

# 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: 4674 Dimond Bowl

Requested

License renewal

Action:

Statutory AS 04.06.090(b): "The board shall review all applications for licenses made under

**Authority:** this title and may order the director to issue, renew, revoke, transfer, or suspend

licenses and permits authorized under this title."

**Staff Rec.:** Deny the renewal

**Background:** This recreational site license does not appear to meet the statutory requirements of the license type:

Sec. 04.11.210. Recreational site license.

- (a) The holder of a recreational site license may sell beer and wine at a recreational site during and one hour before and after a recreational event that is not a school event, for consumption on designated areas at the site.
- (b) The biennial fee for a recreational site license is \$800.
- (c) In this section, "recreational site" includes a location where baseball games, car races, hockey games, dog sled racing events, or curling matches are regularly held during a season.

This license was first issued in 2006.

Bowling alleys were noted as ineligible businesses for a recreational site license by the legislative auditors.

The improper issuance of recreational site licenses was identified in both the 2014 and 2018 legislative audits:

4674 Dimond Bowl ABC Board April 3, 2018 Page 2

#### 2014 Audit

Recommendation #4: The board should issue recreational site licenses in accordance with statutory requirements.

Recreational site licenses may be issued to businesses that host non-school-related recreational events held during a season.

Of the 32 recreational licensees active during the audit period, the audit found 15 businesses (47 percent) did not meet the criteria for a recreational license. Ineligible businesses include bowling alleys, a sports center and pub, an exercise gym, a gift shop, theatres, and pool halls. These business types did not meet the definition of a recreational site nor were operations limited to a season. The issuance of these licenses expanded the number of establishments licensed to sell alcohol over the number allowed by statute.

According to AS 04.11.210(a), the holder of a recreational site license may sell beer and wine at a recreational event during and one hour before and after recreational events. AS 04.11.210(c) defines recreational events as baseball games, car races, hockey games, or curling matches regularly held during a season.

Inquiries with board members revealed that the improper issuance of recreational site licenses was caused by an historic misunderstanding of what qualifies as a recreational event.

We recommend that the board issue recreational site licenses in accordance with statutory requirements.

#### 2018 Audit

Recommendation #2: The board should issue recreational site licenses in accordance with statutory requirements.

Ten of 29 recreational site licenses active during the audit period were judgmentally selected for testing. All 10 did not meet the statutory definition of a recreational site. Six of the 10 licensees were informed by the board that their license would not be renewed during the next renewal period since the business did not meet the statutory definition of a recreational site. This same finding was reported in the prior 2014 sunset audit.

According to AS 04.11.210(a), the holder of a recreational site license may sell beer and wine at a recreational site during and one hour before and after a recreational event that is not a school event. Alaska Statute 04.11.210(c) defines recreational sites as locations where baseball games, car races, hockey games, dog sled racing events, or curling matches are regularly held during a season. The 10 noncompliant licensees noted above included travel tour companies, bowling alleys, an art council, a pool hall, a movie theater, and a spa.

Review of board meeting minutes revealed that board members understood these businesses did not meet the definition of a recreational site license, yet believed it to be in the public interest to issue them. Furthermore, board members anticipated the criteria for recreational site licenses would be addressed in a future rewrite of AS 04.06. The issuance of these licenses expanded the number of establishments licensed to sell alcohol over the number allowed by statute.

We again recommend that the board issue recreational site licenses in accordance with statutory requirements.

Attachment: Renewal application



Alaska Alcoholic Beverage Control Board

Alcohol and Marijuana Control Office 550 W 7<sup>th</sup> Avenue, Suite 1600 Anchorage, AK 99501

alcohol.licensing@alaska.gov

https://www.commerce.alaska.gov/web/amco

#### Phone: 907.269.0350

### **Recreational Site License**

## Form AB-17c: 2018/2019 Renewal License Application

#### What is this form?

This renewal license application form is required for all individuals or entities seeking to apply for renewal of an existing recreational site liquor license that will expire on December 31, 2017. All fields of this form must be complete and correct, or the application will be returned to you in the manner in which it was received, per AS 04.11.270 and 3 AAC 304.105. The Community Council field only should be verified/completed by licensees whose establishments are located within the Municipality of Anchorage or outside of city limits within the Matanuska-Susitna Borough.

This form must be completed correctly and submitted to the Alcohol & Marijuana Control Office (AMCO)'s main office, along with all other required documents and fees, before any renewal license application will be considered complete.

Section 1 - Establishment and Contact Information Enter information for the business seeking to have its license renewed. If any populated information is incorrect, please contact AMCO. Licensee: Dimond Center, LLC License #: License Type: Recreational Site Statute: AS 04.11.210 Dimond Bowl **Doing Business As: Premises Address:** 800 E Dimond Blvd #3-023 Municipality of Anchorage Local Governing Body: **Community Council:** Taku/Campbell Mailing Address: City: ZIF: 99515 Enter information for the individual who will be designated as the primary point of contact regarding this application. This individual must be a licensee who is required to be listed in and authorized to sign this application. Point of Contact: Contact Phone: **Business Phone: Contact Email:** Le Dimond Center. Com Yes Seasonal License? If "Yes", write your six-month operating period: [Form AB-17c] (rev 10/16/2017) Page 1 of 5 License #4674 DBA Dimond Bowl ALCOHOL MARIJUANA CONTROL OFFICE MARIJUANA CONTROL OF HCT

STATE OF ALASKA



Alaska Alcoholic Beverage Control Board

alcohol.licensing@alaska.gov https://www.commerce.alaska.gov/web/amco

OL MARIELIANA CONTROL OFFICE

Alcohol and Marijuana Control Office 550 W 7th Avenue, Suite 1600 Anchorage, AK 99501

Phone: 907.269.0350

#### Recreational Site License

## Form AB-17c: 2018/2019 Renewal License Application

## Section 2 - Authorization Communication with AMCO staff: No Does any person other than a licensee named in this application have authority to discuss this license with AMCO staff? If "Yes", disclose the name of the individual and the reason for this authorization: **Section 3 - Sole Proprietor Ownership Information** This section must be completed by any sole proprietorship who is applying for license renewal. Entities should skip to Section 4. If more space is needed, please attach a separate sheet with the required information. The following information must be completed for each licensee and each affiliate (spouse). This individual is an: applicant affiliate Name: Mailing Address: City: State: ZIP: Email: **Contact Phone:** This individual is an: applicant affiliate Name: **Mailing Address:** City: State: ZIP: Email: **Contact Phone:** ) IEIIWIEID [Form AB-17c] (rev 10/16/2017) Page 2 of 5 License #4674 DBA Dimond Bowl

HUL MARIJUANA CONTROL OFFICE



Alaska CBPL Entity #:

Alaska Alcoholic Beverage Control Board

Alcohol and Marijuana Control Office 550 W 7<sup>th</sup> Avenue, Suite 1600 Anchorage, AK 99501

alcohol.licensing@alaska.gov https://www.commerce.alaska.gov/web/amco

Phone: 907.269.0350

Initials

#### **Recreational Site License**

# Form AB-17c: 2018/2019 Renewal License Application

### Section 4 - Entity Ownership Information

This subsection must be completed by any licensee that is a corporation or LLC. Corporations and LLCs are required to be in good standing with the Alaska Division of Corporations, Business & Professional Licensing (CBPL). You may view your entity's status or find your CBPL entity number by vising the following site: <a href="https://www.commerce.alaska.gov/cbp/main/search/entities">https://www.commerce.alaska.gov/cbp/main/search/entities</a> Partnerships may skip to the second half of this page. Sole proprietorships should skip to Section 5.

You must ensure that you are able to certify the following statement before signing your initials in the box to the right:

I certify that this entity is in good standing with CBPL and that all current entity officials and stakeholders (listed below)

are also currently and accura	ately listed with CBPL.	Tarrette Citally Office	iais and stakeholders	(listed below	1781
<ul> <li>If the applicant is a corporate the stock in the corporate.</li> <li>If the applicant is a <u>limite</u> ownership Interest of 10.</li> <li>If the applicant is a <u>partnership</u>.</li> </ul>	inpleted by any community or entity, is applying for renewal. If more space is coration, the following information mustion, and for each president, vice-presided liability organization, the following 2% or more, and for each manager. The including a limited partnership or more, and for each general partnership or more, and for each general partnership.	needed, please att st be completed for ident, secretary, an information must	tach additional compl r each stockholder wi nd managing officer. be completed for eac	leted copies ho owns 10% th member w	of this page. Sor more of other ith an
Title(s):	See Uttached	¼ <u>- '</u>			
-		Phone:		% Owned:	:
Mailing Address:					
City:		State:		ZIP:	
Entity Official Name:					
Title(s):		Phone:		% Owned:	
Mailing Address:			1		
City:		State:		ZIP:	
Entity Official Name:					
Title(s):		Phone:	I	% Owned:	T
Mailing Address:					.1
City:		State:		ZIP:	***
Form AB-17c] (rev 10/16/2017) License #4674 DBA Dimond Bow)	2 8 2018 FEB 13  ALGOHOL MARIJIANA CO STATE OF ALAS	ZU18  ANTROL OFFICE SERA	JAN 98  ALCOHOL MARIJONA STATE OF AL	2018 CONTROL OFFICE	Page 3 of 5

Dimond Center, LLC
State of Alaska Notice of Change of Officials and manager 2/21/2018

		Ownership		
Full Legal Name	Complete Mailing Address	Percentage	Member	Manager
Joe Ashlock Descendant Trust	800 E Dimond Blvd, Anchorage, Alaska 99515	19.0	X	- Triumber
Ashlock FLP	800 E Dimond Blvd, Anchorage, Alaska 99515	30.0	x	
Jalasko North	800 E Dimond Blvd, Anchorage, Alaska 99515	7.0	x	
Sarah Hernandez	800 E Dimond Blvd, Anchorage, Alaska 99515	4.5	x	inn
Sarah Hernandez LP	800 E Dimond Blvd, Anchorage, Alaska 99515	5.0	x	2018
Gene Ashlock	800 E Dimond Blvd, Anchorage, Alaska 99515	2.5	x	
<b>Emily Kathleen Ashlock Trust</b>	800 E Dimond Blvd, Anchorage, Alaska 99515	2.5	x	(C) ~   A
Elizabeth Marian Ashlock Trust	800 E Dimond Blvd, Anchorage, Alaska 99515	2.5	×	FEB
Laura Ashlock	800 E Dimond Blvd, Anchorage, Alaska 99515	6.5	×	
Mt. Eklutna	800 E Dimond Blvd, Anchorage, Alaska 99515	1.0	x	S HOO
Apex Investments	800 E Dimond Blvd, Anchorage, Alaska 99515	1.0	×	ALL
John Martin	800 E Dimond Blvd, Anchorage, Alaska 99515	2.5	×	
Carol Ashlock Exempt Family Trust	800 E Dimond Blvd, Anchorage, Alaska 99515	6.5	×	
<b>Hugh Ashlock Exempt Family Trust</b>	800 E Dimond Blvd, Anchorage, Alaska 99515	8.5	×	X
Elisha Martin	800 E Dimond Blvd, Anchorage, Alaska 99515	1.0	x	^
Kathe Boucha	and a second sec	1.0	^	
		100.0		Х
		100.0		



Alaska Alcoholic Beverage Control Board

Alcohol and Marijuana Control Office 550 W 7<sup>th</sup> Avenue, Suite 1600 Anchorage, AK 99501

alcohol.licensing@alaska.gov https://www.commerce.alaska.gov/web/amco

Phone: 907.269.0350

## **Recreational Site License**

ALCOHOL MARIJIAMA CONTROL OFFICE STATE OF ALASKA

# Form AB-17c: 2018/2019 Renewal License Application

Section 5 – License Operation		
Check a single box for each calendar year that best describes how this liquor license was operated:	2016	2017
The license was regularly operated continuously throughout each year.		
The license was regularly operated during a specific season each year.		
The license was only operated to meet the minimum requirement of one time during the calendar year.		
The license was not operated at all during the calendar year.  If this box is checked, a complete copy of Form AB-29: Waiver of Operation Application and corresponding fees must be submitted with this application for each calendar year during which the license was not operated for at least the minimum requirement.		
Section 6 – Violations and Convictions		
Applicant violations and convictions in calendar years 2016 and 2017:	Yes	No
Have any notices of violation (NOVs) been issued to this licensee in the calendar years 2016 or 2017?		R
Has any person or entity named in this application been convicted of a violation of Title 04, of 3 AAC 304, or a local ordinance adopted under AS 04.21.010 in the calendar years 2016 or 2017?		
If "Yes" to either of the previous two questions, attach a separate page to this application listing all NOVs and/or con	nvictions	i.
Section 7 – Alcohol Server Education  Read the line below, and then sign your initials in the box to the right of the statement:		
		nitials
I certify that all licensees, agents, and employees who sell or serve alcoholic beverages or check identification of a pathave completed an alcohol server education course approved by the ABC Board and keep current, valid copies of their course completion cards on the licensed premises during all working hours, as required under AS 04.21.025 and 3 AAC 304.465.	ron	
FEB 2 8 2018  ALCOHOL MARLIUANA CONTROL OF STATE OF ACOUNTY OF THE CONTROL OF THE		
License #4674 DBA Dimond Bowl	Page 4	of 5



[Form AB-17c] (rev 10/16/2017)

License #4674 DBA Dimond Bowl

Alaska Alcoholic Beverage Control Board

Alcohol and Marijuana Control Office 550 W 7<sup>th</sup> Avenue, Suite 1600 Anchorage, AK 99501

alcohol.licensing@alaska.gov https://www.commerce.alaska.gov/web/amco

Phone: 907.269.0350

Page 5 of 5

RIUUANA CONTROL OFFICE ALE OF ALASKA

## **Recreational Site License**

# Form AB-17c: 2018/2019 Renewal License Application

### Section 8 - Certifications

Read each line below, and then sign you	r initials in the box to the right of each state	ment:	Initials	
I certify that all current licensees (as defined in AS 04.11.260) and affiliates have been listed on this application.				
I certify that in accordance with AS 04.11.450, no one other than the licensee(s) has a direct or indirect financial interest in the licensed business.			al interest	
and that hot changed the business name	nal floor plan or reduced or expanded the ar e or the ownership (including officers, manag e with the Alcoholic Beverage Control Board.	ore goneral	ses,	
I certify on behalf of myself or of the organized entity that I understand that providing a false statement on this form or any other form provided by AMCO is grounds for rejection or denial of this application or revocation of any license issued.				
I am submitting as part of this application a written statement that meets the attached Recreational Site Statement Guidelines, for review by the Alcoholic Beverage Control Board.				
As an applicant for a liquor license renewal, I declare under penalty of perjury that I have read and am familiar with AS 04 and 3 AAC 304, and that this application, including all accompanying schedules and statements, is true, correct, and complete. I agree to provide all information required by the Alcoholic Beverage Control Board in support of this application and understand that failure to do so by any deadline given to me by AMCO staff will result in this application being returned to me as incomplete.				
Signature of licensee  Printed name of licensee	STATE OF ALASKA	nature of Notary Public	£	
My commission expires October 12, 2020				
Subscribed and sworn to before me this 11 day of December 2017.				
License Fee: \$ 800.00	Application Fee: \$ 200.00	TOTAL:	\$ 1000.00	
Late Fee of \$500.00 - if received or p	postmarked after 01/02/2018:			
Miscellaneous Fees:				
GRAND TOTAL (if different than TOTAL):			100c -	
FEB 2 8 2018				

ALCOHOL MARUJIANA CONTROL OFFICE STATE OF ALASKA We will be Serving beer? Where between the hours of morday Throsday 3pm-9pm

Friday 3pm-11pm

Sahrday 12pm-1pm

Sunday 12pm-1pm

· Bowling Is unat is heald at our establishment.

· Year Rand

