



ALCOHOL & MARIJUANA CONTROL OFFICE 550 West 7th Avenue, Suite 1600 Anchorage, AK 99501 Main: 907.269.0350

MEMORANDUM

TO: Robert Klein, Chair and DATE: October 18th 2016

Members of the Board

FROM: Cynthia Franklin Director, ABC Board RE: Dave & Buster's # 806

This is an application for a transfer of ownership, location and DBA change. The matter is on the agenda for board consideration due to the applicant wishing to present the board with a plan for the issue of minors on premises.

Dave & Busters is a chain business with a business model involving a midway, a large room with many video games. Because Restaurant Designation Permit regulations expressly note that the presence of video games suggests that minors are not on the premises for purposes of dining only, the management team met with Dave & Busters and their attorneys to discuss the business model as it relates to Alaska liquor licensing laws.

Relevant statutes and regulations:

AS 4.16.049; 3 AAC 304.715-755; 3 AAC 304.305(f)

Municipality of Anchorage



P.O. Box 196650 • Anchorage, Alaska 99519-6650 • Telephone: (907) 343-4316 • Fax: (907) 249-7533 http://www.muni.org/assembly/license

Office of the Municipal Clerk Licensing

October 5, 2016

Ms. Sarah Oates Alaska Alcohol and Marijuana Control Office 550 W 7th Ave. Ste. 1600 Anchorage, Alaska 99501

RE: Anchorage Assembly Action on Liquor Licenses

Dear Ms. Oates:

The Anchorage Municipal Assembly at its regular meeting on **October 4, 2016** took the following final action:

NON -OBJECTION

Transfer Liquor License

<u>Restaurant/Eating Place</u>
 -Japanese Restaurant Naruto LL#5218 – AM 661-2016

PROTEST

Transfer Liquor License

- Beverage Dispensary
 - -Dave & Buster's LL#806 AR 2016-261 Pending approval by the Assembly of a special land use permit and certifications from the Anchorage Fire Department, the Department of Health & Human Services, and the Building Official - Building Safety.

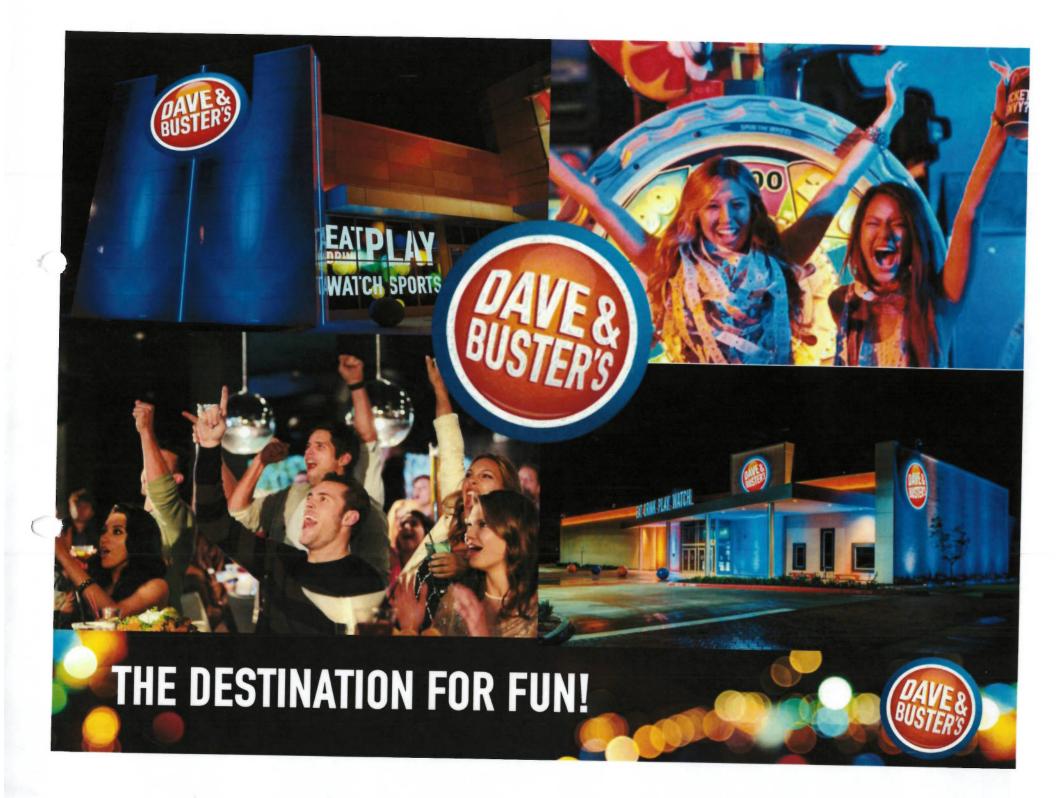
Any prior conditions placed on any license are to continue until specifically removed or amended. If you require additional information or if I can be of any assistance please call me.

Cordially,

Mandy Honest Business License Official

CC: Japanese Restaurant Naruto Dave & Buster's Concur,

Amanda K. Moser Deputy Municipal Clerk



OUR COMPANY

THIS GUY NAMED DAVE LOVED ALL THINGS FUN & GAMES. THIS GUY NAMED BUSTER LOVED ALL THINGS FOOD & DRINK. ...AND THAT'S HOW IT ALL BEGAN.

DAVE & BUSTER'S

Celebrating 30 years of Eat, Drink, Play & Watch Sports. Our Guests come to us to escape their daily grind. Only at Dave & Buster's can they have it all!

A mix of immersive experiences with fun and engaging people, innovative food and drinks, all in a cool and current environment.

COMPANY HIGHLIGHTS

- Founded in Dallas, TX December 1982
- Public Company "PLAY"
- Leading owner and operator of high volume venues that combine dining and entertainment
- Over 12,000 employees
- 140 160 employees per store



EAT • DRINK • PLAY • WATCH

WATCH SPORTS







en m

RE FAIL PLAC MATCH

OUR CONCEPT

CATEGORY DEFINING CONCEPT

DAVE & BUSTER'S COMBINES THE BEST ATTRIBUTES OF ENTERTAINMENT AND CASUAL DINING - ALL IN ONE LOCATION

EAT

- FULL-SERVICE DINING WITH A BROAD, HIGH-QUALITY MENU
- DIFFERENTIATED AND FUN FOOD COMBINATIONS



PLAY

- GAMES ARE THE BRAND'S CORE DIFFERENTIATOR
- LARGEST ASSORTMENT OF ENTERTAINING GAMES WITH THE ABILITY TO WIN PRIZES
 - DYNAMIC, HIGH-ENERGY AND SOCIAL EXPERIENCE IMPOSSIBLE TO REPLICATE AT HOME



DRINK

- BROAD SELECTION OF ALCOHOLIC AND NON-ALCOHOLIC BEVERAGES
- FULL BAR SERVICE AVAILABLE THROUGHOUT THE STORE



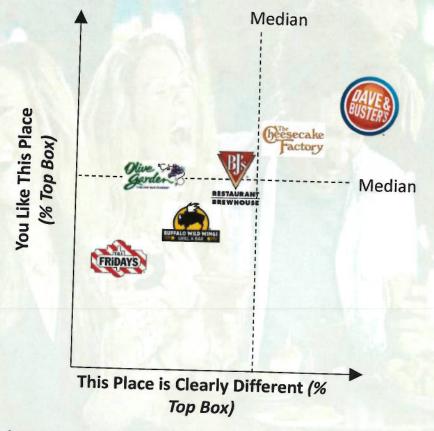
WATCH

- BRANDED SPORTS BAR EXPERIENCE WITH LARGER THAN LIFE HDTVS
- DIFFERENTIATED AND INTERACTIVE VIEWING EXPERIENCE
- D&B SPORTS IS DRIVING NEW TRAFFIC AND GUEST OCCASIONS



MARKET PLACE

Appeal and Differentiation



Competitive Set

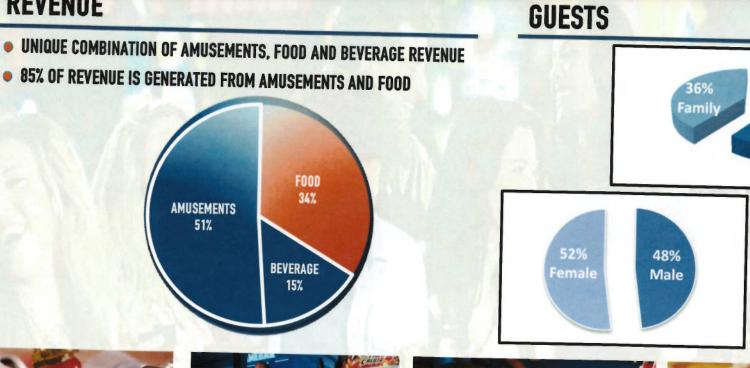
- Casual Dining
- Movies



Source: Brand Health Tracker (based on Q3 2011 to Q2 2012)

GUEST & SALES

REVENUE







64%

Adults

EAT DRINK • PLAY • • WATCH

SPECIAL EVENTS Corporate & Social

- Corporate Large corporate events, mid-sized meetings, dinner with the executives and Teambuilding.
- Social Events Birthday Parties, Wedding Rehearsal events and Receptions.
- Student & Youth Groups Award ceremonies, club get-togethers, graduation and after-prom parties.
- Teambuilding Turn colleagues into teammates. Fast.
- Travel And Tourism Dave & Buster's is a fun-filled destination in itself.
- Rent Out the Whole Thing Your event owns the place – endless combinations of food and fun.







WE REAK PLACE MATCH

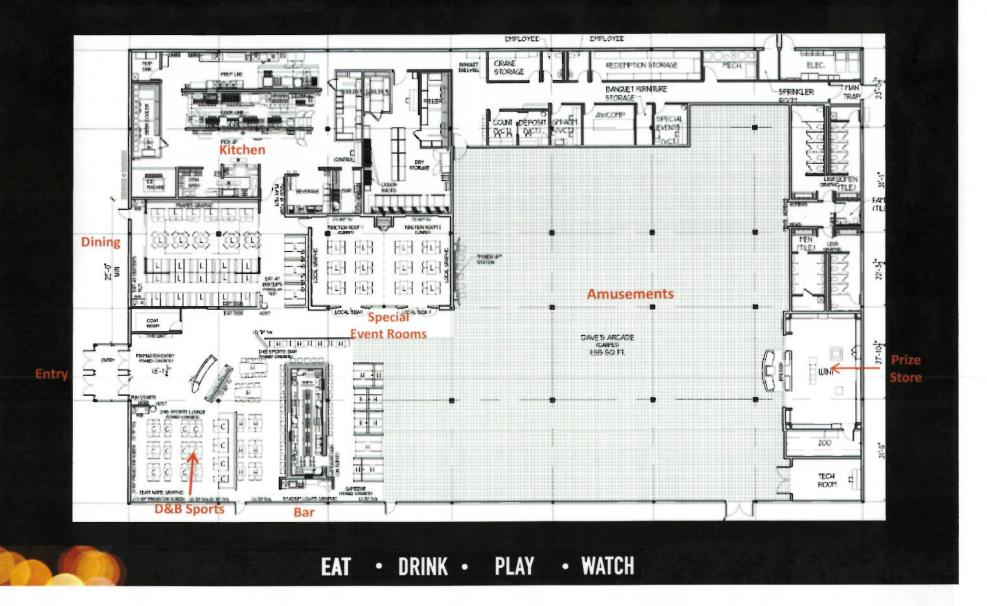
STORE DESIGN

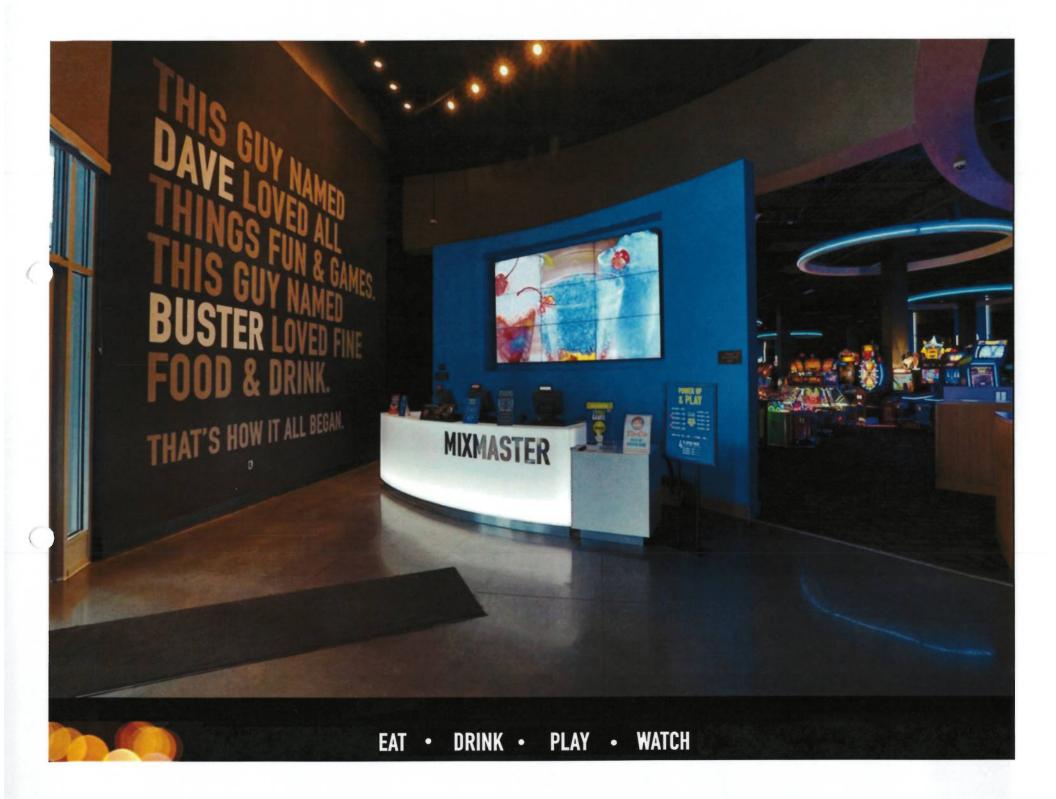






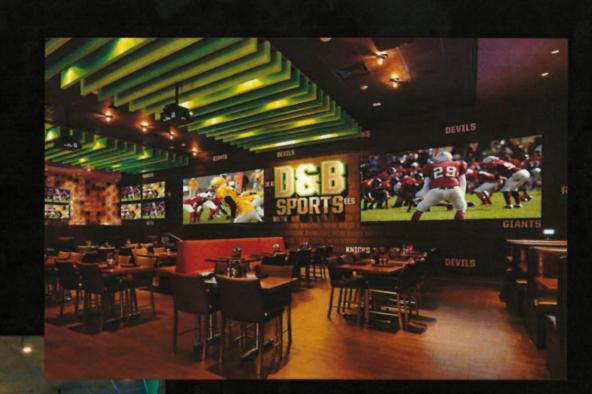
TYPICAL FLOOR PLAN – 30,000 SF











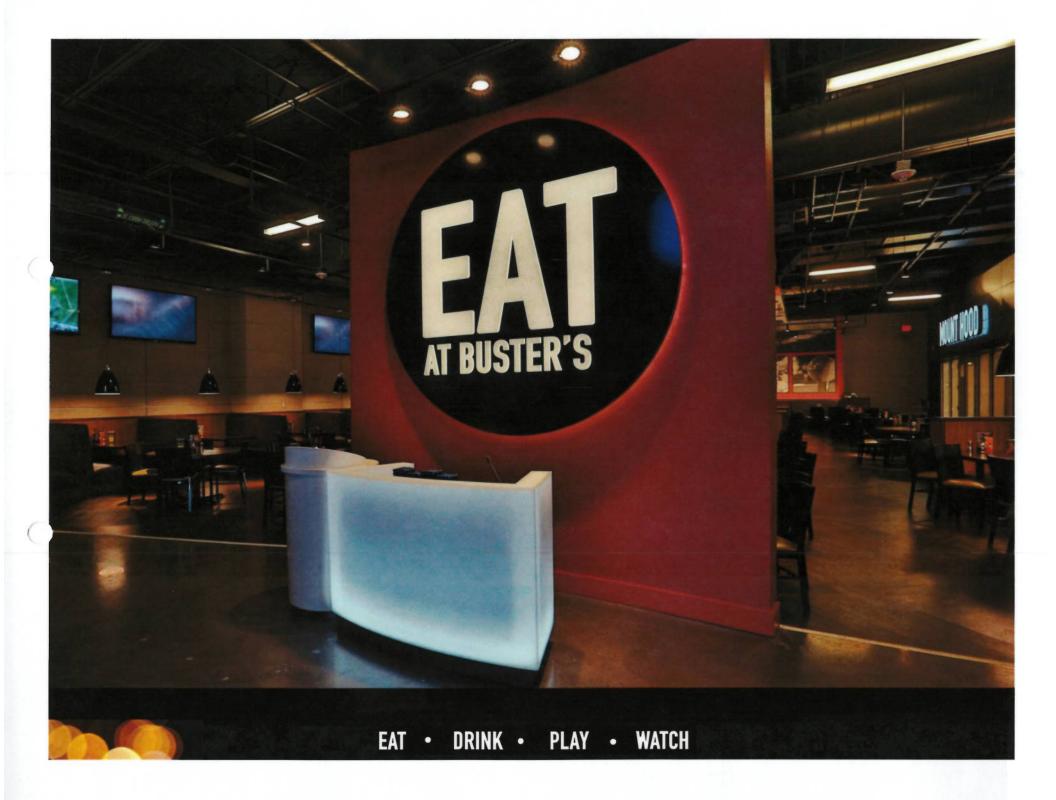
DEDICATED SPORTS & TV VIEWING

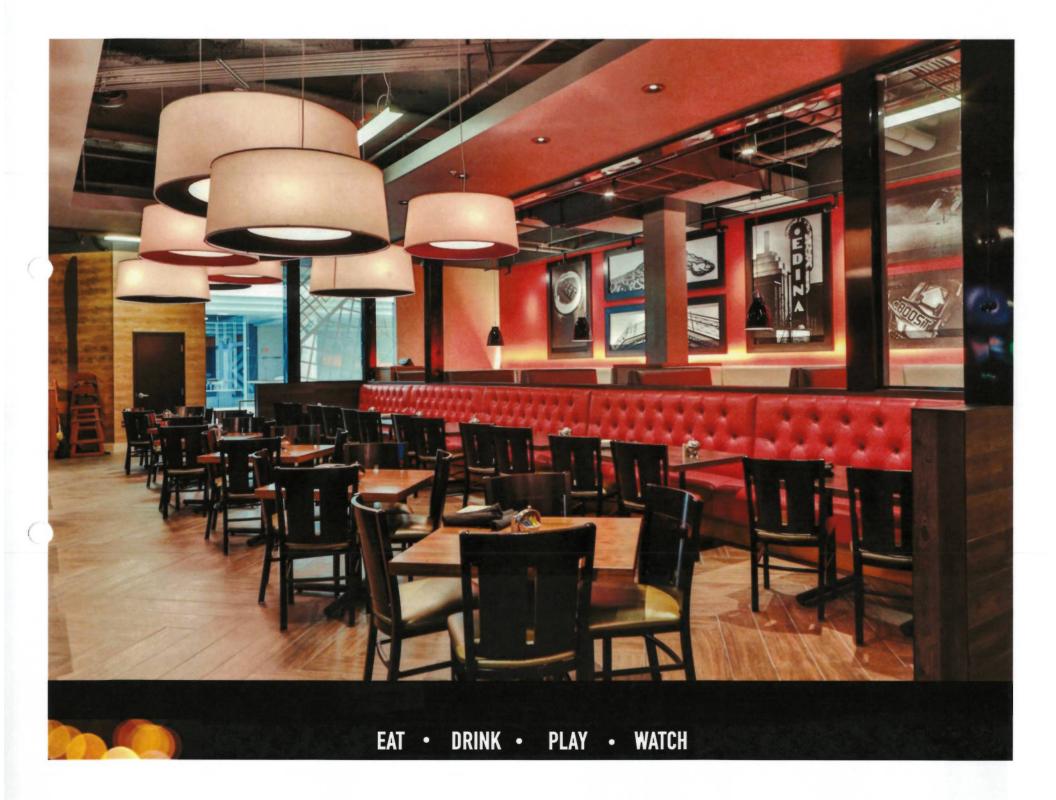
FANTASY FOOTBALL... Alumni groups... Oscar Party...

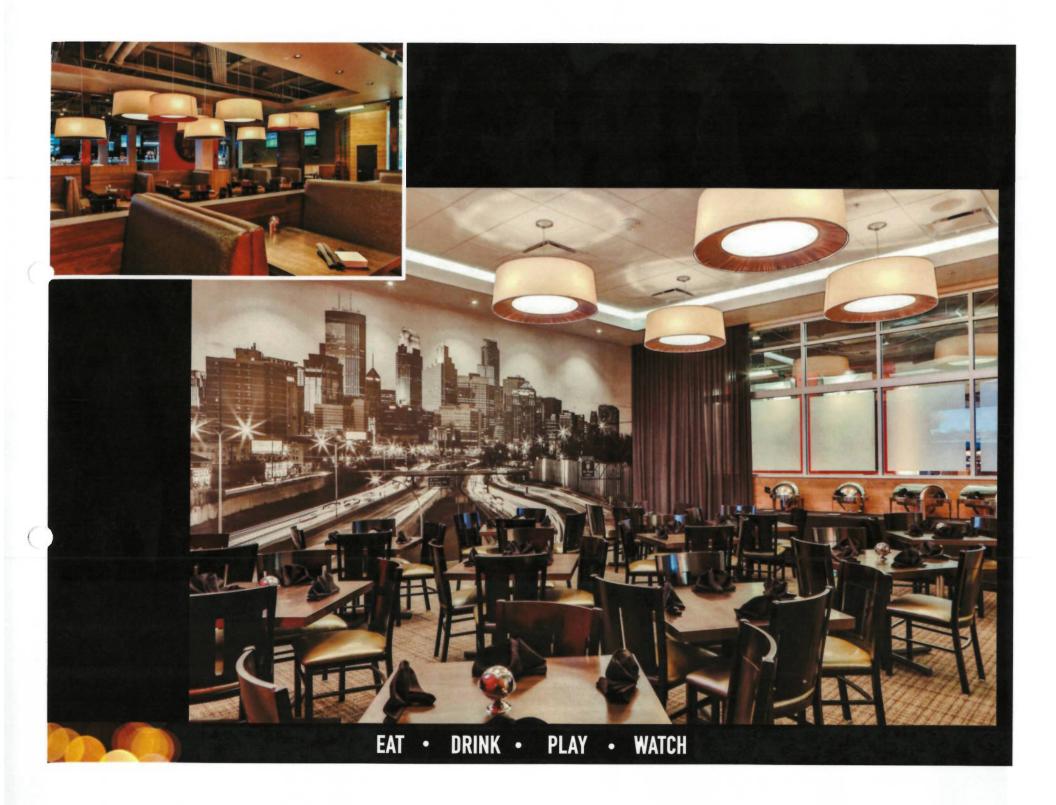
ULTIMATE VIEWING!

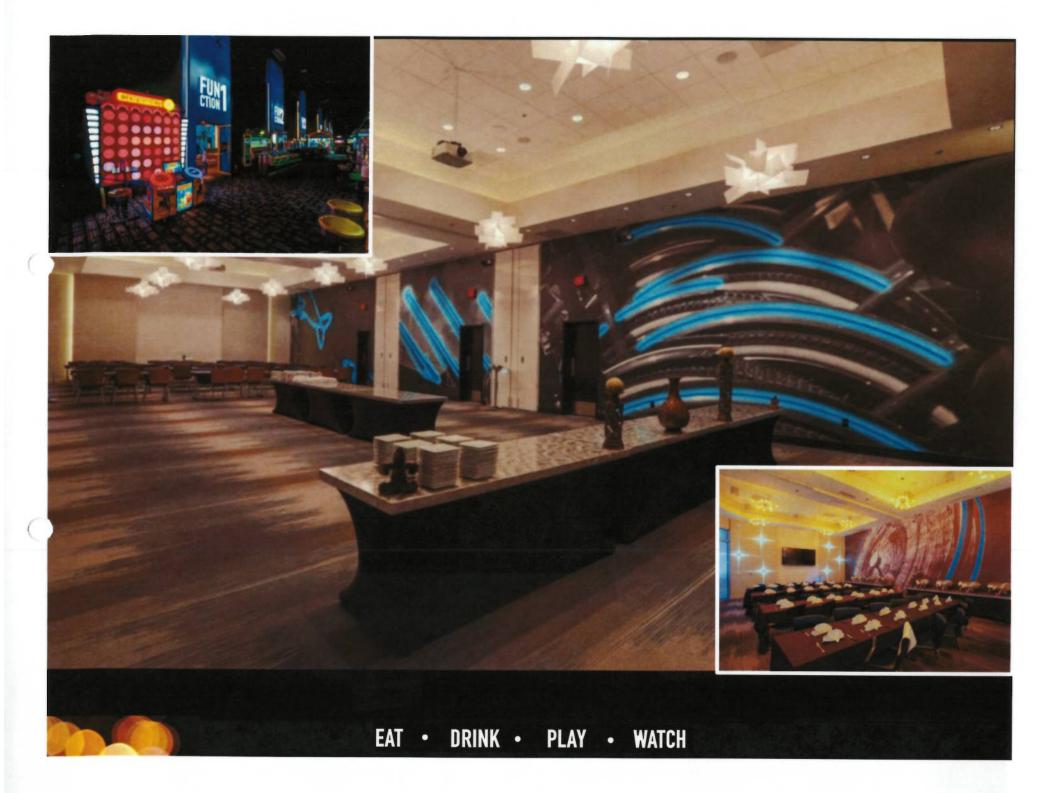














PLAY – GAME TYPES

REDEMPTION GAMES

- TICKETS ARE ACCUMULATED AND REDEEMED FOR MERCHANDISE AT THE WINNER'S CIRCLE
- SIMPLE GAMES WITH SHORT PLAY TIMES
- EXAMPLES:
 - BIG BASS WHEEL
 - _ SPIN-N-WIN
 - **DIZZY CHICKEN**
 - **TREASURE QUEST**

REDEMPTION-PLUS GAMES

- COMBINE ELEMENTS OF ENTERTAINMENT WITH THE ABILITY TO WIN TICKETS
- OFTEN UTILIZE VIDEO SCREENS FOR MORE INVOLVED GAMEPLAY
- EXAMPLES:
 - SPEED OF LIGHT
 - CONNECT 4
 - DEAL OR NO DEAL
 - SKEE-BALL

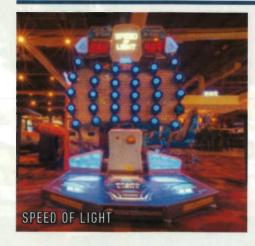
TRADITIONAL GAMES

BILLIARDS, SHUFFLEBOARD, BOWLING

REDEMPTION GAMES



REDEMPTION-PLUS GAMES







PLAY – GAME TYPES

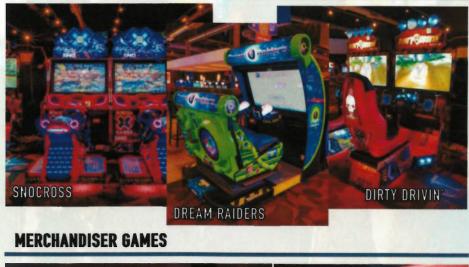
NON-REDEMPTION "SIMULATION" GAMES

- PLAYERS COMPETE FOR ENTERTAINMENT INCLUDING GENRES SUCH AS RACING, SHOOTING, DANCING AND AIR HOCKEY
- MORE COMPLEX WITH LONGER PLAY TIMES
- EXAMPLES:
 - SNOCROSS
 - DREAM RAIDERS
 - DIRTY DRIVIN'
 - PAC-MAN BATTLE ROYALE

MERCHANDISER GAMES

- PLAYERS COMPETE TO WIN MERCHANDISE THAT IS DISPENSED DIRECTLY BY THE GAME ITSELF
- MOST TYPICAL GAME IS WHERE PLAYER ATTEMPTS TO RETRIEVE PRIZES USING A MECHANICAL CLAW
- EXAMPLES:
 - BIG ONE CRANE
 - TRAP DOOR
 - **BLING KING CRANE**

NON-REDEMPTION "SIMULATION" GAMES





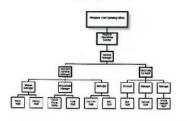




COMMUNITY PARTNER

Employment

- 140-160 jobs per location
- 6-8 member management team
- Service team hourly & salary



Charitable Giving

- National Partnership with Make-A-Wish Foundation
- Each store supports local charities
- Employee Assistance Fund

Benefits

- 401 K with Company match
- Hourly and salary employees accrue vacation time
- All employees play free and enjoy discounted meals

HOW WE OPERATE



Hours of Operation

- 11:00 a.m. 2:00 a.m. Thurs-Sat
- 11:00 a.m. midnight* Sun Wed
- *holiday and special event exceptions

<u>Games</u>

- 170 200 games in the Midway
- No gambling, video poker or games of chance
- Food and beverage is served in all guest areas of the building

House Policy - Minors

- ID's are checked upon entry for all guests under the age of 30
- Any guest under the age of 18 must have a guardian present. Guardian must be 25+ years of age
- 1:6 maximum ratio of guardian : minors
- Minors not allowed to "roam free"

HOW WE OPERATE



House Policies – Alcohol Service

- ServSafe program is a NRA program nationally recognized
- BARS Program secret shopper program to enforce proper ID checks
- D&B Responsible Alcohol Program (RAS)
- Received The VIBE Award for outstanding alcohol awareness programs

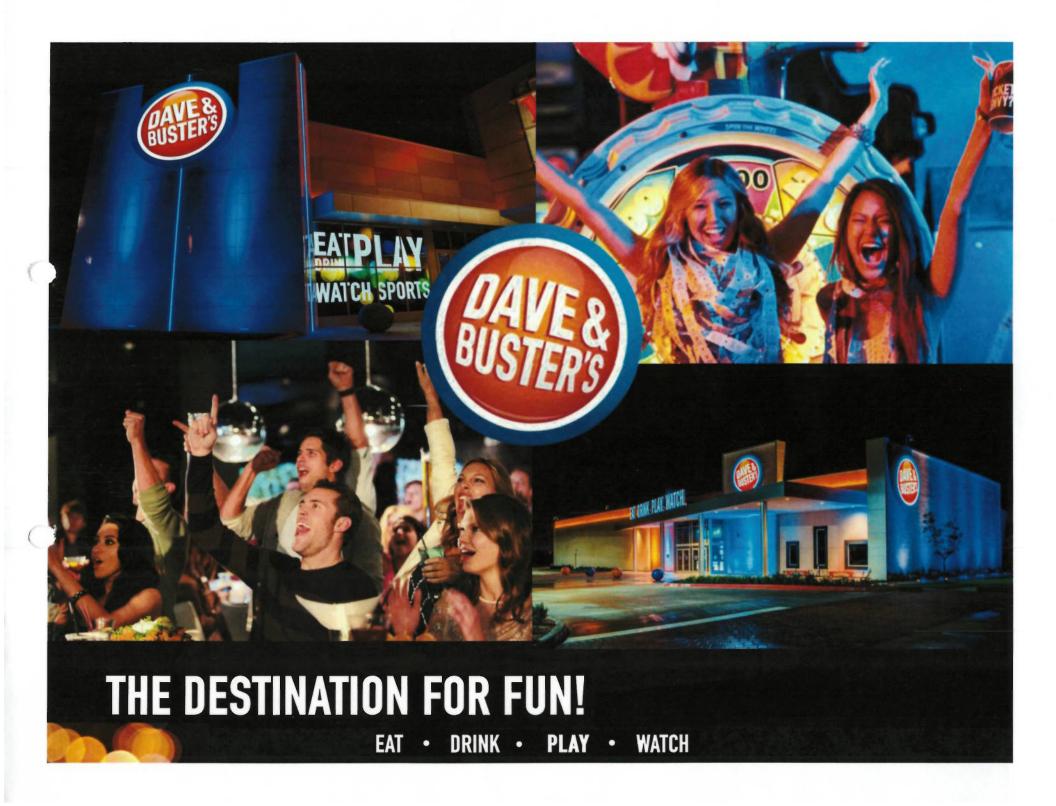
Store Security

- Security personnel during peak hours
- Camera and video surveillance
- Nat'l Director of Security oversees security plan for each location

Store Level Leadership

- Seasoned General Managers average tenure with D&B is 8 years, 3-4 years as GM
 - ➤ 1-2 Asst. GMs
 - 4-6 Managers (Amusements Tech, Service, Business)
- Role of Captains
 - 1-2 on duty during peak shifts
 - Enforce House Policies
 - In particular, Guardian and RAS programs





MEMO TO ABC BOARD MEMBERS LAW OFFICES OF ERNOUF & COFFEY, PC

Facsimile: (907) 274-4258

Phone: (907) 274-3385

TO: ABC BOARD MEMBERS & AMCO BOARD STAFF
FROM: W. SHERMAN ERNOUF, DAN K. COFFEY
RE: DAVE & BUSTER'S OF ALASKA, INC. LICENSE CONDITIONS
DATE: 10/18/16

I. BACKGROUND

Dave & Buster's applied for the transfer of a Beverage Dispensary liquor license to the Dimond Center Mall. Dave & Buster's was established in 1982 and is headquartered in Dallas, Texas. It operates over 85 large venue, high volume restaurant/entertainment complexes throughout North America and Canada. The proposed facility in Anchorage will offer a full service restaurant with liquor sales and an amusement games/entertainment center. It will be approximately 44,000 square feet and will employ 140 to 160 people. Dave & Buster's will be an exciting and entertaining place for Anchorage families to go to dinner, watch a sporting event, enjoy a craft beer or mixed drink, and play the newest video games. The facility offers a sophisticated food menu and a large game room area with state of the art electronic and interactive games. See Attachment #1-- Premise Diagram

The path to opening a Dave & Buster's in Anchorage has been a long one. Dave & Buster's worked successfully with the legislature in Juneau last session to clarify the State's laws on games of chance versus skill and paved the way for the opening of the facility. All Dave & Buster's games are games of skill. The Dave & Buster's bill had the full support of both the House and Senate and was a priority for Governor Walker.

The Municipality of Anchorage is currently processing the application for site plan review, which will be completed within the next several weeks. The Anchorage Assembly has protested the transfer of the license pending issuance of the new Special Land Use permit. The facility is slated to open in late 2017. The Municipality of Anchorage and the community have welcomed Dave & Buster's with open arms. To date, there has been only community support with no objections to the project.

II. ABC BOARD ACTION NEEDED

Through the process of obtaining all necessary licenses to operate, it became clear that there were several areas of concern under Title 4 and Dave & Buster's normal operations plan. First, throughout the US and Canada, Dave & Buster's is permitted to allow adults to drink in the gaming areas at the same time minors are present. This is impermissible under Alaska law as minors are not allowed on a licensed premise without a parent or guardian. Second, unaccompanied minors are only allowed to remain on licensed premises of a designated and bona-fide restaurant for "the purposes of dining only." After discussing the project with Director Franklin and Sarah Oates, a revision in the Dave & Buster's operations plan was required to operate in Alaska. As a result, Dave & Buster's developed a licensing and operating plan that complies with Title 4. Dave & Buster's discussed the operating plan amendment with Director Franklin and determined that:

- 1. Title 4 of Alaska law expressly permits this Board to put conditions on the issuance and operation of liquor licenses (AS 04.11.395),
- 2. This Board can delegate to the Director the authority to implement and enforce such conditions of licensure, and
- 3. Title 4 permits both alternating licensed premises (restaurant eating place license - 3 AAC 304.305(f)) and de-designation of a premise (beverage dispensary license - 3 AAC 304 660). Alternating licensed premises are not provided in Title 4 for a beverage dispensary licensed premise but are not prohibited. Further, de-designation is only permitted in ways that are not possible for Dave and Buster's from an operating perspective.

III. LIQUOR LICENSING CONDITIONS

Because of the limitation in "de-designation" and the existence of a "alternating licensed premises" in regulation, Dave & Buster's is seeking a special condition of licensure for this facility. This special condition would allow Dave & Buster's to choose when and if alcohol is to be served in the arcade area—in effect, allowing an alternating license premise.

The conditions are as follows:

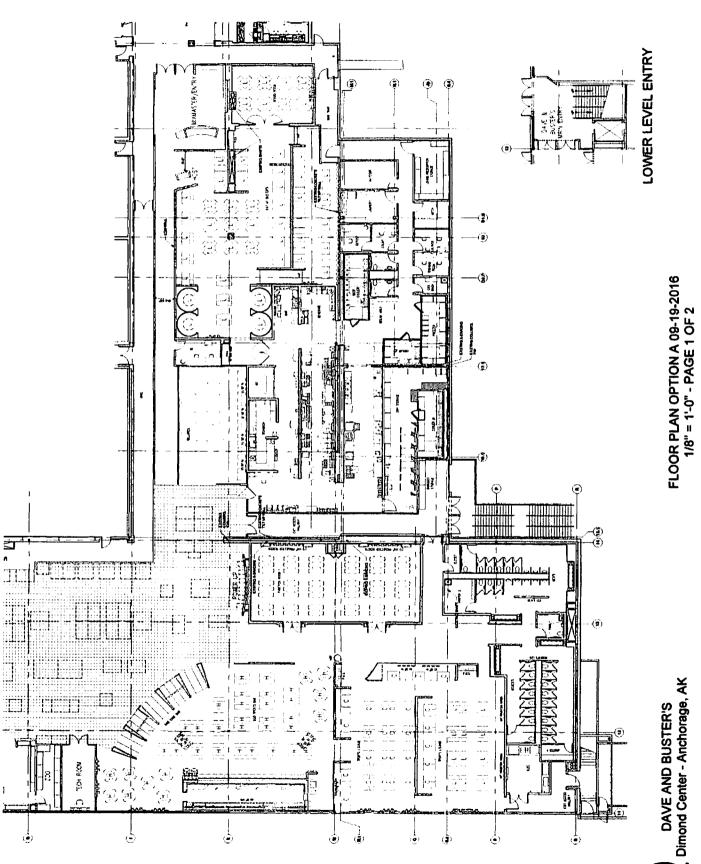
- 1. If alcohol is being served in the arcade area, NO MINORS will be allowed in the facility.
- 2. If alcohol is not being served in the arcade area, minors will be allowed.

The layout of the facility will allow Dave & Buster's to control access to the game room area and to control and monitor ingress into the arcade area. Dave & Buster's will determine when to designate and de-designate the arcade area and will follow a specific operational protocol when designating the premise for service of alcohol.

IV. <u>SUMMARY</u>

For Dave & Buster's to enter the Alaska market, the transfer of the beverage dispensary liquor license is imperative. Dave & Buster's would like to thank Director Franklin and the AMCO staff for working cooperatively to explore licensing options as it became clear early on that the business operated by Dave & Buster's is not contemplated by Title 4 nor is it prohibited. The use of the above-mentioned conditions will allow Dave & Buster's to operate within the parameters of Title 4 relative to minors on premise as a compromise to its nationwide operation plan.

Simply put, if minors are in the arcade room, absolutely no alcohol may be served or consumed in that area. When Dave & Buster's designates the arcade for service of alcohol, minors will no longer be allowed and will be systematically removed from the premise. At that time, and when all minors have been safely and systematically removed, the facility will transition to the service of alcohol.

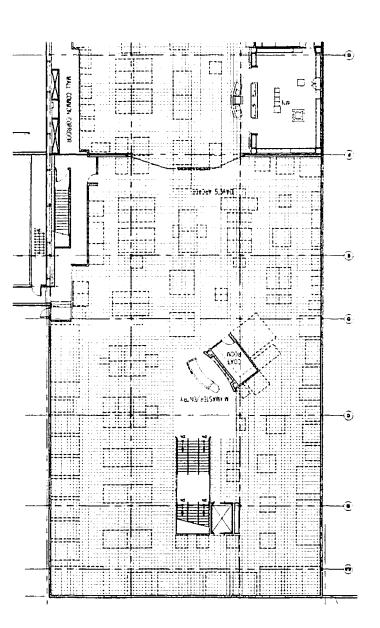


ROD SUBALINACM

614 634 2000 1 DAELAR CHI 40012 2002 DEGODAELAA BI'AD



72 30%/07 Sta045 1V3	1948 ISOBUTTIE SN33405 AL .94
L.	62" TV SCREELS BOARD ROOM
2	HIGH STREET BOT SCHEEK FUNCTION BUS
î	PERSONAL SCREEN SERVICE SPORTS FORMOR
710 1	NGIVOOT TALI INIMENOS
X_0	
	EDAGOIZ VA
81 31-21) 3149012 1300489 31 31 31 31249012 1300448	
	0 30 304972 3305 (3789) 9 30 61 304902 30490 9 30 61 3049072 1300849
8948 / 10861 2094001 201307401 / 108480 804100 2094001 2094001 (2013)	
(101-14) 3043012 VOLIQUE 820500100 3043012 VOLIQUE 8	
	JS 099'L7 TY101
	35 037 27 35 759
45 000'07 TV101	1 23 603 84 (3/3 / 0300//
JS 000'07 7¥101	42 874,8 YAJ9810 \ MO(14JJ0990 \ 2014
and the set of the second because	
STORY ANTICE AND A DESTINA TO THE ATTO SE	
TOLET ROOMS (FUBLIC CTURY) 1,368 SF	35 266'I (XINO C/1603) SMOOD 13101
AR CES,S 30A STRAFT AND ANA S301790	- 35 629'1 - 30Ye015/- 8YTTOW/S30'130
KITCHEN MALES AND AND A 1064 ST 1064 SF	KILCHEN (BOTH SUCH THE SUCH TH
RACK OF HOUSE 3200H TO XOAB	T2 185.6 3200 T0 X049
TECH ROOM 263 SF	15 172 W009 H031
35 950°. 002 ¥ INM	35 720°1
72 010,41 30A09A 2'3VAQ	AR DESIZI BURNES ANAC
35 245 MX08 Ø8406	-32 209 500 ESA 66
FUNCTION RECOVER 21 SUBJECT STREE SE	-10008-200013
35 399 SC8¥17]9	LS \$267 11.6
45 799 : 30 YOO S18045 890	-5 8/17 304/07 S180-5 870
35 991". 378 Sta045 840	35 996': 378 Stabes 870
5 969'1 8488WAO	RABERS SABERS
PAR ZONE - SLOE SF	32 2015 312 312 312 312 312 312 312 312 312 312
RAT BUSTER'S 3222 SF	EVI VI BRZIEBJZ S'636 26
REAL AND A R	RENJ/BIERAVA
40K SECIANSLE PROTOTYPE	AA TEPARONE AN GENERAL AN
	24394
	101v1 51 450 859 5378v1 951 75101
S1432 52 23,541 8 MOOP GRADE	
STAR AND ROOM STEAT AS PARTA	
	SIVES 91 SERVI 0 SUBRER 10 SUBRER 10
	STABS 551 SELENT OF 30000 STRORS BAC
21A32 34 23.84" 6 948 279092 8460	21A32 TO1 23J8AT 35 RAB 219042 640
STABE 401 23-641 81 FABBWAD	
BNCZ 676	3'VOZ 878
STAR I'L BUSTER'S 46 TRELES 191 SENTS	EAT AU SUSTER'S 11 TABLES 173 SEATS
STARS 2 YRINA YRANXIW	
JACIO CENTER AND AN AND AN AND AN AND AN AND AN AND AN AND AND	
	SEATING



1/8" = 1'-0" - PAGE 2 OF 2

8105-91-90 A NOITGO NAJG ROOJF

