



CITY COUNCIL REPORT

DATE: January 27, 2017
TO: Mayor and Councilmembers
FROM: Police Chief Kevin Treadway, Sergeant Gregory Jay
CC: Josh Copley, Shane Dille, Barbara Goodrich, Leadership Team
SUBJECT: NUMBER AND TYPE OF LIQOUR LICENSES WITHIN
FLAGSTAFF



This city council report is in response to councils request for information reference the number and types of liquor licenses within Flagstaff.

DISCUSSION

According to the Arizona Department of Liquor License and Control (ADLLC), as of January 11, 2017 there are a total of 232 active liquor licenses within Flagstaff.

There are several types of liquor licenses identified by “series” number. Attached is a description of the different types of liquor licenses operating in Flagstaff as defined by the ADLLC. Maps of the active liquor licenses within Flagstaff are also attached.

There are two categories of licenses, Quota and non-quota. Quota licenses are limited by number within a county. Quota licenses are series 6-Bar, series 7-Ber and Wine, and series 9-Liquor Store Only. Quota licenses are made available by a lottery within the county the business will be operated. No new lotteries have been held in Coconino County since 2010 because the population growth within Coconino County has not justified it. There are a total of 471 liquor licenses in Coconino County. Currently there are 262 licenses of all types located in Flagstaff with 232 being active. Quota licenses can be sold on the open market however they can only be transferred and accepted within the original county they were designated for. There are a total of 95 quota licenses currently in Flagstaff with 83 of these being active.

Non-quota licenses can only be issued by the ADLLC and are not available for purchase on the open market.

Total Flagstaff liquor licenses are broken down as follows:

License Type/Series #	Number of Licenses
In-State Producer/ 01	1
Microbrewery/ 03	7
Wholesaler/ 04	4
Government/ 05	5
Bar/ 06	19
Beer & Wine Bar/ 07	30
Liquor Store/ 09	34
Beer & Wine Store/ 10	30
Hotel/ 11	4
Restaurant/ 12	90
Winery/ 13	1
Private Club/ 14	5

The application process for any liquor license is the same regardless of what series number is being applied for or whether or not it is a quota license. The applicant first fills out the Liquor License application which is provided by the ADLLC. The applicant will submit this application to the ADLLC who will only accept complete applications along with a fee. The ADLLC will complete a background check to include an FBI fingerprint check. Once this is complete and acceptable, the ADLLC will send the application to the governing body (city, town or county) where the business will operate. The governing body that receives the application then completes its own background investigation. Once the background is complete the local governing board will give the ADLLC one of three recommendations. The recommendation can be for approval, non-approval, or the local governing body can make “no recommendation”.

The ADLLC considers the recommendation from the local governing body and makes the decision to grant or deny the application. After a decision is made to grant or deny a license, the public, local governing body or the applicant can

challenge the ADLLC decision by requesting a hearing in front of the Arizona State Liquor Board. The Arizona State Liquor Board is a separate entity from the ADLLC and will make a final decision on the application. During this hearing the Arizona State Liquor Board members will hear arguments from the involved parties, either the local governing board or its designees, the public, or the applicant. Pursuant to A.R.S. § 4-201(E), any natural person **residing, owning or leasing property within a one (1) mile radius** of the proposed location may file a written protest with the State no later than fifteen (15) calendar days following action by the local governing body (city, town, or county) or sixty (60) days after the filing of the application with the Department of Liquor Licenses and Control.

RECOMMENDATION / CONCLUSION

This report is for information only.

ATTACHMENTS

- 2017 Flagstaff Liquor Licenses
- Liquor License Descriptions