required in AS 04.21.065 are also required to be posted on the licensed premises of the performing arts theater license, the fair license, and a concert permit location.

The Alcohol and Marijuana Control Office does not anticipate significant fiscal impact from this legislation. License and permit issuance will be completed by existing staff. Changes in revenue are anticipated to be minimal.

A regulations package would be promulgated to repeal the theater licence in 3 AAC 304.695.