



# LAWS OF ALASKA

2019

**Source**

HCS CSSB 16(FIN) am H

**Chapter No.**

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**AN ACT**

Relating to certain alcoholic beverage licenses and permits; relating to the bond requirement for certain alcoholic beverage license holders; and providing for an effective date.

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**BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

THE ACT FOLLOWS ON PAGE 1



**AN ACT**

1 Relating to certain alcoholic beverage licenses and permits; relating to the bond requirement  
2 for certain alcoholic beverage license holders; and providing for an effective date.

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4 \* **Section 1.** AS 04.11.210 is amended by adding new subsections to read:

5 (d) The board may not deny an application for renewal of a license issued  
6 under this section or an application to transfer a license issued under this section to  
7 another person solely because the board determines that the licensed premises is not a  
8 "recreational site" as defined under (c) of this section if the applicant

9 (1) held a license under this section or received a transferred license  
10 under this section that was valid at any time between January 1, 2018, and March 31,  
11 2019 or holds a license that was initially issued under (e) of this section; and

12 (2) operates the license under the same conditions required at the time  
13 of initial licensure.

1 (e) The board may not deny an application for issuance of a new license under  
2 this section solely because the board determines that the licensed premises is not a  
3 "recreational site" as defined in (c) of this section if the applicant filed an application  
4 for a new license under this section between October 1, 2018, and the effective date of  
5 this Act.

6 \* **Sec. 2.** AS 43.60.040(a) is amended to read:

7 (a) Each brewer, distiller, bottler, jobber, wholesaler, or manufacturer is  
8 primarily liable for the payment of the excise taxes on alcoholic beverages sold, and,  
9 **except as provided under (i) of this section,** shall furnish a good and sufficient  
10 surety bond of \$25,000 payable to the department and approved by the Department of  
11 Law. If a wholesaler fails to pay the tax to the state, the wholesaler forfeits the bond  
12 and the wholesaler's license shall be revoked. The department, in its discretion, may  
13 issue permits in place of bonds to resident holders of wholesale, malt beverage, and  
14 wine licenses doing business wholly in the state who pay the tax before shipment.

15 \* **Sec. 3.** AS 43.60.040(b) is amended to read:

16 (b) Upon receipt of the bond and its subsequent approval, the department shall  
17 issue a license certificate authorizing the brewer, distiller, bottler, jobber, wholesaler,  
18 or manufacturer, liable for the payment of the tax, to sell alcoholic beverages in the  
19 state or to consign shipments of alcoholic beverages to the state. **Except as provided**  
20 **under (i) of this section, it** [IT] is unlawful for a brewer, distiller, bottler, jobber,  
21 wholesaler, or manufacturer to sell alcoholic beverages in the state or to consign  
22 shipments of alcoholic beverages into the state without first furnishing the required  
23 bond and obtaining the license certificate or permit from the department. The license  
24 certificate does not constitute permission to sell alcoholic beverages in the state or to  
25 consign them to the state without having complied with other requirements of state or  
26 federal law.

27 \* **Sec. 4.** AS 43.60.040 is amended by adding a new subsection to read:

28 (i) The department may not require a brewer, distiller, bottler, jobber,  
29 wholesaler, or manufacturer who has timely filed monthly tax returns and paid  
30 monthly taxes to the department over the most recent three consecutive years to  
31 maintain a bond if the brewer, distiller, bottler, jobber, wholesaler, or manufacturer

1 continues to remain in compliance with this chapter. The department shall notify the  
2 brewer, distiller, bottler, jobber, wholesaler, or manufacturer of any noncompliance  
3 that requires the brewer, distiller, bottler, jobber, wholesaler, or manufacturer to file a  
4 bond under (a) of this section. The brewer, distiller, bottler, jobber, wholesaler, or  
5 manufacturer shall, within 30 days after receiving the notice of noncompliance, file  
6 with the department a bond under (a) of this section.

7 \* **Sec. 5.** The uncodified law of the State of Alaska is amended by adding a new section to  
8 read:

9 TRANSITION. (a) The Alcoholic Beverage Control Board shall reconsider an  
10 application for renewal of a recreational site license or transfer of a recreational site license to  
11 another person and apply AS 04.11.210(d), enacted by sec. 1 of this Act, if

12 (1) the application was denied between January 1, 2018, and the effective date  
13 of this Act; and

14 (2) the board denied the application because the board determined that the  
15 licensed premises was not a "recreational site" as defined under AS 04.11.210(c).

16 (b) The Alcoholic Beverage Control Board shall reconsider an application for  
17 issuance of a new recreational site license and apply AS 04.11.210(e), enacted by sec. 1 of  
18 this Act, if

19 (1) the application was denied between October 1, 2018, and the effective date  
20 of this Act; and

21 (2) the board denied the application because the board determined that the  
22 licensed premises was not a "recreational site" as defined under AS 04.11.210(c).

23 \* **Sec. 6.** The uncodified law of the State of Alaska is amended by adding a new section to  
24 read:

25 RETROACTIVITY. (a) AS 04.11.210(d), enacted by sec. 1 of this Act, is retroactive  
26 to January 1, 2018.

27 (b) AS 04.11.210(e), enacted by sec. 1 of this Act, is retroactive to October 1, 2018.

28 \* **Sec. 7.** This Act takes effect immediately under AS 01.10.070(c).