Town of Waterbury, Vermont Draft Ordinance to Regulate the Operation of Rental Properties Draft #2: April 15, 2024

Section 1: Authority

This ordinance is adopted pursuant to the authority set forth in Chapters 59 and 61 of Title 24 of the Vermont Statutes Annotated, including specifically 24 VSA § 2291 (29).

Section 2: Purpose.

- 1. Understand the balance between long-term and short-term rentals.
- 2. Ensure adequate market supply of both short and long-term rental opportunities, which ties to local employment opportunities and business success and growth.
- 3. Ensure the town remains livable to persons of all income ranges.
- 4. Preserve resident rights to quiet enjoyment.
- 5. Avoid adverse impacts on parking, garbage, noise, and outdoor/nighttime activities, and limit public nuisances.
- 6. Provide for violations of this ordinance.
- 7. Establish a registry to better understand all of the above.

Section 3: Definitions. The following definitions shall apply to this ordinance.

"Short-Term Rental" (STR) or "Short-Term Rental Property" means any lease or rental of residential real property, including a furnished house, condominium, or other dwelling room or self-contained Dwelling Unit, or a portion thereof, to the transient, traveling, or vacationing public for a period of fewer than 30 consecutive days and for more than 14 days per calendar year, but specifically excluding commercial lodging establishments such as hotels, motels, inns, and bed and breakfasts.

"Long-Term Rental" (LTR) shall mean any lease or rental of residential real property, as described above, that is rented for a period of more than 30 consecutive days and for more than 60 days per calendar year. (see Montpelier, Burlington, Barre for definition of long-term rental).

"Designated Responsible Person" shall mean a person or persons designated and authorized by the Owner to act as their agent, or that Person's employee or agent, capable of and responsible for responding to emergency situations and other issues related to the STR when the property is being rented or leased as an STR, including providing first responders with timely interior and exterior access to the STR. For the purposes of clarity, the Designated Person may be the owner of the STR.

"Owner" shall mean the person or persons in whom is vested title to the real property in or on which an STR is located, or that is rented as an STR, regardless of whether that title is undivided or fractional. The Owner is ultimately responsible for the rental property.

"Rental Property Registration Form" shall mean the form that Owners of a rental property must submit to the Town containing the required information related to the rental property. The form shall be developed by the Town Manager, Fire Chief and Zoning Administrator and shall be adopted by the Selectboard. The Selectboard may modify the form at its reasonable discretion.

"Rental Property Administrator (RPA)" means a person or persons designated by Municipal Manager to administer and enforce this ordinance.

Section 4: Rental Property Registration

- 1. The Rental Registration Form shall be developed by the Town Manager and, subject to the requirements of this ordinance, may be administratively modified from time to time. The form shall require, at a minimum, the following information:
 - a. Physical (E-911) address(es) of all rental property offered for lease/rental.
 - b. Contact information for the property owner, including the owners full name and physical address, telephone number and email address.
 - c. Contact information for the designated responsible person, including the full name and physical address, telephone number and email address.
 - d. Whether the rental is an STR or LTR based on the definitions in this ordinance.
 - e. If the rental is a furnished house, condominium, apartment, or an accessory dwelling unit or cabin that is not the owner's primary residence or located on the premises or property of the owner's primary residence.
 - f. If the rental is a room or group of rooms located within an owner's primary residence or an accessory dwelling unit or cabin on the premises of the owner's primary residence.

- g. After completing and submitting the rental registration form the owner shall report to the Town any material change(s) in the required information submitted to the Town within thirty (30) days of the occurrence of the change.
- h. Upon the conveyance of title to any property on the Town's Rental Registry, and no later than thirty (30) days from the date of the conveyance as evidenced by the date an instrument conveying the property filed in the Town's land records, the new owner shall complete a new Rental Property Registration form with updated information.
- i. For STR's the name and telephone number of the Designated Responsible Person shall be posted in a conspicuous location.

Section 5: Rental Property Requirements

- 1. The rental of a dwelling unit, whether as a STR or LTR, requires the issuance of a Rental Property Registration Form from the RPA. A person shall not commence the use of a dwelling unit as a STR or LTR unless and until the RPA issues the requisite rental registration.
- 2. All rental properties shall have a Designated Responsible Person who is available and authorized to respond to emergency situations and other issues that may arise when a property is rented or leased.

Section 6: Fees

The Selectboard may, from time to time, establish and adopt fees related to the administration of this Ordinance, including but not limited to rental property registration and renewal fees, and may incorporate all such fees into a duly adopted fee schedule, which may be amended from time-to-time at the Selectboard's sole discretion.

Section 7: Enforcement

Any Person who violates a provision of this civil ordinance shall be subject to a civil penalty for each such violation. Each day the violation continues shall constitute a separate offense; provided, however, that liability for continuing violation(s) shall not accrue unless and until seven (7) days have expired after notice of the violation. The Fire Chief and the Town Manager (or their designees) shall all be designated and authorized to act as Issuing Municipal Officials to issue and pursue before the Judicial Bureau, or another court having jurisdiction, municipal complaints to enforce this Ordinance. An Issuing Municipal Official or the Town Attorney may dismiss or amend a municipal complaint in appropriate circumstances in accordance with law or court rules.

1. Waiver Fees: An Issuing Municipal Official is authorized to recover waiver fees, in lieu of a civil penalty, in the following amounts, for any person who declines to contest a municipal complaint and pays the waiver fee:

| First Offense: | \$100 |
|---------------------------------|-------|
| Second Offence: | \$200 |
| Third Offense: | \$300 |
| Fourth and Subsequent Offenses: | \$400 |

Offenses shall be counted on a twelve (12) month basis, beginning January I and ending December 31 of each year. An Issuing Municipal Official shall have discretion, for good cause shown, to issue a written warning, without recovering a waiver fee, for any First Offense. In such instance, the written warning shall be counted as a First Offense for calculating the number of annual offenses.

2. Civil Penalties: An Issuing Municipal Official is authorized to recover civil penalties in the following amounts for each violation:

| First Offense: | \$200 |
|---------------------------------|-------|
| Second Offence: | \$400 |
| Third Offense: | \$600 |
| Fourth and Subsequent Offenses: | \$800 |

Offenses shall be counted on a twelve (12) month basis, beginning January I and ending December 31 of each year. An Issuing Municipal Official shall have discretion, for good cause shown, to issue a written warning, without recovering a civil penalty, for any First Offense. In such instance, the written warning shall be counted as a First Offense for calculating annual offenses.

3. Other Relief.: In addition to the enforcement procedure available under Chapter 59 of Title 24, the Town Manager is authorized to commence a civil action in a court of competent jurisdiction to obtain injunctive relief and/or to seek such other appropriate relief to enforce this Ordinance as is authorized by law.

Section 8: Severability

If any provision of this ordinance is deemed by a court of competent jurisdiction to be unconstitutional, invalid or unenforceable, that provision shall be severed from the ordinance and the remaining provisions that can be given effect without the severed provision shall continue in effect.