



MEMORANDUM

DATE: March 19, 2021
TO: City Manager
FROM: Anita Fuller, Finance Director
SUBJECT: AML Online Alcohol Tax

STAFF REPORT

Alaska Municipal League (AML) is now offering the collection of online alcohol tax for shipments of Alcohol to the City of Dillingham by online companies.

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 online alcohol tax for the city. The costs associated would be the same as the online sales tax fees. Participation is straightforward; there are no documents to sign or anything to pass in our local code. This would only impact the sellers of alcoholic beverages being delivered into Dillingham and would not impact the suppliers to the local liquor stores and establishments that serve alcoholic beverages.

The amount of revenue anticipated is unknown. This is currently a tax the city is not collecting.