

COUNCIL AGENDA SUMMARY

TO: Mayor Craft & Members of the City Council

FROM: Marcy Kichler, Revenue Supervisor

SUBJECT: McDaniel Enterprises, LLC dba Morgan's Ice Franchise Agreement

DATE: June 20, 2016

ISSUE: McDaniel Enterprises, LLC dba Morgan's Ice is requesting an ice vending machine franchise agreement with the City.

BACKGROUND: Morgan's Ice proposes placing ice vending machines at approved locations within the City. The vending machines will be filled by their company as needed with 10lb. bags of ice, made in their FDA approved facility.

PREVIOUS COUNCIL ACTION: Previously a franchise was granted to another LLC to place an ice vending machine at Gulf Place. That franchisee opted not renew his agreement when it expired in February 2016.

BUDGET IMPLICATIONS: Franchisee will reimburse the city for any costs associated with site preparation and estimated electricity consumption. The franchisee will pay a fee equal to 25% of gross receipts, due in quarterly payments.

RECOMMENDATION: Approve franchise agreement

RELATED ISSUES: None

ATTACHMENTS: Ordinance granting franchise agreement
Franchise Agreement

DEPARTMENT: Finance and Admin

STAFF CONTACT: Marcy Kichler