

Entry Criteria for 2017 Liquor License Lottery Entry to Apply for a Series 6, 7 and 9 Liquor Licenses

I. Entry Forms & Fees: Entry forms, along with a \$100 non-refundable entry fee (\$100 for each entry), will be accepted by the Department of Liquor beginning 8:00 a.m. Monday, August 21, 2017, through 3:00 p.m. Friday, September 8, 2017. Entries submitted after 3:00 p.m. Friday, September 8, 2017, will NOT be accepted. All entry forms and fees must be received, accepted and date-stamped by the department prior to 3:00 pm Friday, September 8, 2017.

II. Entry Forms:

- a. are to be completed online <http://www.azliquor.gov/lottery.cfm>, then print the invoice and submit it with your entry fee by mail or in person to:
Arizona Department of Liquor (Industrial Commission of Arizona Building)
License Division
800 W. Washington, 5thFloor
Phoenix, Arizona 85007
Hours: **Open M – F 8 – 5.**
- b. no person shall submit more applications than the number of licenses available for each series in a county. Please review [A.R.S. §§ 4-206.01\(F\) and 4-101\(27\)](#).
- c. Non-refundable entry fees are accepted in cash, check, money order, or cashiers check. Please write checks to the Arizona Department of Liquor.

Reasons Entry Forms are Rejected/Returned:

- a. are incomplete
- b. not signed
- c. not received prior to 3:00 p.m. Friday, September 8, 2017
- d. \$100 non-refundable entry fee was not included
- e. \$100 non-refundable entry fee check was returned for insufficient funds

III. Lottery Licenses & Fair Market Values: Licenses offered in this lottery are listed on the Department of Liquor website (<http://www.azliquor.gov/lottery.cfm>), in the office located in the Industrial Commission of Arizona Building, 800 W. Washington, 5thFloor, Phoenix, Arizona 85007, and at the end of this form.

IV. Random Selection Drawing If the number of entrants exceeds the number of licenses available in a county, a Random Selection Drawing will be conducted on Tuesday, October 3, 2017, at 10:00 a.m. in the auditorium of the Industrial Commission Building located at 800 W. Washington, Phoenix, Arizona 85007.

The random selection process will be overseen by an independent accounting firm that will:

- a. assign an ID number to each entrant to participate in the Drawing. Prior to the date of the Random Selection Drawing, the firm will mail, via U.S. Mail, assigned numbers to entrant's address as it appears on the entry form.
- b. during the Drawing, applicants and alternates will be drawn for each license series in each county.
- c. alternates will be eligible to apply for the license in the event a successful applicant elects to withdraw, forfeit, or is disqualified. A list of alternate applicants will be maintained until new licenses have been issued or when all alternates have been contacted by the Department.
- d. applicants and alternates named in the random selection drawing will be posted within 24 hours of the Drawing on the Arizona Department of Liquor Licenses and Control website (<http://www.azliquor.gov/lottery.cfm>), and the Department of Liquor offices which are located in the Industrial Commission of Arizona Building, 800 W. Washington, 5thFloor, Phoenix, Arizona 85007

V. Applicants Selected in the Drawing: Upon completion of the Random Selection Drawing, selected applicants will be notified by U.S. Mail at the address as it appears on the entry form. Upon receipt of a completed application, questionnaire, fingerprint card, and fees the Department of Liquor will route the application to the appropriate local government for immediate posting at the proposed location and for processing. In addition to the state forms and fees, the local government may have their own application and fees.

a. **Alternate Applicants:** Upon disqualification, withdrawal or forfeiture of an applicant selected in the Drawing, the option to apply for the license immediately goes to the alternate. The alternate will be notified by phone and/or email. This process will be repeated until an alternate is found who wishes to apply, or when all alternates have been contacted by the Department.

VI. Disqualification, Withdrawal and Forfeiture:

Disqualification: Applicants will be required to meet the qualifications of licensure before obtaining the license (*A.R.S. §4-202 and §4-203*). When an applicant doesn't meet the qualifications, they are disqualified. Fees identified as "non-refundable" will not be returned.

Withdrawal: An applicant may withdraw at any time. Without exception, fees identified as "non-refundable" will not be returned.

Forfeiture: There are several ways to forfeit a lottery license. Here are some examples:

1. Without exception, when an entrant or applicant fails to pay fees in the manner and by the due dates described on this form, they forfeit the opportunity to apply.
2. Without exception, when an entrant fails to establish a physical location, and apply with the Department for the licensed business by Monday, October 5, 2020, they forfeit the opportunity to apply.

VII. Fees:

Non-refundable Fifty Percent (50%) Deposit: The non-refundable deposit of fifty percent (50%) of the fair market value of the license shall be paid (certified funds only) to the Department of Liquor before 3:00 p.m. Tuesday, January 16, 2018. Without exception, failure to submit payment will result in automatic forfeiture.

Non-refundable Final Payment: Due dates for final payment are different for:

1. **Business Location Established** on the Entry Form:
In this case the balance of the fair market value will be paid (certified funds only):
 - a. on the first business day to occur 105 days after application is processed, or
 - b. within (5) business days after the Department of Liquor notifies the applicant that the license is ready for issuance.
 - c. In either case, without exception, failure to submit payment will result in an automatic forfeiture.
2. **Business Location Not Established** on the Entry Form:
In this case, the balance of the fair market value will be paid (certified funds only) on Monday, July 16, 2018 (the first business day 180 days after the fifty percent (50%) deposit is due). Without exception, failure to submit payment will result in automatic forfeiture.

VIII. Applications, Business Location Not Established:

Entrants selected to apply for a 2017 lottery license must establish a business location and submit a completed application no later than Monday, October 5, 2020. Without exception, failure to do so will result in forfeiture of the lottery license and any previously submitted fees.

IX. Non-transferable:

Entry forms and eligibility to apply for a lottery license (determined by the Random Selection Drawing) are not transferable. **Lottery licenses are not transferable until issued pursuant to A.R.S. §4-201.** Entrants selected to apply for a liquor license are required to use the entrant's name and, when applicable, the corporation/LLC/partnership name submitted on this entry form when completing the application.

2017 Lottery Fees & Due Dates Table

Lottery statute & rule: A.R.S. § 4-206.01 and A.A.C. R19-1-204

Activity	Deadline
DLLC post lottery documents on website	Thursday, August 17, 2017
Lottery entry period (ends at 3:00 p.m. on September 8, 2017) (3-weeks)	Monday, August 21 through Friday, September 8, 2017
FMV auditor/drawing facilitator review of number of entry apps & assign random selection drawing numbers (1-week)	Friday, September 15, 2017
Random selection drawing (set up @ 8 a.m., commence @ 10 a.m.) (2-weeks)	Tuesday, October 3, 2017
DLLC post randomly selected applicants on website (1-day)	Wednesday, October 4, 2017
Selected applicants submit non-refundable 50% deposit (by 3 p.m., first day of business 105 days after drawing)	Tuesday, January 16, 2018
Final 50% balance FMV due – Established Location	<ol style="list-style-type: none"> 1. on the first business day, which occurs 105 days after the 50% deposit payment was due 2. within (5) business days after the Dept. of Liquor notified the applicant that the license ready for issuance 3. in either case, without exception, failure to submit payment will result in an automatic forfeiture.
Disclosed location final fees and license issue date (first day of business 105 days after 50% deposit)	First business day which occurs 105 days after application is processed or when ready for issuance
Final 50% FMV balance due – Location Not Established (the first business day 180 days after the initial 50% deposit payment was due)	Monday, July 16, 2018
Final date for entrants to establish a location and submit applications and fees (36 months after the random selection drawing)	Thursday, October 3, 2020

Lottery notes regarding local governing bodies:

- local governments must post lottery entry applications for 20 days.
- local governments have 60-days to submit recommendation regarding lottery applicants to DLLC.
- when DLLC receives a local government recommendation, a 15-day waiting period must pass prior to DLLC issuing the license.

County	Series 6	Series 7	Series 9
	(Bar)	(Beer & Wine Bar)	(Liquor Store)
Coconino	0 available	1 available	0 available
Fair Market Value	N/A	\$22,650	N/A
50% Deposit*	N/A	\$11,325	N/A
Final Payment*	N/A	\$11,325	N/A
Application Fee*	N/A	\$100	N/A
Fingerprint Fee*	N/A	\$22 / \$35	N/A
Issuance Fee**	N/A	vary	N/A
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov
Maricopa	14 available	12 available	6 available
Fair Market Value	\$81,950	\$21,600	\$245,100
50% Deposit*	\$40,975	\$10,800	\$122,550
Final Payment*	\$40,975	\$10,800	\$122,550
Application Fee*	\$100	\$100	\$100
Fingerprint Fee*	\$22 / \$35	\$22 / \$35	\$22 / \$35
Issuance Fee**	vary	vary	vary
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov

Mohave	0 available	1 available	0 available
Fair Market Value	N/A	\$24,750	N/A
50% Deposit*	N/A	\$12,375	N/A
Final Payment*	N/A	\$12,375	N/A
Application Fee*	N/A	\$100	N/A
Fingerprint Fee*	N/A	\$22 / \$35	N/A
Issuance Fee**	N/A	vary	N/A
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov
Pima	1 available	2 available	1 available
Fair Market Value	\$33,950	\$13,450	\$126,900
50% Deposit*	\$16,975	\$6,725	\$63,450
Final Payment*	\$16,975	\$6,725	\$63,450
Application Fee*	\$100	\$100	\$100
Fingerprint Fee*	\$22 / \$35	\$22 / \$35	\$22 / \$35
Issuance Fee**	vary	vary	vary
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov
Pinal	2 available	3 available	0 available
Fair Market Value	\$42,100	\$11,250	N/A
50% Deposit*	\$21,050	\$5,625	N/A
Final Payment*	\$21,050	\$5,625	N/A
Application Fee*	\$100	\$100	N/A
Fingerprint Fee*	\$22 / \$35	\$22 / \$35	N/A
Issuance Fee**	vary	vary	N/A
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov
Yavapai	0 available	1 available	0 available
Fair Market Value	N/A	\$20,000	N/A
50% Deposit*	N/A	\$10,000	N/A
Final Payment*	N/A	\$10,000	N/A
Application Fee*	N/A	\$100	N/A
Fingerprint Fee*	N/A	\$22 / \$35	N/A
Issuance Fee**	N/A	vary	N/A
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov
Yuma	2 available	2 available	1 available
Fair Market Value	\$58,350	\$14,450	\$77,500
50% Deposit*	\$29,175	\$7,225	\$38,750
Final Payment*	\$29,175	\$7,225	\$38,750
Application Fee*	\$100	\$100	\$100
Fingerprint Fee*	\$22 / \$35	\$22 / \$35	\$22 / \$35
Issuance Fee**	vary	vary	vary
Local Gov Fees	Contact Local Gov	Contact Local Gov	Contact Local Gov

* non refundable fees

**fees will vary based on the date the license is issued. Link to fees: http://www.azliquor.gov/forms/lic_licensefeeandtype.pdf.