



## CITY OF MARSHALL AGENDA ITEM REPORT

<b>Meeting Date:</b>	Tuesday, November 24, 2020
<b>Category:</b>	NEW BUSINESS
<b>Type:</b>	INFO/ACTION
<b>Subject:</b>	Review 2021 On-Sale Intoxicating Liquor Fees
<b>Background Information:</b>	<p>Local License holders have requested relief in their 2020 and 2021 license fees in response to COVID-19. Included in the council packet is a year to date overview of the affected license holders including fees collected and the relief provided by the City Council in the Spring of 2020 in response to bar and restaurant closures.</p> <p>After the Spring refunds were issued a moratorium was also put in place on the requirement of On-Sale Intoxicating Liquor License holders to pay the second half of their 2020 License until normal operations have resumed.</p> <p>In response to Governor Walz’s Executive Order No. 20-99, staff is proposing a refund of license fees equal to a four-week period.</p> <p>Staff is also proposing a reimbursement in response to Governor Walz’s previous executive order limiting capacity to bars and restaurants to 50%. This reimbursement would be a 50% reduction of license fees over a period of 6 months.</p> <p>Additionally, 2021 license fees are proposed to be reduced by 50% with only the first half (six months) due at this time.</p>
<b>Fiscal Impact:</b>	<p>Amounts below include fees either reimbursed or not collected</p> <p><b>2020:</b> \$28,179.80</p> <p><b>2021:</b> \$36,562.50 (Note: This amount may decrease depending on future action by the council after the second half of license fees become due)</p>
<b>Alternative/ Variations:</b>	A specific percentage or dollar amount other than what is listed.
<b>Recommendations:</b>	<p>Recommendation No. 1</p> <p>To approve and reimburse the 2020 license fees for On-Sale Liquor/Wine/Taproom as listed in the council packet.</p> <p>Recommendation No. 2</p> <ul style="list-style-type: none"> <li>• To approve a 50% reduction in the 2021 On-Sale Liquor/Wine/Taproom License Fees for the first half of 2021.</li> <li>• To only collect the first half (6 months) of license fees.</li> <li>• Reimburse license holders accordingly that have prepaid for 2021.</li> </ul>