



MEMORANDUM

DATE: March 19, 2021
TO: City Manager
FROM: Anita Fuller, Finance Director
SUBJECT: AML Sales, Alcohol and Lodging Tax collection services

STAFF REPORT

Alaska Municipal League (AML) will soon be offering the management of all sales, alcohol and lodging taxes

AML has been managing the online sales tax for the City of Dillingham since April 2020. AML is offering to extend that service to include all taxes. The service provided would include business licenses, tax reporting, and collection of delinquency taxes. The agreement would stipulate that all taxes agreed to must be collected by AML and would include any taxes delivered to City Hall.

The cost of this service would be 2.5% of the revenue collected.

**Alaska Municipal Sales Tax Program
 What if AML Assisted with Sales Tax
 collection**

	Rate	Amount
Revenue		
Sales Tax		3,100,000.00
Lodging Tax		95,000.00
Alcohol Tax		300,000.00
Total Revenue		3,495,000.00
Expense		
MUNIREvs Fee	2%	(62,000.00)
Commission Fee	0.50%	(15,500.00)
Total Fees		(77,500.00)
Revenue Retained		3,022,500.00