

**TO: MAYOR AND CITY COUNCIL**

**FROM: NEIL JENSEN, City Administrator**

**SUBJECT: 2021 Liquor License Reduction**

**MEETING DATE: October 20, 2020**

**BACKGROUND:**

The 2021 liquor license will be sent out next month and the finance committee discussed the reduction in fees for the liquor license holders that are at 50% capacity. It was the thought that if the business can only be open at 50% capacity that the city council could reduce the liquor licenses for those businesses by 50% also. It was the general consensus that the pandemic will carry well into 2021 and these businesses would benefit from a reduced fee. Please find in your packet the businesses that are affected by the 50% capacity restriction, the full cost of the license and the cost of the 50% fee. The savings to the businesses will be \$12,875.00. In 2020, the same businesses received a 25% reduction in liquor license fees. If approved, I will make an adjustment in the final budget before approval of the final levy.

**STAFF RECOMMENDATION**

The finance committee recommended an 50% reduction in liquor license fees for the businesses restricted to capacity levels of 50%.

**REQUESTED COUNCIL ACTION**

Please make a motion to approve the reduction in liquor license fees by 50% to those businesses affected by a state mandated capacity level of 50% including:

	<b>YEARLY FEE</b>	<b>HALF FEE</b>
Cannon River Winery (On-Sale/Sunday):	\$2950.00	\$1475.00
Cannon River Catering (On-Sale/Sunday):	\$2950.00	\$1475.00
Mill Street Tavern (On-Sale/Sunday):	\$2950.00	\$1475.00
VFW 4452 (On-Sale/Sunday):	\$2950.00	\$1475.00
Rancho Loco Bar & Grill (On-Sale/Sunday):	\$2950.00	\$1475.00
Brewsters Bar & Grill (On-Sale/Sunday):	\$2950.00	\$1475.00
Chuggers Bar & Grill (On-Sale/Sunday):	\$2950.00	\$1475.00
Grandstay Hotel (On-Sale Wine & Malt/Sunday):	\$1250.00	\$625.00
Tilion Brewing Co. (Off-Sale Brewery/On-Sale Taproom/ Sunday)	\$700.00	\$350.00
Artisan Plaza (Combination On/Off-Sale/Sunday)	\$3150.00	\$1575.00