

Dear industry member,

You have undoubtedly heard by now about this afternoon's announcement by Mayor Berkowitz that Emergency Order 15 (EO-15) will go into effect on Monday, August 3. EO-15 mandates a "four-week reset" through limitations for individuals, gathering sizes, bars and nightclubs, restaurants and breweries, and bingo halls and theaters. More specifically, bars and nightclubs will be required to close except for takeout and delivery service, and restaurants and breweries will be required to close all indoor dining and drinking. Copies of the press release and EO-15 are attached to this email for your reference.

Normally, we would only send this to Anchorage-area industry members, but it is likely that other local governments around the state will follow suit, so I wanted to reach out to all of you.

I can't even begin to describe my current level of disappointment, heartache, and anger. To tell you the truth, I bawled for over ten minutes after receiving the news, as I know how devastating another closure will be to many of you. The last five months have been unbelievably trying for all of us, and my emotions finally came to a head.

Our weeks of collaboration and negotiations that resulted in EO-14 (dialing back hospitality establishments to essentially Phase 2) were very encouraging. But the Municipality hasn't given that order time to know whether it's made a difference. Yet again, our lone industry has been singled out.

It's important for me to also note that during his press conference, Mayor Berkowitz misled viewers when he stated that he has been keeping Alaska CHARR apprised on this pending shutdown. After weeks of talking with members of his administration on a daily basis, I suddenly received zero communications from them after EO-14 went into effect. Instead, I received forewarning only two hours before the press conference this morning.

I'm very disappointed that the communication from the Municipality with the industry was discontinued once closures were again being considered. Outdoor dining is just not an option for many businesses. It is my opinion that relying on pending legislation at the federal level to save businesses, particularly when House Democrats and Senate Republicans are miles apart on many of the issues, is ludicrous. Regardless of our tireless efforts at the local, state, and federal levels, and regardless of what happens with the HEROES and HEALS legislation, I believe that we will see a significant number of permanent closures over the next year of our local bars and restaurants that we own, know, and love.

My heart is breaking for our industry and the Anchorage community right now.

Please know that our team will continue to fight for all of you. Governor Dunleavy assured me during my call with him this Monday that he would continue to defer to local governments for at least the next three weeks, rather than considering statewide mandates or closures. With that, our efforts are focused on a federal aid package, continuing to work with AMCO and the ABC Board, and assisting our affiliates around the state when they request help on local issues.

I wish you all my very best, and I thank each and every one of you for everything that you do to serve our communities.

At your service,

Sarah Daulton Oates

President & CEO, Alaska CHARR

Office: 907.274.8133

Cell: 907.229.9972

www.alaskacharr.com