



AGENDA MEMORANDUM

Future Item for the City Council Meeting of July 12, 2016
Action Item for the City Council Meeting of July 19, 2016

DATE: June 24, 2016

TO: Margie C. Rose, Interim City Manager

FROM: Fred A. Segundo, Director of Aviation
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Amending Chapter 9 of the Code of Ordinance to allow for Transportation Network Companies (TNC) to operate at Corpus Christi International Airport.

CAPTION:

Ordinance amending Chapter 9 of the Code of Ordinances to establish provisions for transportation network companies and transportation network drivers to operate at the Corpus Christi International Airport; and providing for penalties, severance, publication, and an effective date.

BACKGROUND AND FINDINGS:

On May 10, 2016, the City Council approved Ordinance No. 030788, amending Chapter 57 of the Corpus Christi Code of Ordinances to allow for permitting and operation of Transportation Network Companies (TNC) within the city limits. TNC offer/provide a pre-arranged transportation service for compensation using an internet-enabled application or digital platform to connect customers with a network driver.

Chapter 57, Section 57-296 (b) – Transportation network drivers – Additional operating requirements stipulates that TNC drivers cannot operate on any portion of Corpus Christi International Airport without proper authorization pursuant to Chapter 9 – Aviation- of the Code of Ordinances. Section 57-296 (b) further requires TNC to pay an airport user fee as established in Chapter 9.

Federal Aviation Administration (FAA) regulations require consistent, non-discriminatory charges for leases, fees and rates for airport tenants and customers. Accordingly, under Chapter 9, Staff is proposing that TNC enter into an airport twelve month operating agreement that includes a proposed annual operating fee of \$600. In addition, a \$2.00 trip charged will be assessed by CCIA on TNC drivers/vehicles that is consistent with unpermitted taxicab pre-arranged trip charges. CCIA will require a geofence technology application with Staff currently pursuing options. A geofence is a virtual perimeter, consisting of defined geographic boundaries, using a global positioning system (GPS) to track and report TNC activity. If CCIA is unable to secure the geofence, the TNC shall create a geofence for that purpose.

ALTERNATIVES:

No viable alternatives exist other than prohibiting TNC from operating at CCIA which could negatively impact customers.

OTHER CONSIDERATIONS:

Not applicable

CONFORMITY TO CITY POLICY:

Not applicable

EMERGENCY / NON-EMERGENCY:

Non-Emergency

DEPARTMENTAL CLEARANCES:

Legal

Financial Services

Management and Budget

FINANCIAL IMPACT: Revenue

Fiscal Year: 2015-2016	Project to Date Expenditures (CIP only)	Current Year	Future Years	TOTALS
Line Item Budget		\$8,404,296		\$8,404,296
Encumbered / Expended Amount		0		0
This item		10,000		10,000
BALANCE		\$8,414,296		\$8,414,296

Fund(s): Airport Fund - 4610

RECOMMENDATION:

Staff recommends approval of the ordinance as presented.

Airport Board unanimously recommend a \$2.00 trip fee and curbside pickup

LIST OF SUPPORTING DOCUMENTS:

Ordinance

Geofence Exhibit

Ground Transportation Vehicle Parking Locations Exhibit