Newport Vacation Rental Code Update

PUBLIC WORKSHOP & OPEN HOUSE

AUGUST 22, 2018
6:00 PM
NEWPORT CITY HALL
169 SW COAST HWY, NEWPORT 97365

Purpose of the Workshop



- Get information out to the public so that they are informed about how vacation rental and bed and breakfast uses are regulated in the community
- Obtain and integrate public feedback on proposed changes into the new regulations
- Develop a list of persons that are interested in receiving notice of future Planning Commission or City Council meetings on these issues

The Existing Rules

- Vacation rentals and B&Bs are allowed in all zones subject to a license with clear and objective criteria regarding:
 - Occupancy
 - Parking
 - Waste Management
 - Landscaping
 - Safety of renters
 - Issue resolution
 - Provides an over-the-counter approval process
- Conditional use is an option if clear and objective standards cannot be met
- Existing rentals were not grandfathered

Rationale for Regulating



- Protect the character of residential neighborhoods
- Address potential negative impacts (e.g. excessive noise, overcrowding, illegal parking, and refuse)
- Preserve long term housing supply by limiting transient use
- Acknowledge the need to weigh VRD limitations against the economic benefit of short term rentals

Why Consider Changes?

- Perception that vacation rentals lead to increased traffic, noise, and trash in established neighborhoods
- Belief that there is inadequate enforcement
- Discomfort with not knowing neighbors
- Desire to see notice area extended and designated contacts posted to City website
- Concern that vacation rentals may be driving up housing costs and tying up units that would otherwise be available to full time workers
- Interest in seeing caps imposed on the maximum number of vacation rentals and tenancy limits

How Did We Get Here?

Sept. 2017

City Council asks
 Planning Commission
 (PC) to assess if rules
 for VRDs and B&Bs
 need to be updated



Nov. 2017

- PC recommends updates
- Council initiates
 legislative process and
 refers to PC for further
 work



Dec. 2017

 PC recruits ad-hoc work group to develop package of amendments for its consideration



Aug. 2018

 Public outreach meetings held to get input on policy options



Jan - July 2018

- Ad-hoc work group evaluates BMPs and develops policy options for how the rules can be amended
- PC and Council receive progress updates



Jan. 2018

 Ad-hoc work group is formed and holds kickoff meeting

Ad-hoc Work Group Responsibilities

- Review existing vacation rental regulations
- Evaluate Best Management Practices (BMPs) used by other jurisdictions
- Discuss policy options for revising the City's codes
- Select policy alternatives for presentation to the public
- Attend public open houses (if possible)
- Reconvene to review public comments and determine if changes are needed to policy alternatives
- Propose package of amendments to Planning Commission for its consideration and recommendation to the City Council (i.e. start of public hearing process)

Ad-hoc Work Group Members

- Don Andre
- Charlotte Boxer
- Cheryl Connell
- Margaret Dailey
- Braulio Escobar
- Norm Ferber
- Jim Hanselman

- Lauri Hines
- Pam McElroy
- Jamie Michel
- Carla Perry
- Bill Posner
- Bonnie Saxton
- Martha Winsor

Ad-hoc Work Group Proposal

- Distinguish between home shares (e.g. rental of a room) and vacation rentals (rental of entire unit)
- Establish caps on the number of vacation rental units
- Offer alternatives that prohibit VRDs in certain areas
- Create density limits (e.g. one VRD per block facing a street)
- Develop centralized complaint system that facilitates transparency and citizen access to information
- Annual licensing with safeguards to prevent permit hoarding under cap
- Maintain updated set of clear and objective approval standards with conditional use option for certain standards that cannot be met
- Existing rentals <u>not</u> grandfathered and amortized if in prohibited area

Next Steps

<u>Sept. 2018</u>

 Ad-hoc work group reviews feedback and finalizes recommended policy alternatives

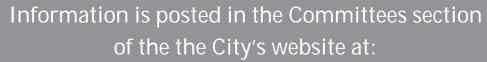
Nov. - Dec. 2018

 Council holds hearings and adopts ordinance to make changes effective

Oct. – Nov. 2018

 PC holds hearing(s) on proposal, including policy alternatives and recommends preferred alternatives to Council

How Can I Stay Informed?



http://newportoregon.gov/dept/cdd

Contact City staff:

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