1 To conform to the County Executive's 2017 recommended budget, an amendment to 2 the Finance and Audit Committee for Org. Unit 5040-Airport, GMIA, Timmerman: 3 4 File No. 5 (Journal.) 6 7 AN ORDINANCE 8 9 To amend Section 4.33(3) of the General Ordinances of Milwaukee County 10 relating to off-airport fees and charges, 11 12 The County Board of Supervisors of the County of Milwaukee does ordain as 13 follows: 14 15 **SECTION 1.** Sections 4.33(3) of the General Ordinances of Milwaukee County, 16 is hereby amended as follows: 17 18 4.33. - Off-airport fees and charges. 19 Off-airport parking operator privilege fee. (3)20 Purpose. It is the intent of this subsection that for and in consideration of the use of the facilities of General Mitchell International Airport ("airport") and the business 21 generated by the airport, and further, in and for consideration of the business benefits 22 23 received by the off-airport parking operators from their use of airport facilities, the airport 24 agrees to allow and authorizes the off-airport parking operators to do business at the airport under the terms, conditions and restrictions identified herein, including imposition 25 26 of a fee upon the off-airport parking operators for the privileges, opportunity, benefits 27 and authorization provided for in this subsection. 28 (b) Definitions. 29 Airport customer. For the purpose of this subsection 4.33(3) only, airport customer is defined as any customer arriving at the airport terminal intending to travel 30 31 by air and using the airport for such purpose, or patrons and tenants of the airport, any of whom use the vehicle parking and related services of an off-airport parking operator. 32 33 Courtesy vehicle. A courtesy vehicle is a motor vehicle transporting airport 34 customers and which is further identified and defined in section 4.01(13) and section 35 4.05.04 of these Milwaukee County Ordinances. 36 Off-airport parking operator. An off-airport parking operator is a business (iii) 37 association, entity or enterprise which operates a parking business off or outside of the airport premises and, without being party to a concession agreement with the airport, 38 39 transports airport customers by means of a courtesy vehicle to or from off-airport 40 facilities or the airport for the purpose of providing vehicle parking or related services for 41 said airport customer.

- 42 (iv) Parking space. A parking space is defined as any physical location at the off-
- 43 airport parking operator's parking business made available for the parking of any vehicle
- 44 that is capable of being licensed for operation on roadways in the county. A parking
- 45 space shall be considered to be operated if that space is available for parking at any
- 46 time during a calendar year. Parking spaces dedicated to a hotel stay/park program
- 47 shall not be considered a parking space within the meaning of this section.
- 48 (<u>iv</u>) Hotel stay/park program. A hotel stay/park program shall be defined as a
- 49 promotion offered by a hotel or motel that includes within the room rate a provision for a
- 50 guest to park a single vehicle for no more than fourteen (14) consecutive days.
- 51 (c) Privileges.
- 52 (i) The off-airport parking operator is authorized to do business at the airport, to
- provide vehicle parking or related services, to arrange for and operate its courtesy
- vehicles on the public roadway at the airport by the most direct route authorized by the
- airport director, and to pick up and deliver airport customers, all in accordance with
- 56 chapter 4 of Milwaukee County Ordinances, as well as all other rules, regulations and
- 57 procedures of the airport.
- 58 (ii) The off-airport parking operator will provide pickup and delivery service only for
- 59 off-airport parking customers. Courtesy vehicles are expressly prohibited from
- 60 transporting customers for any reason other than to take them to off-airport parking
- facilities for the sole purpose of vehicle parking. The off-airport parking operator's
- 62 courtesy vehicles (and drivers of same), which are operated by the off-airport parking
- operator shall, at all times, comply with and be regulated by section 4.01(13), section
- 64 <u>4.05.04</u>, and all other applicable Milwaukee County Ordinances.
- 65 (iii) The off-airport parking operator shall operate on the airport in a safe and orderly
- 66 fashion and shall not allow its agents, servants or employes to solicit, in any way, any
- business on the airport. The off-airport parking operator will not allow its agents,
- servants or employes to engage in any open or public disputes or conflicts tending to be
- 69 incompatible with the best interests of the traveling public. The airport shall have the
- right to resolve all such disputes or conflicts by the same procedure as that identified in
- 71 section 4.05.04(8) applicable to permit revocations.
- 72 (iv) The authority and permission identified herein and granted to an off-airport
- parking operator is not exclusive and shall in no way establish or vest any priority use of
- 74 the facilities relative to other commercial users of the airport, nor does it restrict the
- airport from assigning exclusive or priority use of airport facilities to others.
- 76 (v) This subsection authorizes an off-airport parking operator to pick up and
- discharge its airport customers at the airport in an area designated by the airport
- 78 director or his designated representative and to enjoy the benefits derived from use of
- the related airport facilities in the operation of the off-airport parking operator's business.
- 80 The off-airport parking operator shall not operate an office or conduct any other kind of
- vehicle parking or any other business on the airport without the written express

- 82 authorization of the airport director or otherwise entering into a separate concession or
- 83 lease agreement with the airport.
- 84 (d) Charges, fees and accounting.
- 85 (i) During the term and time period that the off-airport parking operator is operating,
- 86 the operator shall operate its courtesy vehicle in accordance with the terms and
- 87 conditions identified in section 4.05.04(2)(a) of the Milwaukee County Ordinances. In
- 88 addition, pursuant to the exercise of the privileges identified herein, said off-airport
- 89 parking operator will pay to the airport a privilege fee for the privilege and opportunity of
- 90 using the airport and the business benefit it derives therefrom, said privilege fee to be in
- 91 the amount of thirty-eight dollars and fifty-one cents (\$38.51) per year for each parking
- 92 space made available for the parking of any vehicle by the off-airport parking operator at
- 93 its facility, payable monthly as defined in subsection (d)(ii) below.
- 94 (ii) Within twenty (20) days after January 1 of each year, the off-airport parking
- 95 operator shall submit to the airport, in a form and with details satisfactory to the airport,
- 96 a statement of the number of parking spaces operated by the off-airport parking
- 97 operator at its facility, such statement to be signed by a responsible officer or manager
- 98 of the off-airport parking operator. All remittances for privilege fees shall be made
- 99 payable to the Milwaukee County Department of Public Works-Airport Division and
- 100 remitted to the Office of the Airport Director, General Mitchell International Airport,
- 101 Drawer No. 979, Milwaukee, Wisconsin 53278-0979.
- 102 (iii) The privilege fee required under this ordinance shall be calculated by multiplying
- 103 the total number of parking spaces in existence at the off-airport parking lot and
- 104 contained in the report required by subsection (d)(ii) above by thirty-eight dollars and
- 105 fifty-one cents (\$38.51).
- 106 (e) Audit.
- 107 (i) Milwaukee County may, at any time and at its own expense, verify the number of
- 108 parking spaces subject to this ordinance at each off-airport operator's business
- 109 premises.
- 110 (d) Charges, fees and accounting.
- 111 (i) During the time period that the off-airport parking operator is operating on the
- premises of the airport, the off-airport parking operator will pay to the airport a privilege
- fee for the privilege and opportunity of using the airport and for the business benefit it
- derives therefrom, said privilege fee to be in the amount of six (6) percent of the off-
- airport parking operator' gross receipts, as that term is defined herein, payable monthly
- to an address and location identified by the airport director.
- 117 (ii) The term "gross receipts" as used herein, shall mean the aggregate amount of
- the gross selling price of all parking, services, and merchandise sold and/or dispensed
- by operator. It shall also include all fees or charges which operator shall impose upon a
- 120 customer in order to cover anticipated gross receipts payments to county. It shall be all-
- inclusive, whether or not such sales are made by cash, debit, or credit or whether the

- selling price is collected or uncollected. Deductions shall be allowed only for the amount
- of any bona fide reimbursements to customers tendered to correct an erroneous
- 124 charge.
- 125 (iii) Federal, state or municipal excise, sales or other similar taxes shall not be
- included as part of the off-airport parking operator's gross receipts.
- 127 (e) Statements, books and records.
- 128 (i) The off-airport parking operator shall keep accurate books and records in
- accordance with generally accepted accounting principles (GAAP) as approved by the
- 130 county director of audits. The off-airport parking operator shall operate its business at its
- 131 off-airport facility in a manner and method acceptable to the airport director such that
- those parking agreements, contracts or transactions entered into with airport customers
- 133 can be identified.
- 134 Within twenty (20) days after the close of each calendar month, the off-airport parking
- operator shall submit to the airport, in a form and with details satisfactory to the airport,
- 136 <u>a statement of its gross receipts during the then-preceding month from its operations as</u>
- 137 <u>a result of the off-airport parking operator's business as defined herein, upon which the</u>
- percentage payments to be made to the county are computed, such statement to be
- 139 signed by a responsible officer or manager of the off-airport parking operator. The off-
- 140 <u>airport parking operator shall keep full and accurate books and records showing all of its</u>
- 141 gross receipts pertaining to its off-airport operations, as identified herein, and airport
- shall have the right, through its representatives at all reasonable times to inspect such
- 143 books and records including sales tax returns. All such records and documents will be
- made available for at least a three-year period.
- 145 (ii) An off-airport parking operator with gross sales in excess of two hundred fifty
- thousand dollars (\$250,000.00) per year shall employ an independent certified public
- 147 accountant who shall furnish within sixty (60) days after the close of each year, or
- portion thereof, a written statement to the airport certifying that in their opinion the
- percentage fee paid by the off-airport parking operator during the preceding year was
- made in accordance with the terms and conditions of this subsection.
- 151 (iii) Airport reserves the right to prescribe or change reporting forms, the method or
- time of their submission, and the payment schedule. Airport shall first submit in writing
- to the off-airport parking operator any desired changes.
- 154 (f) <u>Audit.</u>
- 155 (i) Airport reserves the right, at airport's expense, to audit the off-airport parking
- operator's books and records of receipts at any time for the purpose of verifying the off-
- airport parking operator's gross receipts. If, as a result of such audit, it is established
- that the off-airport parking operator has understated the gross receipts by five (5)
- percent or more, the entire expense of the audit shall be borne by the off-airport parking
- 160 operator.

162 (f-g) Delinquent charges of fees.

(i) Interest. Unless waived by the Milwaukee County Board of Supervisors, the off-airport parking operator shall be responsible for payment of interest on amounts not remitted in accordance with the terms of this ordinance. The rate of interest shall be the statutory rate in effect for all delinquent county property taxes (presently one (1) percent per month or fraction of a month) as described in s. 74.80(1), Wis. Stats. The obligation for payment and calculation thereof, shall commence upon the day following the due date established herein.

(ii) Penalty. In addition to the interest described above, the off-airport parking operator shall be responsible for payment of penalties and amounts not remitted in accordance with the terms of this ordinance, as may be determined by the administrator of this ordinance, or his designee. Said penalties shall be the statutory rate in effect for delinquent Milwaukee County property taxes (presently .5 percent per month or fraction of a month) as described in Milwaukee County Ordinance section 6.06(1) and s. 74.80(2), Wis. Stats. The obligation for payment and calculation thereof shall commence upon the day following the due date established herein.

- (iii) Audit results. If, as a result of any audit required herein, additional amounts are discovered to be due and owing, interest and penalty shall be calculated thereon in accordance with the above method. The off-airport parking operator shall remit to the Milwaukee County any additional amounts identified as due and owing as a result of the audit including interest and penalty thereon within thirty (30) days following receipt of the audit report.
- (iv) Non-exclusivity. This provision permitting collection of interest and penalties by Milwaukee County on delinquent payments shall not be considered to be an exclusive remedy against off-airport parking operator. Violation of any of the terms and conditions described in this ordinance with respect to delinquent payments and exercise of this remedy is not a waiver by Milwaukee County of any other remedy permitted by law.
- (g) Security. To provide security for the privilege fee required hereunder, the offairport parking operator shall comply with either of the following options prior to commencing operations under this ordinance.
 - (i) Post with the airport a surety bond to be maintained throughout the term and time of operation by the off-airport parking operator in an amount equal to the privilege fee required hereunder for a period of three (3) months or one thousand five hundred dollars (\$1,500.00), whichever is greater. In the absence of historical data upon which to base the amount of security to be paid, the off-airport parking operator shall post a bond in the amount of one thousand five hundred dollars (\$1,500.00) as the security required herein. Such bonds shall be issued by a surety company acceptable to the airport and authorized to do

business in the state and shall be in the form and content satisfactory to the airport.

- 208 Deliver to the airport an irrevocable letter of credit drawn in favor of the airport 209 upon a bank which is satisfactory to the airport and which is authorized to do business 210 in the State of Wisconsin. Said irrevocable letter of credit shall be in an amount equal to 211 the privilege fee required hereunder for a period of three (3) months or one thousand 212 five hundred dollars (\$1,500.00), whichever is greater. In the absence of historical data 213 upon which to base said letter of credit, the off-airport parking operator shall furnish an 214 irrevocable letter of credit in the amount of one thousand five hundred dollars 215 (\$1,500.00) as the security required herein.
- 216 (iii) In the event the off-airport parking company is unable to secure a surety bond or 217 irrevocable letter of credit as required hereunder, the airport may, at its sole discretion, 218 accept a cash deposit in the amount stated herein in lieu thereof.
 - (v) If the off-airport parking company fails to make payments as required under this ordinance, the off-airport parking company shall forfeit to the airport the bond or other security posted pursuant to this ordinance or so much of that bond or other security as is necessary to satisfy that difference. If the bond or other security is insufficient to satisfy the difference owed, the airport may proceed to recover the deficiency and any damages allowed by law, including attorney fees and costs.
 - Security deposit. If an off airport parking company defaults on any payments or reports due under this section and does not cure the default within ten (10) days of receiving written notice of the default from the county, the county has the right, by written notice to the off airport parking company given at any time after such event of default, to impose or reimpose the requirements of this section; however, the county may immediately impose this security deposit requirement without such 10-day notice if the off airport parking company is in default for the second time within any one calendar year. In such event, the off airport parking company shall within fifteen (15) days from date of the notice provide the county with a security deposit equal to the off airport parking company's past three months of payments due in a form acceptable to the county. The off airport parking company shall maintain the security deposit in effect for twelve (12) consecutive months during which the off airport parking company commits no event of default under this section or in any other payments due to the county. The county has the right to reimpose this requirement each time the off airport parking company commits such an event of default. The county's rights under this section shall be in addition to any other rights provided by agreement or by law.
 - (v) If the off-airport parking operator fails to make payments as required under this ordinance, the off-airport parking operator shall forfeit within fourteen (14) days of the date such payments become due all permits for the operation of courtesy vehicles on airport roadways.

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249	SECTION 2.	This ordinance shall become effective January 1, 2017.
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