

Short Term Rentals (STRs)

Permit Status Update and Requested Policy Direction

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January 25, 2022 Board of County Commissioners











Timeline

May 1 2021

Ordinance Effective

August 1 2021

- End of 3-month Grace Period
- Start of full enforcement

Fall 2021

 Outreach Feedback and Proposed Changes

May- Dec. 2021

• Data Presented May 1 - Dec. 20, 2021

STR Program: 9 months to date

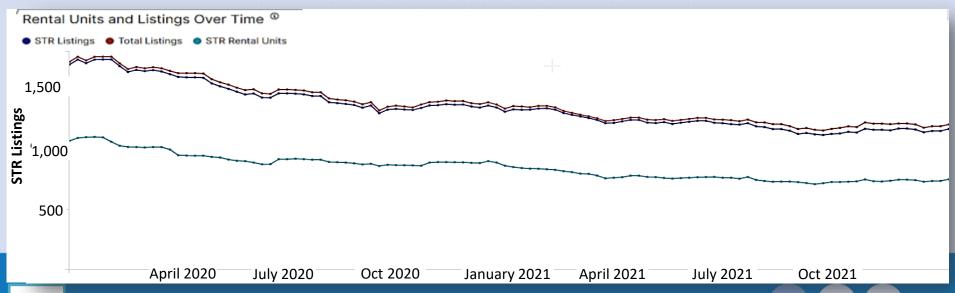


To Date Permitting Status

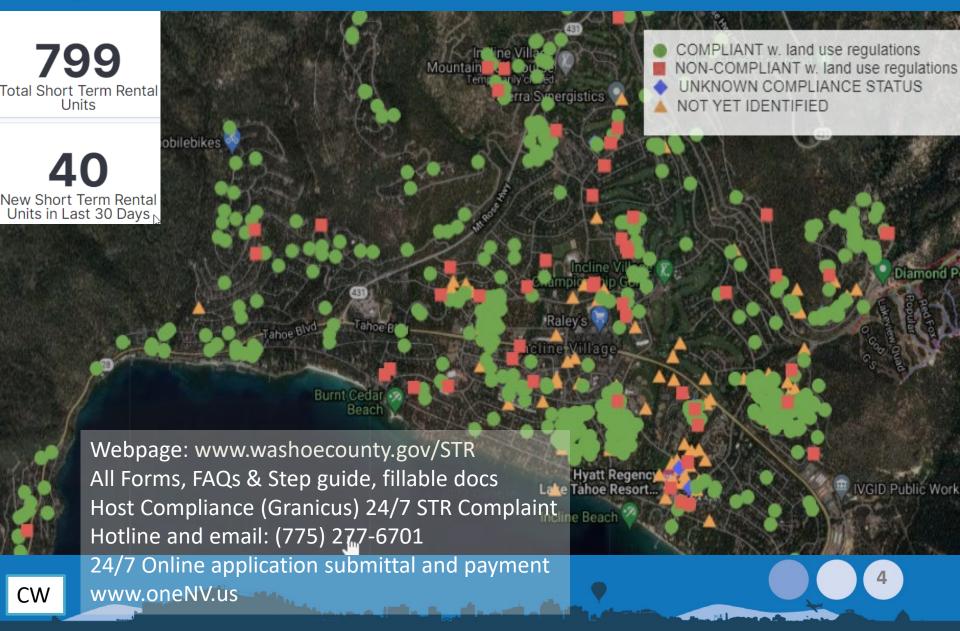
Since May 2021

- 642 Applications / 494 Issued (5/1/21 1/15/22)
- 12 Tier II Admin Review (>10 Occupants)
- 96% Located in Tahoe Basin, 4% in Valley

Since 2020: # of STR listings have decreased from 1,200 to 800



Overall Crystal Bay/Incline Map





STR Issued Permit Trends

- Average Max Occupancy: 5.8 = 6 persons
- Average Habitable Square Footage: 1,167sf
 - Minimum: 667sf
 - -Max: **6,017sf**
- Average # of Legal Bedrooms: 3: 97% whole house
- STR Single Family Dwellings: 30%
- STR Condos: 70%
- No. of Certified Property Managed STRs: **270 or 58%**



Ownership Trends

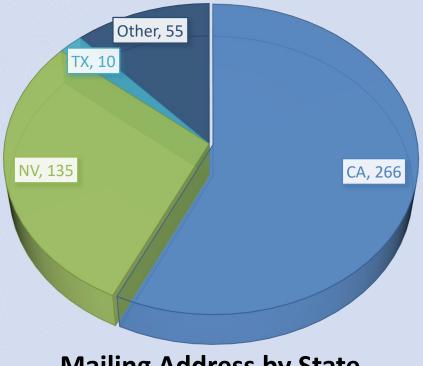
Out of 467 Issued

10

Owners with 2 STRs

45

Issued to LLC, Inc. or Holdings



Mailing Address by State



Inspection Trends

467 **Issued Permits**

Inspection Result

178
Failed First
Building Inspection

75Failed First
Fire Inspection



Program Revenues/Expenses









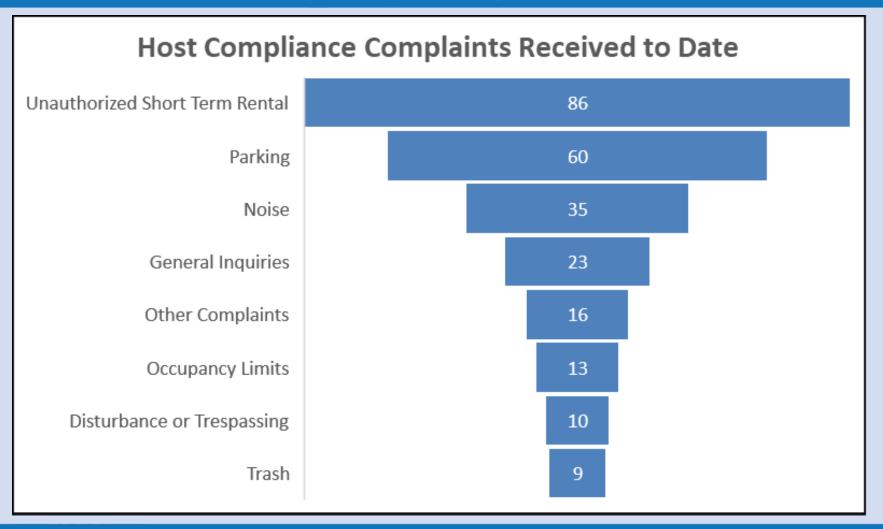
Code Enforcement Update

- Enforcement Approach to Date
- Violations subject to Due Process
- Limited Staff Resources (Availability to respond or confirm complaints 24/7 not possible)
- Citation Evidence (time/date stamped) Witness
- Host Compliance Complaint Hotline (x daily)
- Local Responsible Party Issues/Experience
- General summary of calls/complaints thus far



Complaints by Type (HC)

(252 Total)





Enforcement Case Summary

- Since 9-15-21 to Present:
 - 14 Complaint Cases Opened
 - 12 Violation Cases (Violation Confirmed)
- Complaint Type:
 - 23 operating without a permit
 - 2 for over occupancy, 1 non-compliant listing
- Fines Issued to date = \$10,367.20
- Fines Paid to date = \$1,737.60
- Code enforcement fine payments go to the General Fund



Public and Agency Outreach

STR Owner and Property Manager Workshop

- October 12, 2021
- 52 Participants

General Public Workshop

- October 19, 2021
- 78 Participants

Regulatory Agency Outreach

Sheriff's Office, North Lake Tahoe Fire Protection District, Truckee Meadows
Fire Protection District, Reno-Sparks Convention & Visitors Authority (RSCVA),
Incline Village General Improvement District (IVGID), Sun Valley GID, Washoe
County Manager's Office, business license program, code enforcement
program, planning program, and building program, as well as Washoe County
Health District and District Attorney's Office



Outreach Summary

Things we heard:

- -General support on 'all sides' for new STR regs
- Frustration with Occupancy Calculations
- Simplify Application & Renewal Process
- Availability of Code Enforcement Resources
- General Nuisance Concerns: Noise, Trash,
 Occupancy and Parking
- Impacts on current housing needs
- Access to STR Permit Information/Data-MAP



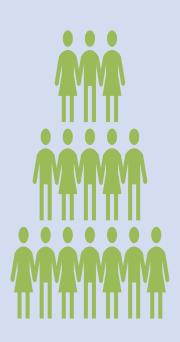
STR Resources





Proposed Occupancy Calculation

The occupant load shall be calculated as two (2) occupants for every legally permitted bedroom in accordance with Section 110.319.20(a)(1). The remainder of the home (excluding bedrooms) shall be calculated as one (1) occupant for every 200 square feet of habitable space in accordance with Table 1004.5 of the 2018 International Building Code (IBC) or the currently adopted edition.





Condominium Occupancy

Current Calculation:

1 occupant per 200sf of **habitable** space

Example:

A 3 bedroom 1,200sf condo with 986 sf of verified habitable space Maximum of 5 Occupants

Proposed Calculation:

- 2 Occupants per legal bedroom, PLUS
- 1 Occupant per 200 SF of verified <u>habitable</u> space

Example:

3 bedrooms = 6 occ.

+PLUS, 1 per 200sf of remaining

491sf habitable space (200/491sf)= 2 occ.

Maximum of 8 Occupants



*Limiting Factor: Tier & No. of Parking Spaces (1 designated space per every 4 Occupants)

2 occ.



Single Family Dwelling Occupancy

Current Calculation:

1 occupant per 200sf of <u>habitable</u> space

Example:

A 3 bedroom 1,200sf of verified habitable space

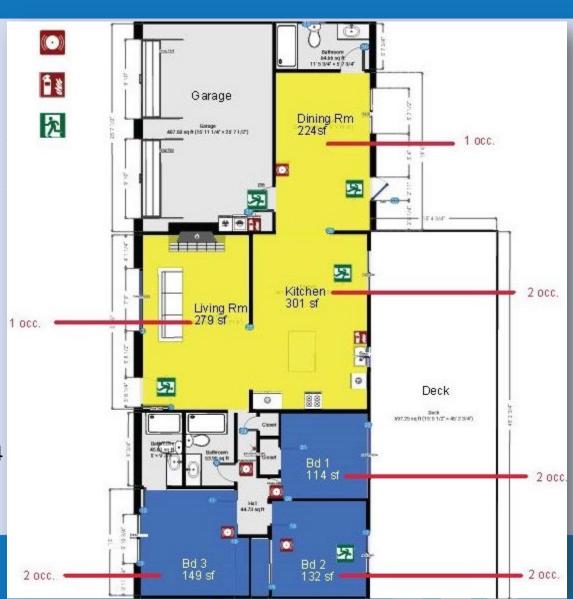
Maximum of 6 Occupants

Proposed Calculation:

2 Occupants per legal bedroom, +PLUS 1 Occupant per 200 SF of <u>804</u> <u>sf</u> <u>habitable</u> space

Example:

3 bedrooms = 6 people
PLUS, 1 per 200sf of remaining 804
sf habitable space (200/804sf)= 4
Maximum of 10 Occupants





Proposed Fees

- 1. Fire Districts have indicated the \$90 fee does not fully recoup the costs for their inspections and administration
 - Proposing an additional 1-hr fee +\$90 = 2 hours, for a total of \$180
- 2. Subsequent Building Inspection Fee (Beyond first two)
 - Proposing Additional 1-hr fee of \$90/hr
- Subsequent Administrative Changes Hourly Fee (such as change in ownership, owner requested permit modifications, etc.)
 - Proposing Additional Hourly Fee of \$90/hr

| | COMMUNITY | SERVICES [| FIRE FEES | Tech Fees | | |
|--|-----------|------------|-------------|---------------|---------|----------|
| APPLICATIONS | Base Fee | Planning | Building | Fire District | RTF | TOTAL |
| SHORT-TERM RENTAL (Article 319) (See Notes 10 & 11) | | | | | | |
| Initial Permit (See Note 12) | \$384 | \$90 | \$180 | \$90 | \$14.40 | \$758.40 |
| Initial Permit (with licensed property manager as local responsible party) | \$346 | \$81 | \$180 | \$90 | \$14.04 | \$711.04 |
| Renewal with Inspection | \$384 | \$45 | \$90 | \$90 | \$9.00 | \$618.00 |
| Renewal with Inspection | \$346 | \$40.50 | \$90 | \$81 | | _ |
| (with licensed property manager as local responsible party) | \$340 | \$40.50 | \$50 | \$01 | \$8.46 | \$565.96 |
| Renewal with Self-Certification (See Note 13) | \$384 | \$45 | \$45 | \$45 | \$5.40 | \$524.40 |
| Renewal with Self-Certification | \$346 | \$40.50 | \$45 | \$40.50 | | _ |
| (with licensed property manager as local responsible party) | \$540 | \$40.50 | \$40 | \$40.50 | \$5.04 | \$477.04 |
| APPEAL OF STR ADMINISTRATIVE HEARING | | ènco | | | | ė ne n |
| ORDER/DECISION to Board of County Commissioners (See Note 14) | - | \$250 | • | - | | \$250 |
| INVESTIGATIVE FEE (per hour for relevant agencies) | - | | | | | \$90/hr. |



Summary of Staff Recommended Fee Changes

- 1. Require an additional \$90 fee for any inspection beyond first 2 STR building inspection
- 2. Permit Fees for North Lake Tahoe Fire Protection District to be increased by \$90 to be \$180
- 3. Establish Administrative Hourly Fee of \$90/hr
- Possibly increase Planning portion of fee once we can reconcile a full year (currently 1 hour \$90 vs actual 8 hours +)



Summary of Staff Code Amendment Recommendations

- Notarized affidavit be expanded to include the minimum insurance requirements verses a certificate of insurance
- 2. Clarify requirements in condo/multi-family for parking where parking is unassigned, no overflow
- 3. Revise method for maximum occupancy calculations
- 4. Type of trash container required "Bear Box"
- 5. Replace Tier 3 STR Permits (Administrative Permit-BOA) with a Special Use Permit (PC)



Tentative Timeline

January 2022

Direction from BCC

March 1st 2022

• Planning Commission- DCA

March 22 2022

• BCC: 1st Reading

April 12 2022

• BCC: 2nd Reading

May 2022

Adoption- prior to annual renewals



Possible Motion

Should the Board agree with staff's recommendation, a possible motion would be:

"Move to confirm staff's recommendations or provide the following additional policy direction associated with the regulation of short-term rentals within unincorporated Washoe County: [provide specific direction which may include staff's recommendations involving occupancy calculations, parking requirements, trash/garbage collection rules, insurance requirements, permitting requirements, enforcement process, fees, fines, and penalties and/or provide additional policy direction...]"



Ways to Connect

By Telephone:

775-328-6100

By Email:

str@washoecounty.gov

Washoe County STR Webpage for Updates

http://www.washoecounty.gov/STR

Permitting Platform & STR Permit Information

http://www.onenv.us/



Subject Matter Experts on Standby

- Planning & Building: Courtney Weiche, Trevor Lloyd & Chad Giesinger, Mojra Hauenstein
- North Lake Tahoe Fire PD: Chief Sommers &
 Fire Marshal Jennifer Donohue
- Truckee Meadows Fire PD: Deputy Chief, Dale Way
- Sheriff: Mary-Sarah Kinner, A. Solferino C. Miceli
- RSCVA: Robert Douglas, Senior Tax Auditor
- IVGID: Indra Winquest, General Manager
- WC Legal: Nate Edwards, DA



RSCVA Data

| | May 21-Nov '21 | | 13% | | 1% | |
|-----------------|----------------|---------------|-----|--------------|-----|-----------|
| WA Homeowners | \$ | 127,322.00 | \$ | 16,551.86 | \$ | 1,273 |
| WB Homeowners | \$ | 1,924,629.25 | \$ | 250,201.80 | \$ | 19,246 |
| Vacation Rental | \$ | 15,394,835.07 | \$ | 2,001,328.56 | \$ | 153,948 |
| Total | \$ | 17,446,786.32 | \$ | 2,268,082.22 | \$1 | 74,467.86 |

The WA Homeowners category above represents STRs in unincorporated Washoe County, while the WB Homeowners category represents the STRs located in Incline Village and Crystal Bay. The Vacation Rentals category includes only STRs licensed by property management companies and these STRs are all located in Incline Village and Crystal Bay