CITY OF DES MOINES	Council Communication Office of the City Manager	Date:	October 10, 2016
		Agenda Item No.	50
		Roll Call No.	<u>16-1747</u>
		Communication No.	<u>16-576</u>
		Submitted by:	Scott E. Sanders, City
			Manager

# **AGENDA HEADING:**

Amending Chapter 78 of the City Code to regulate the sale of food and beverages by mobile venders by expanding the on-street mobile vender Zone A.

## SYNOPSIS:

Recommend first consideration of ordinance amending Chapter 78 of the Municipal Code to regulate the sale of food and beverages by mobile venders by expanding Zone A to include the following streets as identified on the map:

Grand Avenue from 4<sup>th</sup> Street to 15<sup>th</sup> Street Locust Street from 4<sup>th</sup> Street to 16<sup>th</sup> Street Walnut Street from 4<sup>th</sup> Street to 16<sup>th</sup> Street 4<sup>th</sup> Street from Grand Avenue to Locust Street 5<sup>th</sup> Street from Grand Avenue to Walnut Street 6<sup>th</sup> Street from Grand Avenue to Walnut Street 7<sup>th</sup> Street from Grand Avenue to Walnut Street 8<sup>th</sup> Street from Grand Avenue to Walnut Street 9<sup>th</sup> Street from Grand Avenue to Walnut Street 10<sup>th</sup> Street from Grand Avenue to Walnut Street 10<sup>th</sup> Street from Grand Avenue to Walnut Street

Since these streets are contiguous to the existing Zone A, staff is recommending that Zone A be expanded rather than a new zone be identified. Zones B, C and D will remain the same.

As presently stated in Chapter 78, mobile venders are not allowed within 100 feet of a restaurant or within (2) blocks of any block containing a street use event, must be parked at a meter with a special mobile vender hood, provide insurance, a cash bond, and have an annual fire inspection.

The City of Des Moines issued 17 on-site mobile permits in 2015 and 13 in 2016.



### FISCAL IMPACT: NONE

### **ADDITIONAL INFORMATION:**

At the September 12, 2016 Council meeting, by Roll Call No. 16-1558, Nick Kuhn, representing the Legion of Food requested consideration of additional downtown mobile vender zones. The request was for the expansion of the on street mobile vender areas to include the streets identified above. Mr. Kuhn's justification for the expansion included the following:

- 1. Metro-wide rise in popularity of the food truck industry has created significant demand for the trucks. In particular, from office parks in the suburbs. This has been drawing many of the trucks away from the downtown area.
- 2. West Des Moines has developed a new transient merchant permit which allows up to four (4) food trucks on a single commercial property. This is also attracting the trucks since a group of trucks can attract bigger crowds for lunch service.
- 3. Current Zones B, C & D have not proven to be productive due to the lack of consistent customer foot traffic.
- 4. Zone A has proven to be difficult to serve due to conflicts with school buses and a shortage of Sculpture Park curbside vending areas due to one-way streets.

- 5. The food truck industry has evolved into a fast lunch alternative for employees in the downtown area and business parks in the suburbs. Zone A is also too far away from many of the employers in downtown.
- 6. Other metropolitan areas (Minneapolis as an example) establish truck zones near skywalk entrances for ease of access to the trucks for downtown customers. This also creates the opportunity for trucks to operate in the winter months.
- 7. Building owners and managers are now looking to food trucks for additional lunch service options as the speed and efficiency of the trucks can reduce the amount of time an employee requires for lunch.
- 8. The notion of food trucks out in front of office buildings in downtown was well received by Building Owners and Managers Association (BOMA). Many of the requests came from this group.
- 9. The requested additions by-and-large are food deserts with few street-side restaurants available. The 100 feet rule would apply for the relatively few restaurants in these corridors.
- 10. By providing more areas for trucks to operate, this will reduce the competition between trucks, buses, and the general public in regards to valuable parking spots downtown.
- 11. By encouraging office employees to leave their buildings during lunch and breaks, the food trucks enhance the walkability of the downtown sector.
- 12. Additional lunch-time zones would reduce the desire and the need for late night food service by the trucks.
- 13. Since the growth of the industry is outpacing the available space, additional zones will be necessary to maintain the fun and collaborative culture of the food trucks. There are currently 42 food trucks in the Legion of Food. At the end of 2015 there were 24 trucks in the association.

The City Manager sponsors the ordinance amending Chapter 78 and recommends approval of expanding Zone A. Final consideration of the ordinance is requested by the City Manager and requires six votes.

## **PREVIOUS COUNCIL ACTION(S):**

Date: October 26, 2015

Roll Call Number: <u>15-1831</u>, <u>15-1832</u>, <u>15-1833</u>, and <u>15-1834</u>

<u>Action</u>: Items regarding the Mobile Food Vending Pilot Program: (<u>Council Communication No. 15-576</u>)

- (B) <u>Resolution</u> to renew and extend the program. Moved by Hensley to adopt; refer to the City Manager to meet with interested parties and place an item on the January 11, 2016 Council agenda regarding possible changes to the program. Motion Carried 6-0. Council Member Gatto declares a conflict of interest and abstains from voting.
- (C) <u>First</u> consideration of ordinance amending Chapter 78 of the Municipal Code extending the Program for an additional three months. Moved by Hensley that this ordinance be considered and given first vote for passage. Motion Carried 6-0. Council Member Gatto declares a conflict of interest and abstains from voting.
  - (1) <u>Final</u> consideration of ordinance above (waiver requested by the Community Development Department), requires six votes. Moved by Hensley that the rule requiring that an ordinance must be considered and voted on for passage at two Council meetings prior to the

meeting at which it is to be finally passed be suspended, that the ordinance be placed upon its final passage and that the ordinance do now pass,  $\frac{\#15,418}{15,418}$ . Motion Carried 6-0. Council Member Gatto declares a conflict of interest and abstains from voting.

(D) <u>Amending</u> the Schedule of Fees regarding the proposed three-month extension. Moved by Hensley to adopt. Motion Carried 6-0. Council Member Gatto declares a conflict of interest and abstains from voting.

#### **BOARD/COMMISSION ACTION(S): NONE**

#### ANTICIPATED ACTIONS AND FUTURE COMMITMENTS:

2<sup>nd</sup> and 3<sup>rd</sup> readings of the ordinance amendment.

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