

Moab City Council Agenda Item
Meeting Date: February 26, 2019

Title: Proposed Resolution 16-2019 - Adopting Business License Fee Schedule

Date Submitted: February 20, 2019

Staff Presenter: Chantel Lindsay, City Treasurer

Attachment(s): Resolution and fee schedule

Options: Approve, deny, or modify.

Recommended Motion: I move to adopt the “Resolution 16-2019 a new City of Moab Business License Fee Schedule”

Background/Summary:

Moab City Business License fees have not been amended since 2013. In 2001 Moab City did a cost analysis for city services provided to Moab Businesses. A business license fee study has not been done since.

Business license fees must be based on the actual administrative and disproportionate costs of the services provided. Our previous analysis based fees in part on disproportionate services like police call volume by business. For this study, we were unable to obtain disproportionate fees due to lack of police call data. Therefore, we will be updating the study in one year with the police call volume we are collecting in house. After a year, we will propose adjusted fees to include those disproportionate costs for police call volumes for certain businesses.

The administrative costs of renewing a business license are much less than an initial application and this new fee structure reflects this. Such as the Vendor fee has gone from \$960.00/year to \$214.00/year with a yearly renewal of \$52.00.

This analysis also recommends adopting a Good Landlord Program. I plan to phase this in within the next 12-18 months. This will improve the living standards in long term rentals.

As you know, nightly rentals now require individual owners to obtain licensing and sales tax reporting. In order to implement this new license, a nightly rental fee must be approved by City Council.

Please let me know if you have any questions. I would be happy to discuss.