Notice of Violation

(3AAC 305.870)

This form, all information provided and responses are public documents per Alaska Public Records ACT AS 40.25

Date: 1/27/26 License #/Type: 5642 Beverage Dispensary-Tourism

Licensee: Kvichak Management Services, LLC Address: Mile 15 AK Peninsula Hwy, King Salmon, AK

DBA: Sockeye Saloon AMCO Case #: 26-0058

This is a notice to you as licensee that an alleged violation has occurred. If the Alcoholic Beverage Control Board decides to act against your license, under the provisions of AS 44.62.330 - AS 44.62.630 (Administrative Procedures Act) you will receive an Accusation and Notice of your right to an Administrative Hearing.

Note: This is not an accusation or a criminal complaint.

On 1-15-26, AMCO received an anonymous complaint that the Sockeye Saloon, a Beverage Dispensary - Tourism License, is operating the bar and restaurant all year round; but not offering their cabins for rent as their Tourism Statement from their most recent application indicates. Antler's Inn & Sockeye Cabins Web Page shows the cabins are operated seasonally from May to October. Antlers Inn manages the cabins when they are open.

Your attention is directed to 3 AAC 305.325(b): Beverage dispensary tourism licenses which reads in part, "For purposes of AS 04.09.350(c)(2)(A), "operates" means the holder of the beverage dispensary tourism license controls the functioning of the hotel, motel, resort, or similar business relating to the tourist trade, unless the license was approved before January 1, 2024.", and AS 04.16.150: Licensee responsible for violations

Prior disciplinary history within the past 5 years:

NOV Dated 7-30-21 for AS04.21.025: Server education, AS 04.16.150: Licensee responsible for violations, AS04.21.030: Responsibilities of licensees, agents and employees. NOV Dated 7-17-24 for AS 04.16.030: Prohibited conduct relating to drunken persons, AS04.21.025: Server education, AS 04.16.150: License responsible for violations

You are directed to respond in writing to this Notice of Violation within 10 days of receipt to explain what action you have taken to prevent a re-occurrence of this violation. FAILURE TO RESPOND TO THIS NOTICE OF VIOLATION WITHIN 10 DAYS MAY RESULT IN YOUR APPEARANCE, EITHER IN PERSON OR TELEPHONICALLY, BEFORE THE ABC BOARD AT THEIR NEXT REGULARLY SCHEDULED BOARD MEETING.

***Please send your response to the address below and include your alcohol license number in your response.**

3 AAC 305.870(d) provides that upon receipt of a Notice of Violation, a licensee may request to appear before the Director and be heard regarding the Notice of Violation. The request must be made within ten days after receipt of the Notice and the Director must grant an appearance within ten days after receipt of a request. A Licensee shall respond, either orally or in writing, to the Notice.

Alcohol & Marijuana Control Office
ATTN: Enforcement
550 W. 7th Ave, Suite 1600
Anchorage, Alaska 99501
amco.enforcement@alaska.gov

Issuing Investigator: J. Hamilton Received by:

SIGNATURE: F.R. HAMILTON SIGNATURE:

Delivered VIA: Mail Date:

Updated 01/23/2026

Tracking #: 7021 0950 0001 6766 6413

North Pacific

An employee-owned company

February 3, 2026

SENT VIA EMAIL ONLY: amco.enforcement@alaska.gov

Alcohol & Marijuana Control Office
ATTN: Enforcement
550 W. 7th Ave, Suite 1600
Anchorage, Alaska 99501

Re: Kvichak Management Services LLC DBA Sockeye Saloon
License 5642
Notice of Violation dated 1/27/26
AMCO Case # 26-0058

To Whom It May Concern:

My name is Robert Babiak, and I am the President of Kvichak Management Services LLC DBA Sockeye Saloon ("Licensee" or "Sockeye Saloon"), which holds license number 5642 (the "License"). I write to respond to the Notice of Violation dated 1/27/26, AMCO Case # 26-0058 (the "NOV").

The Sockeye Saloon has complied with the NOV's directives. The business closed on January 27, 2026, and will remain closed until temperatures allow the cabin lodgings to reopen on approximately May 1, 2026 or as otherwise permitted by AMCO.

There are sixteen (16) rental cabins on the licensed property as indicated in the license application. Licensee is currently unable to offer year-round rental of the cabins because the cabins are not "winterized" and are unsafe to offer for rent to the general public during the colder months of the year, approximately November through April.

Licensee is fully committed to making the necessary changes to stay in compliance with the current lodging component of the Beverage Dispensary – Tourism License. Licensee's 2026 license renewal will indicate that Licensee will have ten (10) "four-season" cabins available for rent year-round, with an additional six (5) cabins available in the warmer months (approximately May through October). Due to the realities of the sub-freezing temperature and frozen ground during the winter months, winterization of the cabins cannot begin until the spring and summer months of 2026. To that end, included in this

response is a signed letter indicating the landlord of the Sockeye Saloon property has committed to allocate the required funds to improve the cabins for year-round availability going forward. Winterization of the cabins is anticipated to be completed by September 30, 2026.

Additionally, the Sockeye Saloon has terminated its relationship with Antlers Inn as lodging manager and is committed to keeping lodging management in-house. The Sockeye Saloon will purchase the lodging software, *Inn Road,* and lodging customer interactions will take place on the Sockeye Saloon property by Licensee's staff. Going forward, the Sockeye Saloon will manage the licensed property, unless the Sockeye Saloon chooses to subsequently enter into a written management agreement with a third party, at which time the Sockeye Saloon will submit the management agreement to AMCO for approval as required.

To further demonstrate Licensee's good faith commitment to complying with all applicable laws and regulations, the Sockeye Saloon has reviewed its training programs to identify any areas of improvement. It will add an "Alcohol Compliance" section to the employee handbook, re-train all staff upon re-opening in May 2026, and require each employee to sign off on the handbook annually. Included in the new sections of the handbook will be many of the items already addressed in the required Server Education such as recognizing signs of impairment, ID verification, and personal and company liability. The revised handbook will also detail possible discipline or termination that may result from employee violations of the Alcohol Compliance section of the handbook.

As the only business currently capable of providing breakfast, lunch and dinner to travelers, tourists and residents of King Salmon, the Sockeye Saloon values its position in the community and recognizes that compliance with all laws and regulations are required to continue serving the public.

If you have any further questions or concerns, please do not hesitate to contact me at (907) 891-2661 or rbabiak@northpacifictrading.com.

Sincerely,

Robert Babiak
President
Kvichak Management Services, LLC

North Pacific Holdings Co. • North Pacific Trading, LLC • Kvichak Management Services, LLC
2510 W. Casino Road, Suite B • Everett, WA 98204-1419
Tel 206.323.3200 • Fax 206.323-9165

January 31, 2026

Re: Sockeye Saloon, King Salmon, Ak

Subject: Upgrades to Sockeye Property King Salmon.

Robert Babiak:

I am writing this letter in response to your request for the owners of the Sockeye properties, Tract A King Ko, LLC (TAKK, LLC – a wholly owned corporation – by Dave Lax and Keira Youngblom) in King Salmon to make improvements to the facilities to allow cost effective usage in the winter months.

As the owner of the Tract A King Ko, and the buildings that currently make up the Sockeye Saloon and Sockeye cabins, and as the structures were built to be a seasonal operation and, whereas, giving consideration to the dwindling number of beds and facilities in King Salmon, with its growing importance to the tourist population which is increasing in its usage as King Salmon as both a destination, and throughput airport, we will make the necessary improvements to both the Sockeye Saloon and the Sockeye cabins to be operational for 12 months and 10 of the Sockeye Cabins, so that both can continue to be available to incoming visitors and local residents, year round.

TAKK, LLC, will complete the remaining winterization improvements by Sept 30, 2026

David R. Lax

David R. Lax

L&M Equipment, Inc. PO Box 241 ~ Naknek, Alaska 99633 Phone: 907.246.6106

FG: 110041035.1

Owner of TAKK, LLC, owner of Tract A, King Ko, and the Sockeye facilities.
President – L&M Equipment, Inc (LMI)
Mayor – Bristol Bay Borough, Alaska – Sockeye Salmon Capitol of the World
907-469-0616
Dlax6106@gmail.com
Mayor@bbbak.us