



## **AGENDA MEMORANDUM**

First Reading Ordinance for the City Council Meeting of February 23, 2016  
Second Reading Ordinance for the City Council Meeting of March 8, 2016  
Reconsideration of Second Reading Ordinance  
for the City Council Meeting of May 10, 2016

**DATE:** May 3, 2016  
**TO:** Ronald L. Olson, City Manager  
**FROM:** Miles Risley, City Attorney  
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826-3361

Second Reading Ordinance with Council-motivated language

### **CAPTION:**

Ordinance amending Chapter 57 of the Corpus Christi Code of Ordinances to establish Article VI. - Transportation Network Companies; and providing for severance, publication, penalty, and an effective date.

### **PURPOSE:**

This proposed ordinance removes transportation network companies (TNC's) from the regulatory scheme for taxicabs and provides regulations described in the attached **Chart\***.

### **BACKGROUND AND FINDINGS:**

Some members of City Council had requested an ordinance to regulate Transportation Network Companies (TNC) that is similar to the Houston regulations. The proposed ordinance is intended to mirror, as much as possible, the regulations established by the City of Houston for TNC's.

City Council voted and passed Second Reading Ordinance on March 8, 2016. City Council voted and approved a motion to reconsider the ordinance at the subsequent March 29, 2016 meeting. The vote on reconsideration was tabled to allow for the 3-D (discover, discuss, and decide) process to occur. Staff was directed to bring back the ordinance with the fingerprint background checks for TNC and taxi driver removed within 30 to 60 days.

### **ALTERNATIVES:**

None

### **OTHER CONSIDERATIONS:**

None

### **CONFORMITY TO CITY POLICY:**

Conforms to all city policies.

**EMERGENCY / NON-EMERGENCY:**

Non-emergency

**DEPARTMENTAL CLEARANCES:**

Legal

**FINANCIAL IMPACT:**

☐ Operating   ☐ Revenue   ☐ Capital   ☒ Not applicable

<b>Fiscal Year: 2015-2016</b>	<b>Project to Date Expenditures (CIP only)</b>	<b>Current Year</b>	<b>Future Years</b>	<b>TOTALS</b>	
Line Item Budget					
Encumbered / Expended Amount					
This item					
BALANCE					

Fund(s): Not Applicable

**Comments:** See attached chart

**RECOMMENDATION:**

Policy decision by City Council

**LIST OF SUPPORTING DOCUMENTS:**

Ordinance – with Council-motined language in red; language has not been amended into the ordinance

\*Please see chart attached below

	<b>Taxis under current regulations</b>	<b>Taxis under reconsidered ordinance with motion language</b>	<b>TNCs under reconsidered ordinance with motion language</b>
<b>Company requires permit to operate</b>	Certificate, a term not to exceed 5 years 57-30	same	Annual  57-283 & 57-285
<b>Company permit fee</b>	\$250 application fee, \$100 per vehicle, minimum \$500 paid quarterly 57-31 & 57-36	same	2% gross receipts, paid quarterly  57-284
<b>Driver permit required</b>	valid 2 years 57-96,103	same	valid 2 years 57-290, 57-96, & 57-103
<b>Driver permit fee</b>	\$50 57-96	same	\$50 57-96
<b>Background check for drivers required</b>	Fingerprint background check 57-97	no	no
<b>Trade Signage or emblem</b>	Yes, company and phone number on side and rear of vehicle, at least 2&1/2 inch lettering 57-83	same	yes, readable at a distance of at least 50 fee  57-295
<b>Requires place of business within the City</b>	Yes, 57-32	same	no
<b>Right to inspect business or operations records</b>	Yes, 57-39	same	Yes 57-284
<b>Vehicle Inspection</b>	Annual, Taxi inspector 57-80	same	Annual, City designated inspector 57-294
<b>Limit on age of vehicle</b>	10 years (6 years with 4 year extension) 57-88	same	10 years (7 years with 3 year extension) 57-293
<b>Limit on operating hours of driver</b>	Driver limited to 12 hours in 24 hour time span 57-106	same	Driver limited to 12 hours in 24 hour time span 57-291
<b>Vehicle requires Fire extinguisher</b>	Yes 57-87	same	Yes 57-87
<b>Insurance required</b>	Yes  57-56	same	Yes 57-288 & Texas Insurance Code, Chapter 1954
<b>Compliance with Airport Regulations</b>	Required 9-61	same	Required 57-296 & 9-61
<b>Airport Permit</b>	Yes 9-61	same	Yes 9-61
<b>Airport Fees</b>	\$50 monthly or \$2.00 per arrival 9-61	same	None currently established in Chapter 9