Public Safety, Finance, and Strategic Support Committee

City Council Priority #10: Personal Care Business Compliance Initiative

September 20, 2018 Item: (d)4





Overview

- Massage Parlor Overconcentration
- Maps
- New Enforcement Program / Results
- Recommendations
- Conclusion





History – Illicit Massage Businesses







Council Policy Priority #10

• A registry requiring all personal care businesses performing massage to register

• A Moratorium on the distribution of new massage permits

• Conduct outreach to and discussion with industry business professionals





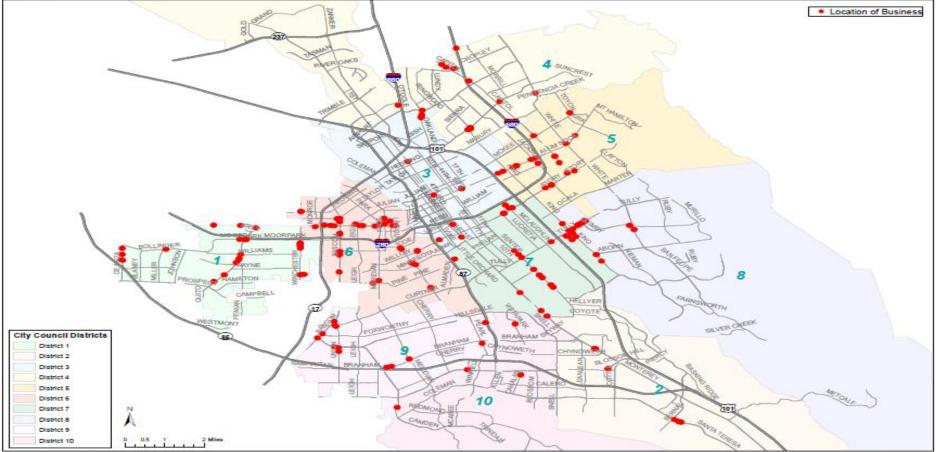
Massage Parlor Overconcentration





191 Suspected IMBs Identified

SAN JOSE MASSAGE BUSINESSES



SOURCE: LT.MESSIER #3049 / SJPD VICE UNIT CRIME ANALYSIS UNIT SAN JOSE POLICE DEPARTMENT

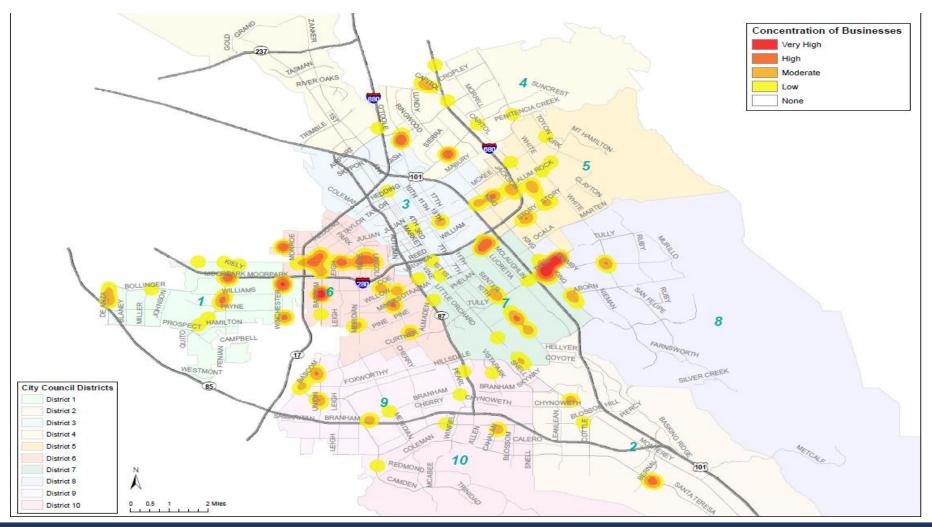
FOR LAW ENFORCEMENT USE ONLY

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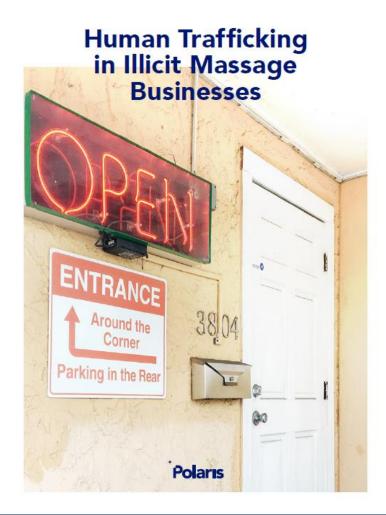
Heat Map Pre-Enforcement







Human Trafficking in IMBs







The New Enforcement Program

• Collaborative effort between the Vice Unit, Code Enforcement and the CAO.

• Increasing covert operations and bringing in additional officers to assist Vice.

• Landlord Education Program.





Landlord Education Program

- Identify the landlord.
- Meeting at the Police Department with Vice.
- Provide copies of online erotic reviews.
- Provide the Polaris report.
- Provide a Letter from the Vice Unit.
- Explain the business is without proper permits.
- Educate about IMBs and abatement laws.





Enforcement Activity

VICE UNIT

- 60 covert operations (only 9 in 2017)
- 114 Landlord Education Meetings

<u>CODE</u> ENFORCEMENT

- 463 Inspections
- 193 compliance Orders
- 106 citations





RESULTS

In the last 9 months of the original 191 IMBs

• 107 have closed

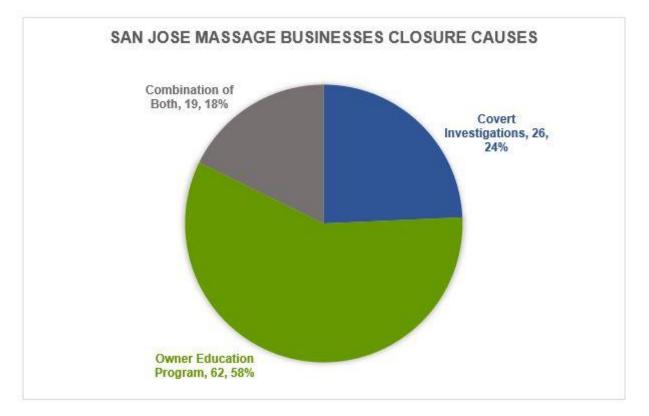
• 33 are in-process and expected to close

• Only 45 remain





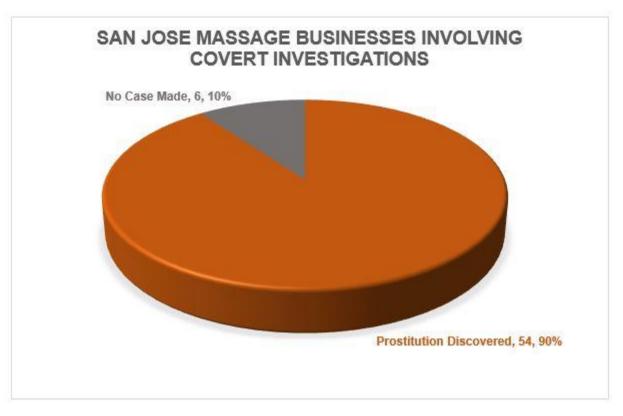
Methods Used to Close 107 Illicit Massage Businesses







60 Covert Operations 90% Were Offering Prostitution Services.







Other Data

• 7 fully permitted massages business were offering prostitution services (Revoked).

• 19 Massage Businesses are fully permitted.

• 2 landlords renting to IMBs where prostitution services were confirmed refused to evict their tenants.



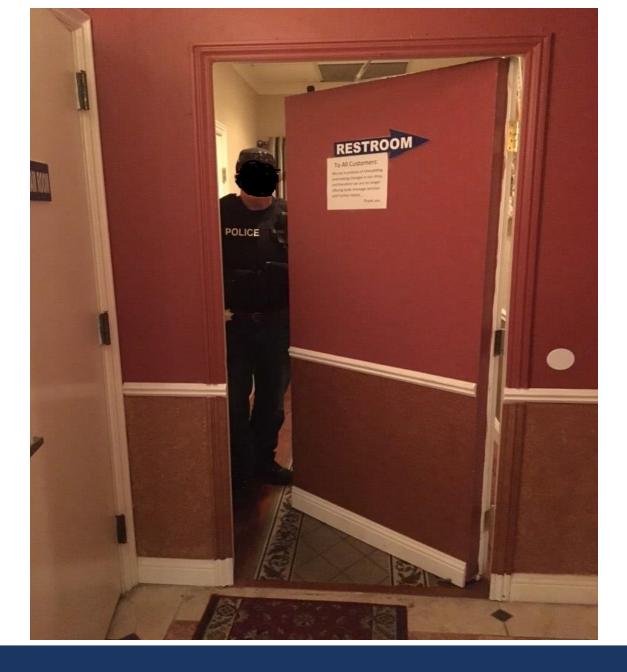


Salons Offering Prostitution





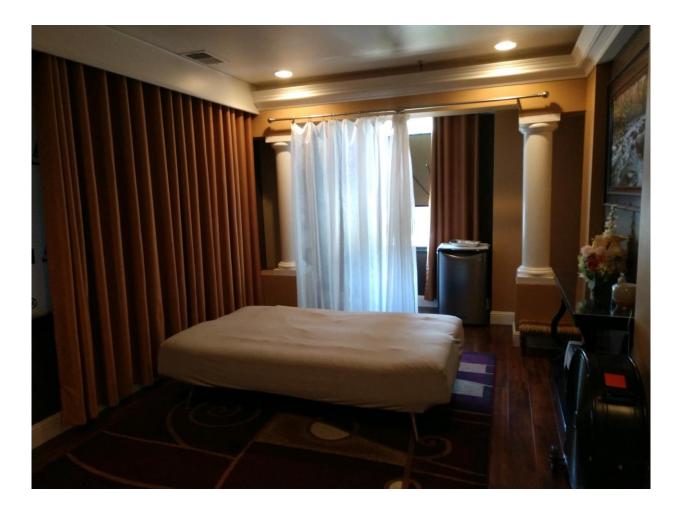








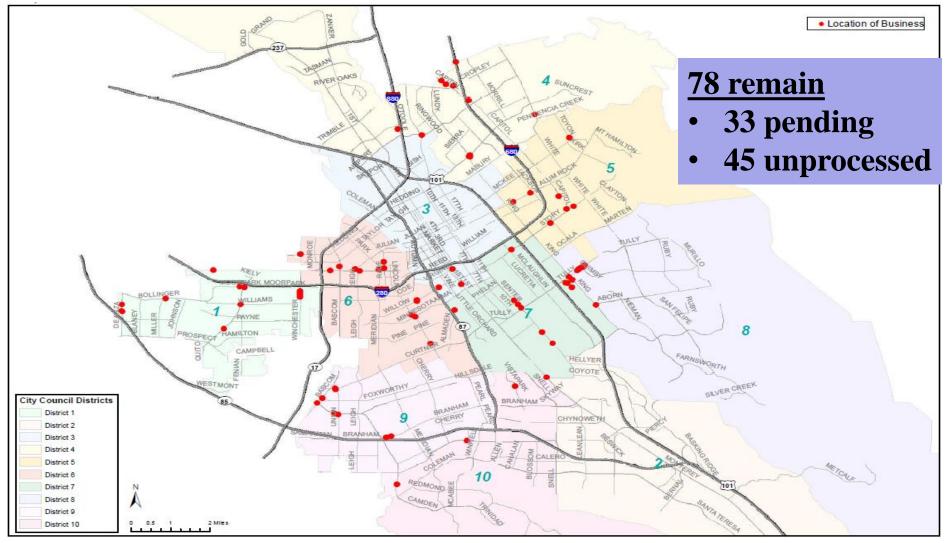
MASSAGE ROOMS







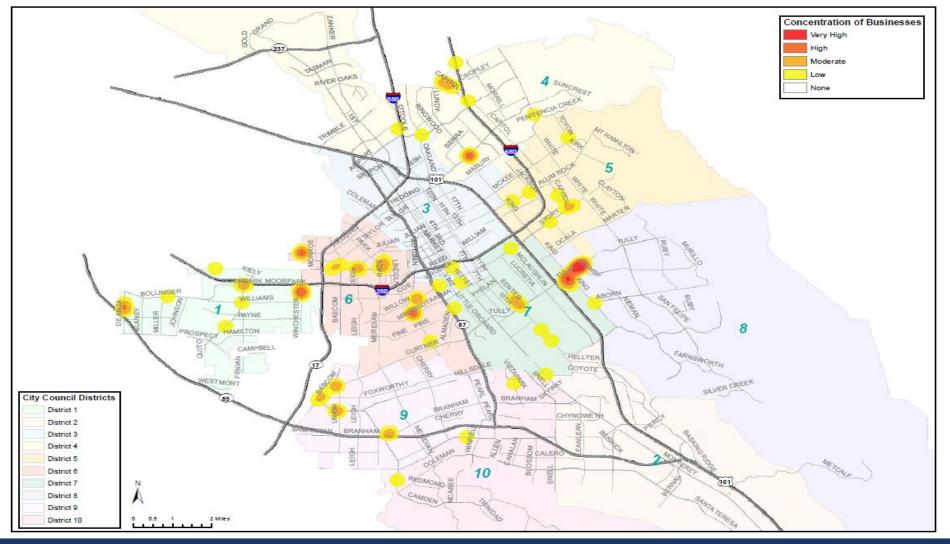
Remaining Suspected IMBs







Post Enforcement Heat Map







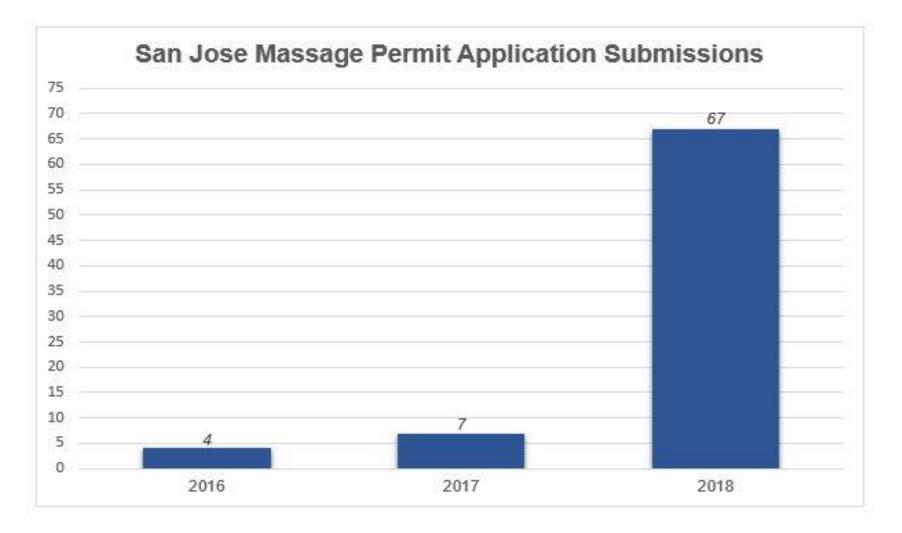
How We Measure Our Success

- 950% increase in massage permit applications.
- Open Source Information from sex buyers.
- Calls from neighboring cities.
- Calls From Human Trafficking Prevention Groups (South Bay Coalition).





Massage Permit Applications







What Sex Buyers Are Saying Online

- "SJ police using info from reviews to shut down AMPs."
- "SJ scene and the repercussions of AMPs closing."
- "Anyone looking to trade AMP info in SJ."
- "SJ scene literally dead."
- "The department has SJ on lockdown, better massage in Milpitas and Cupertino."





Other Trends

- Minimal reviews describing prostitution
- Longer wait times in remaining businesses
- Charging customers more money
- More vetting of new customers
- Few relocating in SJ under new business name





Price Increases







Conclusion

- **The Registry** The Finance Dept. will provide Vice with a quarterly registry.
- The Moratorium Only 45 massage businesses left. No longer needed.
- Outreach and Discussion with Industry Code & Vice have fully completed.
- **Council Policy Priority** Implemented.
- **Enforcement** Ongoing.



