# Short Term Rental Licensing and Inspection Fees

Manzanita City Council Meeting

October 6, 2021

## Action Requested

• Approve fee increases for the purpose of cost recovery for short term rental licensing and inspections.

## Annual STR Renewal Fee

- Staff are not proposing any changes to the STR renewal fee at this time.
- Will be subject of future council discussion.

## Reasons for proposed increases:

STR Ordinance 10-03 Section 3(b) <u>requires</u> that the short-term rental application fee include the cost of staff time to process the application and the initial Short-Term Rental inspection.

STR license application and inspection fees have not been increased since 2010.

#### Short-Term Rental Application Fee

- The STR application fee has been \$75 since 2010 and includes the initial inspection.
- The actual cost based on staff hourly rates to process the STR application and to coordinate & perform the inspection is \$250.

#### Current Short-Term Rental Inspection Fees

- The fee for ordinance-required periodic re-inspections has been \$75 since 2010.
- There is currently no fee for follow-up inspections required to confirm that identified deficiencies have been corrected.
- There is currently no fee for random inspections needed to confirm safety or conformity of the STR property when issues are reported or discovered.

Proposed Short-Term Rental Inspection Fees to Increase Cost Recovery

- The actual costs based on staff hourly rates to coordinate & perform STR inspections are:
  - Required periodic re-inspections \$150
  - Follow up inspections to confirm correction of identified deficiencies \$75
  - Other random inspections needed \$150

#### Action Requested

Approve Resolution 21-16 repealing Resolution 14-06 and replacing it with 21-16 amending inspection and license fees for short term rentals and adding new inspection fees for short term rentals.

- Increase the STR license application & inspection fee from \$75 to \$250.
- Increase the periodic re-inspection fee from \$75 to \$150.
- Add a \$75 fee for follow-up inspections.
- Add a \$150 fee for other random inspections.

## Ordinance 21-06 – Relating to Rules and Regulations for Short Term Rentals

Manzanita City Council Meeting Regular Session August 4, 2021 Leila Aman, City Manager



#### Ordinance 21-06

#### AN ORDINANCE AMENDING SECTIONS 1 THROUGH 6 OF AND ADDING SECTION 7 TO ORDINANCE NO. 10-03 RELATING TO RULES AND REGULATIONS FOR SHORT TERM RENTALS



#### Ordinance 21-06

AN ORDINANCE **REPLEALING AND REPLACING ORDINANCE 21-**05 AND AMENDING SECTIONS 1 THROUGH 6 OF AND ADDING SECTION 7 TO ORDINANCE NO. 10-03 RELATING TO RULES AND REGULATIONS FOR SHORT TERM RENTALS



# Ordinance 21-05 – Amending Rules and Regulations Related to Short Term Rentals

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April 7, 2021 – 1<sup>st</sup> reading
May 5, 2021 – 2<sup>nd</sup> reading
*passed unanimously both times
Issue with posting requirements.
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Provided an opportunity to refine some issues that came up during the hearing process.



### Since then...

STR Workgroup reconvened and made some surgical refinements.

This Ordinance reflects the months of thoughtful work of the committee and a little extra attention.



## Key Changes since 21-05

- Dwelling Unit Definition is updated Consistent with definition in zoning code. It will update when the definition in the zoning code is updated.
- Location and signage language more flexible.
- Applied noise restrictions citywide. (Specific limits to noise and time (Residential noise cannot exceed 55dBA during the hours of 10PM to 7AM. LC and C-1 12:01-7AM, and certain exceptions)) This is referenced in the STR code but staff also recommend applying it Citywide and have proposed amendments to ordinance 94-6 relating to unnecessary noise.



## Parking

- Established a method for determining a parking maximum for short term rentals (1 vehicle/sleeping area + 1)
- Limits overnight on street parking to 1 vehicle per short term rental
- Requires the owner to convey information to renters prior to visit
- Verified by City through initial inspections or periodic reinspection's



## Recommendation

• Approve the first reading of Ordinance 21-06.

AN ORDINANCE **REPLEALING AND REPLACING ORDINANCE 21-05** AND AMENDING SECTIONS 1 THROUGH 6 OF AND ADDING SECTION 7 TO ORDINANCE NO. 10-03 RELATING TO RULES AND REGULATIONS FOR SHORT TERM RENTALS



## Recommendation

- Approve the first reading of Ordinance 21-07
- AN ORDINANCE AMENDING SECTION 4 OF ORDINANCE NO. 94-6 RELATING TO UNECESSARY NOISE AND PRESSCRIBING GENERAL OFFENSES

