CITY OF MARSHALL
AGENDA ITEM REPORT

Meeting Date:	Tuesday, May 25, 2021
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Consider Collection of 2021 On-Sale Intoxicating Liquor Fees.
Background Information:	During 2020 On-Sale licenses holders were reimbursed for each day they were not able to use their license as well as in correlation with capacity restrictions put in place by Governor Walz's Executive Orders. On-Sale license reimbursement totaled $23,290.12 in 2020.
	At the November 24, 2020 council meeting Motion made by Councilmember Lozinski, Seconded by Councilmember Schafer to waive the On-Sale License fees for the 1st half of 2021 and to reconvene in May of 2021 to discuss the collection for the 2nd half of license fees. The motion Carried. 7-0
	At this time no fees for 2021 On-Sale licenses have been collected.
	If the Council chooses to collect the remaining 6 months of On-Sale license fees correspondence will be provided to each license holder requesting that all fees are paid in full by June 30, 2021.
	For future reference 2022 fees will be requested as normal beginning in the fall of 2021 and are due before a new license can be issued.
	City across the region and state have taken several different approaches in regard to 2021 On-Sale license fees. Cities have chosen to request the full amount in 2021, continue to prorate license fees, or forgive the entire license fee amount.
Fiscal Impact:	2021 On-Sale License Fees (Includes: On-Sale Intoxicating Liquor, Sunday On-Sale Intoxication Liquor, On-Sale 3.2 Malt Liquor, Wine, and Brewer Taproom).
	Total scheduled amount to be collected: $47,050.00
	1st half or 50% forgiven by the Council (11/24/20): $23,525.00
	2nd half or 50% to be determined by council (05/25/21): $23,525.00
Alternative/ Variations:	To forgive the remaining 2021 On-Sale License Fees ($23,525.00).
Recommendations:	To direct staff to begin collection of the 2nd half or remaining 50% of On-Sale License fees owed for 2021 and that fees are to be paid by June 30, 2021.