2023-16 (1st READING): GRANTING A FRANCHISE AGREEMENT FOR 1 2 OPERATION OF RENTAL BUSINESS OF CONVEYANCES REGULATED BY CHAPTER 12, ARTICLE V OF THE CODE OF ORDINANCES OF MYRTLE 3 BEACH TO RON SIMANTOV D/B/A/ BLUE CORAL SURF LLC, MOPED USA, 5 LOCATED AT 1301 SOUTH KINGS HIGHWAY, MYRTLE BEACH, SC 29577, FOR A PERIOD OF ONE YEAR. THE AGREEMENT INCLUDES 20 GOLF 6 7 CART DECALS.

Applicant/Purpose: Staff/to regulate the # & location of golf cart & moped rental businesses by franchising their operations.

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#### **Brief:**

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- After experiencing several weekends when the # of moped/golf cart rentals & conduct of the operators became a serious issue, Council imposed a moratorium on increasing the # of such conveyances.
  - For 2023 franchisee is requesting 20 golf cart plates, the same # as was awarded in 2022.
  - For 2017 the # of mopeds was capped at the # that each company had in service during the summer of 2016.
  - For 2017 the # of golf carts was capped at the # each company had in service for 2016 + the # already ordered at the time the moratorium was imposed.
- Ordinance 2017-56, approved 1/9/18 in consultation w/ the business owners, approved the framework of a franchise agreement similar to the system in place for taxis.

Franchising allows Council to restrict the # of mopeds & golf carts available for rental,

Under the franchise terms each conveyance will be issued a City "plate" similar to a

The franchise ordinance requires annual renewals.

as well as the location of each rental business.

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### Issues:

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- license plate. These plates assist law enforcement to track operational violations. This proposed ordinance:

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Sets the location for rental conveyances.

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Sets the # of rental conveyances allowed/location.

Agreement is for a 1-year period, & must be re-approved annually.

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# **Public Notification:** Normal meeting notification

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### **Alternatives:**

38 39 40 Modify proposed ordinance. Deny ordinance.

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Financial Impact: Annual franchise fee of \$10/plate issued.

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## Manager's Recommendation:

44 45 I recommend 1st reading (3.14.23)

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Attachment(s): Ordinance, franchise agreement, & franchise application.

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First reading: 3-14-23 43 Second reading: 3-28-23

JENNIFER ADKINS, CITY CLERK

ATTEST:

CITY OF MYRTLE BEACH **COUNTY OF HORRY** STATE OF SOUTH CAROLINA GRANTING A FRANCHISE AGREEMENT FOR OPERATION OF RENTAL BUSINESS OF CONVEYANCES REGULATED BY CHAPTER 12, ARTICLE V OF THE CODE OF ORDINANCES OF MYRTLE BEACH TO RON SIMANTOV D/B/A BLUE CORAL SURF LLC, MOPED USA, LOCATED AT 1301 SOUTH KINGS HIGHWAY. MYRTLE BEACH, SC 29577, FOR A PERIOD OF ONE YEAR. THE AGREEMENT INCLUDES 20 GOLF CART DECALS.

WHEREAS, pursuant to the exercise of its police power the City shall require a franchise for the rental and operation of rental conveyances on the highways, streets, alleys and public ways within its police power jurisdiction; and

WHEREAS, the City had determined that the delivery of these services can be provided most effectively and efficiently through the grant of a non-exclusive franchise: and

THEREFORE, PURSUANT TO THE FRANCHISE POWER OF THE CITY OF MYRTLE BEACH, the City of Myrtle Beach grants a Franchise Agreement for Operation of Conveyances to RON SIMANTOV D/B/A BLUE CORAL SURF, LLC, MOPED USA, LOCATED AT 1301 SOUTH KINGS HIGHWAY, MYRTLE BEACH, SC 29577, FOR A PERIOD OF ONE YEAR. THE AGREEMENT INCLUDES 20 GOLF CART DECALS.

This ordinance shall take effect immediately upon adoption.

BRENDA BETHUNE, MAYOR