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Submitted by: ASSEMBLY MEMBER FLYNN

Reviewed by: Dept of Law

Prepared by: Assembly Counsel AO 2011-105 introduced: October 11, 2011

AO 2011-105(S) reading: October 25, 2011

CLERK'S OFFICE APPROVED 10-25-11 Date

ANCHORAGE. ALASKA AO NO. 2011-105(S)

AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY AMENDING ANCHORAGE MUNICIPAL CODE SECTION 11.10.050 TO PROVIDE TRANSPORTATION COMMISSION AUTHORITY TO ESTABLISH A FUEL SURCHARGE FOR TAXICAB SERVICE.

THE ANCHORAGE ASSEMBLY ORDAINS:

WHEREAS, the price of gasoline is a significant and volatile out-of-pocket expense for taxicab chauffeurs in Anchorage; and

WHEREAS, through testimony, public hearing, and examination of successful implementation of fuel surcharges in place in other cities throughout the United States, the Anchorage Transportation Commission has determined a need exists for the authority to [ESTABLISH AND] implement and enforce a fuel surcharge for taxicab service, subject to Assembly approval; now, therefore,

Section 1. Anchorage Municipal Code section 11.10.050 is hereby amended to read as follows (language indicating no amendment is included for context only):

11.10.050 Anchorage Transportation Commission—Rates.

- Α. Subject to [BY REGULATION] Assembly approval, the Commission is authorized to implement and enforce:
 - 1. [SHALL ESTABLISH] Maximum rates to be charged for taxicab service;
 - 2. [MAY ESTABLISH] Dispatch service rates;
 - 3. [MAY ESTABLISH] Rates for vehicles for hire:
 - 4. [MAY ESTABLISH] Minimum rates for limousine service; [AND]
 - 5. [MAY ESTABLISH] Maximum lease rates between permittees and lease operators of taxicab service, including daily lease rates for taxicab chauffeurs; and [.]
 - <u>6.</u> [MAY ESTABLISH A] Allowable fuel surcharge amounts which may [TO] be added to taxicab rates, and the duration of the surcharge period [IF THE COMMISSION FINDS THAT A FUEL SURCHARGE IS WARRANTED].

- B. All rates [ESTABLISHED BY THE COMMISSION] shall be nondiscriminatory.
- C. A statement of actual taxicab rates charged by a taxicab, other than flat or group rates established by contractual agreement between dispatch service companies and individuals or other businesses, shall be conspicuously posted on the interior and exterior of every taxicab in a manner prescribed by the Transportation Inspector.
- D. No person may require payment of taxicab rates greater than those implemented [ESTABLISHED] by the Commission pursuant to this section. No person may require payment of dispatch service rates other than those implemented [ESTABLISHED] by the Commission pursuant to this section.
- E. Regulated vehicle services and limousine services may establish their own individual rates, subject to rates established by ordinance or as a condition or as a condition of the issuance of the permit. Each vehicle operated as a vehicle for hire shall conspicuously post a sign on each side of the vehicle, such sign stating the full name of the vehicle for hire service and, if required by the Transportation Inspector, the fare to be charged.

(AO No. 57-75; AO No. 78-177; AO No. 79-58; AO No. 81-149; AO No. 84-18; AO No. 85-87; AO No. 87-8; AO No. 89-63; AO No. 89-97; AO No. 98-51(S), § 1, 5-4-99)

<u>Section 2.</u> This ordinance shall become effective immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 25th day of October, 2011.

Debbie Oswander

ATTEST:

Municipal Clerk

Blake & Jouest

MUNICIPALITY OF ANCHORAGE ASSEMBLY MEMORANDUM

No. AM 561-2011

Meeting Date: October 11, 2011

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Subject:

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AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE

SECTION 11.10.050 TO PROVIDE THE TRANSPORTATION COMMISSION AUTHORITY TO ESTABLISH A FUEL SURCHARGE

FOR TAXICAB SERVICE.

The purpose of this memorandum is to request Assembly approval of a revision to Anchorage Municipal Code section 11.10.050 to provide the Anchorage Transportation Commission the authority to establish a fuel surcharge to be added to taxicab rates if the Commission finds that a fuel surcharge is warranted.

A taxicab chauffeur in Anchorage is an independent contractor whose income is the difference between the accumulated fares received from taxicab customers and the costs the chauffeur pays to lease, wash, and fuel the taxicab. The taxicab chauffeur must absorb all fuel cost increases and, therefore, the Transportation Commission has determined that in times of dramatically rising fuel prices there is a need to provide relief to the taxicab chauffeurs. The ordinance amendment will grant the Commission authority to institute fuel surcharges for taxicab service based upon a fuel surcharge matrix to be established by the Commission and implemented as average fuel prices meet or exceed an established benchmark price for a preset period.

THE ADMINISTRATION RECOMMENDS APPROVAL OF AN ORDINANCE AMENDING ANCHORAGE MUNICIPAL CODE SECTION 11.10.050 TO PROVIDE THE TRANSPORTATION COMMISSION AUTHORITY TO ESTABLISH A FUEL SURCHARGE FOR TAXICAB SERVICE.

Prepared by: Transportation Inspection

Approved by: Brent G. Fraser, Transportation Inspector

Concur: Cheryl Frasca, Director, OMB
Concur: Lucinda Mahoney, CFO

Dennis A. Wheeler, Municipal Attorney
George J. Vakalis, Municipal Manager

Respectfully submitted: Daniel A. Sullivan, Mayor