

Report to: Committee of the Whole

Date of Meeting: September 26, 2006

SUBJECT:

PREPARED BY:

Request for a Public Meeting- Second Hand Goods By-law

W. Wiles, Manager, By-law Enforcement & Licencing

RECOMMENDATION:

That a public meeting be held on a proposed amendment to the Second Hands Goods Bylaw, as long as there is no exchange of cash, to permit the trading of electronic games by persons under eighteen years of age, and that notice of the meeting be provided by advertisement in local newspapers.

EXECUTIVE SUMMARY:

Not applicable

FINANCIAL CONSIDERATIONS:

Not applicable

PURPOSE:

To hold the required public meeting to obtain public and stakeholder input on a proposed amendment to the Second Hand Goods By-law.

BACKGROUND:

Electronic Boutiques Canada has contacted the Town requesting an amendment to the Second Hand Goods By-law. The company is requesting that existing by-law regulations be amended to allow transactions that do not involve the exchange of cash and allow trading of games for other games by persons under eighteen years of age. The trading of electronic games for other games is now a significant component of the company's business and is restricted under the current by-law.

OPTIONS/ DISCUSSION:

Staff are undertaking a review of the by-law and will be contacting stakeholders to receive their input. The request is to allow a form of transaction that may fall outside of the original intended purpose of the by-law. This type and form of transaction was not common at the time of by-law enactment. Other municipalities will be canvassed to determine if other jurisdictions and by-laws have been amended to address this form of transaction.

FINANCIAL TEMPLATE:

Not applicable

ENVIRONMENTAL CONSIDERATIONS:

Not applicable

ACCESSIBILITY CONSIDERATIONS:

Not applicable

ENGAGE 21ST CONSIDERATIONS:

[Insert text here or delete section]

BUSINESS UNITS CONSULTED AND AFFECTED:

Legal

RECOMMENDED

S. Birrell,

Town Clerk

A. Taylor,

Commissioner, Corporate Services

ATTACHMENTS:

September 1, 2006 letter from J. Tyo of EB Games



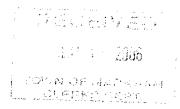


8995 Airport Road Brampton, ON L6T 5T2 Tel (905) 790-9262

September 1, 2006

Ms. Sheila Birrell, CMO Town Clerk Town of Markham 101 Town Centre Blvd. Markham, Ontario L3R 9W3

Dear Ms. Birrell.



I had the pleasure of meeting with your Markham office on Wednesday August 16, 2006. It was recommended at that time that we write you and formally request an amendment to the Second Hand Goods By-Law. Our wish is to have an exemption written in for those retailers that do not offer cash in exchange for second hand goods.

Understanding that the By-Law stands to protect those citizens whom are victimized by home invasions, EB Games has created a Second Hand goods policy that only allows customers to Trade games for equal or greater value. This eliminates the possibility that thieves are able to liquidate stolen property for cash.

More specifically, we would ask that under this exemption we would pay all license fees but be exempt from the following:

- <u>Business Watch</u>. We are not able to tie another computer into our current system. Also, capturing this personal information at point of trade for future reference can be viewed as a violation of the Privacy Act. A retailer may only collect information for use at point of sale to protect themselves against fraud.
- <u>Hold Period</u>. We ask that this product be place on shelf for sale upon receipt.
- <u>ID & Age Requirement</u>. We strongly believe that a teen who has the ability to purchase a new or second hand game based on ESRB ratings should be able to make the same decision to trade their game for equal or greater value.

We hope you find our request reasonable and agree that our internal policy is an adequate deterrent for home invasion cash conversion. We currently have two stores in Markham, and truthfully, one is in trouble because they cannot support their Second Hand game business. Recently we had to cancel plans for a new store in the Markham Rd. & 14th Ave. project because the profit proforma could not be supported without a viable second had game business.

We thank you for your consideration.

Singerely,

dannes Tyo

VP of Canadian Operations, General Manager, Canada