

**ORDINANCE NO. 20120628-076**

**AN ORDINANCE RENEWING A FRANCHISE TO ABCABCO, INC., D.B.A. LONE STAR CAB COMPANY TO OPERATE A TAXICAB SERVICE IN THE CITY OF AUSTIN FOR THREE YEARS.**

**BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF AUSTIN:**

**PART 1. FRANCHISE GRANT.**

The City Council renews the franchise described in Ordinance No. 20070517-064 to operate a taxicab business on the streets, alleys, and public ways in the City of Austin for the ABCABCO, Inc., d.b.a. Lone Star Cab Company ("Franchise Holder") for three years.

**PART 2. FLEET SIZE.**

The Franchise Holder must maintain an active fleet of at least 25 and not more than 88 taxicabs. The City Council may amend this taxicab allocation during the course of the franchise.

**PART 3. COMPLIANCE WITH CITY CODE.**

The Franchise Holder shall comply with the provisions of the City Code relating to ground transportation services and all amendments to those provisions during the period of the taxicab franchise.

**PART 4. MAINTENANCE OF RECORDS.**

The Franchise Holder shall maintain complete records of all dispatched calls, all expenses incurred in connection with the operation of the taxicab service business, and all revenues derived from the taxicab business.

**PART 5. INSPECTION OF RECORDS.**

The Franchise Holder shall permit the Austin Transportation Department to inspect all records of this franchise in accordance with §13-2-306(D) (*Recordkeeping Requirements*) of the City Code.

**PART 6. TAXICAB OWNERSHIP, LEASE, OR CONTROL.**

The Franchise Holder shall own, lease, or contract for control of each taxicab used in the taxicab franchise.

## **PART 7. ANNUAL FRANCHISE PERMIT FEE.**

The Franchise Holder shall pay an annual franchise permit fee of \$400 for each vehicle authorized in this franchise to the City of Austin at the office of the Director of the Austin Transportation Department. This fee may be amended by the City council during the effective period of the franchise.

## **PART 8. SUSPENSION.**

- (A) The City Manager may suspend this franchise upon a determination that the Franchise Holder has:
  - (1) substantially breached the terms of this franchise;
  - (2) failed to comply with the provisions of the City Code relating to ground transportation services;
  - (3) become delinquent in the payment of any fees or charges required by law in connection, directly or indirectly, with the operation of the Franchise Holder's taxicab business;
  - (4) failed to comply with a correction order issued to the Franchise Holder within the time specified in the order; or
  - (5) intentionally or knowingly impeded the City Manager or a law enforcement agency in the performance of their duties.
- (B) If the City Manager suspends this franchise, the Franchise Holder may submit a written request to the City Manager requesting reinstatement of the franchise, stating the grounds supporting a reinstatement. After receipt of a request for reinstatement, the City Manager shall inspect the suspended Franchise Holder's operation to determine if the Franchise Holder has corrected the deficiency that is the basis of the suspension. The City Manager may approve or deny reinstatement after the inspection.
- (C) If the City Manager denies reinstatement of the franchise, the Franchise Holder may appeal the City Manager's decision to the City Council by filing a notice of appeal with the City Clerk not later than the 14<sup>th</sup> day after notice of the denial. The City Clerk shall place the appeal on the next City Council agenda.

## **PART 9. FORFEITURE.**

- (A) The franchise is subject to forfeiture if:

- (1) the Franchise Holder is convicted of a violation of a provision of the City Code relating to ground transportation services during the period of the taxicab franchise;
  - (2) it is shown that the taxicab Franchise Holder has substantially breached the terms of this franchise; or
  - (3) the Franchise Holder fails to pay an outstanding final judgment against the Franchise Holder that arises out of circumstances related to ground transportation service.
- (B) On receipt of a report from the City Manager that probable cause exists for the forfeiture of the franchise, the City Council shall hold a hearing, after a 30 day notice to the Franchise Holder, to determine if cause exists to cancel the franchise. If the City Council finds at the hearing that cause exists to cancel the franchise, it may cancel the franchise after the hearing.

**PART 10.** The franchise holder shall file its written acceptance of the terms of this renewal of its franchise ordinance with the City Clerk no later than August 24, 2012.

**PART 11.** This ordinance becomes effective on August 28, 2012, unless the franchise holder fails to file its written acceptance of this ordinance as required by Part 10. If the franchise holder fails to file its written acceptance, this ordinance is void.

**PASSED AND APPROVED**

\_\_\_\_\_, June 28, 2012

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§ \_\_\_\_\_  
Lee Leffingwell  
Mayor

**APPROVED:** \_\_\_\_\_  
Karen M. Kennard  
City Attorney

**ATTEST:** \_\_\_\_\_  
Shirley A. Gentry  
City Clerk

Lone Star Cab



AUSTIN CITY CLERK  
RECEIVED

July 9, 2012

2012 JUL 10 AM 11 11

CITY OF AUSTIN  
CITY CLECK OFFICE  
301 WILLIE NELSON BLVD  
AUSTIN, TX, 78701

**SUBJECT: ACCEPTANCE OF THE TERMS OF THE AMENDEMENT TO ORDINANCE  
NO. 20120628-076**

This letter is to confirm that Lone Star Cab Company accepted Ordinance No. 20120628-076 that was passed and approved by the Council on June 28, 2012 to renew its Franchise. If you have any question, please feel free to contact me.

Sincerely,

A handwritten signature in black ink, appearing to read 'SK' or 'Solomon Kassa', written over a circular mark.

Solomon Kassa  
President & CEO  
(512) 836-4900  
(512)836-4905 Fax  
Solomon@lonestarcabaustin.com