Kevin Meyer Lieutenant Governor State Capitol Juneau, Alaska 99811 907.465.3520 WWW.LTGOV.ALASKA.GOV



530 West 7<sup>th</sup> Ave, Suite 1700 Anchorage, Alaska 99501 907.269.7460 LT.GOVERNOR@ALASKA.GOV

### OFFICE OF THE LIEUTENANT GOVERNOR ALASKA

#### MEMORANDUM

TO:

Linda Mattson

Department of Commerce, Community and Economic Development

FROM:

April Simpson, Office of the Lieutenant Governor

465.4081

DATE:

January 23, 2019

RE:

Filed Permanent Regulations: Alcoholic Beverage Control Board

Alcoholic Beverage Control Board regulations re: license reinstatement and renewal

(3 AAC 304.100; 3 AAC 304.160)

Attorney General File:

2018200208 (part 2)

Regulation Filed:

1/22/2019

Effective Date:

2/21/2019

Print:

229, April 2019

cc with enclosures:

Linda Miller, Department of Law

Judy Herndon, LexisNexis

#### ORDER CERTIFYING THE CHANGES TO REGULATIONS OF ALCOHOLIC BEVERAGE CONTROL BOARD

The attached two pages of regulations, dealing with deadlines for reinstatement and renewal, are certified to be a correct copy of the regulation changes that the Alcoholic Beverage Control Board adopted at its October 15, 2018, meeting, under the authority of AS 04.06,100 and after compliance with the Administrative Procedure Act (AS 44.62), specifically including notice under AS 44.62.190 and 44.62.200 and opportunity for public comment under AS 44.62.210.

This action is not expected to require an increased appropriation.

On the record, in considering public comments, the Alcoholic Beverage Control Board paid special attention to the cost to private persons of the regulatory action being taken.

The regulation changes described in this order take effect on the 30th day after they have been filed by the lieutenant governor, as provided in AS 44.62.180.

Date: 10/31/18

Erika McConnell, Director

Eutra M Connell

FILING CERTIFICATION

Kevin Heyer ataatuk Davidson, Lieutenant Governor for the State of Alaska, certify that on wway 22, 2019 at 10:29 Am., I filed the attached regulations according to the provisions of AS 44.62.040 - 44.62.120.

Effective: <u>February 21, 2019.</u>

Register: <u>229, April 2019.</u>

#### 3 AAC 304.100 is amended to read:

- **3 AAC 304.100. When licenses become available.** Except as provided in 3 AAC 304.110, an application will be denied if it is received by the board at a time when there are no available licenses of the kind applied for. In this chapter, a license becomes available
- (1) on the date the director determines the relevant population under 3 AAC 304.905, where the license becomes available because of an increase in the population during the preceding year;
- (2) <u>30</u>[10] days after the period for renewing licenses has expired, where the license becomes available because a license has expired and has not been renewed;
- (3) on the conclusion of all appeals of the revocation, or on waiver of appeal by the licensee, whichever is later, where the license becomes available because of the revocation of another license;
  - (4) on the date determined by the board or the director in any other case. (Eff.

4/28/84, Register 90; am <u>J /J1 / J014</u>, Register J39)

Authority: AS 04.06.080 AS 04.06.100 AS 04.11.400

([AS 34.11.340] AS 04.11.320 (a)]

AS 04.06.090 AS 04.11.340

([AS 04.11.320 (a)])

AS 04.11.320 (a)]

#### 3 AAC 304.160(e) is amended to read:

- (e) For the purposes of AS 04.11.540, if a license has expired for failure to file a complete application for renewal by February 28 or for failure to pay the required fees and penalty fees by that date, the board will consider a written request to reinstate the license if the request is accompanied by
  - (1) a complete application;

Register 2019, April 2019 COMMERCE, COMMUNITY, AND EC. DEV.

#### (2) a reinstatement fee of \$1,000;

- (3)[(2)] all other required fees and penalty fees; and
- (4)[(3)] proof of good cause for the failure to file and pay by February 28.

(Eff. 9/11/98, Register 147; am 6/13/2003, Register 166; am \_\_/\_\_/, Register \_\_\_)

- 3 AAC 304.160(f) is amended to read:
  - (f) The board will deny a request for reinstatement submitted under (e) of this section if

(1) the license became available in accordance with 3 AAC 304.100(2) and was issued to a different applicant, unless the limit of licenses under AS 04.11.400 has not been reached; or

(2) the board finds that the failure to timely file or pay was caused by

(A)[(1)] the licensee's failure to notify the board of a change of the licensee's mailing address;

(B)[(2)] a transfer of ownership of the business for which the license was issued without written approval of the board in violation of AS 04.11.040;

(C)[(3)] a lease of the licensed business to another person in violation of AS 04.11.450(c); or

(D)[(4)] any other action of the licensee whether active or tacit that the board finds constitutes a failure to lawfully operate the business for which the license was issued. (Eff. 9/11/98, Register 147; am 6/13/2003, Register 166; am 2 /21/2014, Register 334)

Authority: AS 04.06.090 AS 04.11.270 AS 04.11.680

AS 04.06.100 AS 04.11.540

### **MEMORANDUM**

## State of Alaska

Department of Law

To: The Honorable Kevin Meyer

Lieutenant Governor

File No.: 2018200208 (Part 2)

December 12, 2018

Thru: Tel. No.: 465-3600

Steven C. Weaver Senior Assistant Attorney General and Assistant Regulations Attorney

and Assistant Regulations Attorney Legislation and Regulations Section Re: Alcoholic Beverage Control Board regulations re: license reinstatement and renewal (3 AAC 304.100; 3 AAC

304.160)

The Department of Law has reviewed the attached regulations of the Alcoholic Beverage Control Board against the statutory standards of the Administrative Procedure Act. Based upon our review, we find no legal problems. I have reviewed this project under a delegation dated December 3, 2018 from the Regulations Attorney. This memorandum constitutes the written statement of approval under AS 44.62.060(b) and (c) that authorizes your office to file the attached regulations. The regulations were adopted by the Alcoholic Beverage Control Board after the close of the public comment period. The regulations concern license reinstatement and renewals. If a license expires for failure to timely renew, the regulations extend the period before that license becomes available to another applicant. The regulations also establish a fee for reinstatement of an expired license and provide for denial of reinstatement if the license became available to and was issued to a different applicant.

The Alcoholic Beverage Control Board split this project into two parts; Part 2 includes original supporting documents. The September 9, 2018 public notice and the October 31, 2018 certification of adoption order both state that this action is not expected to require an increased appropriation. Therefore, a fiscal note under AS 44.62.195 is not required.

December 12, 2018 Page 2

Hon. Kevin Meyer, Lieutenant Governor Our file: 2018200208 (Part 2)

We have made some technical corrections to conform the regulations in accordance with AS 44.62.125. The corrections are shown on the attached copy of the regulations.

**SCW** 

cc w/enc:

Hon. Julie Anderson, Commissioner

Department of Commerce, Community, and Economic Development

Erika McConnell, Director

Alcohol and Marijuana Control Office

Department of Commerce, Community, and Economic Development

Linda Mattson, Regulations Contact

Department of Commerce, Community, and Economic Development

Jedediah Smith

Alcohol and Marijuana Control Office

Department of Commerce, Community, and Economic Development

Harriet Dinegar-Milks, Senior Assistant Attorney General Commercial, Fair Business, and Child Support Section

### **MEMORANDUM**

## State of Alaska

Department of Law

To: The Honorable Kevin Meyer

Lieutenant Governor

Date: December 3, 2018

Tel. No.: 465-3600

From: Susan R. Pollard 5164

Chief Assistant Attorney General and Regulations Attorney
Legislation and Regulations Section

Re: Delegation of Authority for

Regulations Matters (2018200636)

In my absence, when I am traveling or otherwise out of the office, Senior Assistant Attorney General and Assistant Regulations Attorney Steven C. Weaver is designated as Acting Regulations Attorney. Under this delegation, Steve Weaver has my full authority under AS 44.62 to conduct the legal review of regulations or take necessary actions as Acting Regulations Attorney.

This delegation is effective immediately and is in effect until revoked by me.

If you have any questions, please let me know.

#### SRP/hjh

cc: April Simpson, AAC Coordinator

Office of the Lt. Governor

Ed Sniffen, Deputy Attorney General Civil Division

Joanne Grace, Statewide Office Chief Civil Division

Steven C. Weaver, Senior Assistant Attorney General Legislation and Regulations Section

Linda Miller, Legal Editor Legislation and Regulations Section

Laura Duval, Legal Editor
Legislation and Regulations Section

# NOTICE OF PROPOSED CHANGES ON REINSTATEMENT AND RENEWALS OF LICENSES IN THE REGULATIONS OF THE ALCOHOLIC BEVERAGE CONTROL BOARD

The State of Alaska Alcoholic Beverage Control Board proposes to adopt regulation changes in 3 AAC 304 of the Alaska Administrative Code, dealing with deadlines for reinstatement and renewals of alcohol licenses, including the following:

- 3 AAC 304.100 (2) is proposed to extend the period after deadline to renew a license before a new license becomes available.
- 3 AAC 304.160 (e) is proposed to add a fee for license reinstatement.
- 3 AAC 304.160(f) is proposed to add language regarding denial of a license unless populations limits have not been met.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol and Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Alcoholic Beverage Control Board will accept comments by electronic mail at <a href="mailto:amco.regs@alaska.gov">amco.regs@alaska.gov</a>. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on October 10, 2018.

You may submit written questions relevant to the proposed action to Alcoholic Beverage Control Board by email at <a href="mailto:amco.regs@alaska.gov">amco.regs@alaska.gov</a> or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Alcoholic Beverage Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System and AMCO Website.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact the Alcohol and Marijuana Control Office at <a href="mailto:amco.regs@alaska.gov">amco.regs@alaska.gov</a> or call (907) 269-0350 not later than October 1, 2018, to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol and Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Alcoholic Beverage Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. **Statutory authority:** AS 04.06.010; AS 04.06.080; AS 04.06.090; AS 4.06.100

**Statutes being implemented, interpreted, or made specific:** AS 04.11.270; AS 04.11.280; AS 04.11.320; AS 04.11.340; AS 04.11.360; AS 04.11.400; AS 04.11.540; AS 04.11.680

**Fiscal information:** The proposed regulation changes are not expected to require an increased appropriation.

Date: September 6, 2018

Erika McConnell, Director Alaska Alcohol and Marijuana Control Office

Euha M'Connell

# ADDITIONAL REGULATION NOTICE INFORMATION (AS 44.62.190(d))

1.	Adopting agency: Alcoholic Beverage Control Board				
2.	General subject of regulation: Application fees for alcohol licenses				
3.	Citation of regulation (may 306.160(f)	be grouped): 3	AAC 304.100; 3 AAC 304.160(e); 3 AAC		
4.	Department of Law file number, if any: 2018200208.002				
5.	Reason for the proposed ac	tion:			
	( ) Compliance with federal law or action (identify):				
	( ) Compliance with new or changed state statute				
	( ) Compliance with federal or state court decision (identify):				
	(x ) Development of program standards				
	( ) Other (identify):				
6.	Appropriation/Allocation:				
7.	Estimated annual cost to comply with the proposed action to:				
	A private person: \$0				
	Another state agency: \$0				
	A municipality: \$0				
8.	Cost of implementation to the state agency and available funding (in thousands of dollars):				
		Initial Year	Subsequent		
		FY_18	Years		
	Operating Cost	\$ <u>0</u>	\$ 0		
	Capital Cost	\$_0	\$_0		
	1002 Federal receipts	\$_0	\$ <u>0</u>		
	1003 General fund match	\$_0	\$ <u>0</u>		
	1004 General fund	\$ <u>0</u>	\$ <u>0</u>		
	1005 General fund/				
	program	\$_0	\$ <u>.0</u>		
	Other (identify)	\$_0	\$ <u>0</u>		

9.	The name of the contact person for the regulation:			
	Name: Jedediah Smith Title: Local Government Specialist Address: 550 West 7 <sup>th</sup> Ave, Suite 1600 Anchorage, AK 99501 Telephone: (907) 269-0350 E-mail address: amco.regs@alaska.gov			
10.	The origin of the proposed action:			
	Staff of state agency Federal government General public Petition for regulation change x Other (identify): Alcoholic Beverage Control Board			
11.	Date: 3/12/2018 Prepared by:			
	Name (printed): <u>Jedediah Smith</u> Title (printed): <u>Local Government Specialist</u> Telephone: <u>(907) 269-0350</u>			

## AFFIDAVIT OF NOTICE OF PROPOSED REGULATION AND FURNISHING OF ADDITIONAL INFORMATION

I, Erika McConnell, Director, of the Alcoholic Beverage Control Board, being duly sworn, state the following:

As required by AS 44.62.190, notice of the proposed adoption of changes to 3 AAC 304.100 and 3 AAC 304.160 regarding license reinstatement and renewal, has been given by being

- (1) published in a newspaper or trade publication;
- (2) furnished to every person who has filed a request for notice of proposed action with the state agency;
- (3) furnished to appropriate state officials;
- (4) furnished to interested persons;
- (5) furnished to the Department of Law, along with a copy of the proposed regulation;
- (6) furnished electronically to incumbent State of Alaska legislators;
- (7) posted on the Alaska Online Public Notice System as required by AS 44.62.175(a)(1) and (b) and 44.62.190(a)(1).

As required by AS 44.62.190, additional regulation notice information regarding the proposed adoption of the regulation changes described above has been furnished to interested persons and those in (2), (4) and (6) of the list above. The additional regulation notice information also has been posted on the Alaska Online Public Notice System.

Date: 10/31/18 Cuha M Connell	
Erika McConnell, Director	
Subscribed and sworn to before me a Anchorage, Alaska, on	<del>,</del>
Notary Public in and for the State of Ala	ska

#### AFFIDAVIT OF AGENCY RECORD OF PUBLIC COMMENT

I, Erika McConnell, Director of the Alcoholic Beverage Control Board, being duly sworn, state the following:

In compliance with AS 44.62.215, the Alcoholic Beverage Control Board has kept a record of its use or rejection of factual or other substantive information that was submitted in writing as public comment and that was relevant to the accuracy, coverage, or other aspect of the Alcoholic Beverage Control Board regulation on license reinstatement and renewal.

## ANCHORAGE DAILY NEWS

#### AFFIDAVIT OF PUBLICATION

Account #: 270221

ST OF AK/ALCOHOL AND MARIJUANA

**CONTROL BOARD** 550 W 7TH AVE #1600

ANCHORAGE AK 99501

STATE OF ALASKA THIRD JUDICIAL DISTRICT

Joleesa Stepetin

being first duly sworn on oath deposes and says that he/she is a representative of the Anchorage Daily News, a daily newspaper. That said newspaper has been approved by the Third Judicial Court, Anchorage, Alaska, and it now and has been published in the English language continually as a daily newspaper in Anchorage, Alaska, and it is now and during all said time was printed in an office maintained at the aforesaid place of publication of said newspaper. That the annexed is a copy of an advertisement as it was published in regular issues (and not in supplemental form) of said newspaper on

September 09, 2018

and that such newspaper was regularly distributed to its subscribers during all of said period. That the full amount of the fee charged for the foregoing publication is not in excess of the rate charged private individuals.

Signed

Joleesa Stepetin

Subscribed and sworn to before me this 10th day of September, 2018

Notary Public in and for The State of Alaska. Third Division Anchorage, Alaska

MY COMMISSION EXPIRES

Notary Public BRITNEY L. THOMPSON State of Alaska My Commission Expires Feb 23, 2019

0001427311 Order#

Cost

\$368.52

Product

ADN-Anchorage Daily News

**Placement** 

0300

Position

0301

NOTICE OF PROPOSED CHANGES ON REINSTATEMENT AND RENEWALS OF LICENSES IN THE REGULATIONS OF THE ALCOHOLIC BEVERAGE CONTROL BOARD

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Statutory authority: AS 04.06.010; AS 04.06.080; AS 04.06.090;

Statutes being implemented, interpreted, or made specific: AS 04.11.270; AS 04.11.280; AS 04.11.320; AS 04.11.340; AS 04.11.360; AS 04.11.400; AS 04.11.540; AS 04.11.680

Fiscal information: The proposed regulation changes are not expected to require an increased appropriation.

> Date: September 6, 2018

Erika McConnell, Director Alaska Alcohol and Marijuana Control Office

Published: September 9, 2018

#### AFFIDAVIT OF ALCOHOLIC BEVERAGE CONTROL BOARD ACTION

I, Erika McConnell, Director of the Alcoholic Beverage Control Board, being duly sworn, state the following:

The attached motion dealing with alcohol license reinstatement and renewal was passed by the Alcoholic Beverage Control Board during its October 15, 2018, meeting.

Date: 10/31/18

Erika McConnell, Director

Eicha M Connell

otary Public in and for the State of Alaska



# Department of Commerce, Community, and Economic Development

ALCOHOL & MARIJUANA CONTROL OFFICE 550 West 7<sup>th</sup> Avenue, Suite 1600 Anchorage, AK 99501

Main: 907.269.0350

Alcoholic Beverage Control Board
Excerpt Draft Meeting Minutes
October 15, 2018
Third Judicial District
145 Main Street Loop
Kenai, Alaska

#### REGULATIONS

1. Deadline for Reinstatement and Renewal 3:41pm TAB 38

Status: Public comment on revised draft closed October 10, 2018

Potential Board Actions: Vote to adopt; OR

Substantially amend and put out for public comment

Bobby Evans moves to adopt (the regulations project). Glenn Brady seconds the motion. None opposed, motion carries.