

## Department of Commerce, Community, and Economic Development

ALCOHOL AND MARIJUANA CONTROL OFFICE

550 West 7th Ave, Suite 1600 Anchorage, AK 99501 Main: 907.269.0350

## **MEMORANDUM**

TO: Bob Klein, Chair, and Members of the

Alcoholic Beverage Control Board

DATE: April 3, 2018

FROM: Erika McConnell, Director RE: 5447 Bethel Spirits

Requested Action:

License renewal; hearing on objection; license transfer

Statutory Authority: AS 04.06.090(b): "The board shall review all applications for licenses made under this title and may order the director to issue, renew, revoke, transfer, or suspend licenses and permits authorized under this title."

AS 04.11.470: "A person may object to an application for issuance, renewal, transfer of location, or transfer to another person of a license, or for issuance of a permit, by serving upon the applicant and the board the reasons for the objection. The board shall consider the objections and testimony received at a hearing conducted under AS 04.11.510(b)(2) when it considers the application..."

AS 04.11.510(b)(2): "the board may, on its own initiative or in response to an objection or protest, hold a hearing to ascertain the reaction of the public or a local governing body to an application if a hearing is not required under this subsection; the board shall send notice of a hearing conducted under this paragraph 20 days in advance of the hearing to each community council established within the municipality and to each nonprofit community organization entitled to notification under AS 04.11.310(b);"

AS 04.11.040(a): "A license issued under this title may not be transferred to another person except with the written consent of the board."

**Staff Rec.:** Ascertain the reaction of the public to the license renewal and transfer at the public

hearing

**Background:** This package store license in Bethel was first issued in June of 2016. An objection to the renewal of this license has been received from the Association of Village Council Presidents. The City of Bethel was notified of a complete application on December 1, 2017. AMCO did not receive

5447 Bethel Spirits ABC Board April 3, 2018 Page 2

any communication from the City of Bethel regarding whether or not they were protesting the license renewal by the deadline of January 30, 2018 (AS 04.11.480(a)).

The licensee was found to have met minimum operating requirements in both 2016 and 2017.

An objection to the transfer of this license has been received from William Updegrove. The City of Bethel was notified of a complete transfer application on March 12, 2018.

Attachment: Objections

AV

Raymond Watson, Chairperson Vivian Korthuis, CEO Phone: (907) 543-73309 Fax: (907) 543-3369 Web: www.avcp.org

Association of Village Council Presidents
Administration
Pouch 219, Bethel, AK 99559

The Voice of the Region



Akiachak

Akiak Alakanuk

Andreafsky Aniak Atmautluak

Bethel Bill Moore's SI. Chefornak Chevak

Chuathbaluk Chuloonawick Crooked Creek

Crooked Creek
Eek
Emmonak
Georgetown

Georgetown Goodnews Bay Hamilton Hooper Bay Lower Kalskag Upper Kalskag

Kasigluk Kipnuk Kongiganak Kotlik

Kwethluk Kwigillingok Lime Village Marshall Mekoryuk Mtn. Village

Napaimiut Napakiak Napaskiak Newtok Nightmute

Nunakauyak Nunam Iqua Nunapitchuk Ohogamiut Oscarville

Paimiut
Pilot Station
Pitka's Point
Platinum
Ouinhagak

Red Devil Russian Mission Scammon Bay Sleetmute St. Mary's Stony River Tuluksak

Tuntutuliak Tununak Umkumiut January 17, 2018

Alcohol Beverage Control Board

550 W. 7<sup>th</sup> Ave, Ste 1600 Anchorage, AK 99501

alcohol.licensing@alaska.gov

**Bethel Spirits** 

c/o Bethel Native Corporation

PO Box 719

Bethel, Alaska 99559

Re: Objection to License #5447

Dear members of the Alcohol Beverage Control Board:

The Association of Village Council Presidents (AVCP) is the regional Native non-profit corporation for the fifty-six federally recognized Tribes of the Yukon-Kuskokwim Delta. It is on behalf of our Tribes that we will object to all current and future alcohol license renewals in Bethel, Alaska.

The YK-Delta is in the midst of a public health and safety crisis. Chronic alcohol abuse and alcohol misuse disorders plague our region. Alcohol abuse is a major contributing factor to incidences of violent crime, domestic violence, sexual assault, and child abuse and neglect. Dry villages struggle to maintain law and order with a steady stream of bootlegging and illegal importation – made much simpler by the prevalence of Bethel alcohol sales. In our villages, tribal councils and courts struggle to find solutions to enforce their ordinances and provide for the safety of their members on shoestring or non-existent budgets. Village Public Safety Officers, Village Police Officers, and Tribal Police Officers continually receive calls for assistance – often responding without backup – where involved individuals are intoxicated. Residents in villages without a public safety presence are forced to deal with alcohol-related issues as best they can, banding together for support.

For these reasons, we object to the renewal of License #5447 (Bethel Spirits). Please contact us if you need additional information.

Sincerely,

ASSOCIATION OF VILLAGE COUNCIL PRESIDENTS

Raymond Watson Chairperson

Divan Korthius

Xand-

Vivian Korthuis

CEO



William Updegrove PO Box 1872 Bethel, Alaska 99559 February 14, 2018

Alcohol & Marijuana Control Office Alcoholic Beverage Control Board 550 W 7th AVE, STE 1600 Anchorage, AK 99501

Re: Bethel Spirits LLC license transfer request

I write in opposition to the transfer of Bethel Spirits LLC liquor license to Caribou Traders Liquor.

The Bethel Native Corporation created the main impetus for the issuing of liquor licenses in the city of Bethel. They gained their license and they should maintain their license in their own name. The business model of beer and wine sales for one month a year in compliance with state liquor statutes may not be a success for Bethel Spirits, but it is a distinct advantage for the Bethel community.

The location of the Caribou Traders Liquor store right on the bank of the Kuskokwim River with its anticipated increase in hours and inventory poses a direct threat to the health and welfare of villages up and down the Kuskokwim River. These villages have voted for local options banning the sale, importation and possession of alcohol. The ABC board should not contribute to this threat to the health and welfare of the Bethel region.

Bethel Spirits LLC is the current license holder and they should be required to maintain their license or surrender it – not transfer it.

Sincerely,

William Updegrove

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ALCOHOL MARIJUANA CONTROL OFFICE STATE OF ALASKA