



MEMORANDUM

TO: Bob Klein, Chair, and Members of the
Alcoholic Beverage Control Board

DATE: April 29, 2019

FROM: Erika McConnell, Director

RE: Temporary License for
Transfers

AS 04.06.080 authorizes the board to “delegate authority to the director to temporarily grant or deny the issuance, renewal, or transfer of licenses and permits” and the board has delegated this authority.

In general, temporary licenses are issued (after receiving all necessary approvals and an inspection) for new license applications and for transfers of location.

Recently a temporary license was requested for a transfer of ownership because the transferor wished to more quickly effectuate the sale of the business to the transferee. In this type of situation, I am not as comfortable issuing a temporary license, because if the board does not approve the transfer, it may be quite difficult to undo the sale of a business.

I propose to institute the following policy, unless altered by the board: to issue a temporary license in this type of situation only if a statement is provided that is signed and notarized by both the transferor and the transferee, that if the board does not approve the transfer, the sale of the license will be reversed.