



FISCAL IMPACT NOTE

Ordinance/Resolution: O-22-23/ R-38-23

Title: Art Establishment Beer and Wine License Fee

Date: July 21, 2023

The referenced ordinance creates a City fee for beer and wine licenses or specific art venues that was authorized by recent State legislation. The accompanying resolution amends the City's Fee Schedule to include a \$1,000 for an Art Establishment to have an annual license to host events with beer and wine. The City has been assessing a fee for each individual event. According to the Office of the City Clerk, Maryland Hall has applied for the following individual licenses based on the most recent three calendar years:

- 2021 - 26 applications processed at \$75 per application - Total \$1,950
- 2022 - 58 applications processed at \$75 per application - Total \$4,350
- 2023 - 40 applications processed (to date) at \$75 per application - Total \$3,000

Based on this activity, a \$1,000 annual license will reduce the City's annual liquor license revenue. Additionally, it is not clear whether the new fee will apply to other establishments in the City. If so, there could be additional impact on the City's revenues.

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