

Introduced: 4/5/83
Referred: Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

HOUSE BILL NO. 325

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act extending the termination date of the Alcoholic Beverage Control Board; and providing for an effective date."

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8

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10

* Section 1. AS 44.66.010(a)(1) is amended to read:

11

(1) Alcoholic Beverage Control Board (AS 04.06.010) --

12

June 30, 1987 [1983];

13

* Sec. 2. This Act takes effect immediately in accordance with AS 01.-

14

10.070(c).

I. REQUEST

Bill/Resolution No: HB 325
 Title: Extend ABC Board
 Sponsor: Adams
 Requestor: House Finance

II. FISCAL DETAIL

Agency Affected: Revenue
 Program Category Affected: Public Protec
 BRU, Program of Subprogram(s) Affected: Alcoholic Beverage Control Board

EXPENDITURES/REVENUES: (Thousands of Dollars)

	FY 83	FY 84	FY 85	FY 86	FY 87	FY 88
OPERATING						
100 PERSONAL SERVICES	-	-	-	-	-	-
200 TRAVEL	-	-	-	-	-	-
300 CONTRACTUAL	-	-	-	-	-	-
400 COMMODITIES	-	-	-	-	-	-
500 EQUIPMENT	-	-	-	-	-	-
600 LANDS & STRUCTURES	-	-	-	-	-	-
700 GRANTS, CLAIMS, ETC.	-	-	-	-	-	-
TOTAL OPERATING	-0-	-0-	-	-	-	-
CAPITAL	-	-	-	-	-	-
REVENUE	-	-	-	-	-	-

FUNDING: (Thousands of Dollars)

GENERAL FUND	-0-	-0-	-	-	-	-
FEDERAL FUNDS	-	-	-	-	-	-
OTHER (Specify Source)	-	-	-	-	-	-

POSITIONS:

FULL-TIME	-	-	-	-	-	-
PART-TIME	-	-	-	-	-	-
TEMPORARY	-	-	-	-	-	-

III. SOURCE OF FUNDS TO OFFSET FISCAL IMPACT OF BILL:

IV. ANALYSIS: Attach a separate page for any Analysis.

Prepared By: Maura R. [Signature]
 Division: Commissioner's Office
 Approved by Commissioner: Joseph K. Dondos [Signature]
 Department: Revenue

Phone: 465-2300
 Date: 3/30/83
 Date: 3/30/85

Distribution:

- Original to Legislative Finance
- Copy to Office of Management and Budget (for Legislature introduced bills)
- Copy to Department (for Governor introduced bills)
- Copy to Sponsor
- Copy to Requestor (if different from Sponsor)

IV. Analysis:

The fiscal impact of this bill is reflected in the Governor's FY 84 Executive Budget showing continued funding for the Alcoholic Beverage Control Board. Please see attached.

DEPARTMENT OF REVENUE

	FY 82 Actual	FY 83 Adjusted	FY 84 Governor's Operating Budget
TOTAL OPERATING BUDGET*	\$234,595.9*	\$253,302.7*	\$218,066.6*
PUBLIC PROTECTION CATEGORY			
Consumer Protection Program Area	\$ 539.1	\$ 632.5	\$ 669.0
Alcoholic Beverage Control Board	\$ 539.1	\$ 632.5	\$ 669.0
DEVELOPMENT CATEGORY			
Community Development Program Area	\$ 96,080.5	\$ 81,713.6	\$ 10,625.9
Shared Taxes	\$ 95,756.8	\$ 81,335.0	\$ 10,241.5**
Municipal Bond Bank Authority	323.7	378.6	384.4
Economic Development Program Area	\$ 2,276.2	\$ 3,441.0	\$ 3,158.6
Alaska Housing Finance Corporation	\$ 2,276.2	\$ 3,441.0	\$ 3,158.6
GENERAL GOVERNMENT CATEGORY			
Revenue Collection and Management Program Area	\$135,700.1	\$167,515.6	\$203,613.1
Revenue Audit	\$ 3,188.5	\$ 2,900.8	\$ 2,910.2
Petroleum Revenue	1,566.2	1,611.9	1,841.2
Enforcement	1,719.4	2,356.8	1,246.2
Treasury Management	1,660.4	2,317.2	2,165.8
Child Support Enforcement Agency	2,630.5	3,487.1	3,572.8
Public Service	214.2	2,466.1	1,621.9
Revenue Administration and Support	21,928.9	5,445.2	6,405.9
Permanent Fund Corporation	392.0	3,070.5	3,229.1
Debt Service	102,400.0	143,660.0	150,620.0
FUNDING			
Federal Funds	\$ 1,815.0	\$ 2,458.8	\$ 2,408.9
State General Funds	229,260.4	238,294.2	205,774.3
Interagency Receipts	0.0	2,596.3	0.0
Program Receipts	2,723.5	7,030.8	6,912.8
Other	797.0	2,922.6	2,970.6
TOTAL	\$234,595.9	\$253,302.7	\$218,066.6
PERMANENT FULL TIME POSITIONS	361.0	383.0	380.0

*Due to the change from program budgeting to agency budgeting, Debt Service is now shown in the Department of Revenue's operating budget. The operating budget totals for FY 82, FY 83, and FY 84 include Debt Service.

**For FY 84, Municipal Assistance will be funded by the Permanent Fund Dividend program.

DEPARTMENT OF REVENUE

Public Protection Category

Protecting the safety of Alaskan's lives and property, as well as their legal rights and economic interests as workers and consumers, is the purpose of the Public Protection category. The BRUs in this category help to create a living environment which encourages personal and social progress for the citizens of Alaska.

Consumer Protection Program Area

The goal of the Consumer Protection program area is to ensure that Alaskan consumers are provided with goods and services that comply with acceptable standards of quality, dependability and safety at equitable prices. This is accomplished through both educational and enforcement activities. Included within this program is the Alcoholic Beverage Control Board.

PROGRAM AREA MEASURES
Consumer Protection

	<u>FY 82 ACTUAL</u>	<u>FY 83 EXPECTED</u>	<u>FY 84 GOV REC</u>
Number of investigations conducted by enforcement agents based on complaints	1,803	2,300	2,000
Suspension of licenses	8	No Plan	No Plan
Notices of violations	103	125	100
Written investigative reports	71	100	100

AGENCY: DEPARTMENT OF REVENUE
PROGRAM: CONSUMER PROTECTION

CATEGORY: PUBLIC PROTECTION
BRU(S): ALCOHOLIC BEVERAGE CONTROL BOARD

The Alcoholic Beverage Control Board has full power and control over the manufacture, barter, sale, and possession of intoxicating liquors in Alaska. The Board issues, renews, transfers, revokes, or suspends permits and licenses relating to alcoholic beverages. The number of licenses that can be issued in most of the various classes is restricted by population. At the end of FY 82, there were over 1,464 valid licenses in Alaska. There were nine suspensions of licenses during the year.

Alaska is a "licensing" state, whereby private enterprise is allowed to sell alcoholic beverages. The agency is charged with licensing all persons and businesses who distribute alcoholic beverages. Annual license fees collected from municipalities who provide enforcement of liquor laws are returned to those municipalities. The executive director is charged with enforcement of laws and regulations. Revenues generated from license fees for 1982 were \$1.5 million. A rewritten law, Title 4 of Alaska Statutes, governing alcoholic beverages became effective July 1, 1980.

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PHONE CONTACT FOR MORE INFORMATION: Patrick Sharrock 277-8638

SERVICE MEASURES	FY 82		FY 83	FY 84	
	PLAN	ACTUAL	PLAN	CONTINUATION	TOTAL
<u>Enforcement</u>					
a. administrative accusation	15	9	15	10	10
b. criminal complaints	15	8	15	5	5
c. suspension of licenses	no plan	8	no plan	no plan	no plan
d. search warrants and seizure	no plan	2	no plan	no plan	no plan
e. written investigative reports	250	71	100	100	100
<u>Communication with Licensees</u>					
a. inspection of licensed premises	3,000	1,803	2,500	2,000	2,000
b. notices of violation	150	101	125	100	100
c. information letters and bulletins	6	17	5	5	5
<u>Public Contact</u>					
a. news releases	10	7	5	5	5
b. public hearings	no plan	2	no plan	no plan	no plan
c. local government and law enforcement contact	1,000	1,305	900	1,000	1,000
d. incoming telephone calls	20,000	17,983	19,000	19,000	19,000
e. board meetings	no plan	10	11	11	11

STATE OF ALASKA -- BUDGET UNIT SUMMARY

18:38

1/07/83

AGENCY: DEPARTMENT OF REVENUE
 CATEGORY: PUBLIC PROTECTION

PROGRAM: A.B.C. BOARD

COMPONENT DESCRIPTION	82 AUTH	82 FINAL	82 ACT	83 AUTH	83 SUPL	83 RP	GOVERNOR
A.B.C. BOARD	524.7	549.1	539.1	632.5			669.0
** TOTAL	524.7	549.1	539.1	632.5			669.0
** CHANGE VERSUS 83 AUTH							5.7%
OBJECT DESCRIPTION							
PERS. SERV.	414.6	439.0	441.3	461.5			487.8
TRAVEL	45.5	45.5	36.3	50.1			55.6
CONTRACTUAL	61.7	59.9	55.1	117.7			118.2
COMMODITIES	2.9	2.9	4.8	3.2			7.4
EQUIPMENT		1.8	1.6				
FUNDING SOURCE							
GENERAL FUND	524.7	549.1	539.1	632.5			669.0
** GENERAL FUND CHANGE VS. 83 AUTH							5.7%
POSITIONS							
FULL-TIME	12.0	12.9	12.0	12.0			12.0
STAFF MONTHS	144.0	144.0	144.0	144.0			144.0

The following individual is expected to testify on HB
325:

Pat Sharrock, Chair, Alcoholic Beverage Commission

DEPARTMENT OF REVENUE

	<u>FY 82 Actual</u>	<u>FY 83 Adjusted</u>	<u>FY 84 Governor's Operating Budget</u>
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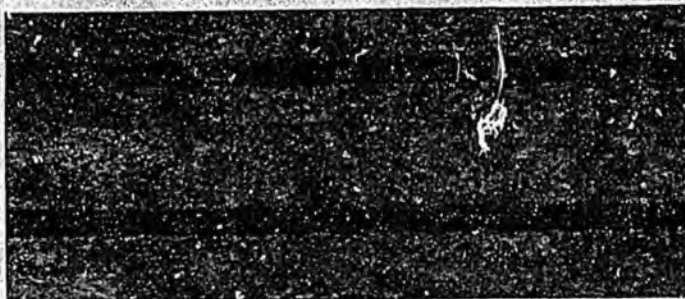
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** GENERAL FUND CHANGE VS. 83 AUTH							5.7%
POSITIONS							
FULL-TIME	12.0	12.0	12.0	12.0			12.0
STAFF MONTHS	144.0	144.0	144.0	144.0			144.0

STATE OF ALASKA



DIVISION OF LEGISLATIVE AUDIT
Juneau, Alaska

A REPORT ON THE
DEPARTMENT OF REVENUE
ALCOHOLIC BEVERAGE CONTROL BOARD

December 15, 1982

Audit Control Number

04-1071-83-R

Commissioner, Department
of Revenue

Robert D. Heath

Deputy Commissioners, Department
of Revenue:

Taxation
Treasury

Joseph K. Donohue
Vacant

Members of the
Alcoholic Beverage Control Board

Chairman
Member
Member
Member
Member

William Gordon
Donald J. House
William K. Smith
Joseph W. Berberich
Chuck J. Green

STATE OF ALASKA

AUDIT DIVISION
POUCH W—ALASKA OFFICE BUILDING

THE LEGISLATURE

BUDGET AND AUDIT COMMITTEE

JUNEAU, ALASKA 99811

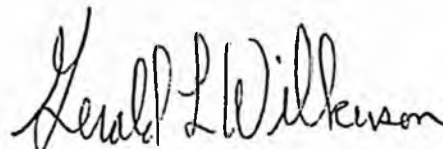
December 15, 1982

Members of the
Legislative Budget and Audit Committee:

In accordance with the provisions of Title 24 of the Alaska Statutes, the attached report is submitted for your review.

A REPORT ON THE DEPARTMENT OF REVENUE ALCOHOLIC BEVERAGE CONTROL BOARD

December 15, 1982



Gerald L. Wilkerson, CPA
Legislative Auditor
Division of Legislative Audit

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PURPOSE OF THE REPORT

In accordance with the provisions of Alaska Statutes 24.20.271(1) and 44.60.050 (Sunset Legislation) an examination of the Alcoholic Beverage Control Board was conducted to determine whether there is a demonstrated need to continue liquor regulation in its present form. To determine that need we reviewed Board activities for Fiscal Year 1982 to see if the Board has been operating in an efficient and effective manner.

AS 44.66.010 specifies that the Alcoholic Beverage Control Board will terminate on June 30, 1983, but will continue until June 30 of the following year for the purpose of concluding its affairs. This report should be considered during the legislative oversight function in determining whether the Board should be allowed to terminate, be reestablished in its present form or be reestablished in a modified form.

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ORGANIZATION AND FUNCTION

In 1933 the Territorial Legislature created the Board of Liquor Control with full power, authority, and control to prescribe (1) rules and regulations to govern the manufacture, barter, sale and possession of intoxicating liquors, (2) qualifications of those engaged in that business, and (3) license fees and excise taxes. The present Alcoholic Beverage Control Board (hereinafter referred to as the ABC Board or the Board) was established in 1959, and the same broad powers and duties conferred on the Board of Liquor Control were transferred to the new ABC Board at that time.

Members are appointed for three-year terms by the Governor and serve at his pleasure subject to confirmation by the Legislature. Membership is limited by statute to five persons (two liquor industry representatives, three non-industry representatives). A director, also appointed by the Governor, serves as executive officer and is responsible for enforcement of Title 4 liquor laws and regulations developed by the Board. Although he is not a member of the Board, the director may cast a tie-breaking vote.

The ABC Board is a regulatory, quasi-judicial agency, vested with the powers, duties, and responsibilities for the control of alcoholic beverages, including the power to propose and adopt regulations, and to hear appeals. The Board may order the director to issue, renew, revoke, transfer, or suspend licenses and permits.

Title 4 prescribes the type of licenses, fees, and specific activities allowed under each license classification (see schedule of license types and fees in Appendix C). Fees are payable at the time of application and are not reduced or prorated in any way for periods less than the statutory calendar year. To renew an already existing liquor license, the application must be filed (and the corresponding fees paid) on or before February 28.

The staff of the ABC Board is divided into three major functions: administration, licensing, and enforcement. A brief description of the services provided by those functions follows:

Administration. The director of the ABC Board provides all administrative support needed by the Board including overseeing all staff functions, preparing budget documents, and directing the preparation and implementation of administrative and public hearings, and directing special enforcement investigations.

Licensing. The licensing staff currently consists of three full-time employees responsible for issuing and receiving application forms, maintaining records and files for all licenses, collecting fees, issuing all licenses and permits authorized by the Board, and answering inquiries from the general public on routine licensing matters.

Enforcement. The ABC Board currently employs five investigators - three operating from the Anchorage central office, one operating from the Fairbanks field office, and one operating from the Juneau field office. One Anchorage Investigator position is vacant. Services provided include (1) surveillance and inspections of licensed premises, (2) investigations to obtain information to be used in criminal and civil proceedings and investigations into suspected licensing violations, (3) public appearances relating to ABC laws and regulations, and (4) assisting the licensing staff in handling inquiries from the general public.

REPORT CONCLUSION

Policy Issues

This review contains policy issues raised as a result of our evaluation of various Board practices. The final policy decisions affecting those practices are not within the scope of this review but require legislative consideration. In debating these decisions the legislative oversight committees should take into consideration the findings and alternatives presented in this report, so that the potential impact of the policy changes can be evaluated.

Report Conclusions

Title 4 of the Alaska Statutes established the ABC Board to control the manufacture, barter, possession and sale of alcoholic beverages in the State in order to protect the public's health, safety and welfare. We believe this control should continue to exist, however, it is our opinion, the ABC Board has not met its mandated enforcement responsibilities of Title 4 of the Alaska Statutes. We recommend the ABC Board reevaluate its interpretation and application of the enforcement requirements of Title 4.

(Intentionally left blank)

FINDINGS AND RECOMMENDATIONS

Recommendation No. 1

The Alcoholic Beverage Control Board should reevaluate its interpretation and application of the enforcement requirements of Title 4.

Alaska Statute 04.06.075 states that the director of the ABC Board shall enforce Title 4 and regulations adopted by the Board. Title 4 also provides that a person who violates a provision of the Title or adopted regulations is guilty, upon conviction, of a class A misdemeanor. To enable the Director and enforcement personnel to accomplish this task, Title 4 also provides for the exercise of peace officer powers, upon concurrence of the Commissioner of Public Safety.

Although these statutes clearly show that the ABC Board is mandated to enforce Title 4, it is ABC's opinion the primary responsibility for enforcement rests with State and local law enforcement agencies. As a result, few criminal complaints have resulted from ABC enforcement activities. During Fiscal Year 1982, only eight criminal complaints were filed, five of which were originated by ABC personnel.

The ABC Board utilizes a Notice of Violation to communicate to licensees that a violation allegedly occurred. However, Notices of Violation of and by themselves carry no penalty. Again, the ABC Board relies primarily on State and local law enforcement agencies to provide information to generate a Notice. Over 60 percent of the Notices issued during Fiscal Year 1982 were the result of work performed by local law enforcement agencies.

State and local law enforcement agencies are required to investigate and report violations of Title 4 to the ABC Board. However, this responsibility is only a small part of their total criminal enforcement responsibilities in the State of Alaska. As a matter of priority, these agencies cannot devote sufficient time to the enforcement of Title 4. Therefore, this responsibility must and does rest with the ABC Board.

It is our opinion that the ABC Board should reevaluate its interpretation of the enforcement responsibilities of Title 4 and, within staffing limitations, reconsider the direction of current ABC enforcement efforts.

Recommendation No. 2

The Office of the Governor should keep appointments to the Alcoholic Beverage Control Board current and staggered as required by AS 04.06.030.

During our review of appointments to the ABC Board we noted the following exceptions:

1. Past appointments to the Board have not been made in accordance with the provisions of AS 04.06.030(b) which requires the Governor to fill vacancies to unexpired terms within 30 days of the vacancies. Our review of appointments showed one position remained vacant for 92 days and another position was vacant for 152 days.
2. AS 04.06.030(a) requires appointments to be overlapping terms of 3 years. We found that the terms of two members will expire on January 31, 1984, and the terms of two other members will expire January 31, 1985.

We recommend the Office of the Governor appoint new members or reappoint current members to vacant ABC Board seats in a timely manner and in compliance with AS 04.06.030. We also recommend that the appointment terms be staggered as required by law.

We further recommend the Office of the Governor establish a talent pool for Board appointments. The concept of a talent pool is to have a list of persons available and desiring to serve as a Board member. Many sources exist in the State to establish such a pool. Liquor industry associations could be requested to provide a list of members who would like to serve as an industry representative on the Board.

ANALYSIS OF PUBLIC NEED

Limited Analysis

The following analysis indicates both positive and negative attainments of the ABC Board and how its activities relate to the public need factors defined by AS 44.66.050. This analysis is not intended to be comprehensive in nature.

I. The extent to which the board, commission or program has operated in the public interest.

Public protection gained through licensing to control liquor manufacture and traffic has been adequately provided by the ABC Board. However, the Board is also charged with enforcement of the alcoholic beverage control laws, rules, and regulations. As previously documented in this report, it is our opinion the ABC Board has not met its statutory responsibilities in protecting public health, safety, and welfare (see Recommendation No. 1).

II. The extent to which the operation of the board, commission, or agency program has been impeded or enhanced by existing statutes, procedures, and practices which it has adopted, and any other matter, including budgetary, resource, and personal matter.

The 1980 revisions to Title 4 have, for the most part, been beneficial to the operation of the ABC Board. However, those sections which deal with suspension and revocation of licenses and permits place severe restrictions upon the ability of ABC to suspend and revoke licenses for the illegal act of licensee employees.

The Board is also restricted in meeting its statutory responsibilities in protecting the public health, safety and welfare by the size of the enforcement staff which consists of one agent in Juneau, one in Fairbanks and three, including a supervisory agent in Anchorage. Including the supervisory agent, there are only five agents with inspection and enforcement responsibilities for 1,483 licensed premises. However, one other Anchorage Investigator position is vacant.

- III. The extent to which the board, commission or agency has recommended statutory changes which are generally of benefit to the public interest.

The last major revisions to Title 4 of the Alaska Statutes were the result of action by the 1980 session of the Legislature. The ABC Board participated in the process of developing those revisions.

- IV. The extent to which the board, commission or agency has encouraged interested persons to report to it concerning the effect of its regulations and decisions on the effectiveness of service, economy of service, and availability of service which it has provided.

The ABC Board has met an average of ten times during 1980 and 1981. During each year they have met at least once in each of the four judicial districts. Each meeting has been adequately advertised and open to all interested persons. Staff of the ABC Board are located in Anchorage, Juneau and Fairbanks and are available to answer inquiries of the general public during all normal business hours. We believe this has provided an adequate forum for allowing public input on Board regulations and decisions.

- V. The extent to which the board, commission, or agency has encouraged public participation in the making of its regulations and decisions.

As noted in IV above, the Board has provided an adequate forum for obtaining input from the public.

- VI. The efficiency with which public inquiries or complaints regarding the activities of the board, commission or agency filed with it, with the department to which a board or commission is administratively assigned, or with the office of the ombudsman have been processed and resolved.

As noted in past reviews the number of formal hearings continue to be few in number. However, the ABC Board has the authority to hold its own hearings on protests which it exercises as a part of its regularly scheduled meetings. Hearings in this manner have been accomplished in a timely manner since the Board meets at least ten times each year.

VII. The extent to which a board or commission which regulates entry into an occupation or profession has presented qualified applicants to serve the public.

Our review of licensing activity of the ABC Board to determine whether all statutory qualifications of licensees were being met revealed no exceptions. The Board has therefore, presented qualified applicants to serve the public.

VIII. The extent to which state personnel practices, including affirmative action requirements, have been complied with by the board, commission, or agency to its own activities and the area of activity or interest.

No discrepancies were noted during our review of the ABC Board affirmative action program.

IX. The extent to which statutory, regulatory, budgeting, or other changes are necessary to enable the agency, board or commission to better serve the interests of the public and to comply with the factors enumerated in this subsection.

Please refer to I and II above and to the previous section, Findings and Recommendations.

(Intentionally left blank)

APPENDIXES

APPENDIX A

STATE OF ALASKA
DEPARTMENT OF REVENUE
ALCOHOLIC BEVERAGE CONTROL BOARD
REVENUE COMPARED WITH EXPENDITURES
Fiscal Years 1980, 1981 and 1982
(UNAUDITED)
(Note 1)

	<u>1980</u>	<u>1981</u>	<u>1982</u>
Revenue (See Schedule 1)	\$1,028,982	\$1,494,489	\$1,548,393
Expenditures	<u>(483,121)</u>	<u>(556,589)</u>	<u>(562,178)</u>
<u>Excess of Revenue Over Expenditures</u>	<u>\$ 545,861</u>	<u>\$ 937,900</u>	<u>\$ 986,215</u>

Schedule 1
Revenue Collected

<u>Types of Licenses</u>	<u>1980</u>	<u>1981</u>	<u>1982</u>
Liquor License Application	\$ 76,050	\$ 83,250	\$ 86,350
Pub	494	100	400
Beverage Dispensary	501,850	771,050	773,200
Club	24,650	39,500	39,300
Common Carrier	14,150	25,800	29,050
Restaurant	44,250	60,750	69,600
Roadhouse	3,250	-0-	-0-
Retail Store	248,350	330,700	335,400
Wholesale General	79,500	138,500	156,000
Wholesale Malt Beverage	15,300	13,200	21,600
Miscellaneous (Note 2)	<u>21,138</u>	<u>31,639</u>	<u>37,493</u>
<u>Total</u>	<u>\$1,028,982</u>	<u>\$1,494,489</u>	<u>\$1,548,393</u>

Note 1

This revenue/expenditure comparison was prepared from available records and discussions with ABC Board personnel. The records were not audited by us and accordingly we do not express an opinion on the ABC Board Revenue Compared with Expenditures, nor the Schedule of Revenue Collected.

Note 2

Includes recreational-site licenses, caterer's, special events and conditional contractor's permits.

APPENDIX B

STATE OF ALASKA
DEPARTMENT OF REVENUE
ALCOHOLIC BEVERAGE CONTROL BOARD
NUMBER OF LICENSES BY TYPE
Fiscal Years 1980, 1981 and 1982

<u>Types of License</u>	<u>1980</u>	<u>1981</u>	<u>1982</u>
Pub	1	1	1
Beverage Dispensary	607	620	634
Club	61	63	65
Common Carrier	64	72	88
Restaurant	146	182	215
Roadhouse	20	-0-	-0-
Retail Store	431	438	445
Wholesale General	16	15	16
Wholesale Malt Beverage	6	7	7
Miscellaneous (Note 1)	<u>10</u>	<u>9</u>	<u>12</u>
<u>Total</u>	<u>1362</u>	<u>1407</u>	<u>1483</u>

Note 1

Includes recreational-site licenses, caterer's, special events and conditional contractor's permits.

APPENDIX C

STATE OF ALASKA
DEPARTMENT OF REVENUE
ALCOHOLIC BEVERAGE CONTROL BOARD
DESCRIPTION OF LICENSE TYPES AND FEES

<u>Source</u>	<u>Description</u>	<u>Annual Fee</u>
Application Fee	For each license application.	\$ 50
Beverage Dispensary	To sell or serve on the licensed premises alcoholic beverages for consumption on the licensed premises only.	1,250
Restaurant or Eating Place	To sell beer and wine for consumption only on the licensed premises.	300
Club	To sell alcoholic beverages for consumption only on the licensed premises.	600
Bottling Works	To operate a bottling works where beer and wine may be bottled and sold.	250
Brewery	To operate a brewery where beer is manufactured and bottled or barreled for sale.	500
Winery	To operate a winery where wine is manufactured and bottled or barreled for sale.	250
Package Store	To sell alcoholic beverages to a person in response to a verbal solicitation for purchase received from the person present on the licensed premises or in response to a written solicitation made by a person known to the licensee for a purchase to be received by the person making the solicitation.	750

<u>Source</u>	<u>Description</u>	<u>Annual Fee</u>
Retail Stock	To sell the remaining stock of a package liquor store when the owner wishes to close or terminate business. Sale may only be to licensed persons.	\$ 100
General Wholesale	To sell alcoholic beverages in the original package, and wine in bulk, in quantities of not less than five gallons to holders of licenses.	1,000 First \$100,000 of sales plus \$500 - 10,000 on additional sales
Wolesale Malt Beverage and Wine	To sell malt beverages and wine in the original packages in quantities of not less than five wine gallons to holders of licenses.	200 First \$20,000 of sales plus \$300 - 10,000 based on additional sales
Distillery	To operate a distillery where alcoholic beverages are distilled and bottled or barreled for sale.	500
Community Liquor	Authorizes a municipality to operate a beverage dispensary or a package store or both subject to the same conditions and fees applicable to beverage dispensary or package liquor store licenses.	1,250 Beverage Dispensary 750 Package Store
Common Carrier Dispensary	To sell alcoholic beverages for consumption aboard a vehicle, boat, aircraft, or railroad buffet car licensed by the State or federal agency for passenger travel.	350 Per vehicle, boat, aircraft or railroad car
Recreational Site	To sell beer and wine at a recreational site during and one hour before and after a recreational event which is not a school event, for consumption on designated areas at the site.	400

<u>Source</u>	<u>Description</u>	<u>Annual Fee</u>
Pub	To sell beer and wine for consumption only at designated premises located on the campus of an accredited college or university.	\$ 400
Caterer	Authorizes the holder of a beverage dispensary license to sell or dispense alcoholic beverages at conventions, picnics, social gatherings, sporting events or similar affairs held off the holder's licensed premises.	50
Special Events	To sell or dispense beer or wine for consumption at designated premises for a specific occasion and limited period of time. Only a nonprofit organization may acquire the permit.	50 Per day
Conditional Contractor	To sell beer or wine for consumption only on designated premises for one year from the date of issuance of the permit at construction sites which are located outside a city and inside the boundaries of a military or naval reservation.	600

STATE OF ALASKA

BILL SHEFFIELD, GOVERNOR

DEPARTMENT OF REVENUE

OFFICE OF THE COMMISSIONER

POUCH S
JUNEAU, ALASKA 99811
PHONE: (907) 465-2300

March 2, 1983

RECEIVED
MAR 02 1983
LEGISLATIVE
AUDIT

Mr. Gerald L. Wilkerson, CPA
Legislative Auditor
Division of Legislative Audit
Pouch W
Juneau, AK 99811

Dear Mr. Wilkerson:

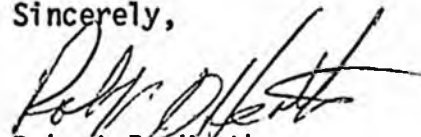
This letter is in response to your Recommendation No. 1 contained in your preliminary audit report of the Alcoholic Beverage Control Board dated December 15, 1982.

Without generating a lengthy dissertation about staff and budgetary limitations, utilization of present staff, and administrative/judicial due process, we generally believe your recommendation has merit. However, if we understand your perception of enforcement by the board to be criminally oriented, under present law heavy reliance on other state and local law authority is required, and no single agency could fill a void which the report implies exists.

The board at each and every monthly meeting evaluates its enforcement function through granting or denying license applications, sitting in informal conference, and reviewing hearing officer decisions. The board has scheduled "workshop" sessions during its two-day April meeting in Juneau and will review law and regulations in light of your opinion.

Thank you for the opportunity to respond.

Sincerely,



Robert D. Heath
Commissioner of Revenue

cc: Patrick L. Sharrock, Director
ABC Board

ABC Board Members

Introduced: 4/5/83
Referred: Finance

1 IN THE HOUSE

BY THE FINANCE COMMITTEE

2

HOUSE BILL NO. 325

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRTEENTH LEGISLATURE - FIRST SESSION

5

A BILL

6

For an Act entitled: "An Act extending the termination date of the Alcoholic Beverage Control Board; and providing for an effective date."

7

8

9

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

10

* Section 1. AS 44.66.010(a)(1) is amended to read:

11

(1) Alcoholic Beverage Control Board (AS 04.06.010) --

12

June 30, 1987 [1983];

13

* Sec. 2. This Act takes effect immediately in accordance with AS 01.-

14

10.070(c).