

Business License Fee Schedule



Agenda

- New Business License Type
 - Cottage Food Operations
- Proposed business license fees
- Proposed administration fees



Background: Business License Fees

- Current business license fees were adopted in 2005
- City is currently providing building and fire inspections without a fee
- No standard schedule to increase business license fees, but most municipalities, in the USA, are revisiting business license fees about every five years
- Current business license schedule does not have the new business license type

Cottage Food Program

- Bill HB2042 – expanded the current cottage food law to allow more food products to be made and sold from home.
- Cottage food products must be processed, packaged, and labeled within the applicant's home kitchen.
- The state nor the county will inspect the applicant's kitchen
- Not allowed items: products that contain fish, shellfish, raw milk, alcohol beverages, and marijuana infused products.



Cottage Food Program Requirements



Cottage Food Registration



Product Label



Food Handlers Card

Business License Application

- Created a specific application for the cottage food operations

- Cottage Food Registration	- Food Handling Card
- Transaction Privilege Tax (TPT)	- Sample Product Label
- List of food products	- Hours of operation

- All cottage food operations must adhere to city's home occupation and state regulations
- Applicant will be liable if anyone get sick due to consuming their food products
- Applicant must grant access to Code Enforcement Officer to enter, during hours of operations, the premises to ensure products are being made inside the home kitchen

Current Fees

Current Business License Fee Schedule			
License Type	License Fee	License Type	License Fee
Retail & General Business License	\$ 100.00		
Other Business Types		Other Business Types	
		Photographers	\$ 100.00
Circus - Parades p/day	\$ 60.00	Professional services	\$ 100.00
Dance Halls, public	\$ 500.00	Radio broadcasting	\$ 100.00
Exhibition promoter	\$ 250.00	Real estate brokers	\$ 100.00
Itinerant Business	\$ 100.00	Liquor license	\$ 300.00
Traveling Store	\$ 100.00	Sewing machine agencies	\$ 100.00
Secondary Location	\$ 50.00	Shooting galleries	\$ 200.00
Street ballyhoos or advertising	\$ 75.00	Skating rinks	\$ 500.00
Tent Shows, tent theaters	\$ 100.00	Swap meet	\$ 250.00
Theatrical road shows	\$ 100.00	Telegraph Companies	\$ 150.00
Abstract Companies	\$ 100.00	Telephone Companies	\$ 150.00
Advertising agencies	\$ 100.00	Theaters, except motion pictures	\$ 500.00
Agents	\$ 100.00	Tin Shops	\$ 100.00
Auctioneers	\$ 100.00	Undertakers	\$ 200.00
Motels and Hotels		Vending Machines p/machine	\$ 20.00
Five Rooms or less	\$ 100.00	Warehouse, storage	\$ 200.00
each additional room	\$ 25.00	Water companies or plants	\$ 150.00
Auto Freight		Water Distributors	\$ 100.00
Local Transfer	\$ 250.00	Transportation Businesses	
Outside	\$ 500.00	General Taxi	\$ 100.00
Banks	\$ 1,000.00	Taxi Unit	\$ 200.00
Blacksmith, welding and repair	\$ 100.00	Individual Operator Permit	\$ 20.00
Bond and Stock Salesman	\$ 100.00		
Brokers	\$ 100.00	Other Fees	
Building Contractors	\$ 100.00		
Contractos, other than building	\$ 100.00	Amendment to existing business license	\$15.00
Electric light companies	\$ 150.00		
Finance and Small Loan	\$ 1,000.00	Late Payment Fees	
Fortune Tellers and Palm Readers	\$ 2,000.00	Business License Late Fee	50% of the business license fee
Freight forwarders	\$ 100.00		
Gas companies	\$ 150.00		
Hypnotist	\$ 500.00		
Hucksters	\$ 200.00		
Ice Cream Manufacturing	\$ 200.00		
Ice dealers	\$ 100.00		
Money exchange business	\$ 1,000.00		
Parking lots	\$ 100.00		
Pawnbrokers	\$ 300.00		
Peddlers	\$ 200.00		
Petroleum products	\$ 300.00		
Penny arcades	\$ 200.00		

Proposed Fees

- The average annual inflation rate, measured by the Consumer Price Index (CPI), has been 2.46% over the last 20 years.
- We recommend adjusting the business license fees by 2% p/year for the last 20 years.
- Incorporate a tier schedule for retail merchants based on total gross receipts.

Proposed Business License Fee Schedule			
License Type	License Fee	License Type	License Fee
Retail Merchants		Other Business Types	
\$0.00 to \$20,000.00	\$100.00	Pawnbrokers	\$ 450.00
\$20,001.00 to \$50,000.00	\$150.00	Peddlers	\$ 300.00
\$50,001.00 to \$100,000.00	\$200.00	Petroleum products	\$ 450.00
\$100,001.00 or more	\$300.00	Penny arcades	\$ 300.00
Non-Retail Merchant		Photographers	\$ 150.00
Circus - Parades p/day	\$ 90.00	Professional services	\$ 150.00
Dance Halls, public	\$ 750.00	Radio broadcasting	\$ 150.00
Exhibition promoter	\$ 375.00	Real estate brokers	\$ 150.00
Itinerant Business	\$ 150.00	Liquor license	\$ 450.00
Traveling Store	\$ 150.00	Sewing machine agencies	\$ 150.00
Secondary Location	\$ 75.00	Shooting galleries	\$ 300.00
Street ballyhoos or advertising	\$ 75.00	Skating rinks	\$ 750.00
Tent Shows, tent theaters	\$ 150.00	Swap meet	\$ 375.00
Theatrical road shows	\$ 150.00	Telegraph Companies	\$ 225.00
Abstract Companies	\$ 150.00	Telephone Companies	\$ 225.00
Advertising agencies	\$ 150.00	Theaters, except motion pictures	\$ 750.00
Agents	\$ 150.00	Tin Shops	\$ 150.00
Auctioneers	\$ 150.00	Undertakers	\$ 300.00
Motels and Hotels		Vending Machines p/machine	\$ 30.00
Five Rooms or less	\$ 150.00	Warehouse, storage	\$ 300.00
each additional room	\$ 35.00	Water companies or plants	\$ 225.00
Auto Freight		Water Distributors	\$ 150.00
Local Transfer	\$ 250.00	Cottage Food Operation	\$ 350.00
Outside	\$ 500.00	Mobile Vendor	\$ 350.00
Banks	\$ 1,000.00	Transportation Businesses	
Blacksmith, welding and repair	\$ 150.00	General Taxi	\$ 150.00
Bond and Stock Salesman	\$ 150.00	Taxi Unit	\$ 300.00
Brokers	\$ 150.00	Individual Operator Permit	\$ 30.00
Building Contractors	\$ 150.00	Other Fees	
Contractors, other than building	\$ 150.00	Application Fee	\$ 25.00
Electric light companies	\$ 225.00	Building Inspection Fee	\$ 25.00
Finance and Small Loan	\$ 1,000.00	Fire Inspection Fee	\$ 40.00
Fortune Tellers and Palm Readers	\$ 2,000.00	License Re-print Fee	\$ 10.00
Freight forwarders	\$ 150.00	Change of Business Name	\$ 20.00
Gas companies	\$ 225.00	Change of Location**	\$ 20.00
Hypnotist	\$ 750.00	Special Event License	\$ 30.00
Hucksters	\$ 300.00	Business License Late Fee	50% of BL Fee
Ice Cream Manufacturing	\$ 300.00	* All fees are non-refundable	
Ice dealers	\$ 150.00	** Change of location fee does not cover for the required building and fire inspection fees.	
Money exchange business	\$ 1,000.00		
Parking lots	\$ 150.00		

Fee Comparison

Business License Type		Count	Current Fees	Proposed Fees
Mobile Vendor		21	\$ 100.00	\$ 350.00
Liquor License		22	\$ 300.00	\$ 450.00
Gen Contractor		327	\$ 100.00	\$ 150.00
General Tax		69	\$ 100.00	\$ 150.00
Taxi Units		125	\$ 200.00	\$ 300.00
IOP		169	\$ 20.00	\$ 30.00
Retail		370	\$ 100.00	\$ -
\$0.00 to \$20,000.00	\$100.00	51	\$ -	\$100.00
\$20,001.00 to \$50,000.00	\$150.00	135	\$ -	\$150.00
\$50,001.00 to \$100,000.00	\$200.00	67	\$ -	\$200.00
\$100,001.00 or more	\$300.00	117	\$ -	\$300.00

Business License Type		Count	Current Fees	Proposed Fees
Mobile Vendor		21	\$ 2,100.00	\$ 7,350.00
Liquor License		22	\$ 6,600.00	\$ 9,900.00
Gen Contractor		327	\$ 32,700.00	\$ 49,050.00
General Tax		69	\$ 6,900.00	\$ 10,350.00
Taxi Units		125	\$ 25,000.00	\$ 37,500.00
IOP		169	\$ 3,380.00	\$ 5,070.00
Retail		370	\$ 37,000.00	\$ -
\$0.00 to \$20,000.00	\$100.00	51	\$ -	\$5,100.00
\$20,001.00 to \$50,000.00	\$150.00	135	\$ -	\$20,250.00
\$50,001.00 to \$100,000.00	\$200.00	67	\$ -	\$13,400.00
\$100,001.00 or more	\$300.00	117	\$ -	\$35,100.00
Total			\$113,680.00	\$193,070.00

New Retail Business – Tier \$0.00 to \$20,000.00

Retail Business License Fee



Thank you!!

