CITY OF ALBANY CITY COUNCIL AGENDA STAFF REPORT

Agenda Date: June 6, 2011

Reviewed by: BP

SUBJECT: Recommendation that the City Council Determine that the Annual Season

of the Weekly Solano Avenue Farmers Market be Characterized as a Single

Sponsored Event for Purposes of Business License Tax

REPORT BY: Kim Denton, City Treasurer

Jeff Bond, Planning and Building Manager Nicole Almaguer, Environmental Resources

STAFF RECOMMENDATION

It is recommended that the City Council determine that the annual season of the weekly Solano Avenue farmers market be characterized as a single event for purposes of business license tax.

BACKGROUND

At the March 21, 2011 City Council meeting, the Council authorized an encroachment permit and waiver the conditional use permit application fees for the establishment of a farmers market on Solano Avenue between San Pablo Avenue and Adams Street. The market, which is operated by the Berkeley Ecology Center, began operation on May 4, 2011.

DISCUSSION

Every year the City Council reviews and approves cost of living adjustments for the business license tax, which all local business must pay. Currently there is no specific category for a business activity such as a farmers market. Events such as the Solano Stroll are classified as a "Sponsored Event" and pay between \$39 and \$160 per event, depending on the number of businesses involved. Alternatively, individual vendors would be required to apply for business licenses individually.

Rather than require each vendor to get a business license or treat each weekly market as a separate event, staff recommends that the market season (May-October) be categorized as a single sponsored event. Thus, the Ecology Center annually will pay the appropriate amount, based on the number of vendors.

SUSTAINABILITY IMPACT

The establishment of the farmer's market was a recommendation of the City's Climate Action plan as a way to encourage localization of foods and goods, to attract shoppers to the Solano Avenue, and to foster community building.

FINANCIAL IMPACT

The farmer's market business license fee has a nominal impact on City general fund revenues.

Attachments

1. City of Albany Business License Tax Rates