

# CITY of NOVI CITY COUNCIL

Agenda Item 4 January 22, 2007

SUBJECT: Consideration of Ordinance 07-40.06, an ordinance to amend the Code of Ordinances,

Chapter 26, "Peddlers, Solicitors and Transient Merchants" in order to clarify the provisions relating to non-commercial solicitation and the standards for granting a permit for such

solicitation. First Reading

SUBMITTING DEPARTMENT: City Clerk's Office

CITY MANAGER APPROVAL:

EXPENDITURE REQUIRED	N/A	
AMOUNT BUDGETED	N/A	
APPROPRIATION REQUIRED	N/A	
LINE ITEM NUMBER	N/A	

**BACKGROUND INFORMATION:** Recently, Council directed Administration to prepare an ordinance amendment to Chapter 26, "Peddlers, Solicitors and Transient Merchants" in order to clarify the provisions relating to non-commercial solicitation and the standards for granting a permit for such solicitation.

**RECOMMENDED ACTION:** Consideration of Ordinance 07-40.06, an ordinance to amend the Code of Ordinances, Chapter 26, "Peddlers, Solicitors and Transient Merchants" in order to clarify the provisions relating to non-commercial solicitation and the standards for granting a permit for such solicitation. **First Reading** 

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Mayor Pro Tem Capello			
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January 17, 2007

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> Thomas R. Schultz Direct: 248-539-2847 tschultz@secrestwardle.com

Mayor Landry and City Council City of Novi 45175 W. Ten Mile Road Novi, MI 48375

Re: Peddlers and Solicitor Ordinance Amendment
Our File No. 55142 NOV

Dear Mayor and Council:

Attached is a draft of a proposed ordinance to amend the current regulations governing peddling and soliciting in the City of Novi. The City Clerk's office recently received an application from an individual who sought to obtain a permit to conduct solicitation for charitable donations on essentially every street corner in the City, for a 90-day period. As written, the ordinance did not clearly prohibit or limit that activity, so the Council asked our office to review the ordinance and propose revisions.

We have reviewed the City's ordinance and ordinances from many other communities, and researched the law relating to these types of ordinances. As you can imagine, the law in this area becomes quite complicated by virtue of the First Amendment issues involved when the activity being regulated is a non-commercial solicitation, such as was proposed in this instance.

As a general proposition, the City's ordinance stood up pretty well against many of the other ordinances we reviewed, including various current model ordinances. We ended up proposing only a few changes—adding some standards for denying a permit; adding a requirement that, if the applicant intends to solicit in a right-of-way such as a street corner, the specific location must be indicated; adding a provision limiting the time frame for soliciting on a street corner to much less than 90 days; adding some limitations on the number of specific locations an applicant can apply for; and adding some general conduct-related rules.

One issue that Council might want to discuss as part of its review is the issue of solicitation in the traveled area of a right-of-way. The ordinance does not prohibit that now, and we did not propose a change on that issue. Some of the changes made do give the City more enforcement flexibility if it becomes an issue—e.g., providing that the activity cannot obstruct traffic, referencing the right on the part of public officials to direct that the solicitation cease. While the

Mayor Landry and City Council January 17, 2007 Page 2

ordinances of some communities generally provide that soliciting in the roadway is prohibited, as a practical matter enforcement of that limitation is often inconsistent.

We look forward to discussing the issue with Council. If you have any questions regarding the above, please do not hesitate to contact me.

Very truly yours,

Thomas R. Schultz

TRS/jes Enclosure

cc: Clay Pearson, City Manager

Marianne Cornelius, City Clerk

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STATE OF MICHIGAN

COUNTY OF OAKLAND

CITY OF NOVI

1-10-07 To: Mayor and City Cancil Manders

AN ORDINANCE TO AMEND THE CODE OF ORDINANCES OF THE CITY OF NOVI, CHAPTER 26, "PEDDLERS, SOLICITORS AND TRANSIENT MERCHANTS," IN ORDER TO CLARIFY THE PROVISIONS RELATING TO NON-COMMERCIAL SOLICITATION AND THE STANDARDS FOR GRANTING A PERMIT FOR SUCH SOLICITATION

#### THE CITY OF NOVI HEREBY ORDAINS

Part I. That the City of Novi Code of Ordinances, Chapter 26, Peddlers, Solicitor, and Transient Merchants, is hereby amended to read as follows, in its entirety:

#### Sec. 26-1. Definitions.

The following words, terms and phrases, when used in this chapter, shall have the meanings ascribed to them in this section, except where the context clearly indicates a different meaning:

Non-commercial solicitation means the request of money, credit, property, financial assistance or other thing of value on the plea or representation that such money, credit, property, financial assistance or other thing of value, or any part thereof, will be used for a charitable, religious, patriotic, civic, educational, or philanthropic purpose. The said words shall also mean and include the sale or offer to sell any article, tag, ticket, emblem, publication, advertisement, subscription, or other thing, whether of value or not, on the pleas or representation that such money, credit, property, financial assistance, or other thing of value, or any part thereof, whether received by the solicitor or purchased by the buyer, will be used for a charitable, religious, patriotic, civic, educational or philanthropic purpose.

Peddler means any person traveling by foot, wagon, automotive vehicle or other conveyance, from place to place, from house to house, or from street to street (1) carrying, conveying or transporting goods, wares, merchandise, meats, fish, vegetables, fruits, garden truck, farm products or provisions, offering and exposing the same for sale; (2) making sales and delivering articles to purchasers; (3) who takes or attempts to take orders for sale of goods, wares and merchandise, books or magazines, personal property of any nature whatsoever for future delivery, or for services to be furnished or performed in the future, whether or not such individual has, carries or exposes for sale a sample of the subject of such sale or whether he is collecting advance payments on such sales or not. Peddler shall not include a person who conducts such activities at a social gathering within a home at the invitation of the occupant of the home. The word "peddler" shall be synonymous with the phrase "transient merchant."

#### Sec. 26-2. Permit/license required.

- (a) No person shall solicit or peddle for any cause whatsoever, except as otherwise provided in this chapter, within the City of Novi without displaying in plain view on their person a current permit or license from the city clerk, authorizing such solicitation or peddling. A minor soliciting or peddling under a group minor permit or license shall display in plain view a copy of such permit or license.
- (b) Notwithstanding the provisions of subsection 26-2(a), no permit or license shall be required for minors when engaged in solicitation or peddling for civic, charitable, philanthropic, religious, educational or athletic purposes, or when the minor is either accompanied by an adult or there is compliance with the provisions relating to group minor permits and licenses contained within subsections 26-2(c)--(e).
- (c) An adult may obtain a minor group solicitation permit or a minor group peddling license in accordance with this subsection. Minors covered by such group permits or licenses may solicit or peddle without being accompanied by an adult, provided there is compliance with the provisions of subsections 26-2(c)--(e).
- (d) In addition to the information required in sections 26-3 and 26-4, an applicant for a minor group permit or license shall provide the following information:
  - (1) For each minor who is to solicit or peddle:
    - a. Name.
    - b. Address.
    - c. The name, address and telephone number of a parent or guardian that may be contacted in the case of an emergency regarding the minor.
    - d. Evidence that any work permit required pursuant to MCL 409.104; MSA 17.731(4), has been obtained.
  - (2) A telephone number(s) or pager number(s) of the applicant which enable contact to be made with the applicant at all times when solicitation or peddling by a minor or minors is taking place.

The information pertaining to the minors soliciting or peddling shall be updated as additional minors are employed to solicit or peddle. No minor shall solicit or peddle under a minor group permit or license until such information pertaining to the minor has been provided to the City of Novi Police Department.

(e) An applicant granted a minor group permit or license shall be responsible for the conduct of those minors covered by the permit or license. A minor group permit or license shall be revoked by the chief of police, or his designee, upon violation by the grantee, or any covered minor, of any provision of this chapter or of Chapter 22 of the Novi Code of Ordinances. Such revocation shall be effective upon verbal notification by means of the telephone and/or pager numbers provided

pursuant to subpart 26-2(d)(2),or by written notification addressed to the grantee's address as provided with grantee's application. The grantee, upon request, shall be provided a hearing before the chief of police, or his designee, for the consideration of reinstatement of the permit or license. Such hearing shall be during the business hours of 9:00 a.m. to 5:00 p.m., and, if requested by the grantee, shall be within twenty-four (24) hours of the revocation. A license or permit shall be restored upon demonstration by the grantee that measures have been taken to prevent further code violations.

#### Sec. 26-3, Non-commercial solicitation permit; application.

- (1) Applications for permits for non-commercial solicitation shall be filed with the city clerk upon forms to be furnished by the city. Such applications for permit to solicit shall be sworn to and filed with the city clerk not less than seven (7) days, nor more than sixty (60) days, prior to the time when the permit is desired to commence. The application shall contain the following information:
- (a) Name, address, telephone number and headquarters of the person applying for the permit.
- (b) If the applicant is not an individual, the names and addresses of the applicant and the principal officers and managers.
- (c) The purposes for which such solicitation is to be made and the use or disposition to be made of any receipts therefrom; or property purchased if the same is to be distributed by solicitor.
- (d) The names and addresses of the person, or persons, who will be in direct charge of conducting the solicitations. The names and addresses of the person, or persons, who will participate in the solicitations.
  - (e) An outline of the method, or methods, to be used in conducting the solicitations.
- (f) If the applicant intends to conduct solicitations in a public right-of-way, including a street corner or intersection, the specific location(s) of such solicitation.
- (gf) The time when solicitation shall be made, giving the proposed dates for the beginning and ending of such solicitations and the hours of the days thereof.
- (h) A statement as to whether or not an applicant has been convicted of any felony, or any misdemeanor
- (2) A permit for non-commercial solicitation shall be issued upon receipt of the completed application, and receipt of a permit application fee in an amount set by resolution of the city council. Such-A permit for solicitation within the city limits shall remain valid for a period of ninety (90) days; provided, however, that a permit for solicitation within a public right-of-way within the city, including a street corner or intersection, shall be valid for a period of five (5) days only, for each applicant, for any one calendar year. No permit for solicitation within a public right-of-way shall authorize such solicitation at more than two (2) separate street corner or intersection locations within the city on the same day.

#### Sec. 26-4. Peddling license; application.

(1) An application for a peddling license shall be filed with the city clerk upon forms to be furnished by the city clerk. Such applications for a peddling license shall be sworn to and filed with

the city clerk not less than fourteen (14) days, nor more than sixty (60) days, prior to the time when the license is desired to commence. The application shall contain the following information:

- (a) Name and description of applicant;
- (b) Permanent home address and full local address of the applicant;
- (c) A photocopy of the person's drivers' license or State of Michigan identification card. The actual license or identification card shall be produced at the time of submittal of the application. The city clerk shall have the Novi Police Department verify that the identification is bona fide;
  - (d) A brief description of the nature of the business and the goods to be sold;
- (e) If employed, the name and address of the employer, together with credentials establishing the exact relationship;
- (f) The place where the goods or property proposed to be sold, or orders taken for the sale thereof, are manufactured or produced, where such goods or products are located at the time said application is filed, and the proposed method of delivery;
- (g) A statement as to whether or not an applicant has been convicted of any felony, or any misdemeanor.
- (2) A peddling license application shall be accompanied by an application fee in an amount set by resolution of the city council.
- (3) The issuance of license applied for pursuant to this section may be denied by the city clerk and licenses issued may be revoked or suspended by the city clerk at any time, for any of the following causes:
  - (a) Fraud, misrepresentation or any false statement made in the application for license:
    - (b) Any violation of this chaptor;
  - (e) Conducting a business in an unlawful manner or in such a manner as to constitute a breach of the peace or to constitute a menace to the health, morals, safety or welfare of the public;
  - (d) Failure or inability of an applicant to meet and satisfy the requirements and provisions of this chapter and every other ordinance of the city.
  - (43) Peddling licenses shall remain valid for a period of ninety (90) days.

## Sec. 26-5. Investigation of application; grant or denial.

- (1) The city clerk shall examine all applications filed under this chapter and shall make or cause to be made such further investigation of the application or applicant as the clerk shall deem necessary.
  - (2) The clerk shall not issue a license if he or she finds:

- (a) That the applicant failed to truthfully provide the information required in this chapter;
- (b) That the applicant has engaged in a fraudulent transaction or enterprise;
- (c) That the applicant has a bad business reputation or a reputation for dishonesty:
- (d) That the applicant has been convicted within the past five (5) years of a violation of federal, state, or local laws, ordinances, or regulations reflecting adversely on the applicant's ability to conduct the business for which the license is being sought in an honest and legal manner, including, but not limited to, burglary, theft, larceny, swindling, fraud, unlawful business practices, and any form of actual or threatened physical harm against another person;
- (e) That the applicant has had a license to conduct peddling or soliciting revoked within the past five (5) years.
- (f) That a permit has been granted to another individual or entity for solicitation within the public right-of-way at the same street corner or intersection for the date described in the application.

## Sec. 26-56. Written notice of suspension, revocation.

Written notice of suspension or revocation, of a license issued pursuant to this chapter stating the cause therefor, shall be delivered to the licensee personally or by certified or registered mail return receipt requested to the address as shown on the application for license.

# Sec. 26-67. Right to hearing following denial, suspension, revocation.

Any person whose license issued pursuant to this chapter is revoked or suspended, or any person whose application for a license is denied, shall have the right to a hearing before the council, provided a written request therefor is filed with the city clerk within ten (10) days following the personal delivery or the date of mailing of the notice of revocation or suspension or within ten (10) days following the denial of the application for a license.

# Sec. 26-78. False application.

It shall be a violation of this chapter for any person knowingly to file or to cause to be filed an application containing one or more false statements.

## Sec. 26-89. Permit/license contents; transfer.

- (1) Permits and licenses issued under this chapter shall bear the name and address of the person by whom the solicitation is made, the date issued, the dates within which the permit holder may solicit, and a statement that the permit does not constitute an endorsement by the city of the purpose of the solicitation or of the person or group conducting the solicitation. All permits and licenses shall be signed by the city clerk.
- (2) Any permit or license approved and issued under this chapter shall be nontransferable. Solicitors and peddlers shall be required to obtain and carry permits irrespective of whether employed by another permittee.

### Sec. 26-910. Hours of peddling/solicitation; additional requirements.

- (1) No peddling or solicitation may be conducted after 9:00 p.m. or before 9:00 a.m., prevailing time.
- (2) No person under the age of fourteen (14) shall solicit after 7:00 p.m., prevailing time, unless accompanied by an adult.
- (3) No peddler or solicitor shall enter into property which has posted a "No solicitation" sign, or its equivalent.
- (4) No peddling of goods or services shall be permitted within a public right-of-way, including any street corner or intersection, or on other public property.
- (3) No peddler or solicitor shall obstruct the free flow of vehicular or pedestrian traffic on any street, lane, sidewalk, or driveway.
- (5) No peddler or solicitor shall engage in such activity in any public right-of-way or on any street, sidewalk, or other public place after being ordered to leave or desist by a police officer or public official or employee.
- (6) No peddler or solicitor shall threaten or harass any resident of the city in the course of their activities or in any way engage in any conduct that would tend to threaten the health and safety of another or cause a nuisance, including, but not limited to, shouting, crying out, blowing horns, or ringing bells or similar devices designed to attract the attention of the public so as to be audible within an enclosed structure.
- (7) No solicitor shall engage in solicitation within a public right-of-way, including a street corner, unless he or she is wearing a reflective safety vest.
- <u>Part II.</u> Severability. Should any section, subdivision, clause, or phrase of this Ordinance be declared by the courts to be invalid, the validity of the Ordinance as a whole, or in part, shall not be affected other than the part invalidated.
- <u>Part III. Savings Clause.</u> The amendment of the Novi Code of Ordinances set forth in this Ordinance does not affect or impair any act done, offense committed, or right accruing, accrued, or acquired or liability, penalty, forfeiture or punishment, pending or incurred prior to the amendment of the Novi Code of Ordinances set forth in this Ordinance.
- <u>Part IV.</u> Repealer. All other Ordinances or parts of Ordinances in conflict herewith are hereby repealed only to the extent necessary to give this Ordinance full force and effect.

Part V. Effective Date: Publication. The provisions of this Ordinance shall become effective fifteen (15) days after its adoption and shall be published within 15 days of its adoption by publication of a brief notice in a newspaper circulated in the City, stating the date of enactment and the effective date of the ordinance, a brief statement as to the subject matter of this Ordinance and such other facts as the Clerk shall deem pertinent, and that a copy of the Ordinance is available for public use and inspection at the office of the City Clerk.

MADE, PASSED AND ADOPTED BY THE	<u>CITY COUNCIL ON THE CITY OF NOVI,</u>
OAKLAND COUNTY, MICHIGAN ON THE	DAY OF .
	David B. Landry, Mayor
	Maryanne Cornelius, City Clerk
CERTIFIC	CATION
It is hereby certified that the foregoing Or Oakland County, Michigan, at a meeting of the County, 2007.	dinance was adopted by the Novi City Council, ouncil duly called and held on the day of
	CITY OF NOVI
F	Зу:
	Maryanne Cornelius, City Clerk
ADOPTED:	
EFFECTIVE:	
PUBLISHED:	
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