



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	DATE:	June 12, 2018
	Alcoholic Beverage Control Board		-

FROM: Erika McConnell, Director

RE: 4850 Arctic Valley Ski Area

Requested License renewal Action:

StatutoryAS 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."

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.

There do not appear to be "events" regularly held at a ski area. While ski race events may be held at a ski area, there is no indication that Arctic Valley holds and is limited to such competitive events, which is the common thread of the examples provided in the statute.

This license was first issued in 2010.

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

4850 Arctic Valley Ski Area ABC Board June 12, 2018 Page 2

<u>2014 Audit</u>

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.

<u>2018 Audit</u>

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



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

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:	Anchorage Ski Club Inc	License #:	4850
License Type:	Recreational Site - Seasonal	Statute:	AS 04.11.210
Doing Business As:	Arctic Valley Ski Area		
Premises Address:	18800 Arctic Valley Road		
Local Governing Body:	Municipality of Anchorage		
Community Council:	None		·····

Mailing Address:	PO Box 200546				
City:	Anchorage	State:	Alaska	ZIP:	99520

Enter information for the individual who will be designated as the primary point of contact regarding this application. This individual <u>must be a licensee</u> who is required to be listed in and authorized to sign this application.

Point of Contact:	int of Contact: John Robinson - Wilson					
Contact Phone:	907-351-3256	Business Phone:	907-351-3256			
Contact Email:	gm@skiarctic	~ com				



If "Yes", write your six-month operating period: November 1 - April 3

DECENTED

ALCOHOL MARIJUANA CONTROL OFFICE STATE OF ALASKA

Page 1 of 5



Alaska Alcoholic Beverage Control Board

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

Communication with AMCO staff:	Yes	No	
Does any person <u>other than</u> 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:		





Utt

Page 8 of 5

ALCOHOL MAREJUANA CONTROL OFFICE STATE OF ALASKA

Initials

Recreational Site License

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

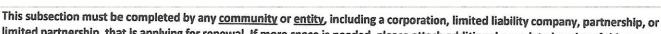
Section 4 – Entity Ownership Information

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: <u>https://www.commerce.alaska.gov/cbp/main/search/entities</u> Partnerships may skip to the second half of this page. Sole proprietorships should skip to Section 5.

Alaska CBPL Entity #:	71709D	
-----------------------	--------	--

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 accurately listed with CBPL.



- limited partnership, that is applying for renewal. If more space is needed, please attach additional completed copies of this page.
 If the applicant is a <u>corporation</u>, the following information must be completed for each *stockholder who owns 10% or more* of the stock in the corporation, and for each *president, vice-president, secretary*, and *managing officer*.
- If the applicant is a <u>limited liability organization</u>, the following information must be completed for each member with an ownership interest of 10% or more, and for each manager.
- If the applicant is a partnership, including a limited partnership, the following information must be completed for each partner with an interest of 10% or more, and for each general partner.

Entity Official Name:	Mark Heysell				
Title(s):	President	Phone:	907-440-4265	% Owned:	NA
Mailing Address:	2306 Susitna	Pr	- h ond (
City:	Anchorage	State:	AK	ZIP: (9517

Entity Official Name:	Leslie Need				
Title(s):	Vice President	Phone:	907-310-3	74.2 % Ow	ned: NA
Mailing Address:	1315 EIITH AVE			-0-	
City:	Auchoroal	State:	AIC	ZIP:	99501

Entity Official Name:	Rich Todd			• • • • • • • • • • • • • • • • • • •
Title(s):	Vice President	Phone:	907-230-4016	% Owned: NA
Mailing Address:	4150 ElKhorn	~		
City:	Eagle Ryver	State:	AK	-ZIP:
		l		- Kecewed

[Form AB-17c] (rev 10/16/2017) License #4850 DBA Arctic Valley Ski Area

R	EC	E	IV	Ξ	D

JAN 19 ZUIN

ALCOHOL MARIJUANA CONTROL OFFICE STATE OF ALASKA



Alaska Alcoholic Beverage Control Board

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: <u>https://www.commerce.alaska.gov/cbp/main/search/entities</u> Partnerships may skip to the second half of this page. Sole proprietorships should skip to Section 5.

Alaska CBPL Entity #:	712090
·	1110.0

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

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 accurately listed with CBPL.



Page 3 of 5

ALCOHOL MARIJUANA CONTROL OFFICE STATE OF ALASKA

This subsection must be completed by any <u>community</u> or <u>entity</u>, including a corporation, limited liability company, partnership, or limited partnership, that is applying for renewal. If more space is needed, please attach additional completed copies of this page.

- If the applicant is a <u>corporation</u>, the following information must be completed for each stockholder who owns 10% or more of the stock in the corporation, and for each president, vice-president, secretary, and managing officer.
- If the applicant is a <u>limited liability organization</u>, the following information must be completed for each member with an ownership interest of 10% or more, and for each manager.
- If the applicant is a <u>partnership</u>, including a <u>limited partnership</u>, the following information must be completed for each partner with an interest of 10% or more, and for each general partner.

Entity Official Name:	Bryan Kirkpat	VICK			
Title(s):	Secretary		907-336-2114	% Own	ed: NA
Mailing Address:	12940 Hillside	Drive			1.1
City:	Anchorage	State:	AK	ZIP:	99516

Entity Official Name:	Matt Mead			a an
Title(s):	Asst Secretary	Phone:	907-903-50	% Owned: WA
Mailing Address:	8420 Heather	-Cirx		
City:	Andrerade	State:	AK	ZIP: 04507

Entity Official Name:	John	Robinson	- W	lson			
Title(s):	General	Manager	Phone:	907-351-	3256	% Owned:	NA
Mailing Address:	5701 E 1	04th Ave			/	anna a chuirtean an tachtacht ann an an	I
City:	Anchora	al	State:	AK	I	RECH	小时间的

i	
	RECEIV
	JAN 10 a s
LC	OHOL MARIJUANA CONTRUE



minimum requirement.

Alaska Alcoholic Beverage Control Board

Recreational Site License 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.	X	X
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		

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?		X
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?		X

If "Yes" to either of the previous two questions, attach a separate page to this application listing all NOVs and/or convictions.

Section 7 – Alcohol Server Education

Read the line below, a	nd then sign your initials	in the box to the r	ight of the statement:
------------------------	----------------------------	---------------------	------------------------

Initials

I certify that all licensees, agents, and employees who sell or serve alcoholic beverages or check identification of a patron have 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.







Alaska Alcoholic Beverage Control Board Recreational Site License

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

Section 8 – Certifications

Read each line belov	v, and then sign your i	nitials in the box to th	e right of each statem	ent:	Initials		
I certify that all curre	ent licensees (as define	ed in AS 04.11.260) and	affiliates have been li	sted on this applicatio	n. JRW		
I certify that in accordance with AS 04.11.450, no one other than the licensee(s) has a direct or indirect financial intere in the licensed business.							
and I have not chang	I certify that I have not altered the functional floor plan or reduced or expanded the area of the licensed premises, and I have not changed the business name or the ownership (including officers, managers, general partners, or stakeholders) from what is currently on file with the Alcoholic Beverage Control Board.						
		zed entity that I under ds for rejection or deni					
	rt of this application a v by the Alcoholic Beve	written statement tha erage Control Board.	t meets the attached R	ecreational Site Stater	nent		
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 Add Add Add Add Add Add Add Add Add Add							
License Fee:	\$ 400.00	Application Fee:	\$ 200.00	TOTAL:	\$ 600.00		
Late Fee of \$500							

GRAND TOTAL (if different than TOTAL):

Miscellaneous Fees:





Anchorage Ski Club dba Arctic Valley Ski Area PO Box 200546, Anchorage, AK 99520 info@skiarctic.com 907-351-3256

December 20, 2017

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

Re: License #4850 Anchorage Ski Club dba Arctic Valley Ski Area

The Anchorage Ski Club wishes to renew its recreational site license under AS 04.11.210 for Arctic Valley Ski Area.

To address the mandatory points to be included, we offer the following responses:

- 1. Arctic Valley Ski Area will serve beer and wine on days we are open for skiing and snowboarding and/or snow tubing from 12 noon (or opening time, whichever is later) until 1 hour following the end of skiing and snowboarding and/or tubing operations. Our operating hours are adjusted with the varying available daylight, and our beer and wine serving hours will be adjusted accordingly.
- 2. None of the listed activities are regularly held at our establishment.
 - a. Arctic Valley Ski Area offers skiing and snowboarding, as well as snow tubing. We believe this qualifies under AS 04.11.210 for a recreational site license.
- 3. Arctic Valley Ski Area's operating season is November 1 April 31.

Best regards,

John Robinson-Wilson General Manager Arctic Valley Ski Area gm@skiarctic.com 907-351-3256



PO Box 200546 Anchorage, AK 99520 Phone: (907) 428-1208 We are a registered 501(c)(3) organization. Tax ID: 92-6003384