

Short Term/Vacation Rentals

City Council Study Session January 23, 2017

Agenda

- Summary
- Background on Short Term Rentals
- Regulatory Considerations
- Next Steps





Summary

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- Short Term Rentals (STRs)
 - Residential stays less than 30 days
 - Can be addressed by existing B&B standards
- Currently 18 STRs in Commerce City based on staff survey of various websites
 - Less than other metro municipalities
- Seeking guidance:
 - Is regulation needed? PC recommends no action
 - If so, what level of regulation is appropriate?



- Short Term Rental (STR)
 - Typically a residential property that is rented to a visitor for less than 30 days.
 - Used as an alternative to a hotel, STRs may be a shared space, a private room, or an entire dwelling.



https://www.airbnb.com/rooms/14884438?guests=1&s=8



https://www.airbnb.com/rooms/9523086?guests=1&s=tan NKnLli&sug=51



https://www.airbnb.com/rooms/13752452?guests=1&s =INJYeIr2&sug=51

Potential Impacts

- More sales tax revenues
- Supplemental rental income for owners
- Loss of workforce rental housing
- Parking, noise, trash and other nuisances
- Changes in community character



- What is a "sharing economy"?
 - A socio-economic ecosystem built around the sharing of human and physical resources. It includes the shared creation, production, distribution, trade and consumption of goods and services by different people and organizations.
 - An economic model based on sharing, swapping,
 bartering, trading, or renting access to products.

- Space
 - Airbnb, VRBO, Home Away, Couch Surfing,
 Peer Space, Share Desk
- Transportation
 - Uber, Lyft, Sidecar, Car2Go, Zip Car
- Food
 - Feastly, Mealsharing, Eat With, Kitchen Surfing



Current Conditions

Current Conditions

- Approximately 18 short term rentals
 - All in Northern Range, 4 for entire house





Metro Comparison

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<u>City</u>	# STRs
Arvada	119
Aurora	278
Boulder	1,404
Brighton	15
Broomfield	113
Commerce City	12
Denver	4,035
Englewood	179
Littleton	173
Longmont	154
Thornton	13
Westminster	44
Wheat Ridge	55



Data: AirDNA.co



Regulatory Considerations

Existing Standards

- Bed and Breakfast allowed as Use-by-Permit in residential zone districts
 - "Bed and Breakfast" means an owner-occupied single-family dwelling where up to 5 rooms may be rented for overnight lodging.



Existing Standards

- HOAs may exclude under their covenants.
- At least one HOA (Reunion) has indicated that short term rentals are not allowed.



Aurora

- New standards in 2016
 - Council wanted less regulation, administrative approval
 - Short term rentals allowed as home occupation (primary residence), minor amendments to lodging tax ordinance, license number required on advertisements and postings



Planning Commission

- Study Session September 6, 2016
- Existing laws still apply
 - Noise ordinances
 - Parking regulations
 - Trash guidelines
- No need for additional regulations to enforce.
- Recommend taking no action at this time.



Next Steps

Next Steps

- Preliminary Guidance
 - September 6: PC Study Session
 - January 23: City Council Study Session



Next Steps

- 3 options to move forward:
 - 1. No changes at this time
 - 2. Minor changes similar to Aurora
 - 3. More comprehensive regulations/limit/prohibit





Questions?