

SURFSIDE BEACH TOWN COUNCIL WORKSHOP – ENTERTAINMENT DISTRICT TOWN COUNCIL CHAMBERS 115 US HIGHWAY 17 NORTH, SURFSIDE BEACH, SC JANUARY 6, 2018 AT 10:00 A.M.

CALL TO ORDER. Mayor Childs called the workshop to order at 10:00 a.m. Mayor Childs, Mayor Pro Tempore Ott, and Councilmembers Courtney, Pellegrino, Samples and Stevens were in attendance. Councilmember Johnson was absent. A quorum was present. Others present: Administrator Fellner; Town Clerk Herrmann, and Deputy Administrator Harrah.

Mr. Harrah introduced Ordinance #17-0862 to establish the Entertainment "E" District, and outlined the parking requirements, a copy of which is on file. Parking requirements have been a main concern throughout discussions about the E district. The E district is an opportunity to brand and market the pier area, which should revitalize current businesses and bring in new businesses. The resulting increase to the hospitality and accommodations tax base is a benefit to the town. There is no other district like this on the Grand Strand. There are roughly 226 private parking spaces. The town has 121 spaces between Yaupon and the pier. There are 61 spaces on Surfside Drive. There is a potential loss of 28 spaces, if the area businesses decide to have outdoor dining or improve their buildings. The remainder of the spaces are protected and shall remain parking subject to Section 17-420(T) which states: Any lot(s) containing parking areas for existing businesses that do not have a structure relinquishes the right to develop the area devoted to parking until such time as parking is provided elsewhere by the business/property owner. The required off-street spaces may be located and maintained on an adjacent property not to exceed 400 feet from the lot or use served. When the pier was built, there were no parking requirements. The town will be required to have one space for every 200 square feet (87 spaces just for the pier; not for the businesses on the pier) when the pier is rebuilt, if the E district is not adopted. All new construction or repairs over 48-percent must comply with current flood damage prevention ordinances. Establishing this E district will ensure that the area remains a commercial district, and eliminates residential construction in the E district. A lengthy discussion ensued regarding possible residential construction that could occur under the current ordinance, and the potential to lose accommodation tax revenue due to second home owners moving into their beach houses permanently, and also increase the demand for services.

32 Mr. Ott said asked if this included a mixed-use area. Mr. Harrah said yes, but there's never been an area 33 designated on a map. Mr. Ott suggested including that while this is being done. I need to know and understand how 34 this impacts the future. What will this end up looking like? We need to see projections for how the area will look five years, 10 years from now. Mr. Harrah said visioning is very important as you look ahead. Do you want to see an 36 area that is only commercial? Or do you want to see an area that that may evolve from commercial to residential? This area can be set out to be a walkable area in the future. If the town decides to build a boardwalk the E district would be the destination for the walkers. The Myrtle Beach Sky Wheel seats a 100 people, but there is not one 39 parking spot provided, because it's all walkable area. The Second Avenue pier that has parking out private parking out front, and the city has paid parking beside it. The town is unique, because we own the parking for the pier. Yaupon lot is a carryover for everybody in the area, not just specifically for the pier. Mr. Ott asked if future parking could be provided away from this area from which a shuttle service would operation. Mr. Harrah said that is certainly a possibility that Town Council could consider. He displayed a map of vacant lots that could possibly be 44 used as satellite parking provided a transit system was in place. 45

46 Ms. Samples said I support the ordinance. What is the intent in including the Yaupon parking lot as part of 47 the district? Mr. Harrah said to protect the parking lot from being able to have any kind of expansion. The town 48 attorney suggested removing the residential house located next to the parking lot. Ms. Samples asked if any 49 discussion was held with the owner residential house. Mr. Harrah said other than the hearings; nobody has come in 50 with comments, other than a few business people and a few residents. Ms. Samples was concerned about allowing 51 outdoor music until 12 midnight, and under Section 17-396.34 restaurants and other establishments with outdoor 52 dining it states no live music or sound produced through electronics speakers shall be permitted. During our festivals 53 we use that pier parking lot and we have loudspeakers. Since we're so concerned about following our own 54 ordinances, will that require the town to get a special permit for its festivals? Mr. Harrah said the noise ordinance 55 already establishes a decibel limit; if it doesn't exceed the decibel limit it is fine. We were not going to consider

having special permits for town events. There's already businesses that have acoustical outdoor events on their
decks. The timeframe can be adjusted. I don't think it's necessarily going to be an issue with loudspeakers.

59 Mr. Stevens said in that particular district there are 121 public parking spaces, and 226 private spaces. I'm 60 glad the music was mentioned. We have a lot of people in the area that are residential and tourist. They may not 61 want to listen to music after ten o'clock. I think that that definitely needs to be changed to ten o'clock. Many times 62 I've seen the town pass an ordinance and turn around and violate their own ordinance. Under this ordinance it seems 63 like you've actually reduced the setbacks on the lots, but everybody that rebuilds in that area will have to build up 64 and have parking underneath. Mr. Harrah said that's correct. That code is set out in the flood zone and it's 65 automatically required. Mr. Stevens said one of things that concerns me is I asked what would happen if we got hit 66 with category five storm. The Surfside Beach Resort is an iconic landmark that would not be able to be rebuilt under 67 this code. I would like to see the Surfside Beach Resort grandfathered. Mr. Harrah said a single property cannot be 68 treated differently in a rezoning, but if either the Surfside Beach Resort, the Holiday Inn or any height exceeding 69 structures are destroyed, the owners could ask for a height variance from BZA to enable them to rebuild. A lengthy 70 discussion ensued regarding restrictions on height limitations, building codes, elevator and stairwell requirements, 71 impact to tourism if the hotels were destroyed, and what or how investors may join together to rebuild. 72

73 Mr. Courtney said we're creating an at entertainment district. When we first started with this, I thought it 74 was going to be a light entertainment district, because the information was not clear. You want an entertainment 75 district, but you don't want music after ten. I'm not sure that will work. If you're worried about the visitors and 76 residents staying down the block, maybe we should not be doing this. Where do we go with this? If the residents 77 want an entertainment zone, that is what we will give them. He continued saying he didn't understand putting a time 78 limit on outdoor entertainment, and discussed the atmosphere at Garden City pier, which was much busier than the 79 town's pier, because it has a bar at the end of the pier, dancing, and an arcade. Have you contacted the area year 80 round residents for comments? Mr. Harrah said we had the public meeting at the planning commission for the 81 residents. Mr. Courtney said it was ridiculous to charge a dollar to get on the pier. Putting a time limit on the music 82 is [questionable.] If this is an entertainment district, let's do it right. The people that live here year around don't want 83 to lose their parking. That's what I hear from the constituents. It's not the town's place to tell them to walk and get 84 exercise. This a golf cart community, and I don't want to lose any parking. A discussion ensued regarding the 85 number of spaces, and potential loss of parking based on future development and outdoor dining permits, and 86 frontage road parking. Mr. Courtney said he speaks with tourists. After travelling 13 hours, a family with young 87 children will likely leave the area if everything is closed. 88

89 Ms. Samples said the ordinance regards outdoor noise. Being on the beach, the outdoor noise carries pretty 90 far. My concern was the outdoor entertainment. The ordinance has always been to end at midnight. So far we've not 91 changed. We're just discussing options. Nobody has come up with any specific recommendations. We should be 92 mindful of the fact that noise carries pretty far when you're outside. That is something that I think this counsel just 93 needs to have a discussion about. Many tourists come to enjoy the Family Beach. I want to see the pier area 94 improved upon. I think what the E district will help do that. I want to see some progress, change, and improvement 95 in the area, we are the Family Beach. I don't want to lose that. Putting in some sort of controls, I personally do not 96 think is a bad thing, and certainly don't want to compare us to Garden City pier. 97

98 Mayor Childs said I agree with Mr. Courtney. I think everybody up here is visualizing every restaurant 99 there having a loud steel band the same time. I don't think that's the case. I think most people down here on vacation 100 enjoy themselves staying up late, and midnight is not too late. I don't think that many bands will be outside at the 101 same time. Mr. Stevens said many times I can hear the bands at Scotty's Beach Bar from my house on 1st Avenue 102 North when I'm sitting on my front porch. If I can hear music from my house and I'm hard of hearing, how loud will 103 the music be for others who can hear well? I wouldn't have a problem with an acoustic guitar playing at a sidewalk 104 café. But you would be able to hear a full-fledged band. Mr. Courtney said I worked on the waterways 15 years, and 105 I worked with nightclubs on waters. I know how the sound carries. I dealt with party boats and had to advance on 106 them. The point I'm trying to make is, if we are going to have an entertainment district, it needs to be just that. There 107 aren't any homeowners near this district. Sound will carry. I hear it from Wild Water & Wheels, and once in a while 108 Surfside Freddie's bar. I just wish this council would reconsider. Mr. Stevens believed only acoustic bands should 109 be allowed outside to eliminate noise problems, because I don't think you can hear that from a long distance.

110

Mr. Ott said we aren't here to discuss decibels. Bands like MegaDeath and the Suicide Clown Posse will never perform in Surfside. If the music from Scotty's didn't keep you awake, it shouldn't have been brought up. Let's end this conversation and move on. I'd like to see them open and calm outside music till two in the morning. This is an entertainment district. That's what we do for a living here. This is this is a resort, and that's what I want it to be. I want people to come here and have fun, and not go home at ten o'clock. I thought parking was the main issue.

Mr. Truett, representing the business committee, said I have talked to several of the business committee members who have a few concerns. One was that if the district is established, it needs to benefit the town. I personally think it's a good idea, because we discussed years back about annexation; growing the town; growing our footprint, and growing our tax base. I think we all know we're not going to do that. So we have to be creative within our footprint. I think this E district will creating more tax revenue; more hospitality money, and more business license revenue. Regarding the outdoor music, I agree with 12 o'clock. Let's do it. That's what I have envisioned in the E district. Street cafés much like we have in the business district.

126 Mr. Courtney said the number one complaint by the business owners on Surfside Drive is that they cannot 127 have a menu board displayed three feet past their business. Mr. Truett said that is up to council to change the rules. 128 This is this is a perfect opportunity, if this is what we want to see then we need to encourage it by relaxing some of 129 the advertising signs, and sandwich boards requirements. The business committee is about driving businesses to 130 Surfside Beach. I think the entertainment district is a perfect example of that. We're not going to have any 131 residential property in the E district; it protects businesses there. That's a good thing. We think it's safe for the most 132 part. It's a good idea, and we appreciate the consideration. We bogged down the parking, but if you look around the 133 other area piers, we provide more parking any of them by far. Mr. Courtney said I just want to make sure we are not 134 losing any parking for our constituents or our residents. Mr. Truett said the only parking you would potentially lose 135 be six spaces if an outdoor café was set up. Worst case scenario, you lose 28 parking spaces. Again, the business 136 committee believes this is a good idea to drive business to Surfside Beach. 137

Mr. Stevens said the 61 parking spaces on Surfside Drive were included in the total, but they are limited to two hours, unless you have a permit. What would be done there? Mr. Harrah said that was up to Town Council to develop a comprehensive parking plan. Perhaps an option to have free parking after 7 o'clock should be considered; or placing meters on Surfside Drive or sell decals. The options for the body to consider are wide open.

Mr. Ott said Mr. Harrah was right. We need to ask ourselves, i.e. Town Council, what we're going to do
about this. I believe we can do this and do it right. Mayor Childs said Mr. Ott was absolutely correct. Mr. Harrah
said I've been revisiting old ordinances. If something unforeseen comes up in the future, Town Council can revisit
this ordinance to adjust and adapt it to the town's needs.

148 Ms. Mary Maruca, 7th Avenue South, said I have grave concerns about late night music. Neal and Pam's 149 has always closed their doors at 10 o'clock at night so noise won't affect their neighbors. They have been a good 150 neighbor. Sometimes people staying at my beach house next to Scotty's complain because they don't like the 151 afternoon karaoke. In the afternoon, we don't care. At night, they general close outdoor music about 10. Not 152 everyone that goes on vacation goes to bars. We take our family on vacation, and we're probably done for the day at 153 by 9 o'clock. We have to look at all of the different things that families do when going on vacation. I want to protect 154 those that are coming with families that want to just enjoy the beach, and go home and be done by 9 o'clock or 10 155 o'clock. I own Old Colony Realty. We hear the complaints. There are noise problems. I understand that you want 156 this to be an E district, but we also want to keep that area good for the families who already invested and rent there. 157 The beach houses are businesses and we need to protect them, also. I spoke with Chief Hofmann about the parking. 158 Even now, Scotty's lot fills up and overflow comes into my office parking. Unless we are busy, we never 159 complained to them. To think that you're not going to have other parking issue by growing the area, you're only 160 fooling yourself. I'm not saying that you shouldn't be doing this, but parking is always going to be an issue. The 161 chief said we can issue a citation to illegally parked cars, but I don't know what good that would do. Give the area 162 businesses some other options for someone that would tow the car immediately, if they so choose. Let's be realistic, 163 people will not walk to this area. Please be concerned with the neighbors around the area. 164

165 Mr. Matt Scalise, Scalise Realty, said it seems the town is headed in the right direction with this 166 entertainment district. We are excited about the possibilities and are looking at what kind of contribution we can

167 make to further enhance the town over the years. My family has done a lot to redevelop the area. We redeveloped 168 the pier and then sold it to the town. The town has enhanced it further. The rebuild is a work in process. We don't 169 know exactly what will come about, but assuming this proposal is adopted, we're looking at different possibilities of 170 what we can do to enhance the area. Aside from having businesses that are profitable, we would like to do 171 something to basically help revitalize the area, and that is a positive asset for the community. I understand the 172 council is considering adopting an ordinance that will potentially encourage hundreds of thousands worth of 173 investment in that small area to revitalize it. Otherwise, it is just going to be stagnant and not change. Our company 174 has chosen to build restaurants in the pier area, instead of residential property. River City Café and Bubba's has their 175 own parking areas, where individuals are welcomed to park to walk over to the beach. It is shortsighted to delay 176 adopting the entertainment district for the loss of possibly 5-percent of the over 400 parking spaces in the immediate 177 area, which includes public and private spaces. This is a small price to pay for positive progress. If diners are at 178 restaurants until ten or 11 at night, keep the meters active because that will be more revenue for the town. Losing 179 private parking spaces should not be considered, because the town does not own them. Mr. Scalise continued with 180 several examples of how the parking could be utilized. We all want something everybody can be proud of, and 181 again, I think this is a win-win scenario. Hopefully, the businesses, the town, and the residents can all benefit by 182 [establishing this entertainment district.] I suggest increasing the height limit to match the hotel, because it is highly 183 unlikely anyone would build higher than two stories, because of all the other limitations. That would eliminate 184 concerns about a second level on the pier buildings and also allow reconstruction if the hotel was destroyed. 185

186 Mr. Stevens said several years ago a group met to discuss how the town could create more business. The 187 Chamber of Commerce said the town should create a destination where people want to come. Our pier was our 188 destination. The only way were going to get investment in this area is to have that destination that will benefit 189 everybody that rents condos, beach homes, and that have businesses in the area. We've talked about creating a 190 boardwalk along the oceanfront from River City Café to Scotty's Bar. Surfside needs the revenue, so we need to get 191 the pier rebuilt. I prefer a concrete pier, which will cost more, but in the long run will last for years and years. What 192 is going to be the benefit of the town, not just now, but 20 years from now? We need to leave future generations our 193 legacy. 194

195 Mr. Phil Vassar, Surfside Beach Resort, said I was a resident here for 35 years. We are Surfside Beach, not 196 the Jersey Shore; not Myrtle Beach with nightclubs. We've had some self-regulation from the business point of view 197 in that area already. The point was made that at 9 o'clock Scotty's Beach Bar, since we've taken it over, takes the 198 bands inside. Neal and Pam's does the same thing. The people who rent here come with their families. I like to have 199 the opportunity for my five-year-old lay to down and not have a rock-n-roll band playing. My opinion is that this 200 district may not have been named correctly. I believe it will be more of a restaurant and entertainment district than 201 just an entertainment district. We have said for years that we are the oceanfront hotel in the resort Town of Surfside 202 Beach. We got a great family oriented resort town. I totally endorses the E district. I think it can be a great idea, and 203 is good for business. Mr. Harrah did a great job of reaching out to those of us in the business community to explain 204 some of the parking, because I had parking concerns, too. I think that there is a good plan in place so that this can 205 happen. I would ask that you reconsider that outdoor entertainment should be allowed until midnight, because there 206 are beach houses and people all along Ocean Boulevard that have been coming to Surfside Beach for years because 207 we are a family beach. Again, thank you very much for having the insight and vision to help the Town of Surfside 208 Beach grow. Business taxes provide 84-percent of the budget that runs the town to give residents the quality of life 209 that they enjoy. Thank you for the opportunity speak to you. 210

211 Mr. Boyd Sadler, 8th Avenue South, said I think the entertainment is probably a really good plan, if you 212 take care of the parking. I think the concept of opening up a business without having a place for your customers to 213 park is like putting the cart before the horse. I think that everybody's really putting some effort into this. I really like 214 this. It's about the best thing I've seen, since I've been coming to the meetings. I don't think anybody really 215 suggested to actually check into the parking. With 303 vacant lots in town, how many would be available to 216 purchase, and can the town afford them? I don't want to see an eight story parking garage. Out of towners would 217 think it's great to park for \$10 a day, but what is the cost to the view of the neighborhoods around that area? I think 218 satellite parking is a phenomenal idea. Establish a transportation system prior to that. It would be expensive, but it 219 would also be a benefit in time. Using golf carts instead of shuttle busses would enhance the town's family beach 220 atmosphere. Think about parking; think about handling the traffic you are going to have. If people come here and 221 there is no parking, they will leave. Find out how many of those 303 lots are available, and can we afford them. 222

Mr. Ott said thank you for your input. That's what we needed. Mr. Truett's [description] of Surfside Beach is perfect. That's who we are. We're not a concert town. I want to have all restaurants and things for people do. We have outdoor events a couple of times a year, but they are by special permit, and they are over by ten or eleven o'clock. We need to become that destination. I said at the council meeting that I wouldn't vote for the E district unless I understood that we can handle the parking. Now I see that we can. We can do the right thing. We need to work together with our business community.

230 Mr. Pellegrino said the goal is to make a destination so we can bring more customers; bring more visitors; 231 promote our town; bring more first-time visitors, and bring more families here for vacation. I think Mr. Harrah did a 232 good job writing the ordinance to address the parking issue. I think council needs to give Mr. Harrah direction on the 233 time for the music to stop. We've discussed ten o'clock and twelve o'clock, but no direction has been given. I see 234 both sides of the discussion. We do have a lot of families here. I only lived a few blocks from the pier and I hear 235 music in the summer time, but doesn't really prevent me from sleeping or going about my business. Obviously, if 236 you were staying right next to the pier that can be an issue. Mr. Courtney made a good point, are we creating a 237 destination. In the summertime everything runs later. After spending the day on the beach, dinner is later than the 238 normal six o'clock when you're on vacation. There are many visitors that want to go out later. I do like the fact that 239 our businesses already bring their music inside at a certain time, and are good neighbors. Thank you all for coming 240 out. 241

Mr. Courtney thanked everyone for attending and said please understand when I say this, I don't expect The Who to be playing on the pier or the Country Music Festival. Many establishments with live entertainment don't begin playing until 9:00 p.m. I think the businesses can regulate that kind of problem. It is up to council to decide what we are here in Surfside Beach. Yes, we are the family beach, but we are supported by the rentals and the businesses. It disturbs me that families come to walk on the pier and find a locked gate. I think the businesses can police their own music. Thank you very much for coming out.

Mr. Stevens said I hope that council will really listen closely to this and think about what we need to do for the long-term. This is a good way for economic development, and Surfside needs it. Personally, I'd love to see a bunch of rooftop restaurants in that area. Imagine sitting there next to the beach at a rooftop restaurant listening to the waves, watching the ocean with the moon shining on the water. That's the type of things people like. You create the destination. We have to be bold sometimes, and this is time to be bold. Create something that's going to last us for years and years. Thank you.

Mayor Childs said I think a lot of these issues can be addressed once we adopt this. It will be hard to resolve every single issue in advance. I really feel that that Town Council can address any issue that comes about regarding this district. I don't really see a lot of bands playing outside. I don't think the restaurant are big enough to have bands. There won't be any monstrous buildings built there. Some of the conversation seems to imply that every building will have an outside band and that is not going to happen.

262 Ms. Samples said thank you very much, Mr. Truett, for representing the business committee. We appreciate 263 that. Ms. Fellner and Mr. Harrah, great job on this. I know you've put a lot of time and effort into it. I do not have an 264 issue with the parking. I think filled parking lots are a good thing. I do support the district, and certainly will be 265 voting in favor. I see that it is on the agenda for Tuesday night, and I think that's great. Mr. Pellegrino brought up a 266 good point; we do need to provide direction. Reading the ordinance, it is specific to outdoor entertainment. My 267 recommendation for outdoor entertainment is that it ceases at ten o'clock. I will not change that opinion come 268 Tuesday night's meeting. I have no problem with it being taken indoor and going for as long as they want. My 269 position is that we need to represent not only the businesses, but the residents in town. I think a compromise of 270 ending outdoor entertainment at 10:00 p.m. is fair. 271

Mr. Courtney asked Mr. Harrah to find out how other municipalities handle outdoor music and let councilmembers know before the Tuesday night meeting. Mr. Harrah said yes, sir.

272

273

274

Mayor Childs said any councilmember may make a motion during second reading. I, too, want to thank you for all you've done a great job of pulling this together. Thank you to all the business people for their input, because I know this is something that you are very, very interested in. Thank you to our council for coming out today to this workshop.

Mr	Matt Scalica se	id the city of Char	leston is a premier tourist destination, and they have a significant
			and age, more people are using his taxi services, and Uber. Just keep
			nore often, particularly when parking is a problem. If cities like
			arking problems, surely the town can, too. Golf carts cannot be driver
			at night. If they know the parking may be a commodity, it may
			alk, especially when it is only a few blocks. There is a natural buffer
			ent residences, because of the rental properties that surround the pier
area.		perman	
Mr.	Ott agreed with	h Mr. Scalise. I wa	nted to know what options we have for parking. I see many options.
			happen, but we have options to correct and make everything good.
Mr	Harrah read a t	response from Mr	Cramer from Pier Outfitters: In regards to the E district, I'm excited
			y approach to the pier area. The zone will ensure continued business
			e better or worse with the zoning change. In the eight years I've been
			um in the summer months. This is a great deal better for the
			success will continue to grow with the new zone. Kurt Cramer,
businesses u	ian the anernati	ve, and I know my	success will collulide to grow with the new zone. Kult Cramer,
The	ra wara na otha	r commonte Marie	r Childs declared the workshop adjourned at 11:31 a.m.
The	te were no oure	er comments. Mayo	a Chinds declared the workshop adjourned at 11.51 a.m.
		D	repared and submitted by
		11	epared and submitted by
		D	ebra E. Herrmann, CMC, Town Clerk
VOTE:	Yes	No	SURFSIDE BEACH TOWN COUNCIL
	_	_	
			Robert F. Childs, III, Mayor
			Ron Ott, Mayor Pro Tempore
			Timothy T. Courtney, Town Council
			Mark L. Johnson, Town Council
			David L. Pellegrino, Town Council
			Julie M. Samples, Town Council
			Randle M. Stevens, Town Council

328 Clerk's Note: This document constitutes minutes of the workshop that was digitally recorded, and is not intended to 329 be a complete transcript. Appointments to hear recordings may be made with the town clerk; a free copy of the 330 audio will be given to you provided you bring a new, unopened flash drive. In accordance with FOIA §30-4-80(A) 331 and (E), workshop notice was distributed to local media and interested parties via the town's email subscription list. 332 The notice was posted on the entry door at Town Council Chambers. Workshop notice was also posted on the town 333 website at www.surfsidebeach.org and the marquee.