

Planning Commission Work Session Agenda

Monday, April 24, 2023 – Noon Perry City Hall – Council Chambers, 1211 Washington Street, Perry

- 1. Call to Order
- 2. Roll Call
- 3. Invocation
- 4. Citizens with Input
- 5. New Business
 - Discussion of Short-term Rental regulations

E. Carson

- 6. Other Business
- 7. Adjournment

* All properties are subject to local noise, parking, 24hr. operator/manager requirements, and license-display regulations

Municipality	Regulations	Enforcement
Alamosa, CO	 Limited to 5% of the number of dwelling units within each STR zone Identified a percentage of overall housing stock they were willing to sacrifice, divided that number by the number of STR Zones STR Zones loosely based on layout of neighborhoods Not allowed in dwellings of >4 units License required, new \$750 application fee Can be transferred to new property owners if sold Must post license number on marketing/advertisements of the STR Property owners within 100ft of STR get notice of a new license Annual renewal required, beginning 45 days before expiration, \$300 fee - goes to the City's then-current Housing Action Plan Fire and Carbon monoxide monitors, fire extinguishers, fireplaces, and stoves are required for dwellings and must have annual inspections. Waiting list for applicants available. Applications considered on a first-come-first-served basis. 	Corrective measures: 1. Notify via certified mail or code enforcement visit allowing 7 – 14 days to stop and remove listing 2. Give opportunity to complete application process 3. If no action taken, court-ordered stop of operations Have not reached the point of court order with any residents yet.
Savannah, GA	 Permitted under the overlay district Subject to a per ward cap (20%) Business certificate mandatory Apply for a STR certificate annually, non-refundable fee for initial application (\$400) & renewal \$(250) Public system that allows residents to search for active STR certificates Must show property is insured and classified as a STR on the insurance records. Must sign a compliance form recognizing and agreeing to codes Must post permit number on marketing/advertisements of the STR Notice of STR is provided to all on-record property owners adjacent to the proposed STR by the applicant; proof of notice must be provided to the city Waiting list for applicants available. Applications considered on a first-come-first-served basis. Page on city website to report complaints 	Managed by the tourism management and ambassadorship director Fines cannot be waived or reduced; may be combined with any other legal remedies available to the city First violation: \$500 Second violation within the preceding 12mos: \$750 Third violation within the preceding 12mos: \$1000 3 violations for a particular property within a period of 12 consecutive months: City revokes any current pending certificates and rejects all applications for the subject property for a period of 12 consecutive months. Owner must demonstrate compliance before becoming eligible to receive a short-term rental certificate.

* All properties are subject to local noise, parking, 24hr. operator/manager requirements, and license-display regulations

Municipality	Regulations	Enforcement
** Charleston, SC	 STRs allowed in an Overlay Zone with specified base zoning districts; also allowed in residential under categories: Category One – Old & Historic Districts; building must be listed on the national registry of historic places Category 2 – Structure must be 50 years old or older and located in the Old City District and on the peninsula Category 3 – entirely off the peninsula (remainder of the city) Commercial STR: conforming or legal nonconforming dwellings and Bed & Breakfast uses within the Short Term (ST) Overlay Zone and specified base zoning districts No more than nine (9) STR conversions allowed on any one (1) lot Residential STRs: Must be the owner's primary residence, listed on their driver's license and registered voting address; owner must be always present on premises Cannot have had a permit revoked within the previous 24mos. (residential) Must submit a site plan identifying the intended STR structure/area (residential) Must be an accessory use to the principal residential use Must carry general liability insurance of no less than \$1mil Maximum of four (4) unrelated guests or one family at a time – guests must be on a register with names, contact info, and dates of stay Limited to one (1) Residential STR permit Cannot be in a hotel or development with common areas ex.) swimming pools, exercising room, laundry facility, lobby area Cannot build a STR from the ground-up or undertake exterior renovations to create one Annual renewal required with notarized application affirming the STR's compliance with all applicable ordinances and positive city inspections Must post permit number on marketing/advertisements of the STR 	Dedicated staff members (2) for short-term rental monitoring - Liveability Court – handles lesser issues than criminal court (noise complaints, derelict properties, STR complaints, etc.) a. Can't issue fines over \$1087 for an offense Punishable by fine and/or incarceration - Each day out of compliance counts as a separate offense - Continued failure to meet the requirements or inactivity for 12 months or more leads to a revocation of the operating permit. *Advice: - Put a cap on the number of STRs - Consider how much of our long-term housing we're willing to part with - Making each day a separate offense will cover the cost of additional staff members

* All properties are subject to local noise, parking, 24hr. operator/manager requirements, and license-display regulations

Municipality	Regulations	Enforcement
Columbus, GA	STR Permit required, renewed annually – must pass a background check with no felonies within the last ten (10) years	Oversight by the Columbus Georgia Convention and Visitor's Bureau
	or misdemeanors 'involving moral turpitude' in the last five (5) years	- Dept of Inspections and Code tracks violations Three code violations within 12 consecutive months
	Must sign a sworn code compliance form	results in a revocation of all pending permits and
	 Must submit an example agreement between guests and owner showing expectations to abide by local ordinances on trash, noise, parking, etc. 	rejection of all applications for the subject property for 12 consecutive months.
	4. Must post permit number on marketing/advertisements of the STR	Cases heard by the recorder's court of Muscogee County
	5. Must notify adjacent property owners of application for STR status and provide 24hr contact information	Fines cannot be reduced or waived and can be combined wit any other legal remedy available to the City
	6. Limits occupants to two (2) per bedroom plus one additional person per unit	First violation: \$500Second violation within the preceding 12mos: \$750
	7. Cannot be rented for less than 24hrs	- Third violation within the preceding 12mos: \$1000
	8. Assigns specific numbers to each Historic District for non- owner-occupied parcels	
	9. Permits are awarded on a first come first served basis with preference given to previous permit holders in good standing.	



Ratification Number 2018-043

AN ORDINANCE

AN ORDINANCE TO AMEND CHAPTER 54 OF THE CODE OF THE CITY OF CHARLESTON (ZONING ORDINANCE) TO IMPLEMENT NEW REGULATIONS FOR SHORT TERM RENTAL USES AND BED AND BREAKFAST USES IN THE CITY OF CHARLESTON (AS AMENDED)

BE IT ORDAINED BY THE MAYOR AND COUNCILMEMBERS OF CHARLESTON, IN CITY COUNCIL ASSEMBLED:

<u>Section 1</u>. Findings. City Council finds that attendant to the sharing economy that is being nationally embraced is a growing trend by the public to provide accommodations in their homes to travelers. City Council finds the provision of such type of accommodations can be beneficial under certain circumstances and, if properly regulated as short term rentals, provide a means of assisting property owners keep properties in good order and repair which, in turn, assists in stabilizing home ownership, maintaining property values and strengthening the economy of the City.

City Council is mindful of the importance of maintaining the residential character of City neighborhoods. Absent appropriate controls on the number and manner and places of operation of short term rentals, neighborhoods stand to be harmed by undue commercialization and disruption to the primary and overarching purpose of a neighborhood being first and foremost a residential community, where people actually live, not a place of

transient occupancy. City Council is mindful that access to housing is not the same as access to homeownership, and inordinate reductions in the supply of housing available for standard rentals could have a destabilizing effect on housing affordability. City Council is also mindful of the differing built environments of City neighborhoods. By way of example, the neighborhoods of the Old and Historic District are generally denser, have narrower streets and limited off-street parking and are more impacted by commerce and tourists than other neighborhoods of the City, circumstances that require careful consideration if the residential character of these neighborhoods is to be protected.

In November 2016, City Council established a short term rental task force to study the issue of the propriety of short term rentals in the City and to make recommendations with respect thereto. These recommendations were received, reviewed, and amended by the Planning Commission. City Council has received and reviewed the recommendations of the task force as amended by the Planning Commission and finds that the regulations hereafter set forth strike an appropriate balance among the neighborhoods of the City by recognizing the different characteristics and built environment of the Old and Historic District, by encouraging and strengthening opportunities for home ownership by providing a means of assisting owners of homes in the upkeep of their property, and significantly, by maintaining the residential character of neighborhoods by requiring that short term rentals be operated from owner-occupied homes, thus curbing the potential of neighborhoods becoming predominantly places for transients.

Section 2. Sec. 54-120 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the definition "Bed and Breakfast" and "Short Term Rental" in their entirety and substituting in their place and stead the following:

Bed and Breakfast. A conditional use whereby the record owner of a property, who is also the Resident of the property, uses one (1) or more rooms per unit for one (1) to ten (10) bed and breakfast units for the purpose of providing sleeping accommodations for one family per unit for a period of between one (1) and twenty-nine (29) consecutive days. A Bed and Breakfast use shall only be permitted in compliance with the procedures and conditions in Section 54-227 of the Zoning Ordinance and after a Bed and Breakfast Permit is issued by the City.

Short Term Rental or STR. A conditional use to provide sleeping accommodations for a period of between one (1) and twenty-nine (29) consecutive days. This use is further defined in this section as either a Commercial Short Term Rental use or a Residential Short Term Rental use with different permitting and operational requirements for each type of Short Term Rental use.

Section 3. Sec. 54-120 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting "short term rental," immediately after "bed and breakfast," in the definition for "Residential Use".

Section 4. Sec. 54-120 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting in alphabetical order the following new definitions:

Commercial Short Term Rental. See definition for Short Term Rental, Commercial.

Resident. For purposes of this Chapter 54 of the Code of the City of Charleston, except for Section 54-211, the term "Resident" shall mean the record owner of the property who (1) physically resides at the subject property at least 183 days each year and (2) has designated the subject property as his/her legal voting address and the address of his/her driver's license. In addition, the subject property must be assessed at the four percent homeowner's

assessment ratio according to the records of the county Assessor's Office. A single or dual member limited liability company (LLC) may qualify as a Resident of the subject property provided the member(s) provide(s) with the application for an STR Permit a sworn statement attesting that (s)he or they are the sole members of the LLC. The sole member(s) must also designate the subject property as his/their legal voting address and address of his/their driver's license, the subject property must be assessed at the four percent homeowner's assessment ratio according to the records of the county Assessor's Office, and the member(s) shall physically reside at the subject property at least 183 days each year.

Residential Short Term Rental. See definition for Short Term Rental, Residential.

Short Term Rental, Commercial. A Commercial Short Term Rental is a conditional use whereby a conforming or legal nonconforming dwelling unit is converted into a fully-functioning, private accommodations use, which includes cooking, living, sanitary and sleeping facilities within one dwelling unit, to be rented to one (1) Family for a period of between one (1) and twenty-nine (29) consecutive days. Distinguishing characteristics of a short term rental are: 1) it has all the attributes of a typical dwelling unit including cooking, living, sanitary and sleeping facilities, 2) is occupied by not more than four (4) unrelated people pursuant to the definition for family, and 3) is located on a commercially zoned property with a limited number of short term rental units, if more than one such unit is provided. A Commercial Short Term Rental shall only be permitted as a conditional use when a conforming or legal nonconforming dwelling unit is converted to such use in compliance with the procedures and conditions in Section 54-227 of the Zoning Ordinance and after a Commercial STR Permit is issued by the City.

Short Term Rental, Residential. A Residential Short Term Rental is a conditional use whereby the record owner of a property, who is also a Resident of the property, uses one (1) or more rooms on the property for the purpose of providing sleeping accommodations for no more than four (4) adults (18 years and older) for a period of between one (1) and twenty-nine (29) consecutive days. A Residential Short Term Rental shall only be permitted in compliance with the procedures and conditions in Section 54-208.1, 54-208.2 or 54-208.3 of the Zoning Ordinance and after a Category 1, Category 2, or Category 3 Residential STR Permit is issued by the City.

STR Permit. A Category 1, Category 2, or Category 3 Residential STR Permit, or Commercial STR Permit issued by the City upon approval of a new application, change of ownership or annual renewal. Each Short Term Rental Permit shall include a permit number, the maximum number of guests permitted during a rental and an expiration date.

Section 5. Sec. 54-202 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by amending the wording of subsection h. to read as follows (new text shown with <u>underline</u>):

Short Term Rental, ST Overlay Zone. The Short Term Overlay Zone is intended to permit Commercial Short Term Rentals, as defined herein, in specific base zoning districts within the ST Overlay Zone and Bed and Breakfasts, as defined herein, in all base zoning districts within the ST Overlay Zone.

Section 6. Sec. 54-203 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting the words "bed and breakfasts" in their entirety and substituting in their place and stead, the words "Residential Short Term Rentals".

Section 7. Article 2, Part 2, Permitted Uses by Base Zoning District, of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting the following new section:

"Sec. 54-204.3. Accommodations use restrictions.

Within all base zoning districts, it shall be unlawful to advertise, rent, or otherwise use a property, or part of a property, as an accommodations use, as herein defined, unless said use has been approved by the City of Charleston pursuant to this Chapter."

<u>Section 8.</u> Article 2, Part 3, Table of Permitted Uses, of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance), is hereby amended by inserting "or 54-227, ST Overlay

Zone" immediately after "See 54-220, Accommodations Overlay Zone" in the row for Principle Use Category 7043.

Section 9. Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting Section 54-208 and Section 54-208.1 in their entirety and substituting in their place and stead the following new sections:

Sec. 54-208. The following provisions shall apply to all Residential Short Term Rentals ("STR").

- a. General Requirements. A Residential Short Term Rental use may be permitted as a Category 1, Category 2, or Category 3 STR Permit, if the zoning administrator determines the STR to be an accessory use to the principal residential use on a property which satisfies the requirements of Sec. 54-208.1, 54-208.2, or 54-208.3, as applicable, and issues a permit for such STR use.
- b. Operational Requirements. In all cases, Category 1, 2 or 3 STR uses shall adhere to the following operational requirements:
 - The Residential STR shall be operated by the record owner of the subject property
 who shall also be a Resident of the subject property and who shall be residing
 overnight on the property while Residential STR guests are present; and
 - 2. The property shall not contain signs advertising the STR use; and
 - If meals are served by the Resident owner, no meals other than breakfast may be served to the paying guests; and
 - 4. The record owner of the subject property must keep in full force and effect during all times the STR is operated a general liability policy with a company authorized to do business in the State of South Carolina insuring against personal injury (including death) and property damage with limits of no less than \$1,000,000.00 per occurrence; and
 - 5. The Resident owner shall keep a current guest register including names, addresses, telephone numbers and dates of occupancy of all guests; and
 - The Resident owner shall comply with all business license and revenue collection laws
 of the City of Charleston, Berkeley County or Charleston County, whichever is
 applicable, and State of South Carolina; and

- 7. The Resident owner shall provide a rental packet containing applicable city rules and restrictions specified in the Residential STR Permit application materials, as well as pertinent unit safety information and contact information to guests when they book the STR and shall prominently display the STR Permit, rules, safety and contact information within the STR; and
- 8. Each Category 1, 2, or 3 STR permittee is entitled to rent, list with a booking or listing service, advertise, make available for STR use, or otherwise market only one (1) STR unit; and
- The Resident owner and the owner's agent shall list the Residential STR Permit number on all advertisements, listings with booking services, and marketing materials, including without limitation, Airbnb, VRBO/Homeaway, FlipKey, and any other online websites and listing or booking platforms or services.
- 10. The Residential STR shall not be expanded in any respect beyond the specific rooms which were designated as part of a Residential STR unit on plans relied upon by the city in approving a Residential STR Permit or beyond the maximum number of guests listed on the Residential STR Permit, nor shall the use be changed to any other use not permitted by the Zoning Ordinance without reapplication to and approval by the zoning administrator.

c. Application procedure.

- 1. New Applications. Applications for new Category 1, 2 or 3 STR Permits shall be notarized and include the following:
 - (a) the location and name of the record owner of the property; and
 - (b) an application fee; and
 - (c) floor plans drawn to scale of the habitable structures on the property that clearly designate all rooms to be used by STR guests, and the specific room or rooms to be used by guests for sleeping; and
 - (d) a site plan of the lot showing the location of the proposed Residential STR unit and the required off-street parking spaces and driveways; and
 - (e) a photograph or photographs of the current principal view or views of the structure where the Residential STR unit is to be located; and
 - (f) a statement which the Resident-owner must sign acknowledging that he or she has reviewed and understands the requirements of this Section and the applicable Section for the category of permit requested.

Upon receiving a complete application and prior to the issuance of a new STR Permit, the zoning administrator shall cause notice to be posted on the property upon which

the proposed STR use is to be located for fifteen (15) consecutive calendar days, advising that the Resident-owner of the property has applied for a zoning permit to establish a STR use at the location and supplying a phone number to call for further information. During this fifteen (15) calendar day period, the zoning administrator shall determine if the application meets the requirements as set forth in this Section. If, at the end of the fifteen (15) day posting period, the zoning administrator determines that the application meets the requirements for the STR use requested, the zoning administrator shall notify the applicant that the application is approved and shall, after waiting an additional five business days to allow for appeals, issue the STR Permit, which shall be valid for one (1) year from the date of issuance, and shall be renewable annually unless revoked. Any appeals filed within the five-day period shall cause the issuance of the STR Permit to be stayed pending resolution of the appeal.

2. Renewal Applications:

- (a) For renewal of an STR Permit, a property owner shall be required to recertify compliance with this Section for the STR use with the zoning administrator. An application for annual recertification of the STR Permit must include the application fee, an affirmation by the applicant that the nature of the STR use at the property has not changed, and must be notarized, filed with, and approved by the zoning administrator to continue the STR use.
- (b) Upon a change in ownership of a property, and prior to the issuance of a new business license to allow continuation of an existing, permitted STR use upon said property, the new property owner shall be required to recertify compliance with this Section for the STR use and submit plans reaffirming the specific room or rooms to be used for the STR unit with the zoning administrator. An application for recertification of the STR use must include the required plans and be notarized, filed with, and approved by the zoning administrator prior to the STR use by the new property owner.
- 3. On an annual basis the zoning administrator shall determine whether each STR use permitted under this Section remains in compliance with all the terms of this ordinance, and shall initiate such enforcement procedures as may be appropriate. All operators of STR uses permitted under this Section shall cooperate fully with the zoning administrator and his designees, including, but not limited to, providing pertinent information upon request and affording access to that portion of the property which is used for the STR use for reasonable site inspections.
- d. Existing approved bed and breakfast uses. All approved, legal bed and breakfast uses that are operating on the effective date of this ordinance or that are entitled to be in operation on the effective date of this ordinance on properties outside the Short Term Overlay Zone shall be issued a Category 1 or Category 2 STR Permit, depending on their location. Such

previously approved uses shall adhere to the requirements of the Zoning Ordinance in effect prior to April 10, 2018.

- e. Violations and penalties.
 - Violations. It shall be a violation of this Chapter for an owner, his agent or manager to:
 - (a) operate a Category 1, 2 or 3 STR use, a Bed and Breakfast use or other accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston; or
 - (b) expand an STR use or Bed and Breakfast use without obtaining a new permit; or
 - (c) advertise a property as being available for an STR use, Bed and Breakfast use or other accommodations use without first complying with the requirements of this Chapter; or
 - (d) represent or submit for advertising or marketing, or to otherwise hold out an STR unit, Bed and Breakfast unit or other accommodations unit as being available for use or occupancy unless the STR or Bed and Breakfast has been permitted pursuant to this Chapter and the permit number is displayed in the materials used to represent, advertise, market or otherwise hold out the property as available for STR or Bed and Breakfast use or occupancy; or
 - (e) represent or submit for advertising or marketing, or otherwise to hold out the availability of a STR or Bed and Breakfast for use or occupancy by more than the number of occupants that are permitted pursuant to this Chapter; or
 - (f) represent or submit for advertising, or marketing, or to otherwise hold out more STR or Bed and Breakfast units or other accommodations type units on a property than are permitted pursuant to this Chapter.
 - Penalties. A violation of this Chapter is a misdemeanor punishable by a fine and/or incarceration. Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, use, or other violation under this Chapter continues is considered a separate offense. Any violation of this Chapter entitles the zoning administrator to revoke the STR or Bed and Breakfast permit.

Sec. 54-208.1 - Requirements for a Category 1 Short Term Rental, STR Permit for properties within the Old and Historic District.

 a. An STR use may be established in a dwelling unit as an accessory to the principal residential use, on any property located within the Old and Historic District, where the zoning administrator, after reviewing an STR Permit application, finds that the following requirements are met:

- The property shall not contain more than one (1) STR unit. Each unit shall consist of
 one or more rooms arranged for the purpose of providing sleeping accommodations
 for occupancy for one (1) to twenty-nine (29) consecutive days by up to four (4)
 adults. For the purposes of this Section, an adult shall include any person eighteen
 (18) years of age or older; and
- 2. The subject property shall be located entirely within the Old and Historic District; and
- The STR shall be operated by the record owner of the subject property who is a Resident of the subject property; and
- 4. The STR shall be subordinate and incidental to the principal residential use of the property; and
- 5. The STR shall provide one (1) off street parking space on the subject property, in addition to providing, on the subject property, required off street parking for existing uses on the property. The parking space provided for the STR may be situated in tandem with the required spaces for other uses; and
- 6. The STR unit shall be located within an existing structure or accessory building that is individually listed on the National Register of Historic Places; and
- 7. The STR unit shall not displace an existing dwelling unit which has been occupied within one (1) year prior to the filing date of the application; and
- 8. The STR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
- 9. The STR use shall be located on property which is in compliance with allowed uses for the zone district in which the property is located; and
- 10. The STR use shall be located on a lot which complies with the required minimum lot area for existing uses as specified under Table 3.1: Height, Area and Setback Regulations (applicable to SR and STR residential districts only); and
- 11. The STR use shall be located on a lot which has at least forty (40) feet of frontage on a public right-of-way (applicable to SR and STR residential districts only); and
- 11. The applicant for the STR use shall not be someone who has had an STR Permit revoked within the previous twenty-four (24) months.

Sec. 54-208.2. Requirements for a Category 2 Short Term Rental, STR Permit for properties located on the peninsula outside of the Old and Historic District and the Short Term Rental, ST Overlay Zone.

- a. An STR use may be established in a dwelling unit as an accessory use to the principal residential use, on any property not located in the Old and Historic District and located entirely within the Old City District, where the zoning administrator, after reviewing an STR application, finds that the following requirements are met:
 - The property shall not contain more than one (1) STR unit. Each unit shall consist of
 one or more rooms arranged for the purpose of providing sleeping accommodations
 for occupancy for one (1) to twenty-nine (29) consecutive days by up to four (4)
 adults. For the purposes of this Section, an adult shall include any person eighteen
 (18) years of age or older; and
 - The subject property shall be located entirely on the peninsula and not within the ST Overlay Zone or the Old and Historic District; and
 - 3. The STR use shall be operated by the record owner of the subject property who shall also be qualified as a Resident of the subject property; and
 - 4. The STR unit shall be located within a building constructed fifty (50) or more years ago; and
 - 5. The STR shall provide one (1) off street parking space on the subject property, in addition to providing, on the subject property, required off street parking for existing uses on the property. The parking space provided for the STR may be situated in tandem with the required spaces for other uses; and
 - 6. The STR shall be located on property which is in compliance with allowed uses for the zone district in which the property is located; and
 - 7. The STR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
 - 8. The applicant for the STR use shall not be someone who has had an STR permit revoked within the previous twenty-four (24) months.

Sec. 54-208.3. – Requirements for a Category 3 Short Term Rental, STR Permit for properties in all other areas of the City off of the peninsula.

- a. A Category 3 STR use may be established in a dwelling unit as an accessory to the principal residential use where the zoning administrator, after reviewing an STR application, finds that the following requirements are met:
 - 1. The subject property shall be located entirely off of the peninsula; and

- 2. The number of STR guests on the property shall not exceed four (4) adults. For the purposes of this Section, an adult shall include any person eighteen (18) years of age or older; and
- 3. The size and character of the STR use must be subordinate and incidental to the principal residential use of the property; and
- 4. The STR shall be operated by the record owner of the subject property who shall also be qualified as a Resident of the subject property; and
- The STR unit shall be located within a building constructed fifty (50) or more years ago; and
- 5. The STR shall provide one (1) off street parking space on the subject property, in addition to providing, on the subject property, required off street parking for existing uses on the property. The parking space provided for the STR may be situated in tandem with the required spaces for other uses; and
- 6. The STR use shall not create the need for exterior alterations to any building for the purpose of maintaining such accessory use; and
- 7. The applicant for the STR use shall not be someone who has had an STR permit revoked within the previous twenty-four (24) months.

Section 10. Sec. 54-211 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting "short term rentals" immediately after "bed and breakfasts" in subsection a., 1.

Section 11. Sec. 54-220 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting at the end, a new subsection to read as follows:

"c. Violations and penalties.

Violations. It shall be a violation of this Chapter for an owner, his agent or manager to operate an accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston. It shall be a violation of this Chapter to expand an approved accommodations use without obtaining a new permit, or to advertise a property as being available for an accommodations use without first complying with the requirements of this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out an

accommodations unit as being available for use or occupancy unless the accommodations unit has been approved pursuant to this Chapter. It shall be a violation of this Chapter to submit for advertising, marketing, representing or otherwise holding out more accommodations type units on a property than have permitted pursuant to this Chapter.

Penalties. A violation of this Chapter is a misdemeanor punishable by a fine and/or incarceration. Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, or use continues is considered a separate offense."

Section 12. Sec. 54-224 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by changing the words "bed and breakfast" to "Residential Short Term Rental".

Section 13. Article 2, Part 5 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by deleting Section 54-227 in its entirety and substituting in its place and stead the following:

Sec. 54-227. - Short Term Rental, ST Overlay Zone.

- a. Intent. The Short Term Rental, ST Overlay Zone is intended to identify those areas within the City limits where Commercial Short Term Rental uses and Bed and Breakfast uses, as herein defined, are allowed as a conditional use. Commercial Short Term Rentals are prohibited except on commercially zoned properties within the ST Overlay Zone. Bed and Breakfast uses are prohibited except on properties within the ST Overlay Zone. The City places a high value on the preservation of the character of its residential neighborhoods. Potential negative impacts affecting residential neighborhoods shall be avoided or minimized to the greatest extent possible.
- b. Commercial Short Term Rental Use.

- 1. <u>Accommodations Use</u>. Subject to the conditions in Section 54-227, b. 2, a dwelling unit converted into a Commercial Short Term Rental may be rented to not more than four (4) unrelated people pursuant to the definition for family for a period of between one (1) and twenty-nine (29) days; provided, however, only one (1) family at a time may occupy and use a dwelling unit converted into a commercial short term rental.
- Conditions. A conforming or legal nonconforming dwelling unit may be converted into a Commercial Short Term Rental only when all of the following conditions are satisfied, as evidenced by an application, a site plan, and floor plans:
 - (a) The lot is located entirely within one or more of the following base zoning districts: CT, LB, GB, UC, MU-1, MU-1/WH, MU-2, or MU-2/WH; and
 - (b) The lot is commercially zoned and located entirely within the Short Term, ST Overlay Zone, as shown on the Zoning Map; and
 - (c) The dwelling unit being converted to a Commercial Short Term Rental is not designated as an affordable housing unit or a workforce housing unit; and
 - (d) The owner of the dwelling unit being converted into a Commercial Short Term Rental complies with all business license and revenue collections laws of the City of Charleston, Charleston County and the State of South Carolina; and
 - (e) Any commercial uses on the lot must be completely separate and independent operations, unrelated to the Commercial Short Term Rental; and
 - (f) There are no common areas or other areas serving more than one dwelling unit and/or Commercial Short Term Rental on the lot, except driveways; and
 - (g) There are no exterior signs for the Commercial Short Term Rental use of the lot; and
 - (h) Existing parking spaces on the lot, if any, that satisfy the off-street parking requirements of this Chapter for the existing dwelling units being converted to Short Term Rentals and all other uses on the lot shall be shown on the site plan submitted with the application. No additional parking spaces shall be required for the dwelling units being converted to Short Term Rentals; and

- (i) No more than nine (9) dwelling units may be converted to short term rentals on any one (1) lot. Ten (10) or more short term rental units on one (1) lot shall require approval as an accommodations use pursuant to Section 54-220 of the Zoning Ordinance. This provision shall not be interpreted to permit an increase in the maximum density permitted under the base zoning district for dwelling units on the lot; and
- 3. Except as expressly stated otherwise in this Section 54-227, a dwelling unit converted into a Commercial Short Term Rental shall continue to be subject to the regulations for such a dwelling unit in the base zoning district, including without limitation the site regulations in Article 3 of the Zoning Ordinance.
- 4. <u>Impact on Nonconforming Uses</u>. For the purposes of applying Section 54-110 concerning nonconforming uses, a Commercial Short Term Rental is considered a continuation of the nonconforming use of a legal nonconforming dwelling unit.
- 5. Prohibition on Construction of Commercial Short Term Rentals. Nothing in this Section 54-227 shall be construed to permit a property owner to construct a Commercial Short Term Rental. A property owner seeking a conditional use for a Commercial Short Term Rental must construct a dwelling unit in accordance with applicable standards for the dwelling unit under the base zoning district for the subject property and then apply for the conversion of the conforming dwelling unit to a Commercial Short Term Rental use.
- 6. Approved short term rentals within the ST Overlay Zone. All STR uses within the ST Overlay Zone that have City approval to operate on the effective date of this ordinance shall be issued a Commercial STR Permit, which shall be valid for one (1) year from the date of issuance and shall be renewable annually unless revoked. Permit holders shall adhere to the requirements of this Chapter.
- 7. New short term rentals within the ST Overlay Zone, permit. New STR uses within the ST Overlay Zone that receive City approval to operate shall be issued a Commercial STR Permit, which shall be valid for one (1) year from the date of issuance, and shall be renewable annually unless revoked. Permit holders shall adhere to the requirements of this Chapter.
- 8. <u>Annual Renewal</u>. For renewal of a Commercial STR Permit, a property owner shall be required to recertify compliance with this Section with the zoning administrator. An application for annual recertification of the Commercial STR Permit must include the

application fee, an affirmation by the applicant that the nature of the STR use at the property has not changed, and must be notarized, filed with, and approved by the zoning administrator to continue the STR use.

c. Bed and Breakfast Use

- 1. <u>Accessory Use</u>. Subject to the conditions in Section 54-227, c., 2, a Bed and Breakfast use may be established in a dwelling unit as an accessory to the principal residential use, on any property located within the ST Overlay Zone, and each approved bed and breakfast unit may be rented to one (1) family for a period of between one (1) and twenty-nine (29) consecutive days.
- 2. <u>Conditions</u>: A Bed and Breakfast may be approved only when all of the following conditions are satisfied, as evidenced by an application, a site plan, and floor plans:
 - (a) The number of Bed and Breakfast units shall not exceed four (4) units; except that a lot may have between four (4) and ten (10) bed and breakfast units if the total square footage of conditioned floor area in the building or buildings containing the bed and breakfast units is equal to or greater than the sum of the number of bed and breakfast units multiplied by 560, and all other requirements of this section are met. Each unit shall consist of one (1) or more rooms arranged for the purpose of providing sleeping accommodations for one (1) family for a period of between one (1) and twenty-nine (29) consecutive days; and
 - (b) The subject property is located entirely within the ST Overlay Zone; and
 - (c) The Bed and Breakfast shall be operated by the record owner of the subject property who also resides at the subject property at least 183 days each year; and
 - (d) The principal building on the property on which the Bed and Breakfast use will be located shall have been constructed 50 or more years ago although the Bed and Breakfast unit(s) may be located in a building that was not constructed 50 or more years ago; and
 - (e) Bed and Breakfast unit(s) located in buildings constructed 50 or more years ago shall provide one (1) off street, maneuverable parking space on the subject

property for each two (2) Bed and Breakfast units, or fraction thereof. Bed and Breakfast unit(s) located in buildings not constructed 50 or more years ago shall provide one (1) off street, maneuverable parking space on the subject property for each Bed and Breakfast unit. Spaces required for the Bed and Breakfast unit(s) shall be in addition to providing, on the subject property, required off street parking for existing uses on the property; and

- (f) The property shall be permitted to have one sign advertising the Bed and Breakfast. The permitted sign may have a maximum of two sides and no side shall exceed four (4) square feet in total sign face area; and
- (g) The Bed and Breakfast shall be located on property which is in compliance with allowed uses for the zone district in which the property is located; and
- (h) The Bed and Breakfast shall be operated by someone who has not had a bed and breakfast permit revoked within the previous twelve (12) months.
- 3. <u>Operational requirements</u>. In all cases, Bed and Breakfast use shall meet the following operational requirements:
 - (a) No meals other than breakfast may be served by the Resident owner to the paying guests.
 - (b) The Resident owner shall keep a guest register including names, addresses, telephone numbers and dates of occupancy of all guests for 3 years and shall make this available to the City upon request.
 - (c) The Resident owner shall comply with all business license and revenue collection laws of the City of Charleston, Charleston County and State of South Carolina.

Application process.

(a) New Applications for Bed and Breakfast uses shall be notarized and include the location of the property and Resident owner of record of the property, an application fee, floor plans drawn to scale of the habitable structures on the property, a site plan of the lot showing the location of the proposed Bed and Breakfast units, the location of any existing Bed and Breakfast units, and the location of the required off-street parking spaces and driveways, and

photographs of the current principal views of the structure where the proposed Bed and Breakfast units are to be located. The floor plans shall clearly note all rooms to be used by Bed and Breakfast guests, with the room or rooms to be used by Bed and Breakfast guests for sleeping designated. The application shall also include a statement which the Resident-owner must sign acknowledging that he or she has reviewed and understands the requirements of this Section.

Upon receiving a complete application and prior to the issuance of a zoning permit, the lot upon which the proposed use is to be located shall be posted for fifteen (15) consecutive days, advising that the Resident-owner of the property has applied for a zoning permit to establish a Bed and Breakfast use at the location and supplying a phone number to call for further information. During this fifteen (15) calendar day period, the zoning administrator shall determine if the application meets the requirements as set forth above. If, at the end of the fifteen (15) day posting period, the zoning administrator determines that the application meets the requirements, the zoning administrator shall notify the applicant that the application is approved and shall, after waiting an additional five business days to allow for appeals, issue the zoning permit, which shall be valid for one (1) year from the date of issuance and shall be renewable annually unless revoked. Any appeals filed within the five-day period shall cause the issuance of the zoning permit to be stayed pending resolution of the appeal.

(b.) Renewal Application.

- (1) For renewal of a Bed and Breakfast permit, a property owner shall be required to recertify compliance with this Section with the zoning administrator. An application for annual recertification of the Bed and Breakfast permit must include the application fee, an affirmation by the applicant that the nature of the Bed and Breakfast use at the property has not changed, and must be notarized, filed with, and approved by the zoning administrator to continue the Bed and Breakfast use.
- (2) Upon a change in ownership of a property, and prior to the issuance of a new business license to allow continuation of an existing, permitted Bed and Breakfast use upon said property, the new property owner shall be required to recertify compliance of the Bed and Breakfast use with the zoning

administrator by having an application for recertification of the Bed and Breakfast use notarized, filed with, and approved by the zoning administrator.

- 5. The Bed and Breakfast use shall not be expanded in any respect throughout the structure or structures, or elsewhere on the property nor shall the use be changed to any other use not permitted by the Zoning Ordinance without reapplication to and approval by the zoning administrator.
- 6. All operators of Bed and Breakfast uses permitted under this section shall cooperate fully with the zoning administrator and his designees, including, but not limited to, providing pertinent information upon request and affording access to that portion of the premises which is used for the Bed and Breakfast use for reasonable site inspections.
- 7. Existing Approved and Bed and Breakfast uses. All approved, legal Bed and Breakfast uses that are operating on the effective date of this ordinance or that are entitled to be in operation on the effective date of this ordinance shall be issued a Bed and Breakfast Permit which shall be valid for one (1) year of issuance and shall be renewable annually unless revoked and shall adhere to the requirements of this Chapter.
- d. Violations and penalties.
- 1. Violations. It shall be a violation of this Chapter for an owner, his agent or manager to:
 - (a) operate an STR use, a Bed and Breakfast use or other accommodations use without complying with the requirements of this Chapter and the Code of the City of Charleston; or
 - (b) expand an STR use or Bed and Breakfast use without obtaining a new permit; or
 - (c) advertise a property as being available for an STR use, Bed and Breakfast use or other accommodations use without first complying with the requirements of this Chapter; or
 - (d) represent or submit for advertising or marketing, or to otherwise hold out an STR unit, Bed and Breakfast unit or other accommodations unit as being available for use or occupancy unless the STR or Bed and Breakfast has been permitted pursuant to this Chapter and the permit number is displayed in the materials used to represent, advertise, market or otherwise hold out the property as available for STR or Bed and Breakfast use or occupancy; or

- (e) represent or submit for advertising or marketing, or otherwise to hold out the availability of an STR or Bed and Breakfast for use or occupancy by more than the number of occupants that are permitted pursuant to this Chapter; or
- (f) represent or submit for advertising, or marketing, or to otherwise hold out more STR or Bed and Breakfast units or other accommodations type units on a property than are permitted pursuant to this Chapter.
- Penalties. A violation of this Chapter is a misdemeanor punishable by a fine and/or incarceration. Each day the unlawful erection, construction, reconstruction, alteration, conversion, maintenance, use, or other violation under this Chapter continues is considered a separate offense.

Should the STR or Bed and Breakfast use fail to continue to meet the requirements under which it was authorized or be discontinued for a period of twelve (12) months or more, the operating permit issued pursuant to this Chapter shall be revoked.

Section 14. Table 3.3: Off-Street Parking Requirements, of Sec. 54-317 of Chapter 54 of the Code of the City of Charleston (Zoning Ordinance) is hereby amended by inserting the wording "and short term rentals" at the end of the parking requirement for "Accommodations uses" so that this reads "Accommodations uses, except for bed and breakfasts and short term rentals". Table 3.3 is further amended by deleting, in its entirety, the listing "Bed and breakfasts" under the use column, and the requirement of "1 per bed and breakfast unit" under the column for number of spaces required.

Section 15. Severability. It is hereby declared to be the intent of City Council that the sections, paragraphs, sentences, clauses and phrases of Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, and 14 are severable, and if any section, paragraph, sentence, clause of phrase of Sections 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, and 14 be declared unconstitutional or invalid by a valid judgment or decree

of a court of competent jurisdiction, such unconstitutionality or invalidity shall not affect any of the remaining sections, paragraphs, sentences, clauses or phrases of Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, and 14 since the same would have been enacted without the incorporation in this Section of the unconstitutional or invalid section, paragraph, sentence, clause or phrase.

Section 16. The provisions of this Ordinance shall be reviewed by the Department of Planning, Preservation, and Sustainability during the nine-month period immediately following ratification of this Ordinance. Should such review suggest modifications to this Ordinance to improve its efficacy or operation, such modifications shall be submitted to the Planning Commission and City Council for consideration.

Section 17. This ordinance shall become effective 90 days after ratification.

Ratified in City Council this 10th day of

April in the Year of Our Lord, 2018,

and in the $\underline{\mathcal{Y}\mathcal{Z}}^{\,\,\mathrm{nd}}$ Year of the Independence of

the United States of America

John J. Tecklenburg, Mayor

ATTEST:

Vanessa Turner Maybank,

Clerk of Council