

STAFF REPORT

TO: Committee of the Whole MEETING DATE: November 20, 2018

FROM: Lesley-Ann Staats FILE NO: 6440-19

Director of Planning

SUBJECT: SCRD referral regarding proposed bylaw amendments to regulate short-

term rental accommodation in Rural Areas

RECOMMENDATIONS

THAT the report titled SCRD referral regarding proposed bylaw amendments to regulate short-term rental accommodation in Rural Areas be received;

AND THAT Council authorizes staff to forward the following comments to the Senior Planner at the Sunshine Coast Regional District:

The Town's interests are unaffected by the SCRD's zoning bylaw amendments to regulate short term rental accommodation.

AND FURTHER THAT, in addition to Resolution R2018-113, Council authorizes staff to include the proposals outlined in this staff report, to the bylaw amendments that regulate short-term rental accommodation.

BACKGROUND

The Town received a referral from the Sunshine Coast Regional District (SCRD) regarding proposed zoning bylaw amendments to accommodate and regulate Short-Term Rental Accommodation (STRA) in the SCRD (enclosed as Attachment A). The proposed bylaw amendments received first reading by the SCRD Board on October 25, 2018.

The SCRD is requesting comments from the Town noting one of the following options:

- 1. Interests unaffected by bylaw amendment application
- 2. Approval recommended for reasons outlined below:
- 3. Approval not recommended for reasons outlined below:
- 4. Approval recommended subject to conditions below:

Comments in the referral note a response date of November 16, 2018, however, the Town has been granted an extension to December 18, 2018.

The purpose of this report is to summarize the referral, analyse its implications for the Town, and prepare suggested comments for Council's consideration in response to the referral.

DISCUSSION

Short-term rental accommodation is part of the emerging sharing economy, and active regulation helps manage any negative impacts. Below summarizes the SCRD's approach and the Town's approach to regulating short-term rental accommodation.

SCRD's Approach to Regulating Short-Term Rental Accommodation

The SCRD has long-established Bed and Breakfast (B&B) regulations in both its Zoning Bylaws. Both zoning bylaws regulate B&Bs a little differently, and the proposed amendments replace the B&B regulations with STRA regulations, build on the existing regulations to include all types of STRA, and enhances the consistency across the Rural Areas intended to strengthen enforceability and reduce public confusion.

The SCRD proposes to use Temporary Use Permits for temporary prohibited uses pertaining to STRA, such as provisions for off-site operators, because the SCRD, as a Regional District, does not have the authority to regulate businesses with Business Licences.

The proposed definition of short-term rental accommodation is:

A small-scaled transient rental accommodation provided in a dwelling and occupied for not more than 26 days in any calendar month, which may include a bed and breakfast but excludes accommodation provided in a campground, a sleeping unit, a housekeeping unit, a motel, a lodge, a hotel or a resort hotel.

In addition to this definition the SCRD proposes to regulate STRAs with the following provisions:

- Removes requirement to provide breakfast
- Identifies a maximum number of bedrooms based on zoning and number of dwellings on a lot – 5 per commercial lot, 2 for agricultural lots (aligned with Agricultural Land Commission regulations), 1-4 per residential lot
- Requires an average maximum bedroom size of 28 m²
- Requires a maximum number of guests per bedroom: 2 adults and 1 child
- Requires an on-site operator (temporary off-site operators will need to apply for a Temporary Use Permit)
- Requires 1 parking space per bedroom
- Zoning contravention penalty is \$150

The Town's Approach to Regulating Short-Term Rental Accommodation

There is a strong financial incentive to convert long-term rental units to STRA use because the latter may generate more income than the former¹. Research in other municipalities have indicated that an increase in STRA listings caused increases in rents, house prices² and eviction rates, as well as a decrease in vacancy rates³. Unfortunately, rental vacancy data is not available for the Town of Gibsons, although the vacancy rate in Vancouver and the Lower Mainland has been hovering around one percent.

Enclosed as Attachment B is a previous staff report that outlines approaches to STRA regulations. Following the review of this report, on May 22, 2018 Council passed resolution R2018-113 to regulate STRA:

THAT staff draft the necessary bylaw amendments to regulate short-term rentals and include language to:

- restrict the number of guests;
- increase fines:
- increase licence fees:
- require a local contact;

AND THAT public consultation be considered for the draft bylaw.

Staff continues to work on drafting amendments per Council's direction. The proposed changes would allow property owners (or tenants, with permission of the property owner) to earn additional income from their properties and create opportunities for short-term stays by visitors, while helping to maintain the pool of affordable long-term rentals, and manage any impacts to the surrounding community, such as noise and parking. To date the following bylaw amendments are being prepared for consideration by Council in a future report:

Zoning Bylaw

The zoning bylaw would be revised to create a regulatory framework for the operation of short-term rentals in the Town. The bylaw would be amended to:

- include regulations that short-term rental accommodation can only be operated in the principal residence and with a valid business licence
- allow up to 2 adults to occupy a bedroom

¹ Yassi Eskandari-Qajar & Janelle Orsi. (2016) Regulating Short-Term Rentals: A Guidebook for Equitable Policy. Sustainable Economies Law Centre.

² Nicole Gurran & Peter Phibbs (2017) When Tourists Move In: How Should Urban Planners Respond to Airbnb?, Journal of the American Planning Association, 83:1, 80-92, https://www.tandfonline.com/doi/full/10.1080/01944363.2016.1249011

³ Roy Samaan (2015) Airbnb, Raising Rent, And the Housing Crisis in Los Angeles https://www.ftc.gov/system/files/documents/public_comments/2015/05/01166-96023.pdf

- allow a maximum number of bedrooms, based on on-site parking availability
- require on-site parking (to limit complaints pertaining to parking)

Business Licence Bylaw

The business licence bylaw would be revised to regulate a short-term rental business. The bylaw would be amended to require:

- an annual business licence to operate a short-term rental
- a local contact (primary and secondary contacts)
- inclusion of the business licence number when advertising a short-term rental
- emergency contact info and safety equipment for short-term rentals
- a minimum \$400 fee for a short-term rental business licence, with an additional \$100 fee for additional bedrooms, up to a maximum \$600 fee, which will cover costs for administering the short-term rental program.

Bylaw Notice Enforcement Bylaw

The bylaw notice enforcement bylaw would be revised to create offenses for short-term rental regulations, allowing the Town to issue fines of up to \$500 per violation of the rules.

Additional Comments

The proposed SCRD amendments appear to be a housekeeping bylaw update to update the existing B&B regulations with STRA regulations for a more wholesome approach. The proposed amendments enable regulatory continuity across the rural areas and strengthens enforceability of regulations and accountability of STRA operators, which is in line with the approach the Town is working towards.

Although the Town is not proposing to require an on-site operator, the Town will require a local contact to establish accountability for the STRA owners and assist the Bylaw Enforcement Officer and RCMP with complaints. This can be required through the use of Business Licences.

Staff suggests that the Town's interests are unaffected by the SCRD's zoning bylaw amendments to regulate short term rental accommodation, and recommend forwarding these comments to the SCRD in response to the referral.

NEXT STEPS

Following Council's review of the SCRD's approach, comments will be forwarded to the SCRD for the SCRD Board's consideration of second reading of the bylaw amendments.

Regarding the Town's process, bylaw amendments will be drafted and brought forward to a future meeting for Council's consideration of first reading. Staff recommends that Council authorizes staff to proceed with the proposed amendments in this report.

POLICY / PLAN IMPLICATIONS

Strategic Plan Implications and Financial Plan Implications

The 2016-2018 Strategic Plan seeks to promote regional and local economic development, as well as collaborate on affordable housing initiatives.

RECOMMENDATIONS / ALTERNATIVES

Staff recommendations are on page 1 of this report. Alternatively, Council may suggest revisions to the SCRD's bylaw amendments to regulate short-term rental accommodation. Council may also suggest additional terms to direct staff to include for the Town's bylaw amendments to regulate short-term rental accommodation.

ATTACHMENTS

- A SCRD Referral
- B Staff Report, dated May 8, 2018

Respectfully Submitted,

Lesley-Ann Staats, MCIP, RPP

Director of Planning

CHIEF ADMINISTRATIVE OFFICER'S COMMENTS:

I have reviewed the report and support the recommendation(s).

Emanuel Machado

Chief Administrative Officer

ATTACHMENT A



(Please contact this person directly for additional information)

PHONE: (604) 885-6804 ext 3 email: yuli.siao@scrd.ca

1975 Field Road Sechelt British Columbia Canada V0N 3A1 Tel: (604) 885-6804 Fax: (604) 885-7909

	AGENCY REFERE	RAL
DATE: October 26, 2018	No. of Pages:	Originals to follow: ☐ YES ⊠NO
REFERRAL TO: external agency	ATTENTION:	FAX NO (or E-Mail):
⊠Referral Agencies	Agency Contact c/o	
PLEASE RESPOND BY: Novemb You are requested to comment on appreciate your response by the da	the attached referral for potential	I effect on your agency's interests. We would
FILE: Bylaws 310.184 and 337.1	18	
APPLICANT: SCRD		
LEGAL DESCRIPTION:		
GENERAL LOCATION: SCRD	Size of Pro	operty:
SYNOPSIS OF APPLICATION:		
The SCRD is proposing zoning langulations. The proposed bylav		ent short term rental accommodation Board on October 25, 2018.
Attachments enclosed as follows	s: 1 report	
REFERRAL SENT BY: Yuli Siao		

APPLICATION No. (Bylaw) 310.184, 337.118	Planner
REFERRAL AGENCY COMMENTS: (Please provide commen	nts below or attach separate pages)
☐Interests unaffected by bylaw amendment application	☐ Approval recommended for reasons outlined below:
☐Approval not recommended for reasons outlined below:	☐ Approval recommended subject to conditions below
Signed By:	
Title:	
Date:	
Agency File:	

SUNSHINE COAST REGIONAL DISTRICT STAFF REPORT

TO: Planning and Community Development Committee – October 11, 2018

AUTHOR: Yuli Siao, Senior Planner

SUBJECT: ZONING AMENDMENT BYLAWS TO IMPLEMENT SHORT TERM RENTAL

ACCOMMODATION REGULATIONS

RECOMMENDATIONS

1. THAT the report titled Zoning Amendment Bylaws to Implement Short Term Rental Accommodation Regulations be received;

- 2. Zoning Amendment Bylaw Nos. 310.184 and 337.118 be forwarded to the Board for First Reading;
- 3. AND THAT these bylaws be forwarded to the following stakeholders for comment:
 - a. All Advisory Planning Commissions;
 - b. shíshálh and Skwxwú7mesh Nations;
 - c. District of Sechelt and Town of Gibsons;
 - d. Roberts Creek Official Community Plan Committee;
 - e. Pender Harbour Chamber of Commerce:
 - f. Gibsons and Area Chamber of Commerce;
 - q. Sechelt Chamber of Commerce:
 - h. Sunshine Coast Tourism; and
 - i. Habitat for Humanity Sunshine Coast
- 4. THAT two public information meetings be held in different Electoral Areas prior to consideration of Second Reading of the Bylaws.

At the March 22, 2018 Regular Board meeting the following resolution was adopted:

105/18 Recommendation No. 4 Short Term Rental Policy Options

THAT the report titled Short Term Rental Policy Options be received;

AND THAT a report be provided to a Standing Committee in Q4 with draft bylaw amendments that include:

i) Definition of Short Term Rental (STR) in Zoning Bylaw No. 310 and Zoning Bylaw No. 337;

- ii) Consideration of Temporary Use Permits (TUP) for STR with regulations to be noted in the general use provisions of the Zoning Bylaws;
- iii) Proposed fines for "unauthorized Bed & Breakfast or Short Term Rental establishments" in *Municipal Ticket Information (MTI) Bylaw No. 558* and *Bylaw Notice Enforcement (BEN) Bylaw No. 638*.

This report analyzes the recommended policy options and introduces zoning amendment bylaws to implement short term rental accommodation regulations as well as recommendations for referral and public consultation.

DISCUSSION

The previous staff reports on policy options for short term rental concluded that permitting short term rental subject to establishing regulations to minimize negative impacts is a viable option. This report further examines how options can be considered to formulate new regulations for short term rental and achieve the objective of the Board's directives.

Terminology for Short Term Rental Accommodation

The term "Short Term Rental" in question is commonly used to describe small-scaled, home-based temporary commercial accommodation that is provided in a dwelling and normally does not exceed 5 bedrooms. However, the term itself does not literally convey the full meaning as the word "accommodation" is missing from the term, and in the strictest sense a rental can be interpreted as the rental of any kind, including non-residential building space and land. Therefore it is recommended that "Short Term Rental Accommodation" (STRA) be used to describe this specific type of rental and be used throughout this report and the recommended zoning amendment bylaws.

It is also noted that STRA, as defined in this report and the proposed bylaws does not include other forms of well-defined temporary accommodation in both Bylaw Nos. 310 and 337, including campground, sleeping unit, housekeeping unit, or larger commercial operation such as hotel, motel, lodge or resort hotel.

Existing Regulations

In order to formulate new regulations for STRA, staff examined existing regulations in both Zoning Bylaws Nos. 310 and 337 and reviewed recently passed or proposed regulations of other municipalities in the Metro Vancouver area.

Relevant examples include the City of Vancouver's recently adopted regulations that restrict short term rental to the principal residence where the owner lives, or in a long term rental residence where the landlord allows subletting as a short term rental. The District of North Vancouver is proposing new regulations that permit short term rental accommodation only in single-family principal residences excluding secondary suites, coach houses, townhouses and condos, and require one additional off-street parking space.

Bed and Breakfast (B&B) is the only type of STRA that is defined in both SCRD zoning bylaws with a set of established regulations. These regulations permit B&B in most Residential, Commercial and Rural zones. A B&B is permitted to provide accommodation for a guest for up to three consecutive months. The number of permitted B&B bedrooms ranges from two to five depending on the zoning and size of the property. Each zoning bylaw requires a B&B to be operated by the principal resident and limit the size of a bedroom to 28 m². There are also regulations for signage and sewage disposal on the property.

Recommended Regulations

The existing regulations for B&B have long been established in each bylaw and the regulations are uniquely adapted to the rural communities and have been proven to be effective.

The new regulations can be built upon existing B&B regulations and broadened to include all types of STRA. This can enable regulatory continuity for existing B&Bs while updates can be made to existing regulations to enhance consistency across STRA uses and reflect feedback from the public consultation process on STRA. This also supports the objective to strengthen enforceability of regulations and accountability of STRA operations. The new regulations can help to reduce public confusion about STRA and provide clear and consistent guidelines for all operations.

The following is a comparison between existing regulations for B&B and recommended regulations for STRA, demonstrating how B&B regulations can be improved and incorporated into STRA regulations. A concise side-by-side comparison table is also provided in Attachment A. The recommended zoning amendment bylaws can be found in Attachments B and C.

1. Definition

Bylaw No. 310 defines B&B as:

Transient accommodation business that provides overnight accommodation to travellers for a length of stay of three consecutive months or less in any calendar year and provides at least breakfast to those being accommodated.

Bylaw No. 337 defines B&B in two categories:

Bed and Breakfast Home – auxiliary use of a dwelling as a transient accommodation business that contains not more than two bedrooms for overnight accommodation of travelers and provides at least breakfast to those being accommodated.

Bed and Breakfast Inn – use of a dwelling as a transient accommodation business that contains not more than five bedrooms for overnight accommodation of travelers and provides at least breakfast to those being accommodated.

Proposed definition of STRA for both zoning bylaws:

A small-scaled transient rental accommodation provided in a dwelling and occupied for not more than 26 days in any calendar month, which may include a bed and breakfast but excludes accommodation provided in a campground, a sleeping unit, a housekeeping unit, a motel, a lodge, a hotel or a resort hotel.

The proposed definition provides a unified and precise description of STRA. Specific aspects of the definition such as duration of stay, provision of breakfast etc., will be discussed in the following sections.

2. Duration

Bylaw No. 310 sets a 3-month maximum duration for a B&B while no limit is defined in Bylaw No. 337.

The 3-month limit does not reflect the most common maximum duration of stay at an STRA, which is approximately one month as reflected in consultation feedback and regulations of many other municipalities. The one month threshold is also used to determine applicability of Provincial Sales Tax and Municipal and Regional District Tax for STRA. Stays longer than one month are normally regarded as long term rental accommodation which is not subject to these taxes, and considered common residential use rather than vacation or tourist use. Therefore the maximum duration of an STRA should be not more than one month.

Based on consultation feedback, the average stay in an STRA is approximately one week, and it is common practice for the STRA host to provide cleaning and maintenance service at the end of each stay. Therefore it is reasonable to reduce the maximum occupancy of an STRA from the normal one month to 26 days, to allow for break period(s) of up to 5 days per month, to be used either separately (e.g. 1 day per week) or consecutively, to facilitate management of the property and transition between stays. It is recommended that an STRA can be occupied for a total of 26 days in any calendar month, cumulatively or consecutively.

3. Location of Permitted Use

The existing bylaws permit B&B in most Residential, Commercial and Rural zones. This has been effective in regulating the location of B&Bs, and should be the same for all STRAs.

4. Provision of Breakfast

Both bylaws include the provision of breakfast in a B&B operation as per the definitions.

Breakfasts have been traditionally provided in B&Bs. However there are many meal options available to the guests, such as restaurants, self-catering, in-house cooking facilities, etc. Breakfast is no longer considered necessary or the defining factor for a B&B or STRA, nor is it easily monitored and enforced. Thus it is recommended that the provision of breakfast not be required in a STRA.

5. Number of Bedrooms

The number of bedrooms is an important measure of the intensity of a B&B or STRA operation. Table 1 below illustrates the number of permitted B&B bedrooms in different zones in both bylaws. Zoning Bylaw No. 310 permits only up to 2 bedrooms in most zones except two site-specific zones – RU1A and RU1 where up to 5 bedrooms are permitted. The permission of B&B is not related to parcel size, with the exception of the R1 zone where a minimum of 2000 m² is required.

Zoning Bylaw No. 337 classifies B&B into two categories – B&B Home (permitting up to 2 bedrooms) and B&B Inn (permitting up to 5 bedrooms). There is no restriction on parcel size for a B&B Home in a number of Residential and Rural zones except the R1 and R1A zones where a minimum of 2000 m² is required and the RU5 zone where a minimum of 2 hectares is required. The permission of a B&B Inn is generally in accordance with a scale of parcel sizes in a number of Residential and Rural zones, with no parcel size restriction in Commercial zones.

The primary difference between the two zoning bylaws is that Bylaw No. 310 lacks allowance for up to 5 bedrooms in most zones and lacks a scale for the number of bedrooms proportional to parcel size. Both bylaws lack regulations for situations where parcel size is less than 2000 m² in an R1 or R1A zone. Consultation feedback indicates that there are STRA operations in parcels smaller than 2000 m² in those zones.

Table 1 Comparison of Zoning Bylaw Nos. 310 and 337

	Bylaw No. 310		Bylaw No. 337	
Parcel size	up to 2 bedrooms per dwelling per parcel	up to 5 bedrooms per parcel	up to 2 bedrooms per dwelling per parcel	up to 5 bedrooms per dwelling per parcel
Exceeds 2000 m ²	R1 zone		R1 and R1A zones	
Exceeds 3500 m ²				R3 and RU3 zones
Exceeds 4000 m ²				R2, R2A, R3A, R3B and R3C zones
Exceeds 8000 m ²				RU1 zone
Exceeds 1 ha				RU2
Exceeds 2 ha			RU5 zone	RU1A zone
No restriction	R2, C2, C2A, C3, C4, C6, CR1, CR2, RU1, RU1A, RU1B, RU1C, RU1D, RU2, AG, PA2 and PA3 zones	RU1A and RU1C zones	RS1, R1B, R2, R2A, R3, R3A, R3B, R3C, CR1, RU1, RU1A, RU1B, RU1C, RU1D, RU2 and RU3 zones	C1, C2, C2A, C3, C3A and C4 zones

Staff Report to Planning and Community Development Committee - October 11, 2018 Zoning Amendment Bylaws to Implement Short Term Rental Accommodation Regulations Page 6 of 19

In order to bridge the differences and bring areas under both bylaws to a level playing field and accommodate limited operations on smaller parcels, staff recommend introducing to both bylaws a more consistent and less complex system to measure the intensity of STRA operation as discussed below and illustrated in Table 2.

- 1. As Commercial zones are the most suitable areas for more intense STRA operation, up to 5 bedrooms should be permitted in Commercial zones where STRA is permitted across both bylaws. Two Rural zones in Bylaw No. 310 RU1A and RU1C currently permit up to 5 bedrooms, this should be retained. Two Park and Assembly zones in Bylaw No. 310 PA2 and PA3 permit STRA and are also suitable for operations up to 5 bedrooms.
- 2. Up to 2 bedrooms are permitted in the Agricultural zone in Bylaw No. 310. This should be retained in order to be consistent with Agricultural Land Commission regulations. Rural Watershed Protection Zone RU5 in Bylaw No. 337 limits bedroom number to 2 for the purpose of supporting watershed protection. This should also be retained.
- 3. STRA operation in Residential and Rural zones should be less intense than Commercial zones, so as to maintain the residential and rural character and lessen negative impact. As reflected in consultation comments, it is important to provide sufficient buffering distance, parking spaces and utility area for an STRA operation in a residential or rural property, so that negative impacts such as noise and insufficient parking can be mitigated.

The intensity of operation, as measured by the number of bedrooms, should be proportional to the size of the property. The number of dwellings in Residential and Rural zones is generally well defined in accordance with parcel size and zone in both bylaws, meaning that a larger parcel permits more dwellings, and Rural zones require larger parcel size than Residential zones to permit the same number of dwellings.

As an STRA is operated within a dwelling, the number of dwellings is a good determinant of the appropriate number of STRA bedrooms for the property. More STRA bedrooms will require more permitted dwellings on a larger parcel, and vice versa. Thus a graduated scale based directly on the number of permitted dwellings can be established to control the number of permitted STRA bedrooms. This scale can simplify the existing system and provide more consistent measure of STRA intensity across many zones in both zoning bylaws.

As reflected in consultation feedback, STRA does exist in parcels less than 2000 m² in an R1 or R1A zone, and there is support for limited STRA in smaller parcels. One bedroom is considered a reasonable limit for smaller parcels provided that the STRA meets all zoning regulations and the proposed regulations on the number of guests, bedroom size, number of parking spaces, operator and water and sewer system.

Table 2 Recommended Number of Bedrooms for STRA

	Zone	Number of permitted dwellings	Max. number of permitted STRA bedrooms	Comment
1	Commercial and Park & Assembly Zones that permit STRA, RU1A and RU1C zones	NA	5 per parcel	These zones are suited for more intense STRA operation and generally don't need parcel size restrictions.
2	RU5 or AG zone	NA	2 per parcel	Regardless the number of permitted dwellings, the number of STRA or B&B bedrooms is limited to 2 in the Agricultural or Rural Watershed Protection Zone.
3	All other zones that permits STRA	1	1 per parcel	This accommodates parcels less than 2000m² in R1 or R1A zone.
		1 dwelling + 1 auxiliary dwelling unit	2 per parcel	STRA is often provided in an auxiliary dwelling in rural areas.
		2 dwellings	3 per parcel	Generally all STRA bedrooms are concentrated in one dwelling while in
		More than 2 dwellings	4 per parcel	some cases they could be in separate dwellings.

6. Number of Dwellings

The number of dwellings on a single parcel that are permitted to operate a B&B is not defined in either bylaw. With the number of bedrooms clearly defined, it is unnecessary to regulate the number of dwellings that can operate STRA. STRA bedrooms can be allocated to different dwellings where the zoning permits more than one dwelling on the property. This will allow flexibility for the STRA owner to use the most suitable bedrooms for STRA in different dwellings according to individual needs, instead of concentrating all STRA bedrooms in one dwelling.

7. Bedroom Size

Zoning Bylaw No. 310 limits the B&B bedroom size to $28 \, \text{m}^2$ while Bylaw No. 337 does not set any limits.

Bedroom size is an important factor in regulating the intensity of an STRA operation. A bedroom of 28 m² can typically accommodate up to two persons. This is considered a reasonable size. However, within this limit it is difficult to effectively allow for variation in bedroom size where more than one bedroom is permitted and some bedrooms are smaller or larger than others. Hence it is recommended that an average maximum bedroom size be set at 28 m² for all permitted STRA bedrooms.

8. Number of Guests

Zoning Bylaw No. 310 does not regulate the number of B&B guests while Bylaw No. 337 permits a maximum of 4 guests for a B&B Home where 2 bedrooms are permitted and a maximum of 10 guests for a B&B Inn where 5 bedrooms are permitted.

The number of guests is also an important factor in controlling the scale of an STRA operation. It should be related to the number of bedrooms permitted. A bedroom can typically accommodate up to 2 adults with the consideration of an additional child. It is recommended that the maximum number of guests for an STRA be set at 2 adults plus one child per bedroom.

9. Operator

Both bylaws require the principal resident of the property to be the operator of the B&B and restrict employees of a B&B to the principal resident's family members and one other person. The requirement for the principal resident as an operator is the defining factor that distinguishes between B&B and other types of STRA.

Having an operator, either on-site or close by and being able to respond to issues, was recognized in consultation feedback as an important requirement for STRA operation. It helps to establish accountability for STRA owners and address issues such as garbage, parking, nuisance, etc. It will also assist SCRD Bylaw Enforcement and the RCMP in dealing with these issues.

An on-site operator has the advantage of providing more responsive and timely management of the STRA, yet this may not be practical for properties, especially vacation properties, where the owner or operator does not reside all year round. An operator residing within a reasonable distance from the STRA can also respond to issues in a timely manner, and this provides some flexibility in how an STRA can be managed in different circumstances. A single operator managing multiple properties is also possible.

Staff recommend a two-tier approach to deal with different STRA operator requirements by using the zoning bylaws and temporary use permits. The new zoning regulations should require an on-site operator to manage the STRA. This will maintain the continuity of the existing operator requirement for B&B yet provide some flexibility for situations where the operator does not have to be the principal resident of the property. This will also encourage better management of STRA properties and strengthen accountability of the operators.

For temporary situations where an STRA is managed by an off-site operator or a single operator manages multiple properties, a temporary use permit (TUP) can be considered. The TUP will enable SCRD to keep track of such operations and assist enforcement efforts. Recommended TUP regulations will be discussed in detail in the following section.

10. Utility, Signage and Parking

Both zoning bylaws require a B&B property to have a proper sewage disposal system, limit the size of a sign for the B&B to 0.35 m², and require 1 off-street parking space per bedroom used for B&B.

The above bylaw regulations are reasonable, and it is recommended that they be applied to STRA, with the additional requirements for an approved water supply system which is equally important as the sewage disposal requirement. The one parking space per bedroom requirement is intended to accommodate maximum parking demand while each bedroom can be used for separate guest(s) who have separate vehicles. This requirement will address concerns on negative impacts of parking shortages in some STRA operations. The required parking space(s) should be provided for STRA use in addition to parking spaces required for all other uses on the property.

Consideration of Temporary Use Permit

The previous staff report on short term rental recommended considering using temporary use permit (TUP) for STRA with regulations and conditions to be provided in the zoning bylaws. The advantage of a TUP is that it can enable SCRD to keep track of the applicants, but it can be only used for temporary situations because it is limited to a maximum of 6 years (initial 3 years plus one renewal of 3 years).

Staff recommend using TUP as an auxiliary tool to the zoning bylaws to only deal with STRA with an off-site operator. Other deviations from the zoning bylaws, permanent or temporary, will need to be reviewed through the variance or rezoning process. The following TUP conditions are recommended:

- 1. An off-site operator shall reside within a radius of 50 km of the STRA. This will ensure the operator can reach the STRA site within a reasonable amount of time.
- 2. An operator is permitted to manage a maximum of 2 separate STRA properties. This will limit the number of properties an operator can manage.
- The number of STRA bedrooms shall be one less than that permitted in the zoning bylaw. The reduction in the number of bedrooms will help to compensate for the lack of an on-site operator.
- 4. The term of the temporary permit shall not exceed 3 years. A temporary use permit cannot be renewed more than once.
- 5. All other STRA regulations of the zoning bylaw shall apply.

Corresponding to the proposed TUP, the Planning and Development Fee and Procedure Bylaw No. 522 should be amended. The application fee for a TUP for an STRA with an off-site operator is recommended to be \$500 per property for a 3-year term. An amendment to Bylaw No. 522 will be brought forward to the Board if the proposed zoning bylaw amendments are endorsed by the Board.

Municipal Ticket Information and Bylaw Notice Enforcement Bylaws

Previous consultation indicated that the penalty of \$100 for STRA-related infractions at that time was considered too low to be a significant deterrent for bylaw violations. SCRD has since increased the penalty to \$150 for most zoning contraventions including unauthorized use and unauthorized B&B in the Municipal Ticket Information Bylaw No. 558 and Bylaw Notice

Enforcement Bylaw No. 638. STRA-related contraventions of the zoning bylaws can be considered unauthorized uses as defined in these bylaws.

Since the penalties in these bylaws were increased recently, a period of time is required in order to monitor the effectiveness of the changes through bylaw enforcement. Further increase of penalties must be considered in a consistent and holistic manner and supported by monitoring data. Staff do not recommend consideration of further increasing the penalty for STRA contravention until such a time as the proposed STRA regulations have been implemented and it has been determined there is a need to increase the penalty particularly for this type of land use.

Organization and Intergovernmental Implications

The proposed zoning bylaw amendments, if endorsed by the Board after First Reading, will be referred to agencies, advisory committees, First Nations, member municipalities and community groups for comments. Communication and consultation with other levels of government are essential during the process of reviewing the zoning amendments.

Financial Implications

None at this time. However, should the proposal proceed and temporary use permits are utilized an impact on staff time for permit preparation, monitoring and enforcement will be undertaken. Should the proposed bylaw amendments, as described in this report move forward, staff will need to review staffing resources to ensure the service can be provided. Staff will bring further information to Pre-Budget meetings.

Timeline for next steps or estimated completion date

The timeline for the proposed zoning amendment bylaws aligns with work currently underway for the review of Zoning Bylaw No. 310, however as it is proposed to also include Zoning Bylaw No. 337 and recognizing the urgency of need for both rental housing and resolution of neighbourhood issues related to STRA, there is value in an amendment process for each bylaw ahead of the Zoning Bylaw No. 310 review.

Similar to previously-conducted public information meetings on short term rental accommodation, public information meetings in various locations to obtain further community feedback are recommended. Comments received from the referrals and the public information meetings will be incorporated into a staff report to the Planning and Community Development Committee for consideration of Second Reading of the proposed bylaws. Then a public hearing will be held. Comments received from the public hearing along with recommended conditions will be presented to the SCRD Board for consideration of Third Reading of the bylaws. Upon fulfillment of conditions approved by the Board the bylaws can be adopted.

Referrals will be sent to:

- Advisory Planning Commissions;
- shíshálh and Skwxwú7mesh Nations;
- District of Sechelt and Town of Gibsons

- Agencies that were consulted during the previous consultation; and
- Public through public information meetings.

Information will be posted on the SCRD website and requests for input can be advertised through SCRD social media. Should the regulations proceed, a comprehensive communication plan would be developed to support implementation.

STRATEGIC PLAN AND RELATED POLICIES

The subject of the report meets the Strategic Plan Values of:

- Collaboration
- · Respect and Equality, and
- Transparency

CONCLUSION

Staff have further analyzed the policy options to address short term rental accommodation, and determined that the best option to move forward is to build upon existing zoning bylaw regulations for B&B and formulate a new set of zoning bylaw regulations for STRA with supplementary TUP provisions for STRA with an off-site operator. Amendments to the Municipal Ticket Information Bylaw and Bylaw Notice Enforcement Bylaw are not recommended at this time.

Staff recommend that the proposed zoning amendment bylaws be forwarded to the Board for First Reading and the referral and public consultation process begin.

Attachments

Attachment A - Comparison of Current B&B Regulations and Proposed STRA Regulations

Attachment B – Zoning Amendment Bylaw 310.184 for First Reading

Attachment C – Zoning Amendment Bylaw 337.118 for First Reading

Reviewed	by:		
Manager	X - A. Allen	Finance	
GM	X - I. Hall	Legislative	
CAO	X - J. Loveys	Other	

Attachment A Comparison of Current B&B Regulations and Proposed STRA Regulations

	B & B Current Regulations		Short Term Rental Accommodation (STRA) Recommended Regulations	
	Bylaw 310	Bylaw 337	(OTIVA) Neconimended Negulations	
1. Definition	Transient accommodation business that provides overnight accommodation to travellers for a length of stay of three consecutive months or less in any calendar year and provides at least breakfast to those being accommodated.	Bed and Breakfast Home – auxiliary use of a dwelling as a transient accommodation business that contains not more than two bedrooms for overnight accommodation of travelers and provides at least breakfast to those being accommodated. Bed and Breakfast Inn – use of a dwelling as a transient accommodation business that contains not more than five bedrooms for overnight accommodation of travelers and provides at least breakfast to those being accommodated.	A small-scaled transient rental accommodation provided in a dwelling and occupied for not more than 26 days in any calendar month, which may include a bed and breakfast but excludes accommodation provided in a campground, a sleeping unit, a housekeeping unit, a motel, a hotel, a lodge or a resort hotel.	
2. Duration	Up to 3 consecutive months	NA	26 days per calendar month	
Location of permitted use	Most Residential, Commercial & Rural zones + AG, PA2, PA3	Most Residential, Commercial & Rural zones	Same as the bylaws	
Provision of breakfast	Yes		NA	
5. Number of bedrooms	5 per parcel for RU1A, RU1C 2 per dwelling for other zones permitting B&B	2-5 per dwelling	Commercial, Park & Assembly, RU1A, RU1C zones: 5 per parcel RU5, AG zones: 2 per parcel All other zones permitting B&B: 1 where only 1 dwelling is permitted 2 per parcel where 1 principal dwelling and 1 auxiliary dwelling are permitted 3 per parcel where 2 principal dwellings are permitted 4 per parcel where more than 2 principal dwellings are permitted	
6. Number of dwellings	No restriction		No restriction	
7. Bedroom size	28 m²	NA	Average of all bedrooms - 28 m ²	

Staff Report to Planning and Community Development Committee - October 11, 2018 Zoning Amendment Bylaws to Implement Short Term Rental Accommodation Regulations Page 13 of 19

8. Number of guests	NA	4-10 per dwelling	2 adults + 1 child per bedroom
9. Operator	Principal resident, owner's family member and 1 other person		At least one on-site operator per parcel shall be required to manage short term rental accommodation where it is permitted. TUP required for STRA with an off-site operator.
10. Utility, signage & parking	Require community or on-site system, signage not exceeding 0.35 m ² , 1 parking space per B&B bedroom		Same as bylaws with additional requirement for community or onsite water system

Attachment B

SUNSHINE COAST REGIONAL DISTRICT BYLAW NO. 310.184

A bylaw to amend the Sunshine Coast Regional District Zoning Bylaw No. 310, 1987

The Board of Directors of the Sunshine Coast Regional District, in open meeting assembled, enacts as follows:

PART A – CITATION

1. This bylaw may be cited as *Sunshine Coast Regional District Zoning Amendment Bylaw No.* 310.184, 2018.

PART B - AMENDMENT

- 2. Sunshine Coast Regional District Zoning Bylaw No. 310, 1987 is hereby amended as follows:
 - a. Replace the definition for "bed and breakfast" in Section 201 with the following definition:
 - "short term rental accommodation" means a small-scaled transient rental accommodation provided in a dwelling and occupied for not more than 26 days in any calendar month, which may include a bed and breakfast but excludes accommodation provided in a campground, a sleeping unit, a housekeeping unit, a motel, a hotel, a lodge or a resort hotel.
 - b. Replace Section 502.11 Bed and Breakfast with the following section:

Short Term Rental Accommodation

- (11) Short term rental accommodation is permitted as an auxiliary use, subject in all cases to the following conditions in the R1, R2, C2, C2A, C3, C4, C6, CR1, CR2, RU1, RU1A, RU1B, RU1C, RU1D, RU2, AG, PA2 and PA3 zones:
 - (a) The maximum number of short term rental accommodation bedrooms shall be in accordance with the number of permitted dwellings and zoning of the parcel as shown in the following table:

Zone	Number of Permitted Dwellings	Maximum Number of Bedrooms
C2, C2A, C3, C4, C6, PA2, PA3, RU1A, RU1C	Regardless of the number of permitted dwellings	5 per parcel
RU5, AG	Regardless of the number of permitted dwellings	2 per parcel
R1, R2, CR1, CR2, RU1, RU1B, RU1D,	1	1 per parcel
RU2	1 dwelling and 1 auxiliary dwelling unit	2 per parcel
	2 dwellings	3 per parcel
	More than 2 dwellings	4 per parcel

- (b) The average floor area of all permitted short term rental accommodation bedrooms shall not exceed 28 m².
- (c) The number of guests shall not exceed 2 adults plus one child per permitted short term rental accommodation bedroom.
- (d) At least one operator per parcel shall be required to manage short term rental accommodation where it is permitted. The operator must reside on the property where the short term rental accommodation is located.
- (e) One external sign that is associated with short term rental accommodation and does not exceed 0.35 square meters in area is permitted within the property.
- (f) Any dwelling utilized for short term rental accommodation shall be either connected to a community sewer and water facility or have on-site sewage disposal and water supply facilities in place that are in compliance with current regulations of the *Health Act*.
- (g) At least one off-street parking space shall be provided per short term rental accommodation bedroom in addition to parking spaces required for all other uses on the same property.
- (h) All zones that permit short term renal accommodation are designated as a Temporary Use Permit Area for the consideration of STRA with an off-site operator, subject to the following conditions:
 - i. At least one operator per parcel shall be required to manage short term rental accommodation where it is permitted. Notwithstanding Section 502.11(d), an operator residing outside of the property where the short term rental accommodation is located is permitted, provided that the operator resides within a radius of 50 km of the property.

Staff Report to Planning and Community Development Committee - October 11, 2018 Zoning Amendment Bylaws to Implement Short Term Rental Accommodation Regulations Page 16 of 19

- ii. No more than 2 separate STRA properties shall be managed by a single operator.
- iii. The maximum number of STRA bedrooms shall be one less than what is permitted in accordance with Section 502.11(a).
- iv. The term of the temporary permit shall not exceed 3 years. The temporary use permit shall not be renewed more than once.
- c. Replace all words of "bed and breakfast", "bed and breakfasts" and "bed and breakfast accommodation" with "short term rental accommodation".
- d. Insert the following section immediately following Section 601.1:
 - (3) short term rental accommodation in accordance with Section 502.11.

PART C - ADOPTION

READ A FIRST TIME this	DAY OF	MONTH,	YEAR
READ A SECOND TIME this	DAY OF	MONTH	YEAR
PUBLIC HEARING HELD PURSUANT TO THE LOCAL GOVERNMENT ACT this	DAY OF	MONTH	YEAR
READ A THIRD TIME this	DAY OF	MONTH	YEAR
ADOPTED this	DAY OF	MONTH	YEAR
	Corporate Off	icer	
	Chair		

Attachment C

SUNSHINE COAST REGIONAL DISTRICT BYLAW NO. 337.118

A bylaw to amend the Sunshine Coast Regional District Zoning Bylaw No. 337, 1990

The Board of Directors of the Sunshine Coast Regional District, in open meeting assembled, enacts as follows:

PART A – CITATION

1. This bylaw may be cited as *Sunshine Coast Regional District Zoning Amendment Bylaw No.* 337.118, 2018.

PART B - AMENDMENT

- 2. Sunshine Coast Regional District Zoning Bylaw No. 337, 1990 is hereby amended as follows:
 - a. Replace the definitions for "bed and breakfast home" and "bed and breakfast inn" in Section 201 with the following definition:
 - "short term rental accommodation" means a small-scaled transient rental accommodation provided in a dwelling and occupied for not more than 26 days in any calendar month, which may include a bed and breakfast but excludes accommodation provided in a campground, a sleeping unit, a housekeeping unit, a motel, a hotel, a lodge or a resort hotel.
 - b. Replace Section 509 Bed and Breakfast Homes and Section 510 Bed and Breakfast Inns with the following section:

Short Term Rental Accommodation

- 509 Short term rental accommodation is permitted in R1, R1A, RS1, R1B, R2, R2A, R3, R3A, R3B, R3C, CR1, RU1, RU1A, RU1B, RU1C, RU1D, RU2, RU3, RU5, C1, C2, C2A, C3, C3A and C4 Zones, subject to the following conditions:
 - (a) The maximum number of short term rental accommodation bedrooms shall be in accordance with the number of permitted dwellings and zoning of the parcel as shown in the following table:

Zone	Number of Permitted Dwellings	Maximum Number of Bedrooms
C1, C2, C2A, C3, C3A, C4	Regardless of the number of permitted dwellings	5 per parcel
RU5	Regardless of the number of permitted dwellings	2 per parcel
R1, R1A, RS1, R1B, R2, R2A, R3, R3A,	1	1 per parcel
R3B, R3C, CR1, RU1, RU1A, RU1B, RU1C,	1 dwelling and 1 auxiliary dwelling unit	2 per parcel
RU1D, RU2, RU3	2 dwellings	3 per parcel
	More than 2 dwellings	4 per parcel

- (b) The average floor area of all permitted short term rental accommodation bedrooms shall not exceed 28 m².
- (c) The number of guests shall not exceed 2 adults plus one child per permitted short term rental accommodation bedroom.
- (d) At least one operator per parcel shall be required to manage short term rental accommodation where it is permitted. The operator must reside on the property where the short term rental accommodation is located.
- (e) One external sign that is associated with short term rental accommodation and does not exceed 0.35 square meters in area is permitted within the property.
- (f) Any dwelling utilized for short term rental accommodation shall be either connected to a community sewer and water facility or have on-site sewage disposal and water supply facilities in place that are in compliance with current regulations of the *Health Act*.
- (g) At least one off-street parking space shall be provided per short term rental accommodation bedroom in addition to parking spaces required for all other uses on the same property.
- (h) All zones that permit short term renal accommodation are designated as a Temporary Use Permit Area for the consideration of STRA with an off-site operator, subject to the following conditions:
 - i. At least one operator per parcel shall be required to manage short term rental accommodation where it is permitted. Notwithstanding Section 509(d), an operator residing outside of the property where the short term rental accommodation is located is permitted, provided that the operator resides within a radius of 50 km of the property.

Staff Report to Planning and Community Development Committee - October 11, 2018 Zoning Amendment Bylaws to Implement Short Term Rental Accommodation Regulations Page 19 of 19

- ii. No more than 2 separate STRA properties shall be managed by a single operator.
- iii. The maximum number of STRA bedrooms shall be one less than what is permitted in accordance with Section 509(a).
- iv. The term of the temporary permit shall not exceed 3 years. The temporary use permit shall not be renewed more than once.
- c. Replace all words of "bed and breakfast home" and "bed and breakfast inn" with "short term rental accommodation".
- d. Insert the following sections:
 - "(b) short term rental accommodation in accordance with Section 509" immediately following Section 601.1(1)(a).
 - "(b) short term rental accommodation in accordance with Section 509" immediately following Section 602.1(1)(a).

PART C - ADOPTION

READ A FIRST TIME this	DAY OF	MONTH,	YEAR
READ A SECOND TIME this	DAY OF	MONTH	YEAR
PUBLIC HEARING HELD PURSUANT TO THE LOCAL GOVERNMENT ACT this	DAY OF	MONTH	YEAR
READ A THIRD TIME this	DAY OF	MONTH	YEAR
ADOPTED this	DAY OF	MONTH	YEAR
	Corporate Of	ficer	
	Chair		



STAFF REPORT

TO:

Committee of the Whole

MEETING DATE: May 8, 2018

FROM:

Lesley-Ann Staats Director of Planning FILE NO:

6440-19

SUBJECT:

Short-Term Rentals

RECOMMENDATIONS

THAT the report titled Short-Term Rentals be received;

AND THAT Council authorizes staff to prepare bylaw amendments to regulate short-term rentals.

BACKGROUND / PURPOSE

Short-term rentals (< 30 days per stay) are currently not defined in the Town's bylaws, beyond bed and breakfasts and tourist accommodation use. However, 49 short-term rental ("STR") adverts are posted on the AirBnB platform alone. This puts the Town in a position of balancing the challenges of this industry while supporting the sharing economy and establishing policies to ensure STR "hosts" operate responsibly.

On the Sunshine Coast, the District of Sechelt has been regulating STR's since 2005 through its Zoning Bylaw and Business Licenses and receive few complaints, whereas the Sunshine Coast Regional District has recently completed a community consultation process and intend to explore regulation options for STR's through Zoning Bylaw amendments and the use of Temporary Use Permits. Municipalities and Regional Districts have different regulatory authorities.

Some municipalities have legalized short-term rentals by implementing regulations, while other municipalities have outright banned them.

In November 2016, Council adopted the following Resolution pertaining to STRs:

R2016-331

THAT staff draft a report on the topic of short-term rentals providing a review of current staff practices and short-term rental statistics in the Town, as well as a summary of similar policies in other local municipalities.

A staff report was provided to Council in March 2017 with an update on the SCRD's initiatives and provided information on STR's in the Town at that time. Council then adopted the following Resolution (in part):

R2017-069

THAT staff explore public input option in conjunction with the upcoming Sunshine Coast Regional District (SCRD) consultation regarding short term rentals.

Staff approached the SCRD to explore collaborating on its public input process, however, the timing did not work out.

In February 2018, the Town hired Agora Planning to prepare a report on short-term rentals with the objectives of determining what's working well and what needs improvement at the Town, a summary of regulatory approaches from other comparable municipalities, and regulatory approaches the Town may consider. Agora Planning's report is enclosed as Attachment A.

The purpose of this report is to provide Council with options for consideration of regulating short-term rentals in the Town of Gibsons.

SUMMARY

This report provides an overview of short-term rentals in the Town of Gibsons, a summary of benefits and drawbacks, examples of regulatory approaches, and options for Council's consideration. The following three options are provided in this report:

- 1. Prepare bylaw amendments to regulate STR's
- 2. Maintain status quo permit STR's as bed and breakfast use
- 3. Initiate a community consultation process

DISCUSSION

Across many jurisdictions impacted by short-term rentals, policy makers strive to balance the implications of commercial host activity in residential neighbourhoods, housing availability and affordability, economic development that supports the tourist industry, and the implications of administrative requirements with additional regulations.

Table 1 below summarizes the benefits and drawbacks from Agora Planning's report.

Table 1: Benefits and drawbacks of short-term rentals

Benefits	Drawbacks
extra income for the "host"	unfair tax advantage to residential home owners
diversity in accommodation options for travelers	potential reduction of long-term rental housing availability
variations in price	impacts to existing tourist accommodations
the experience of a STR	inflations in real-estate

Benefits	Drawbacks
tourist attraction – economic benefits	impacts to residential neighbourhood character
	increased complaints due to noise, parking, and rotating neighbours

The attached report provides a summary of regulatory and management options that are currently being applied to the short-term rental industry. Four case-study municipalities were reviewed: District of Sechelt, District of Tofino, City of Nelson, and the Resort Municipality of Whistler.

At the time this report was written, the Town has issued 34 home occupation Business Licenses for bed and breakfast use. One complaint has been received in the past year pertaining to parking and noise.

OPTIONS

Below three options are provided for Council's consideration:

Option 1: Prepare bylaw amendments to regulate short-term rentals

This is staff's recommended option.

This option would introduce amendments to the Zoning Bylaw and Business License Bylaw by defining short-term rentals and permitting the use with specific terms and conditions for the operation of a STR, similar to how the District of Sechelt regulates STR's.

Definitions in the zoning bylaw must differ between STR's, bed and breakfasts, boarding use and tourist accommodation. Terms and conditions may include an on-site operator, a local contact, limits on dwelling type (i.e., not in secondary suites), limits on number of guests or bedrooms, limits on zones, require on-site parking, etc.

Regulating STRs would intend to limit concerns related to noise and parking complaints and increase the rental housing stock, while supporting the "sharing economy" and economic development that supports the tourist industry.

Staff would carefully consider the implications of administrative requirements with additional regulations, specifically on the Bylaw Enforcement Officer.

Preparing for, drafting, and consulting on proposed bylaw amendments would take several months.

Option 2: Maintain status quo (no change)

This option is currently how STR's are regulated and would continue to be used as an interim measure if Council selects another option.

This option regulates a short-term rental as a bed and breakfast, which is permitted in specific zones (R-1, R-2, R-3, R-4, A-1, CDA-1 and RM-4), requires a Business License to operate, is not permitted in a secondary suite, requires the "host" to provide a morning meal, and must be operated by a resident in the dwelling.

Additionally, bed and breakfast use is not permitted in conjunction with a home occupation, boarding use or secondary suite.

To ensure all "hosts" operate with a Business License, the Bylaw Enforcement Officer reviews online platforms once a month to search listings on short term rental platforms such as AirBnB, VRBO, and Flipkey. If listings are identified without a Business License, the Bylaw Enforcement Officer contacts the property owner(s) and request an application for a Business License. A Business License for a Home Occupation is \$200.

Reasons to improve this option would be to further regulate the terms and conditions of STR's as identified in Option 1 to reduce complaints and increase the rental housing stock.

Option 3: Initiate a consultation process to collect community input.

This option would initiate a community consultation process for the purpose of collecting feedback from Gibsons residents on short-term rentals. This could be completed with a questionnaire and an open house.

This option would take the longest time of the three options, as consultation may take up to six months to prepare, consult, and then analyze results and present findings. Should findings support regulating short-term rentals, then options would be presented to Council and bylaw amendments may be prepared at that time.

POLICY / PLAN IMPLICATIONS

Financial Plan Implications

The Town currently receives \$200 per Business License application for a Home Occupation. The options above will provide minimal changes to the Financial Plan.

Official Community Plan (OCP)

The Town's OCP has a policy that supports the sharing economy (Policy 11.2.6):

Examine the potential of the emerging "sharing economy" and how to encourage this type of activity. (The "sharing economy" refers to the sharing of assets such as vehicles, tools, real estate etc. to reduce costs and environmental impact. Examples include Car Sharing and "Car 2 Go", Air BnB, and tool sharing co-operatives.)

The three options above explore the potential to encourage the sharing economy in appropriate locations.

RECOMMENDATIONS / ALTERNATIVES

Staff's recommendations are listed on page 1 of this report. Alternatively, Council may choose another option, such as:

THAT staff continue to regulate short-term rentals as a bed and breakfast use;

OR

THAT Council authorizes staff to initiate a consultation process to collect community input on regulating short-term rentals.

Respectfully Submitted,

Lesley-Ann Staats, MCIP, RPP Director of Planning

CHIEF ADMINISTRATIVE OFFICER'S COMMENTS:

I have reviewed the report and support the recommendation(s).

Emanuel Machado

Acting Chief Administrative Officer

Attachments

Attachment A – Short Term Rentals (STRs): Review of Practice for the Town of Gibsons – Odete Pinho, Agora Planning, April 25, 2018.

Short Term Rentals (STRs): Review of Practices for the Town of Gibsons

Prepared by: Odete Pinho, Agora Planning
Date: April 25, 2018

1. Background

In recent years, short term rentals have increased in popularity with website platforms like Airbnb, VRBO, HomeAway.com, Flipkey.com, and others. Short term rentals (STR's) are generally defined as the rental of a furnished dwelling (house, townhouse, condominium, apartment and secondary suites) for a short term stay, usually for periods less than 30 days at a time.¹

Town of Gibsons Council has expressed a commitment to attracting new businesses and retaining existing businesses in the Town. The *Official Community Plan* policy (11.2.6) is supportive of the sharing economy stating that the Town will "examine the potential of the emerging 'sharing economy' and how to encourage this type of activity.' The 'sharing economy' refers to the sharing of assets such as vehicles, tools, real estate etc. to reduce costs and environmental impact. Examples include car sharing and 'car2go', AirBnB and tool sharing cooperatives.

Council has requested a review of existing practices in the Town related to the management of STRs and a summary of approaches used by other communities. The Town is seeking to understand the range of options available to balance residents' rights to reside in residential neighborhoods free of commercial operations, the desire to encourage tourism related economies and the need to maintain a stock of affordable long term rental for housing Gibsons residents.

The purpose of this report is to present the Town with a summary of regulatory and management options that are currently being applied to this emerging industry. The policy and management approaches currently applied by 4 case study municipalities (including Sechelt, Tofino, Nelson and Whistler) have been reviewed for their potential application to the Town of Gibsons context.

This report examines potential regulations, compliance strategies, enforcement approaches, and presents options that Town may consider taking to manage STR's.

¹ Jamasi, Zohra. June 2017. Centre for Policy Alternatives' Ontario Office. "Regulating Airbnb and Short-Term Rental Market" page 2.

2. What are STR's benefits and drawbacks?

Many communities are trying to determine how to manage the increase in opportunities and challenges presented with the rapid growth of STR's.

The benefits of STR's include:

- Home owners/ hosts of STR accommodations can earn extra income;
- More accommodation options for visitors;
- Travelers can often find accommodations for less than the cost of a hotel;
- STR's often offer a different experience than a hotel;
- Rentals bring money into the community and to businesses that support tourism.

The drawbacks of STR's include:

- Potential to reduce customers to tourist accommodations including hotels, motels, inns, bed and breakfast businesses;
- Unfair tax/ fee advantage to residential owners over commercial tourist accommodation providers;
- Potential for reducing housing stock available for long term rentals;
- Increased cost and decreased availability of housing inflated real estate;
- Changes to residential neighborhood character and qualities with transient visitors;
- STR's may have issues with noise, parking and residential neighbour conflicts or concerns with rotating neighbours and commercial type uses.

3. What Regulatory Tools Available to Municipalities?

Municipalities have the ability to regulate short term rental use in residential dwellings through the use of their Zoning bylaws (land use), business licences, by creating nuisance rules (i.e. noise bylaw), and by establishing enforcement and ticketing bylaws. In contrast, regional districts do not have the authority use business licences as a tool, and are limited to using site specific zoning and temporary use permits, with conditions to regulate short term rentals.

The priorities of Council and the community will guide which regulations, management approaches and enforcement practices will best serve their desired objective. The priorities may include some or all of the following:

- Protecting long-term rental supply
- Encouraging neighbourhood fit
- Enabling supplemental income
- Supporting the tourism industry
- Ensuring health and safety
- Promoting tax and regulatory equity

4. Current Approach in Town of Gibsons

4.1 Zoning Bylaw Review

Currently the Town regulates short-term vacation rentals as though they are a Bed and Breakfast. The Town's Zoning Bylaw No.1065, 2007 has no definition for short term rental accommodations. The Zoning Bylaw only defines Bed and Breakfast use and boarding uses, and also regulates home occupations in specific zones (which also permit bed and breakfast and boarding uses).

A maximum of two sleeping units is permitted with Bed and Breakfast use in single family residential zones (R-1, R-2 and R-3). A Bed and Breakfast is defined as 'a boarding use intended for the short-term accommodation and provisions of a morning meal to tourists and the transient members of the public, conducted by a resident of, or members of a family resident in, the dwelling to which the bed and breakfast use is accessory". Although bed and breakfast is not permitted in the multi-family zones, home occupations are permitted in all residential zones, including multi-family.

The "home occupation" regulations in the Zoning Bylaw, Section 805(8), does permit "boarding use in the form of a Bed and Breakfast use" which are "permitted accessory uses in a single-family dwelling in the R-1, R-2, R-3, R-4, A-1, CDA-1 an RM4 zones, but a boarding use, including a Bed and Breakfast, must not be permitted in two-family residential, townhouse residential, or apartment residential dwelling unit in any zone". Zoning Bylaw, Section 805(9) requires "a Town Business License …for the conduct of any Home Occupation".

The current regulations provide little guidance regarding potential conflicts that may arise when operating businesses in residential areas. Zoning Bylaw, Section 805(7) for home occupations, explains that 'home occupations must not involve frequent arrivals or departures by vehicles for deliveries or customer or client visits; such movements shall be limited to no more than several per day". This reference to limiting movements is currently vague.

The Zoning Bylaw, Section 807 limits the number of businesses operating as 'accessory uses', in one residence. "The following uses are not permitted in conjunction with one another: home occupation, bed and breakfast, boarding use and secondary suite". The intent is presumably to reduce activities in a single residence, and thereby retaining the quality of a residentially zoned area.

"Tourist accommodation" is defined in the zoning bylaw as a "use providing for the accommodation of the transient public in a building providing sleeping facilities, and may also include cooking and dining facilities". The tourist accommodation use is permitted exclusively in Upper Gibsons Commercial District (C-1); Tourist Commercial Zone 2 (C-2), Comprehensive Development 2 (CDA-2). Tourist accommodations are a permitted use for hotels, motels, and inns. In the spectrum of accommodation options, the Zoning Bylaw currently

does not recognize an accommodation use that falls between Bed and Breakfast and tourist accommodation (hotel, motel or inn) and lacks in providing clarity for the operation of short term rental accommodations.

4.2 Business Licence²

A Town's business licence is required for any business services or home occupation operating in the Town. The Town's Business Licence Bylaw 666, 1992 was last updated in 2008. The bylaw permits up to two boarders in a home and at Bed and Breakfasts. The Business Licence Bylaw No. 666 currently does make mention of requirements for short term vacation rentals. Currently, Town staff has been applying the Bed and Breakfast conditions to short term rentals with two conditions listed in the licence application form.

The Town business licence application form was amended in 2017 to require that owners of short term rentals confirm that they: a) reside at the business location when guests are present and b) have a maximum of two bedrooms to rent. There is no further guidance for short term rental operators within the application form. There is no mention of short-term rentals on the Town's website or Business Licence bylaw. At this time, short term rentals of entire homes is not permitted in the Town of Gibsons.

The Town's website provides a list of the active holders of business licences. The Town has a total of 35 licences issued under the 'home occupation' category. There are currently 15 businesses registered as providing 'accommodation' as their business. The name of currently registered business listings, who's stated business is accommodation are listed below:

- Bayside Studios
- Captain J's Seaside Suite
- Compass Rose Guest Service
- Fincap Capital Inc
- Garden Cottage B&B
- Gibsons Garden Hotel
- Little House in the Harbour
- Lorna MacDonald/ Rob Toohey
- Lucky Dog B&B
- Marina House B&B
- Shoal Lookout
- Sweet Start B&B
- View with a Room B&B
- Vista Heights Apartments
- Warehouse Hideaway

² **Licence** is a noun, **license** is a verb. When starting a business in Gibsons, one requires a business **licence** (noun/ thing), but the Town must **license** a business (verb/ action).

4.3 Enforcement and Ticketing

The Town's bylaw enforcement officer has one active file concerning a waterfront property where the entire home is advertised for nightly rentals and can sleep up to 12 people. The short term rentals use of this entire home has generated both noise and parking concerns. The Town has not renewed the 2018 Business License for this property and the Town's enforcement officer continues to work with the owners to address this case.

The Town's bylaw enforcement officer actively checks home sharing web sites and sends out business licence applications, along with a letter setting out the Town's requirements as per Business Licence, Bylaw 666.

As of April 6, 2018 there are 49 Gibsons properties listed on Airbnb.com alone. Of the 49 rentals, 37 places are listed as the 'entire place' for rent. While the number of properties may include licensed operators within the Town, there many short term rentals that may not hold a business licence.

The Town's existing nuisance bylaw is the Anti-Noise Bylaw No. 364, 1980 (last updated in 2005). This bylaw permits the Town Bylaw Enforcement Officer or a member of the RCMP to investigate noise complaints and issue fines of \$200. The fines imposed must meet the ticketing requirements imposed by the *Community Charter*, Section 264.

The bylaw enforcement officer is bound by the regulations provided in Town bylaws and may follow up on complaints related to parking violations, noise disturbance and unsightly properties. As there are no guidelines in Town bylaws for short term rentals, enforcement actions are currently limited to those noted above.

5. Overview of Common Practices

Many communities have established regulations for short term rentals. The approaches that are being applied in Sechelt, Tofino, Nelson and Whistler are summarized in the table below, with further details provided in this report. Communities vary greatly in the combinations of regulations that they use and the extent to which the regulations are enforced. Regulatory and management tools in use include business licencing requirements, restricting rentals to within a principal residence only, or requiring a local contact person and information to be visibly posted on the property, in case issues arise.

The challenge facing all municipalities with short term rentals is how to enforce regulations put in place. The process of investigating complaints and fining a homeowner can be costly and cumbersome. Below is a summary of the policy, management and enforcement approaches that are currently in use.

Zoning Bylaw

- Clearly define STR's, and how they differ from Bed and Breakfast, hotel, motel, other tourist accommodations in the community.
- Clearly communicate the permitted uses in each zone, STR permitted locations/ zones and where they are and are not permitted
- Clearly define STR's in relationship to home occupation uses, as there may be overlap or conflicting in permissions
- Specifying parking requirements and limitations on street parking Business Licence
 - Clear licence requirements and conditions for the operations of STRs
 - Specifying conditions that must be met, such as residence ownership, strata permission, local contact person or on site manager, limitations on number of rooms or seasonality, signage and notification to immediate neighours within a specified area (ie. letter to neighbours within 100m)
 - Outline conditions for safety and insurance requirements

Enforcement and Ticketing Systems

- Bylaw infraction deposit of \$500-\$1000 to promote better onsite management. These are refundable deposits held as security against costs resulting from investigations or enforcement actions
- Update schedule of fines to reflect the cost of the municipality taking compliance actions
- Use third party software such as Host-Compliance to provide monthly reports and up-to-date list of active STR's in the community. Price for this service ranges from \$380/year for monitoring to \$2250/ year for monitoring plus address identification, outreach case history.

Table 1: Summary of Regulatory Conditions Applied in 4 Case Study Communities

Summary of	Sechelt	Tofino	Nelson	Whistler
Regulatory Conditions Zoning Bylaw – Clear STR Definition	Yes	Yes	Yes	None for STR
Permitted locations in the Community	Residential, Medium Residential, Mixed Use	Residential and CD zones	Residential Mixed Use, CD	Permitted in Tourist accommodation zones only
Restrictions on Seasonality / Total days	None	None	Yes	None
Residence Ownership	Not required	Not required	Yes, except for summer licences	Yes
Entire Home or Rooms	Yes	Yes, with conditions	Yes	Tourist accommodation
Registration / Business Licence Requirement	Required	Required	Required	Required
Parking Requirement	On site	On site	On site + allowance for street	On site
Management & Enforcement	Sechelt	Tofino	Nelson	Whistler
Enforcement Approach	Complaints Based	Proactive Software	Complaints Based	Proactive Software
Safety Check/ Insurance	None	None	Yes	Yes
On-site Manager/ Resident	Local Contact	Resident on property	Two Local contacts	Yes/ Tourist accommodation
Notifications / Signage	Yes	Yes	No	N/A
Nuisance Provisions	Guest records	No	Guest records	N/A
Infraction Deposit	\$1000	None	\$500	N/A
Licence Fee	\$125 basic	\$450 for 1 unit	\$800/year	N/A STRs not permitted
Other Management / Enforcement Practices	Fines draw down from deposit	Fines \$1000/ offence	Fines \$500/ day	Fine \$1000 /day if advertising STRs

6. Case Study Community - District of Sechelt

In January of 2005, the District introduced regulation and licensing for short term rental operations. The regulations were developed to set conditions for renting of cottages and vacation properties and also to help protect the quality of life in residential neighbourhoods. Operators of short term rentals require a business licence, with licence fee and refundable security deposit of \$1000 to off-set costs associated with enforcement. A two-page schedule of conditions is part of the business licence application form that provides clear requirements for STR operators (see Appendix A). There must be a local contact person who's information is given to neighbours within 100m radius of a host property and who's contact is also posted on a sign at the entrance of the property.

Table 2: Summary of Regulatory Conditions Applied in District of Sechelt

Summary of	District of Sechelt
Regulatory Conditions	
Zoning Bylaw - Definition	Short Term Residential Rental "means the rental of
·	a dwelling unit on a daily, weekly or other short
	term basis for less than four (4) consecutive weeks"
Permitted locations	Residential R1, R2, R3, Medium density residential,
	Mixed Use Seaside Village zone
Seasonality / Total days	No seasonal or maximum days
Residence Ownership	Not required to be property owner. Local contact,
	including any immediate family member, may not
	be a local contact for more than 2 separate
	properties, unless the local contact is registered
	owner of the properties
Entire home or Rooms	Permitting entire homes or rooms
Registration / Business	STR must have a valid District of Sechelt Business
Licence Requirement	Licence. Must follow terms and conditions for
	STR's, a 2 page schedule on licence application
Parking Requirement	On site parking required, or where permitted in
	bylaw, that portion of road immediately adjacent to
	the property. No vehicles with capacity of 16
	passengers or more are permitted.
Management &	
Enforcement	
Enforcement Approach	On complaints received basis
Safety Check/ Insurance	No inspection or submission of insurance required
	Every STR must provide name, address, telephone
On-site Manager/	number of a "local contact" person who resides in
Resident	District on a permanent basis. Must respond to and
	deal with complaints in a timely manner. Update
	Sechelt and neighbours, if contact changes.

Notifications / Signage	Owners of properties within 100m of STR are provided with local contact details within 30 days of granting or renewal of a licence. Signage must be posted in prominent location on the premises at entrance, with local contact information. Unlit sign, not exceeding 1.5 x 2 inches in size.
Nuisance Provisions	Holder of license must keep a written record of the names of all short term residential rental tenants. Local contact must meet rental tenants on the property at commencement of all rentals.
Infraction Deposit	\$1000 refundable deposit, held by Sechelt as security against costs incurred as a result of investigations, hearings, appeals or other enforcement actions undertaken. Deductions made must be replenished to the original amount. Deposit will be returned if license cancelled, terminated, or not renewed.
Licence Fee	\$125 for a business basic category
Other Management Practices	Local contact must not be a local contact for more than 2 separate properties, unless the local contact is registered owner of the properties.

7. Case Study Community - District of Tofino

Tofino has a resident population of 2000 that grows to 30,000 during the summer months. There is significant demand for accommodations in the summer, and there is a challenge with balancing housing needs (critical shortages) for employees and residents. Tofino regulates STR's through their zoning bylaw and Tourist Accommodation Regulation Bylaw No. 2142 that was enacted in 2017. All STR's are required to have business license.

Table 3: Summary of Regulatory Conditions Applied in District of Tofino

Summary of Regulatory Conditions	District of Tofino
Zoning Bylaw - Definition	Short Term Rental means 'temporary accommodation use located in a secondary suite, caretaker cottage, or principal residence'.
Permitted locations	Short term rentals are allowed in the R1, R4, RA1, RA2, RA3, A1, A2, A3 and CD(EL) zones as well as Fred Tibbs Condos. 82% of properties permit short term rentals. Not permitted in multi family residential,

	commercial, industrial or institutional zoned lands.
Seasonality / Total days	No seasonal or maximum days specified
Residence Ownership	Not required to be property owner.
Entire Home or Rooms	Only 1 STR per lot. Maximum 6 guests permitted per STR. No more than 3 STR units permitted within a building. Not more than 1 secondary suite can be used within a single family dwelling for an STR. Not permitted in homes that also operate a Bed and Breakfast.
Registration / Business Licence Requirement	Requires valid business licence
Parking Requirement	One parking space for each sleeping unit, plus one parking space for the permanent resident.
Management & Enforcement	
Enforcement Approach	Proactive approach to unlawful vacation rentals. Active inspections and investigations using "Host Compliance" software.
Safety Check/ Insurance	No cooking facilities permitted within any sleeping unit.
On-site Manager/ Resident	Requires primary resident on property. STR not permitted on any lot that is not occupied by a permanent resident whether it be the owner or a long term renter.
Notifications / Signage	The operator of a bed and breakfast, short term rental or commercial guest house shall display their valid District of Tofino business licence number on any marketing, advertisements or promotions for a business.
Nuisance Provisions	Not specified.
Infraction Deposit	None.
Licence Fee	\$450 for 1 sleeping unit, \$150 for each additional unit
Other Management /	Infractions for non-compliance are \$1000 per
Enforcement Practices	offence. Updated ticketing charges in 2017 to pay for proactive enforcement approach.

8. Case Study Community - City of Nelson

The City of Nelson passed regulations in 2017 for management of short term nightly rentals. Nelson caps the total number of annual licences issued to 110 licences and the maximum number of summer STR licences is 40. To protect neighourhood character, there is also a cap of no more than 3 STR's per city block. There is no cap on the number of 31day short term rental licences, however there is only one 31 day licence permitted on a single property per year. There is a requirement for an enforcement deposit of \$500.

Table 4: Summary of Regulatory Conditions Applied in City of Nelson

Summary of Regulatory Conditions	City of Nelson
Zoning Bylaw - Definition	Short term rental means "a guest home, guest suite, guest rooms or part thereof in a residential zone wherein accommodation is offered for rent, or rented to the travelling public on a temporary basis (31 days or less) and is subject to Section 1.1.10 Schedule A of the Zoning Bylaw, 3199, 2013.
Permitted locations	Permitted in Residential zones R1, R2, R3, R4, R6, MU2, MU3, MU4, CD1, CD6.
Seasonality / Total days	Only principal residence permitted to rent year round. Summer only licences (from May 1 to August 31) permit short term rentals in secondary residences.
Residence Ownership	Requires submitting proof of property ownership, including copy of land title or proof of current mortgage. If strata, requires proof of Strata Council authorization.
Entire Home or Rooms	Yes. Permits use of guest room (that does not contain cooking facility); guest suite (detached unit or secondary suite) or guest home (dwelling detached, duplex or multi unit residence).
Registration / Business Licence Requirement	STR required to have a valid business licence and must be renewed annually.
Parking Requirement	Must provide on site parking for units. 1 space per unit. Up to 1 parking space may be located within 100m of the subject property, with approval of Manager of Development Services.

Management & Enforcement	
Enforcement Approach	Business Licence states "complaints and/or violations could result in your license being revoked and impact your ability to renew your license in future. The City has the right to deny an application for renewal, which may be based on but not limited to complaints and non compliance. If your license has been revoked, you will be barred from holding a short term rental license for a minimum of two years."
Safety Check/ Insurance	Safety inspection of the premises is required. Must meet basic requirements under the Building Bylaw 3328, 2016. Insurance with adequate damage and liability is strongly encouraged.
On-site Manager/ Resident	Must provide two local contacts that are able to respond to phone calls within 15 minutes, 24 hours a day during any guest stay. Must live within 30 km of the property and must not be local contact for more than 2 STRs. Must maintain a daily guest registry with names, contact information and license plate numbers.
Notifications / Signage	No onsite signage or neighbor notification requirement.
Nuisance Provisions	STR business licence terms require owner signature, which states. "I shall be committed to proactively cooperating with neighbours and the City in ensuring minimal impact on the neighbourhood as a result of Short-Term Rental operations"
Infraction Deposit	\$500 deposit
Licence Fee	License varies for guest room, guest suite or guest home as well as time (annual, summer or 31 day). Annual Guest home or guest suite is \$800 per year
Other Management / Enforcement Practices	Advertising STR without a business licence is subject to \$500 / day zoning contravention fine. Any accommodation providing 4 or more units is required to collect a 2% municipal and regional district tax (MRDT) on all accommodation charges (same as tax imposed on hotels). This money is paid to the Nelson Kootenay Lake Tourism agencies and used exclusively for the marketing the region.

9. Case Study Community - Municipality of Whistler

The Resort Municipality of Whistler has significant tourism pressures that challenge balancing housing for residents, visitors and neighbourhood character. Whistler has enacted zoning where most residential neighbourhoods are not permitted to rent out on a nightly basis. Short term rentals are limited to specific new neighbourhoods or subdivisions.

Table 5: Summary of Regulatory Conditions Applied in Municipality of Whistler

Summary of	Municipality of Whistler
Regulatory Conditions	
Zoning Bylaw - Definition	Residential "means a fixed place of living, excluding any temporary accommodation, to which a person intends to return when absent". The definition specifically excludes any temporary accommodations. There are definitions for bed and breakfast, tourist accommodation, but not for short term rentals.
Permitted locations	STR's are prohibited in residentially zoned neighbourhoods. Only properties zoned for temporary lodging or temporary accommodation are permitted to rent out rooms/ homes.
Seasonality / Total days	Not specified.
Residence Ownership	Follow Hotel Phase 2 Rental Pool Accommodations and management system.
Entire Home or Rooms	Not permitted
Registration / Business	Tourist Accommodations Business Licence is
Licence Requirement	required.
Parking Requirement	1 parking stall per unit.
Management & Enforcement	
Enforcement Approach	Proactive enforcement with checks for compliance using third party software.
Safety Check/ Insurance	As per management of hotels and tourist accommodations
On-site Manager/ Resident	Bed and breakfasts are permitted in residential areas. Require an onsite manager or operator.
Notifications / Signage	n/a
Infraction Deposit	n/a
Licence Fee	n/a
Other Management /	Advertise or renting of STR's to tourists is
Enforcement Practices	\$1000 fine per day.

10. Conclusion & Recommendation

The Town of Gibsons currently provides little guidance for the operators of short term rentals. From a business licensing and enforcement perspective, short term rentals in Gibsons are currently treated as a bed and breakfast, even though they do not meet the breakfast requirement. With the current lack of clarity, the Town is operating under a permissive approach to STRs. The status quo is certainly an option for the Town to consider.

The review of four case study communities highlighted a range of regulatory tools, management and enforcement options further available for the Town to consider. The tools used by municipalities ranged from a managed approach applied by the District of Sechelt, to more restrictive/ proactive enforcement approach applied by Nelson and Tofino. Finally, Whistler presented the most controlled regulatory approach, which strictly confines STR's to commercial tourism locations.

Based on this review of case study communities, the tools utilized by the District of Sechelt appear to be a practical, clear and measured approach to permit the operation of STRs in residential neighbourhoods, while applying tools aimed at reducing residential neighbour conflicts. The District of Sechelt Zoning Bylaw No 25 provides a clear definition of STR and also differentiates what qualifies as a bed and breakfast and home occupation. The Business Bylaw No 520 and business licence application form provides a clear 2 page summary of STR terms and conditions for their operations (Appendix A). Sechelt's regulations provide a clear guidance for STR applicants and bylaw enforcement staff. Should the Town of Gibsons wish to apply regulations, management and enforcement practices that are similar to a nearby jurisdiction, there is the added practical benefit of simplifying implementation and enforcement in areas of geographic proximity.

Ultimately, Council and the community's priorities will guide which regulations, management approaches and enforcement practices will best serve their desired objectives. Balancing the benefits and drawbacks of short term rentals will require direction on what will work best for Gibsons and how to best balance priorities for:

- Protecting long-term rental supply
- Encouraging neighbourhood fit
- Enabling supplemental income
- Supporting the tourism industry
- Ensuring health and safety
- Promoting tax and regulatory equity



Short Term Residential Licence Application Persuant to Business Licence Bylaw No. 520, 2012

Please complete application and submit to the above address. Application must be submitted with a \$1,000.00 refundable deposit and Business Licence Application Fees of \$125.00 for a business in the basic category or \$175.00 for a business in two or more categories.

Name of Business	
Civic Address of Property	
Owner Information:	
Name of Owner(s) of Residence	
Address	
City/Town and Province	
Postal Code	
Telephone/Fax	
E-mail	
Contact Information:	
Name of Contact	,
Address	
City/Town	
Postal Code	<u>, </u>
Telephone/Fax	/
E-mail	
I have read and understand the reto the terms and conditions there.	quirements of Business Licence Bylaw No. 520, 2012 and agree n.
Applicant Signature	
	Date
For Office Use Only	Paid Stamp
Bylaw Officer Approval	
Date Approved	
Customer Number	
Receipt Number	

Schedule B

SHORT TERM RESIDENTIAL RENTAL LICENCE TERMS AND CONDITIONS

In order to lessen the impact of the short term rental of residential dwelling units in the community in general and residential neighbourhoods in particular the following terms and conditions must be met to obtain, continue to hold and renew a business licence to operate a short term residential rental business. These terms and conditions are in addition to any other terms and conditions which may be imposed by the Licence Inspector.

1. Every applicant for and holder of a short term residential rental business licence must provide the District of Sechelt with the name, address and telephone number of a person residing in the District on a permanent basis ("Local Contact"). The Local Contact must be available, and if not, the owner must be available, to respond to and deal with in a timely and appropriate manner any complaints or problems from short term residential rental tenants or neighbouring residents in respect of the property that is the subject of the business licence. It shall be the obligation of the licence holder to notify the District of Sechelt immediately if the name, address or telephone number of the Local Contact changes.

The owners of properties within 100 metres of the short term residential rental property shall be notified in writing of the name, address and telephone number of the Local Contact (or owner where local contact not applicable) within thirty days of the granting or renewal of a short term residential rental business licence or within thirty days of notification of a change in the name, address or telephone number of the Local Contact.

- 2. Vehicle parking for short term residential rental tenants or guests of short term residential rental tenants shall be restricted to the property and, where permitted by law, that portion of the road immediately adjacent to the property.
- 3. Prior to the granting of a short term residential rental business licence the applicant shall be required to deposit with the District of Sechelt, in addition to the business licence fee, the amount of \$1000 (the "Deposit"). The Deposit shall be held by the District of Sechelt as security against any costs incurred by the District of Sechelt as a result of investigations, hearings, appeals or other enforcement actions undertaken by the Licence Inspector or the District of Sechelt, whether initiated by the Licence Inspector or the municipality or resulting from third party complaints, in respect of the operation of the short term residential rental business. If any deductions are made to the Deposit the holder of the business licence will forthwith replenish the Deposit to the original amount. The Deposit or any portion remaining after deduction will be returned to the person who paid it within sixty days of the cancellation or termination or failure to renew the business licence.
- 4. The holder of a short term residential rental business licence must display a copy of the business licence and the name, address and telephone number of the Local

Contact in a prominent location on the premises. Signage advertising the short term residential rental business is not permitted on the property except as follows:

- (i) one unlit sign not exceeding $1\frac{1}{2}$ ' x 2' in size containing only the address of the property, the name, address and telephone number of the Local Contact and, where applicable the name of the property, business or owner.
- 5. Transportation of short term residential rental tenants or guests of short term residential rental tenants to the short term residential rental property by vehicles with a capacity of sixteen passengers or more is prohibited.
- 6. The holder of a short term residential rental business licence must keep a written record of the names of all short term residential rental tenants.
- 7. The Local Contact shall attend at the property at the commencement of all short term residential rentals and meet the short term residential rental tenants.
- 8. A Local Contact, including any member of their immediate family, may not be a Local Contact for more than two separate properties unless the Local Contact is the registered owner of such properties.

323 SHORT TERM RESIDENTIAL RENTAL

- (1) The registered owner of a dwelling unit that is used for Short Term Residential Rental must have a valid District of Sechelt Business License with respect to that use.
- (2) No property shall be used for Short Term Residential Rental except in accordance with the terms and conditions of a valid District of Sechelt Business License issued for that purpose."

307. **HOME OCCUPATION**

General

1. A home occupation must be located on or within a residential premises and must be clearly accessory to the primary residential use and may include group day care facilities in a single family dwelling and bed and breakfast accommodations; BUT <u>excludes</u> a body shop, metal fabricating, and repair and maintenance of vehicles, boats, and other equipment, AND is subject to all other provisions of this and other bylaws of the District of Sechelt.

External Indications

2. No external indication shall exist that a building is used for a purpose other than that normally associated with a residential building, EXCEPT for a single non-internally illuminated sign not to exceed 0.3 m². Signs are not permitted for home occupations carried out in multiple family buildings.

Outdoor Use Limited

3. All uses shall be conducted entirely within a completely enclosed building permitted under this Bylaw, EXCEPT in the case of a group day care where outdoor recreation uses are required under the Community Care Facilities Act; and there shall be no outdoor storage of materials, equipment, containers, or finished products.

Employees

4. The home occupation shall be conducted by residents in the dwelling unit, <u>plus</u> one other person. A home occupation in a secondary suite shall be conducted only by residents of the secondary suite. (Where the employees of a home occupation do not frequent or conduct their occupation on the subject property, there shall be no restriction to the number of employees).

Product

- 5. No product which is highly combustible, toxic, or potentially harmful shall be made or sold on the premises
- 6. No product shall be sold on the premises except that which is made or produced on the premises.

Vehicles

7. Not more than one vehicle shall be used in connection with the home occupation and no such vehicle shall be in excess of 5,000 kg. GVW.

Customers

8. A home occupation shall not generate pedestrian/vehicular traffic or parking so as to cause a nuisance to the neighbourhood or to a person in the vicinity in which it is located. No customers are permitted to home occupations located in multiple family buildings. Home occupations that attract customers or clients not permitted on a lot that contains a secondary suite.

Regulations

- 9. A home occupation must have a District of Sechelt business licence. If the applicant is not the land owner, written permission from the owner must also be provided.
- 10. A Group Day Care facility (maximum eight children) requires approval from the Ministry of Health in accordance with the requirements of the Community Care Facilities Act and Child Care Regulation.
- 11. A home occupation must conform to all Federal and Provincial statutes and regulations including, but limited to, the <u>Agricultural Land Commission Act</u>.

Bed and Breakfast

- 12. Despite any other provisions of this Bylaw:
 - (a) Accessory buildings situated on lots with a lot area of less than two thousand (2000) square metres may not be used for Bed and Breakfast operations;
 - (b) Bed and breakfast operations must be conducted within a single dwelling unit;
 - (c) Not more than three (3) sleeping rooms in the dwelling unit may be used for Bed and Breakfast operations;
 - (d) Not more than six (6) guests may use the bed and breakfast facility at any one time;

- (e) For the purposes of this Section 307 (12), "guests" shall mean an individual who uses and directly or indirectly pays for the use of bed and breakfast facilities.
- (f) (i) Each Bed and Breakfast operation shall provide 1 guest parking space for each guest room in addition to the parking provided for residential purposes.
 - (ii) Any guest parking or guest outdoor amenity space shall be landscaped to buffer that area from abutting residential premises.
 - (iii) Guest bedrooms in Bed and Breakfast operations shall not exceed 40% of the gross floor area of the residence.
 - (iv) No Bed and Breakfast operation shall be permitted in a residence containing a secondary suite.

Number of Home Occupations

13. Up to two home occupations are permitted on a lot.

Safety

14. Each home occupation must be equipped with an installed smoke alarm and a minimum 5lb ABC extinguisher on site and mounted.