

Fiscal Note

State of Alaska
2022 Legislative Session

Bill Version:	SB 151
Fiscal Note Number:	1
(S) Publish Date:	2/11/2022

Identifier: SB151-DCCED-AMCO-02-04-22
Title: EXTEND ALCOHOLIC BEVERAGE CONTROL BOARD
Sponsor: MICCICHE
Requester: (S) LABOR & COMMERCE

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)

	FY2023 Appropriation Requested	Included in Governor's FY2023 Request	Out-Year Cost Estimates				
OPERATING EXPENDITURES	FY 2023	FY 2023	FY 2024	FY 2025	FY 2026	FY 2027	FY 2028
Personal Services		752.6	752.6	752.6	752.6		
Travel		75.0	75.0	75.0	75.0		
Services		338.0	338.0	338.0	338.0		
Commodities		25.0	25.0	25.0	25.0		
Capital Outlay							
Grants & Benefits							
Miscellaneous							
Total Operating	0.0	1,190.6	1,190.6	1,190.6	1,190.6	0.0	0.0

Fund Source (Operating Only)

1005 GF/Prgm (DGF)		1,190.6	1,190.6	1,190.6	1,190.6		
Total	0.0	1,190.6	1,190.6	1,190.6	1,190.6	0.0	0.0

Positions

Full-time		7.0	7.0	7.0	7.0		
Part-time							
Temporary							

Change in Revenues

1005 GF/Prgm (DGF)		1,190.6	1,190.6	1,190.6	1,190.6		
Total	0.0	1,190.6	1,190.6	1,190.6	1,190.6	0.0	0.0

Estimated SUPPLEMENTAL (FY2022) cost: 0.0 (separate supplemental appropriation required)

Estimated CAPITAL (FY2023) 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? No
If yes, by what date are the regulations to be adopted, amended or repealed? N/A

Why this fiscal note differs from previous version/comments:

Not applicable, initial version.

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Agency: Department of Commerce, Community, and Economic Development

Phone: (907)269-0350
Date: 02/04/2022
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FISCAL NOTE ANALYSIS

STATE OF ALASKA
2022 LEGISLATIVE SESSION

Analysis

SB 151 extends statutory authorization for the existing Alcoholic Beverage Control (ABC) Board through June 30, 2026. Adoption of the bill will continue existing activities by the ABC Board and administration through the Alcohol and Marijuana Control Office (AMCO). Failure to adopt the bill would result in a one-year wind down of the ABC Board in FY2023 with a cease of operation on June 30, 2023.

The ABC Board's mission is to control the manufacture, barter, possession, and sale of alcoholic beverages in the state. The ABC Board and its agency staff within AMCO issue liquor licenses and permits and enforce laws and regulations regarding alcohol in Alaska. There are currently 1,913 alcohol licenses issued in the state of Alaska. Licenses are valid for a two-year period, renewing biennially. Each of these licensees relies on the ABC Board and AMCO for administration and renewal of the licenses that enable them to continue the operation of their business.

If this bill passes, the following expenses will continue to be incurred:

Personal Services:

\$752.6 (Seven full time positions: three Special Investigator 1s, two Occupational Licensing Examiners, one Local Government Specialist 3, and one Administrative Assistant 1)

Travel:

\$ 50.0 (Five board members and two staff members to attend four board meetings per year)
\$ 20.0 (Enforcement travel for inspections, audits, and investigations)
\$ 5.0 (Director or staff travel for conferences and/or training)

Services:

\$ 5.0 (Meeting room rentals for four board meetings)
\$102.5 (Department of Law - attorney fees)
\$ 22.5 (Office of Administrative Hearings)
\$ 25.0 (Department of Public Safety - fingerprint/background fees)
\$ 5.0 (Public notice advertisements)
\$ 3.0 (Postage - required to mail renewal notices, other correspondence)
\$ 25.0 (Lease space)
\$175.0 (Statewide core services for the seven positions)

Commodities:

\$ 10.0 (Printing Services - required signs for licensees, licenses, statute books)
\$ 5.0 (Enforcement supplies and ammunition)
\$ 10.0 (Office supplies)

If the ABC Board sunsets, the AMCO office will continue to operate for the marijuana licensing program, and will take on additional expenditures that would normally be split between both the alcohol and marijuana programs (Division Director, shared investigators, etc.).

AMCO is funded by program receipts, fund source 1005 General Fund/Program Receipts (DGF). Licensing fees for each license type is set by statute and regulation. The total amount of revenue collected is sufficient to support annual regulatory costs.