

#### BOARD OF SUPERVISORS JULY 24, 2018

# Vacation Home Rental (VHR) Ad Hoc Committee Recommendations

# What is a VHR?

**Defined in County Ordinance, Chapter 5.56:** 

"Vacation home rental means one or more dwelling units, including either a single-family, home, duplex or single condominium unit rented for the purpose of overnight lodging for a period of not less than one night and not more than 30 days other than ongoing month-to-month tenancy granted to the same renter for the same unit."

## What is a VHR?

- Most hosts use an online platforms such as AirBnb or VRBO, but VHRs could be advertised in other ways
- Zoning ordinance does not define VHR as use that is prohibited in residential areas
- However, it is considered a home business
- Definition does not apply to "hosted" rentals or "homestays" (renting one bedroom or portion of a home)

## **VHRs in El Dorado County**

Regulated by County Ordinance Code Chapter 5.56, which requires:

- O Business license
- Transient Occupancy Tax (TOT) registration certificate
- OVHR Permit (from Treasurer-Tax Collector)
- O Administrative Permit (from Planning & Building)

#### What is the issue?

#### **Total Active VHR Permits**

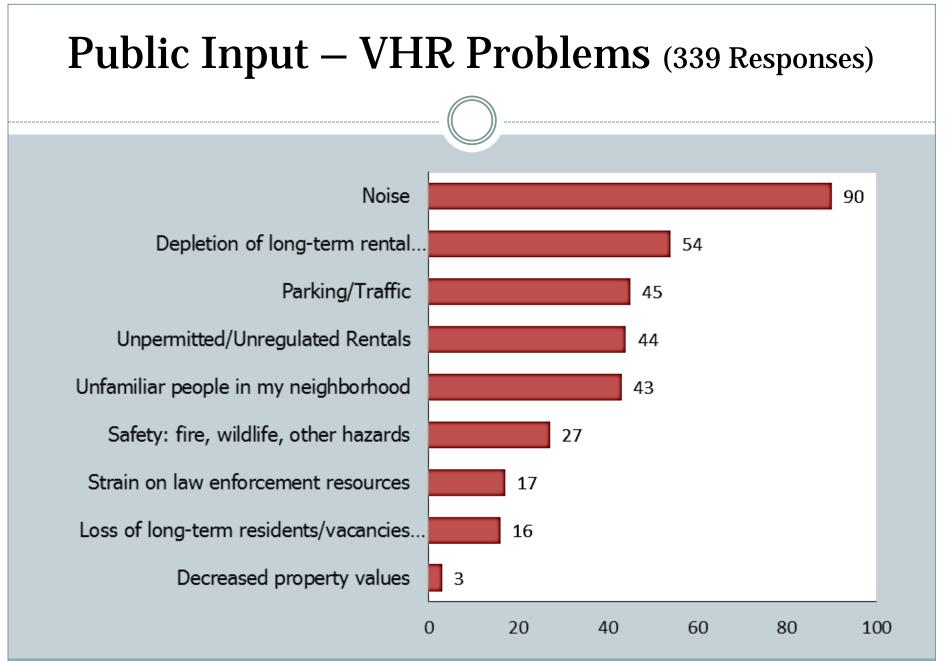


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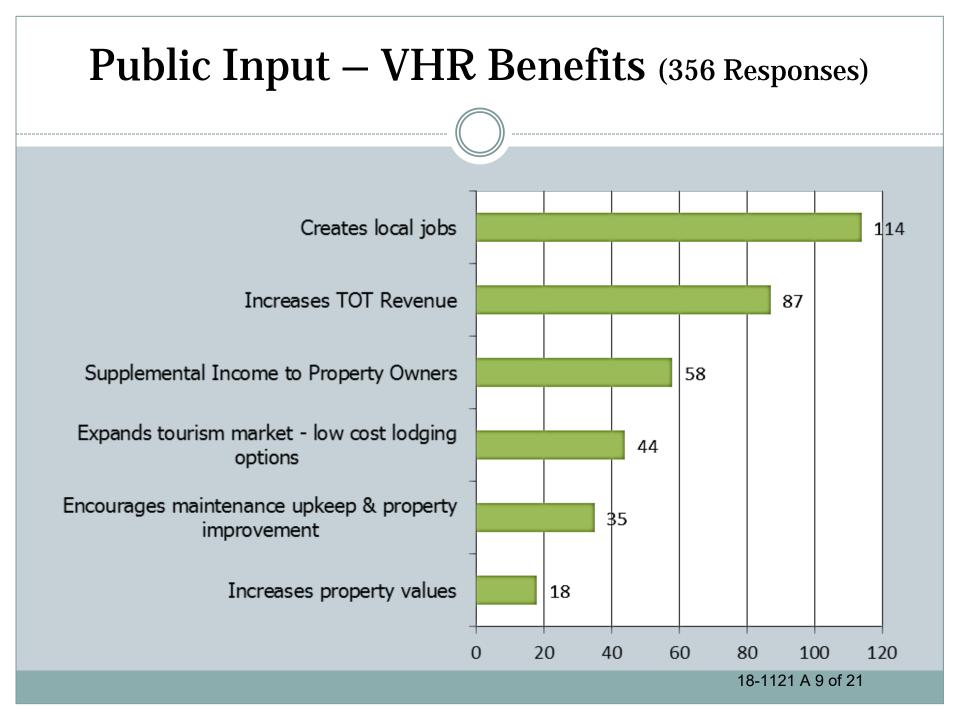
### What's the issue?

- Although communities in Lake Tahoe have always had short-term home rentals, online platforms have increased numbers
- The numbers only reflect the number of permitted VHRs—there are an unknown number of others that are unpermitted in the County
- There are few VHRs—and few reported VHR problems outside of the Tahoe Basin





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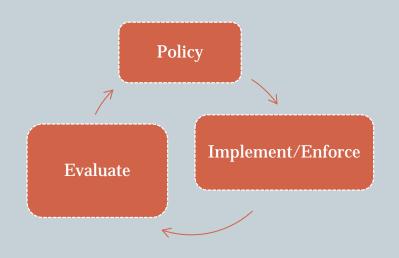






Goal: Set of modernized policies and enforcement methods that retain the benefits of VHRs, prevents or mitigates the impact on neighborhoods, and minimizes their impact on public services.

Objective: Improve Neighborhood Compatibility Objective: Avoid Overconcentration of VHRs and Commercialization of neighborhoods



#### **Cities/Counties for Comparison**

- How are other jurisdictions addressing VHRs?
- Chosen for geographical/population/other similarities and tourist industry

#### • The List:

Napa County County of Sonoma Monterey County County of Riverside Santa Barbara County Marin County San Luis Obispo County Placer County Mono County Mendocino County Douglas County, NV City of South Lake Tahoe City of Palm Springs City of Palm Desert City of Napa City of Healdsburg City of Santa Barbara

- BOS Meeting January 9, 2018 Placerville
  - Board declined to impose a moratorium on new VHR permits;
  - Ad Hoc Committee to study the issue and return with recommendations
- BOS Meeting February 1, 2018 South Lake Tahoe
  - o Ordinance revision concepts presented
  - o Public input exercise
  - Meeting discontinued prior to public comment and Board discussion

- Ad Hoc Committee Meeting February 12, 2018 Meyers
  - Ordinance concepts presented
  - Results of 2/1/18 exercise presented
  - Public comment (written and oral)
- BOS Meeting March 13, 2018 Placerville
  - Conceptual approval by BOS to proceed with review of VHR functions
- Ad Hoc Committee Meeting April 12, 2018 Meyers
  - Online survey regarding nuisance issues
  - Policy/enforcement options exercise regarding issue of noise

- April 23 Ad Hoc Committee Placerville
  - Ordinance concepts presented
  - Discussion of expanding VHR permitting process to West Slope
  - o Review of Ad Hoc Committee Goal and Objectives
- May 2 BOS Meeting- South Lake Tahoe
  - Approval of conceptual ordinance revisions
  - All concepts approved,
  - Direction to reduce the required response time for Local Contact Person from 60 minutes to 30 minutes

May 9 Ad Hoc Committee - Meyers

• Policy/enforcement options exercise regarding safety, parking, trash, trespass

#### June 5 – BOS Meeting - Placerville

- Second Reading of ordinance (8 initial ordinance changes)
- Changes effective July 5, 2018
- June II Ad Hoc Committee Meyers
  - Policy/enforcement options exercise regarding VHR concentration
- June 25 Ad Hoc Committee Meeks Bay Fire Station 61
  - Discussion of recent ordinance changes, Ad Hoc committee work re-cap, and issues specific to the West Shore

# Changes that Took Effect July 7, 2018:

#### Eight Policy Changes:

- Restructure Violation and Penalty Provisions (\$500, \$750, \$1,000 within 18 month period)
- Clarify Language throughout Ordinance (e.g. "shall" rather than "should" or "best efforts")
- Require Exterior Signage with Contact Info
- Cap Number of Occupants during Quiet Hours
- Apply Ordinance Countywide
- Inspections prior to Permit Issuance
- Review County VHR Functions (Approved 3/13/18)
- Bear-Proof Trash Receptacles in Tahoe Basin

## **Noise-related Recommendations**

#### Policy Recommendations

New

- Cap on number of overnight occupants at 12, regardless of number of bedrooms.
- Occupancy calculated at two persons per bedroom, plus two
- Conditional Use Permit required to operate a VHR whose occupancy exceeds the cap.
- Quiet hours of 10:00 p.m.-8:00 a.m. apply to all activities, not just hot tubs. Enforcement Recommendations
- Impose penalties for violations on the entity directly responsible for the violation.
- Notify and educate neighboring residents of VHR permits issued.
- Enforcement Staff Equipped with Decibel Meters.

## Parking/Safety/Etc. Recommendations

#### Policy Recommendations

New

• Draft and refine a set of required safety features to include in the ordinance

#### **Enforcement Recommendations**

- Inspections for new and renewed VHR permits.
- Require the owner or property manager to check-in with the renter on-site at the time of arrival or within 10 hours of arrival.
- Online course and test for VHR owner/manager registration, results of which will be required as part of the application process.

# Prevent overconcentration of VHRs and commercialization of neighborhoods

#### Policy Recommendation:

Limit the number of VHR permits to 900 in the Tahoe Basin, with new permits only being issued as existing permits expire

- Would NOT apply to hosted rentals (homestays/partial home rentals)
- Would NOT apply to the West Slope

Going forward:

New

- Is the cap the appropriate number?
- Refine the issue: are there areas with a high concentration of VHRs that need to be addressed? Are there areas where a large number of VHRs are clustered?
- Continue to evaluate policies and enforcement methods.