Chelan County Short-Term Rentals

BOCC Deliberation Draft July 2021—"ATTACHMENT A"

Introduction

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- 4 A short-term rental refers to a residential dwelling rented out on a nightly basis for less than 30 days or
- 5 nights to individual guests. It could be a whole home or just part of it. Short-term rentals have increased
- 6 rapidly since 2014, especially in Leavenworth and Manson areas. See maps in Attachments A and B
- 7 illustrating operating short-term rentals across the county as of early 2020, and data on short-term
- 8 rentals in Attachment C.
- 9 Chelan County has been considering how to best address short-term rentals to allow for property owner
- 10 income while protecting the character of residential communities across the county. In 2019, Chelan
- 11 County considered draft regulations, and ultimately did not carry forward a draft at that time. The
- 12 Board of County Commissioners desired to look at new code options in 2020. Between March and
- 13 December 2020, the Planning Commission held meetings and hearings and made a recommendation, and
- 14 the Board also held meetings and a hearing.
- 15 Due to the diverging interests of residents and short-term rental operators, the Board of County
- 16 Commissioners established a Task Force comprised of three neighborhoods residents, three short-term
- 17 rental operators, and three Planning Commission representatives (two current and one former member).
- 18 The Task Force met between February and April 2021, and their recommendations presented to the
- 19 Board in May 2021 are included in Attachment D.
- 20 This hearing draft is based on the results of the Task Force, consideration of comments received during
- 21 comment windows, and legislative workshops in May and June,.

Summary

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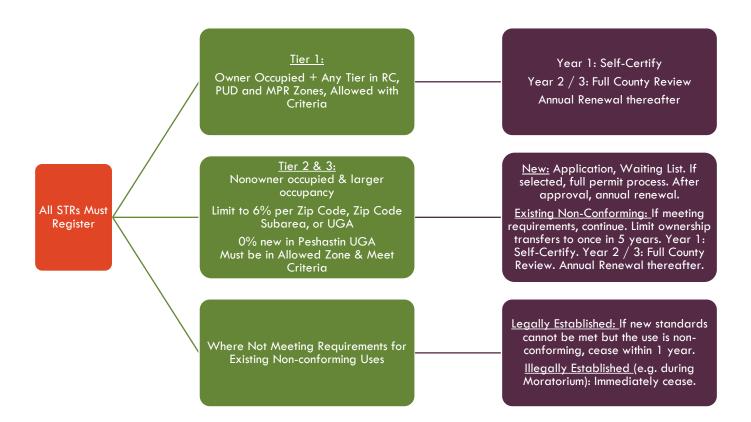
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- The bullets below and flow chart highlight key features of the proposed code.
- Zones Allowed: The County Code includes a chart by zoning district identifying where permitted or conditionally permitted short-term rentals are allowed. Tier 1 owner-occupied short-term rentals are permitted in most zones as an accessory use in unincorporated County lands provided they meet operational standards and obtain a land use permit. Tier 2 short-term rentals are non-owner occupied, and are permitted in most zones but are further restricted based on lot size and distance. Tier 3 short-term rentals are those with larger occupancies (over 12 total guests) and would require conditional use permits in selected zones, must take highway access, and have similar restrictions on locations and numbers as Tier 2.
- **Number Allowed:** New non-owner-occupied units (Tier 2) and larger occupancy short-term rentals (Tier 3) could locate in unincorporated areas except for zip codes and Urban Growth Areas (UGAs) with more than 6% short-term rentals as a share of total units. Also, due to community preferences, new short-term rentals would be limited in Peshastin UGAs and only allowed in commercial zones.

- Developments specifically designed for short-term rentals (e.g. Planned Unit Developments and Master Planned Resorts) are not subject to the cap.
- Operational Standards: Tier 1, 2, or 3 units would be required to meet standards such as occupancy, parking, noise, solid waste, adequate sewer and water, fire preparedness, access to a qualified person within 60 minutes, establishing a property management plan, etc.
 - Existing Units: Existing Short-Term rentals would need to show they were operating prior to the moratorium and over 2019 or 2020 paid taxes consistent with state requirements. The date of the moratorium is August 25, 2020.¹ Existing short-term rentals would need to meet criteria regarding historic use as a short-term rental, proper payment of taxes, and compliance with operational standards. Permits would need to be obtained as well. Where non-conforming requirements cannot be met, there is a 1-year grace period and then the use must cease. If a short-term rental was established after the moratorium it is not considered non-conforming.
 - Permit Process: All Tier short-term rentals must register and provisionally self-certify. Tier 2 and Tier 3 Short-Term Rentals that can comply with the rules fully can enter a waiting list up to the designated cap; those received on a first-come, first-served basis would apply for a full permit with required inspections. To allow time to set up the permit review system, the first permit would include self-certification regarding compliance. Within the first or second year the County would require inspections and more detailed review. Thereafter, annual renewal would be based on self-certification and a more abbreviated review. Fees would be set to recover costs of permit reviews and inspections such as by the fire marshal, health district, etc.

¹ Resolution 2020-86: https://www.co.chelan.wa.us/files/community-development/documents/STR/Short-term%20Rental%20Moratorium.pdf



Chelan County

⁶¹ Draft Short-term Rental Code

62 DRAFT June 2021 | BOCC Hearing Draft

Use Allowance Amendments

- CHAPTER 11.04 DISTRICT USE CHART
- 65 11.04.020 District Use Chart

- 66 (1) The use chart located on the following pages is made a part of this section.
- 67 (2) The following acronyms <u>and notes</u> apply to the following use chart. If a cell in the table is blank, the use listed in the left hand column is a prohibited use in the zone that is the heading for that cell.
 - P Permitted use
 - P(1) Permitted use subject to development standards in Chapters 11.88, 11.93 and/or within the applicable zoning district standards
 - P(2) Permitted use subject to development standards in Chapters 11.88, 11.93 and/or within the applicable zoning district standards, except for on parcels that are twelve thousand square feet or smaller, the use/structure must be located on a lot with an existing single-family residence
 - P(3) For short-term rentals newly permitted and first established after September 27, 2021 the minimum lot size requirement to establish a short-term rental is as provided in 11.88.290(2)(D).
 - A Accessory use
 - A(1) Accessory use subject to development standards in Chapters 11.88, 11.93 and/or within the applicable zoning district standards
 - CUP Conditional use permit—Subject to development standards in Chapter 11.93 and/or within this chapter
- 69 (3) Short-term rental land uses are commercial uses subject to all provisions of 11.88.290 except where expressly stated otherwise in this section.
- 71 District Use Chart

USE/ACTIVITY	RR20	RR10	RR5	RR2.5	RW	RRR	RV	RC	RI	RP	AC	FC	MC
Short-Term Rentals Tier 1	<u>A(1)</u>	<u>A(1)</u>	<u>A(1)</u>	<u>A(1)</u>	<u>A(1)</u>	<u>A(1)</u>	<u>A(1)</u>	<u>P(2)</u>			<u>A(1)</u>	<u>A(1)</u>	
Short-Term Rentals Tier 2	<u>P(1)(3)</u>	<u>P(1)(3)</u>	P(1)(3)	P(1)(3)	<u>P(1)(3)</u>	P(1)(3)	<u>P(1)(3)</u>	<u>P(2)</u>			CUP		
Short-Term Rentals Tier 3	<u>CUP</u> <u>P(3)</u>	<u>CUP</u> <u>P(3)</u>	<u>CUP</u> <u>P(3)</u>					<u>P(2)</u>					

72 CHAPTER 11.22 PESHASTIN URBAN GROWTH AREA

11.22.030 Permitted, Accessory and Conditional Uses

requirements associated with that use and all other applicable provisions.

- (1) A district use chart is established and contained herein as a tool for the purpose of determining the specific uses allowed in each use district. No use shall be allowed in a use district that is not listed in the use chart as either permitted, accessory or conditional use, unless the administrator determines, by a written administrative interpretation that may be appealed to the hearing examiner, that an unlisted use is similar to one that is already enumerated in the use chart and may therefore be allowed, subject to the
- 80 (2) Short-term rental land uses are commercial uses subject to all provisions of 11.88.290 except where expressly stated otherwise in this section.
- 82 (3) The following acronyms apply to the following use chart:

Uses:

PRM = Permitted use

ACC = Accessory use

CUP = Conditional use—Subject to development standards in Chapter 11.93 and/or within this chapter

Where a cell is empty, the use is prohibited in that zone. All of these assume compliance with any and all development standards.

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Districts:

R-1 = Low Density Residential

R-2 = Medium Density Residential

R-3 = High Density Residential

C-D = Downtown Commercial

C-H = Highway Commercial

I = Industrial

I-C = Campus Industrial

P-U = Public Use

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Land/Activity Uses	R-1	R-2	R-3	C-D	С-Н	I	I-C	P-U
Boarding /Lodging House ³	<u>ACC</u>	<u>ACC</u>	<u>ACC</u>	ACC1	ACC ¹			
Short-Term Rentals Tier 1 or Tier 2 ²				PRM	PRM			
Short-Term Rentals Tier 3				<u>PRM</u>	<u>PRM</u>			
Hotels/Motels/Lodging Facilities				PRM	PRM	<u>PRM</u>	<u>PRM</u>	

¹ In existing single-family residences only, as of July 1, 2008.

³ Per CCC 11.88.170 (4) In any district that permits single-family residences, the renting of rooms to not more than two boarders, roomers, or lodgers is permitted as an accessory use.

² Indoor facility only.

² Removed prior proposal showing "PRM" in R-1, R-2, and R-3 zones.

CHAPTER 11.23 MANSON URBAN GROWTH AREA

11.23.030 DISTRICT USE CHART.

91 (1) The use chart located on the following pages is made a part of this section. The following acronyms 92 apply to the following use chart. If a cell in the table is blank, the use listed in the left hand column is a 93 prohibited use in the zone that is the heading for that cell.

UR1	Urban Residential-1
UR2	Urban Residential-2
UR3	Urban Residential-3
CT	Tourist Commercial
CD	Downtown Commercial
MLI	Manson Light Industrial
LID	Urban Public

UP Urban Public

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- P Permitted use—Subject to development standards in Chapter 11.88 and/or 11.93
- A Accessory use—Subject to development standards in Chapter 11.88 and/or 11.93
- CUP Conditional use permit—Subject to development standards in Chapter 11.93 and/or within this chapter

95 (2) Short-term rental land uses are commercial uses subject to all provisions of 11.88.290 except where expressly stated otherwise in this section.

Table 9.1 - District Use Chart

USE/ACTIVITY	UR1	UR2	UR3	СТ	CD	MLI	UP
Vacation -Short-Term Rentals <u>Tier 1 or Tier 2</u>	P1	P1	P1	A ¹	A ¹		
Short-Term Rentals Tier 3				<u>P1</u>	<u>P1</u>		
Lodging Facilities ³				Р	Р		

 P^1 = Permitted with Standards

11.23.040 STANDARDS.

- (3) Vacation Short-Term Rentals. <u>Subject to 11.88.290 Short-Term Rentals.</u> Vacation rentals, any unit
 being rented for less than thirty consecutive days, shall be permitted as identified in Section 11.23.030,
- District use chart. All vacation rentals shall receive an annual permit from January 1st to December 31st,
- 103 under Title 14 limited administrative review, documenting conformance and agreement to conform to the
- 104 following provisions:
- 105 (A) Vacation rentals shall maintain the character of the surrounding neighborhood by:

³ Through the Task Force process, the report indicated "Lodge permitted by CUP only in commercial zones." However the focus of the Short-Term Rental code is to address these as commercial uses in residential zones primarily, and the proposal was not vetted with the Planning Commission.

106 107	(i) Providing year around solid waste receptacles and pickup service. Trash cans, on the right-of-way, should be removed within twenty-four hours of pickup; and
108 109 110	(ii) Provide at least one off-street parking space, outside of the required setbacks for each two rented bedrooms. Where off-street parking requirements cannot be met the number of rented bedrooms shall be limited; and
111	(iii) Noise emanating from any use shall be in conformance with Chapter 7.35; and
112 113	(iv) Occupancy. The maximum number of occupants permitted to stay overnight shall be two people for each bedroom plus two additional persons, excluding children under the age of six; and
114 115 116	(v) Placing, adjacent to the front door (outside), a legible sign clearly visible to the general public listing the maximum number of occupants permitted to stay overnight, the maximum number of vehicles allowed to be parked on site, and the name and contact information of the local contact person.
11 <i>7</i> 118 119	(B) Vacation rentals shall provide a local contact person (within a forty-mile radius) twenty-four hours a day seven days a week. Contact information shall be provided to the adjacent properties, the Manson community council, District 5 fire chief, and the Chelan County sheriff.
120 121 122	I Enforcement. Any violation of the provisions of this chapter is punishable pursuant to Title 16. Enforcement actions may be brought against the owner of the vacation rental home for the conduct constituting the violation.
123	Short-Term Rental Standards
124	CHAPTER 11.88 SUPPLEMENTARY PROVISIONS AND ACCESSORY USES
125	11.88.290 Short-Term Rental Regulations
126	(1) PURPOSE
127 128 129	(A) Short-term rental use is a commercial use. Where excess rental units exist in residential communities, it has been shown to be detrimental to the affordable residential housing inventory and adversely affect the residential character of those neighborhoods.
130 131 132 133	(B) The purpose of this section is to establish regulations for the operation of short-term rentals as defined in Chelan County Code (CCC) 14.98, within the unincorporated portions of Chelan
134	County, Except short-term rental properties within the Stehekin valley area portion of Chelan County. This chapter also establishes a short-term rental land use permit.

use considerations. Because of these and other considerations, an additional public

process will be needed to specifically develop regulations applicable to short-term rentals

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in this location. That code will be developed at a later date.

141 142 143	(C) The provisions of this chapter are necessary to promote the public health and safety by protecting year-round residents' enjoyment of their homes and neighborhoods by minimizing the nuisance impact of short-term rentals on adjacent residences and by minimizing the detrimental
144	impact of excessive short-term rentals on the affordable housing supply.
145 146	(D) The provisions of this chapter are necessary for consistency with the goals and policies of the Chelan County Comprehensive Plan including but not limited to,
147 148 149 150	(i) Land Use Element considerations of commercial and residential development that provides sustainable economic opportunity while limiting localized sprawl, maintaining community character, and providing employment opportunities for residents, and anticipating future needs,
151 152 153 154 155	(ii) Housing Element goals and policies including, but not limited to, appropriate placement of vacation rentals to avoid impacting neighborhood character ⁴ and housing stock, accessibility to affordable housing for all residents, providing for a variety of residential housing types and densities, and supporting regulatory changes that promote affordable housing options in all locations in the county,
156 157 158 159	(iii) Rural Element goals and policies including, but not limited to, maintaining natural environment features that support natural resource-based economic activities including small scale recreation and tourist uses, wildlife habitats, traditional rural lifestyles, outdoor recreation, and open space.
160	(2) Type, Number, and Location
161	(A) Type. Short-term rentals are distinguished in three tiers.
162	(i) Tier 1: Owner-occupied short-term rentals where either (a) rooms are rented and the
163	owner is personally present at the dwelling during the rental period, or (b) the short-term
164 165	rental is located within the same parcel as the owner's principal residence and the owner is personally present at the dwelling during the rental period, or (c) the entire dwelling is
166	rented no more than fifteen (15) total days in a calendar year provided that an on-site
167	qualified person is there during the owner's absence. Portions of calendar days shall be
168	counted as full days.
169 170	(ii) Tier 2: Short-term rentals at a dwelling that is not owner occupied or Tier 3 short-term rental.
171	(iii) Tier 3: Short-term rentals may be either non-owner occupied, or owner occupied, and
172	exceed occupancy limits applicable to Tier 1 and Tier 2 units as identified in CCC
173	11.88.290(3). No short-term rental may operate as a Tier 3 short-term rental without
1 <i>74</i> 1 <i>75</i>	meeting all Tier 3 provisions as applicable to their property under the requirements found within this chapter.
176	(iv) Existing non-conforming short-term rentals must comply with the provisions of
177	Subsection (3)(B) below.

 $^{^{\}rm 4}$ Relates to Policy H 2.4 that is directly relevant to this proposed code.

178 (B) Tiered Permits and Numbers Allowed.

(i) Tier 1: New Short-term rentals are allowed where permitted per Subsection (C).

(ii) Tier 2 and Tier 3:

(a) New Tier 2 and 3 short-term rentals cannot be located where short term rentals make up more than the maximum share of the total housing stock in residential zoning districts listed in the table below. This is the maximum share of short-term rentals in residential zones within zip codes, zip code subareas, or within urban growth areas where the use is expressly allowed. Leavenworth subareas are identified based on the boundaries in (b). If the share equals or exceeds this level, no new short-term rentals are allowed until the total number falls below this maximum limit.

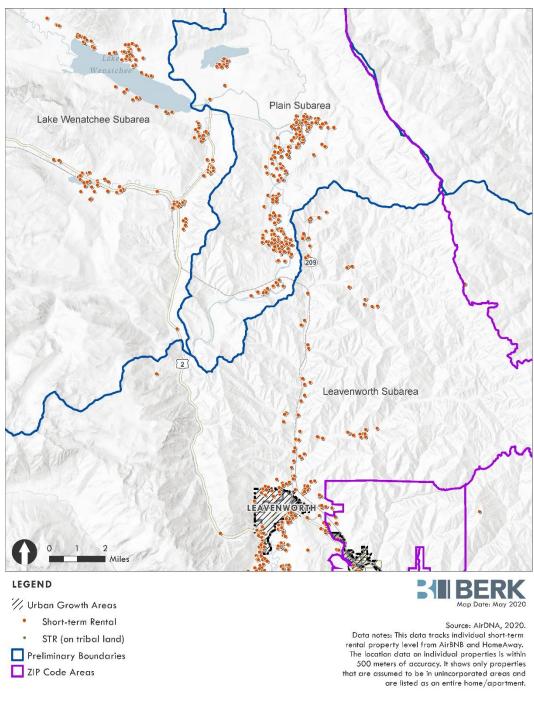
Maximum Share of Short-Term Rentals

Area	Name of Area	Maximum Share of Short-Term Rentals*
<u>Zip Code 98826</u>	<u>Leavenworth</u>	<u>6%</u>
<u>Subarea 1</u>	<u>Lake Wenatchee</u>	<u>6%</u>
<u>Subarea 2</u>	<u>Plain</u>	<u>6%</u>
<u>Subarea 3</u>	<u>Leavenworth</u>	<u>6%</u>
Other Zip Codes	Each individually	<u>6%</u>
<u>Urban Growth Area</u>	<u>Manson</u>	<u>9%</u>
<u>Urban Growth Area</u>	<u>Peshastin</u>	<u>0%</u>
City Assigned Unincorporated Urban Growth Areas	Each individually	<u>6%</u>

^{*} Maximum Percent Share of Short-Term Rentals in Residential Zones as part of Total Housing Stock.

(b) Leavenworth subareas are a subset of Zip Code 98826, mapped as follows.

<u>Leavenworth Subareas Map - Portions of Zip Code 98826</u>



(c) To calculate the maximum share of short-term rentals in subsection (2)(B)(ii)(a), total dwelling units must be determined based on the latest annual count of total housing units by the State of Washington Office of Financial Management, or another state or county agency that tracks Chelan County housing inventory. Short-term rental percentages must be determined at the time the number of allowed short-term rentals is determined per Subsection (4) of this section.

200	(d) Tier 2 and Tier 3 short-term rentals in the following zones are not subject to the
201	maximum cap in (a): Rural Commercial zoned districts, Manson and Peshastin
202	Urban Growth Areas' Commercially zoned districts, Planned Unit Developments
203	existing on the date of adoption of this chapter with recorded plat notes expressly
204	permitting short-term rentals, or Master Planned Resorts.
205	(e) Share calculation for Cities and Urban Growth Areas are calculated separate
206	and independently from other areas within the same zip code or a designated
207	subarea of a zip code, and one calculation does not affect the maximum allowed
208	share of short-term rentals for the other.
209	(f) Within Leavenworth subareas to determine if a new Tier 2 or Tier 3 short-term
210	rental is allowed, first the overall zip code share must be met and second the
211	subarea zip code share must be met.
212	(iii) Existing non-conforming short-term rentals of any Tier level are not subject to the
213	limitations in Subsection (2)(B) provided they comply with all the provisions of Subsection
214	(<u>2)(E) below.</u>
215	(C) Zones Allowed. In order to operate, short-term rentals may be allowed pursuant to:
216	(i) Section 11.04.020 applicable to all Rural and Resource Designations, except as limited
217	in Subsection (2)(B).
218	(ii) Section 11.22.030 applicable to the Peshastin Urban Growth Area, except as limited
219	in Subsection (2)(B).
220	(iii) Section 11.23.030 applicable to the Manson Urban Growth Area, except as limited in
221	Subsection (2)(B).
222	(iv) The Board of Chelan County commissioners adopts the cities of Cashmere, Chelan,
223	Entiat, Leavenworth, and Wenatchee land use regulations, development standards and
224	land use designations, as they apply to short term or vacation rentals of fewer than thirty
225	(30) consecutive nights or days, within the county adopted unincorporated urban growth
226	area respecting each city as it is now or is hereafter amended for the cities of Cashmere,
227	Chelan, Entiat, Leavenworth, and Wenatchee, provided that any city regulation requiring
228	acquisition of a business license is not adopted nor incorporated as a county regulation
229	and that instead a Conditional Use Permit may be required, and the County's review
230	procedures in this Subsection 11.88.290 must control.
231	(a) Upon the date of the adoption of this code on September 27, 2021 any
232	existing short-term rentals within the exterior boundaries of any city's
233	designated urban growth area (UGA) are required to have been in full legal
234	compliance with any existing city codes adopted through prior Resolution by
235	the county as they applied to a short-term rental uses within that UGA.
236	(1) If a short-term rental use is operating in violation of the existing county-
237	adopted city codes for that UGA the rental must immediately cease all
238	operation of that use on the date of adoption of this chapter. A property
239	operating in violation of existing city UGA land use regulations has no
240	legal existing non-conforming status as a short-term rental.

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- (b) All existing non-conformance claims within a UGA will be subject to joint review by the county and the affected city.
- (c) New short-term rental applicants will be required to comply with the most current city regulations for short-term rental use for each city UGA, which are herein adopted and incorporated under Subsection (2)(C)(iv) upon adoption of this code chapter, including if any UGA code prohibits new or continued existing short-term rentals in those zones.

(v) Existing non-conforming short-term rentals of any Tier level are not subject to the limitations in Subsection (2)(C) provided they comply with all the provisions of Subsection (2)(E) below and any other applicable provisions

(vi) Applications for a new Tier 3 short-term rental permit required by a District Use Chart in Chapter 11.04 to have a Conditional Use Permit (CUP) shall have the CUP processed consistent with Chapters 14.10 and 11.93, and shall have the use conditioned for approval based upon the applicable requirements contained within 11.88.290. A Tier 3 short-term rental CUP is annually renewable and administratively reviewed under the provisions of 11.88.290(4), provided the permit is non-transferable under the restrictions contained within 11.88.290(4)(I).

(D) Lot Size and Lot Location Standards

(i) Minimum lot sizes for new conforming short-term rentals set forth in this Subsection are the minimum necessary and shall not be subject to reduction pursuant to Chapter 11.95 variances, Chapter 11.97 non-conforming lots, structures, and uses, Chapter 11.98 reasonable use, nor subject to administrative modification. The following minimum lot sizes shall be required to establish a Tier 2 or Tier 3 short-term rental in zoning districts where short-term rentals are permitted or conditionally permitted:

Minimum Lot Area (Acres) Required to Accommodate New Short-Term Rental

Zone	Tier 2	Tier 3
<u>RR20</u>	<u>10</u>	<u>10</u>
<u>RR10</u>	<u>10</u>	<u>10</u>
RR5	<u>5</u>	<u>5</u>
RR2.5	<u>2.5</u>	Not allowed
RRR	<u>0.275</u>	<u>Not allowed</u>
RW	<u>0.275</u>	Not allowed
RV	<u>0.275</u>	Not allowed

(ii) New conforming Tier 2 short-term rentals in all residential zones cited in subsection (D) and within the Manson UGA shall be located a minimum of 200 feet apart as measured from all points of the existing short-term rental dwelling structures to proposed short-term rental dwelling structures. This distance shall not be subject to reduction pursuant to Chapter 11.95 variances, Chapter 11.97 non-conforming lots, structures, and uses, Chapter 11.98 reasonable use, nor subject to administrative modification.

273	(iii) Proposals for new conforming Tier 3 short-term rentals shall be located on sites with
274	direct access off of functionally classified highways consistent with the Chelan County
275	Transportation Element of the Comprehensive Plan. Access shall be consistent with CCC
276	15.30.330. Direct access means either parcel frontage or driveway access from the
277	classified highway right of way.
278	(iv) Existing non-conforming short-term rentals of any Tier level are not subject to the
279	limitations in Subsection (2)(D) provided they comply with all the provisions of Subsection
280	(2)(E) below.
281	(E) Existing Short-Term Rentals:
282	(i) A short-term rental use shall be considered lawfully established and existing and allowed to
283	continue to operate as a legally non-conforming use only if the owner proves all the following:
284	(a) That a location was actually, physically used for short-term rental purposes
285	during the periods specified in (2)(E)(i)(b) and (f). Proof of rental listing, and
286	income generated is also required; and
287	(b) That sales and lodging taxes required under RCW 64.37 were fully paid for
288	all short-term rental use between July 28, 2019, when RCW 64.37 was in effect,
289	and August 25, 2020; and
290	(c) That the short-term rental meets all requirements of Subsection (3) within one
291	year of the effective date of this ordinance, provided that all legally required
292	health and safety provisions within subsection (3) including, Garbage, Consumer
293	Safety, Fire Safety and Outdoor Burning, and Property Management Plan
294	communications provisions are met within ninety (90) days of the effective date of
295	this ordinance, except that in the Manson Urban Growth Area, all provisions
296	consistent with Section 11.23.040 as it existed on August 25, 2020 shall be met on
297	the effective date of this ordinance; and
298	(d) That the short-term rental operator has obtained the required land use permits
299	within the time requirements in Subsection (4); and
300	(e) Liability insurance shall be obtained consistent with RCW 64.37.050 as of the
301	effective date of this ordinance (September 27, 2021) per Subsection (3)(N); and
302	(f) If located inside of the Manson Urban Growth Area, documentary evidence that
303	the short-term rental was properly registered as a vacation rental with Chelan
304	County per 11.23.040 as of August 25, 2020, or that the short-term rental owner
305	held a vacation rental permit in the Manson UGA as of July 28, 2019 or in 2020
306	prior to August 25, 2020. This documentary evidence also satisfies the
307	requirements found in (2)(E)(i)(a) above provided, failure to accurately represent
308	and disclose a property's short-term rental history is grounds for immediate permit
309	denial or revocation, and loss of all existing non-conforming status.
310	(g) Any property owner claiming existing non-conforming status as a short-term
311	rental within any zip code, subarea, or urban growth area shall resolve any
312	existing county code violations on the property as required under
313	11.88.290(4)(A)(ii) and shall have complied with all other relevant provisions of
314	11.88.290 and apply for and have received an initial short-term rental

315	administrative land use permit and any all required conditional use permits under
316	subsection (4) by December 31, 2022, or by failing to do so shall waive all claim
317	to having existing non-conforming status.
318	(ii) Non-conforming Short-Term Rental Units Restricted Zones, or by Parcel Size, Numbers
319	Allowable, or Rental Standards.
320	(a) Except as provided in (2)(E)(iii) and (iv) below, an existing short-term rental
321	operating as of September 27, 2021 is considered non-conforming when one or
322	more of the following conditions is met:
323	(1) the cap of the zip code, zip code subarea, or urban growth area is
324	exceeded in 11.88.290(2)(B), or
325	(2) a zone does not expressly allow new short-term rental units per
326	11.88.290(2)(C) and CCC Sections 11.04.020, 11.22.030, 11.23.030, or
327	(3) the short-term rental is located on a parcel that does not meet the lot
328	size and/or lot location standards of 11.88.290(2)(D), or
329	(4) the short-term rental does not comply with the operating standards of
330	<u>11.88.290(3).</u>
331	(b) Non-conforming short-term rental properties may only be changed, altered,
332	extended, or enlarged in a manner requiring a permit issued under Chelan county
333	codes if the activity does not increase non-conformance with this or any other
334	chapters of applicable county codes, or to repair unexpected damage from a
335	natural or human caused event provided the repair is that which is minimally
336	required to maintain the former conditions of the rental as it existed prior to the
337	<u>damage.</u>
338	(1) Any property that increases its non-conformance with this chapter
339	without written permitted authorization of the Department may be subject
340	to immediate revocation of all short-term rental permits and shall lose any
341	legally non-conforming status as a short-term rental. Appeal provisions
342	within Title 16 and Chapter 14.12 apply.
343	(c) If the non-conforming short-term rental cannot comply with criteria, grace
344	period, and timelines in Subsection (2)(E)(i) above, it must cease operating no later
345	than one year from the effective date of this Ordinance (September 27, 2021)
346	and any issued county permit to operate as a short-term rental immediately
347	becomes null and void, subject to appeal under Title 16 and Chapter 14.12
348	(d) After expiration of the permit or revocation of the permit authorizing a non-
349	conforming short-term rental, no operator shall operate a short-term rental, subject
350	to appeal under Title 16 and Chapter 14.12.
351	(e) Any short-term rental property that has an unresolved written notice of
352	violation for short-term rental use, received on or before August 25, 2020, or that
353	operated as a short-term rental contrary to the August 25, 2020 Chelan County
354	short-term rental moratorium Resolution 2020-86, or subsequent rental moratorium
355	resolutions 2020-104 and 2021-20, or upon permit application is found to have

356 357	an existing zoning, land use, or building permit violation, shall not be considered a legally non-conforming use as follows;
358	(1) Moratorium Violation: Short-term rental properties in violation of the
359	moratoria resolutions in (e) are not subject to a grace period for continued
360	operation and must immediately cease all short-term rental uses of the
361	property on the effective date of adoption of this code.
362	(2) Unresolved Written Notices of Violation or Other Violations: An existing
363	short-term rental property found to have existing zoning, land use, or
364	building permit violation must resolve violations according to the time
365	periods of Section (4)(A)(ii).
366	(3) Under either case in Subsection (2)(ii)(e)(1) or (2)(ii)(e)(2), the short-term
367	rental property is subject to all provisions of Title 16 CCC, provided that
368	the appeal provisions of Title 16 and Chapter 14.12 apply.
369	(iii) Nonconforming Short-Term Rental Units in Manson UGA. Where a short-term rental is
370	located in the Manson UGA, only those short-term rentals that were properly registered as
370 371	a vacation rental and meet criteria in Subsection (2)(E)(i), shall be considered legal
371	nonconforming according to Chapter 11.97 CCC, provided the short-short term rental is
372 373	allowed a grace period of operation in which to fully attain compliance with all current
374	rental standards as provided in Subsection (2)(E)(i) above.
375	(iv) Non-conforming Short-Term Rental Units in Peshastin UGA. Existing non-conforming
376 277	short-term-rental units of any Tier within the residential zones in the Peshastin UGA are
377	subject to the provisions of 11.88.290(2)(E)(i) and (2)(E)(ii).
378	(v) A non-conforming short-term rental can only become a conforming short term rental by
379	first providing an affidavit stating they wish to cease being a non-conforming short-term
380	rental and surrender any existing rental use permits, and then applying for a new short-
381	term rental permit subject to all the applicable requirements of this chapter, and other
382	applicable Chelan County codes.
383	(vi) The Director may permit a property to operate as an existing non-conforming short-
384	term rental where the applicant possesses and provides the department written
385	communication, originating from authorized Chelan County Community Development
386	personnel and written prior to August 25, 2020, that expressly states the short-term rental
387	use of this specific property is an allowed use, and that the current use is in-fact operating
388	and conforming within any parameters or limits expressly stated within that written
389	communication, provided,
390	(a) If any provision applicable to existing non-conforming short-term rentals within
391	this chapter is not expressly exempted by the written communication
392	referenced herein, the short term rental is subject to all requirements for
393	existing non-conforming short-term rentals as provided in 11.88.290, except as
394	stated in (2)(E)(vi)(b) below.
395	(b) If the written communication referenced herein expressly permits and is
396	authorized by septic permitting at the time of that written communication

397	regarding limit on overnight and daytime occupancy, the property shall not be
398	subject to the occupancy limits found within 11.88.290(3)(B)(ii) and (3)(B)(iii).
399	(c) Provision (2)(E)(vi) sunsets on December 31, 2022.
400	(3) RENTAL STANDARDS APPLICABLE TO ALL SHORT-TERM RENTALS
401	(A) Primary or Accessory Residence.
402	(i) Short-term rentals must be operated out of an owner's primary dwelling or a legally
403	established accessory dwelling unit. In no case, shall an owner or operator make available
404	a recreational vehicle, tent, or other temporary or mobile unit for short-term rental.
405	(ii) A short-term rental owner may operate only one short-term rental per parcel as
406	designated on their permit application form, which may be in either the primary dwelling
407	or the accessory dwelling unit but not both. If the short-term rental occurs in a multifamily
408	dwelling the same owner may not rent more than one unit in the development.
409	(iii) A short-term rental owner may exceed the limits placed on short-term rentals in (ii)
410	above on a parcel subject to the district zoning requirements of a Rural Commercial county
411 412	zone or similar Urban Growth Area commercial zone, provided the short-term rental must comply with the provisions of 11.04.020, 11.22.030, or 11.23.030.
413	(B) Occupancy.
414	(i) The number of rented or occupied bedrooms shall not exceed the number approved in
415 416	relation to the on-site sewage system approved by the Chelan-Douglas Health District, or
417 417	strictly follow the requirements of any sewer district or other waste management provider that is being utilized by the rental.
418	(a) All short-term rentals must meet and maintain this standard immediately, and
419	this provision is not subject to any grace period.
420	(b) Occupancy of bedrooms is limited to two persons per bedroom, including
421	children.
422	(ii) Tier 1 and Tier 2 Occupancy limits.
423	(a) Overnight Occupancy. The owner or operator must limit overnight occupancy to no
424	more than two persons per bedroom, not to exceed:
425	Tier 1: a total of 8 persons including children.
426	Tier 2: a total of 12 persons including children.
427	Tier 3: a total of 16 persons including children.
428	(b) Daytime Occupancy.
429	Tier 1: At no time shall the total number of persons at a short-term rental
430	exceed 8 persons, including children, but excluding the owner.
431	Tier 2: At no time shall the total number of persons at a short-term rental
432	exceed 12 persons, including children.

433	Tier 3: At no time shall the total number of persons at a short-term rental
434 435	exceed 16 persons, including children, but excluding the owner, if one resides on the property.
436	(c) For purposes of (3)(B)(ii) and (iii) occupancy after 10:00 PM and before 7:00 AM is
437	considered Overnight Occupancy and all rental use must fully comply with the
438	overnight occupancy limitations found within 11.88.290.
439	(iii) Exceeding Daytime Occupancy limits.
440	(a) In order for any existing non-conforming or new short-term rental of any Tier level
441	to exceed total daytime occupancy limits contained in section (3)(B)(ii) above, or to
442	host events such as weddings, gatherings, or retreats an operator must first obtain
443	a Conditional Use Permit and satisfy all the Conditions of Approval consistent with
444	CCC 11.93.315 Places of Public and Private Assembly before operation,
445	provided that the zone allows short-term rentals as a permitted, or conditionally
446	permitted use and meets all other short-term rental requirements of this section
447	provided that overnight occupancy is limited to the provisions of (3)(B)(ii)(a) and
448	(c). All other applicable criteria of CCC Chapter 11.93 shall be met.
449	(1) For new conforming short-term rentals to exceed the daytime occupancy under
450	a Conditional Use Permit, in addition to the requirements in (a) above, the
451	operator must either take access from a classified highway consistent with
452	11.88.290(2)(D)(iii), or be located in a Master Planned Resort, or in a
453	commercial zone.
454	(b) Facilities exceeding overnight occupancies of 16 persons are considered lodging
455	facilities that must meet the requirements of that zone and use.
456	(C) Parking.
457	(i) Provide residential parking, not located within a setback and not within any recorded
458	access easement, consistent with the provisions of Chapter 11.90.5
459	(ii) The number of vehicles allowed at the short-term rental must be limited to the number
460	required per 11.90.060; this requirement must be included in the Property Management
461	Plan per Section (3)(K) provided that any short-term rental may exceed these limits for
462	hosted events if a Conditional Use Permit has been obtained and all Conditions of
463	Approval including traffic and parking requirements have been satisfied consistent with
464	CCC 11.93.315.
465	(iii) Unlawful or unsafe parking by short-term rental tenants and guests, owner or operator
466	joint liability if violation not abated. Qualified Persons or Owner or Operators of short-
467	term rental properties notified of unlawful or unsafe complaints related to their short-term
468	rental tenants, or their guests are responsible to promptly abate the parking complaints
469	emanating from their property for non-compliance with (i) and (ii) above, or for parking
470	on the property of a neighbor without express permission, or blocking the access to that

⁵ BOCC had requested some review of whether an existing shared driveway agreement should be reviewed in the application process. Staff researched this, and found it is not practical, and hard to confine. It may place county in place of enforcing civil matters via this code. Thus, a provision to review it was not included in this draft.

neighboring driveway, or preventing their unobstructed use of that neighboring property.

If the owner fails to cause the parking complaint to be abated within 60 minutes of
notification of the complaint, he is subject to the enforcement penalties jointly and
severally with the renter, or guest creating the parking violation under this Chapter and
Title 16.

(iv) Repeat violations. Two verified parking violations unabated within sixty minutes as

(iv) Repeat violations. Two verified parking violations unabated within sixty minutes as provided in (3)(C)(iii) within six months on or adjacent to the same property may also be subject to additional penalties under Chapter 16.20, up to and including revocation of the short-term rental land use permits under 16.20.040.

(D) Garbage.

(i) Trash containers must be provided. Trash must be in proper containers on collection day. Trash must be managed in compliance with CCC Chapter 4.04 Garbage. This requirement must be included in the Property Management Plan per Section (3)(K) and good neighbor quidelines per Subsection (3)(M).

(E) Noise.

(i) Short-term rentals must be operated in compliance with Chapter 7.35 Noise Control. This requirement must be included in the Property Management Plan per Section (3)(K).

(ii) Public disturbance noise complaints. Renters are subject to the provisions of Chapter 7.35. Owner or operators of short term rental properties notified of complaints are responsible to promptly abate public disturbance noise complaints on their property. If the owner or operator fails to cause the noise to be abated within 60 minutes of notification of the complaint, he is subject to compliance with Chapter 7.35 and the enforcement penalties jointly and severally with the renter creating the public disturbance noise.

(iii) Repeat violations. Two verified public disturbance noise violations unabated within sixty minutes as provided in (3)(E)(ii) within six months of on the same property may also be subject to additional penalties under Chapter 16.20, up to and including revocation of the short term rental land use permits under Section 16.20.040.

(F) Trespass.

(i) Owners or operators must provide rules in rental contracts restricting occupants from trespassing on neighboring private property and identify proper routes to public places such as easements to shorelines. Such trespass rules must be included in the property management plan in (3)(K) and good neighbor guidelines per Subsection (3)(M).

(ii) Trespass by short-term rental tenants and guests, owner or operator joint liability.

Qualified Persons or Owner or operators of short-term rental properties notified of trespassing complaints related to their short-term rental tenants, or their guests are responsible to promptly abate trespass complaints emanating from their property. If the owner or operator fails to cause the trespass to be abated within 60 minutes of notification of the complaint, he is subject to the enforcement penalties jointly and severally with the renter, or guests creating the trespass under Chapter 7.32.030 and Title 16.

512 (iii) Repeat violations. Two verified trespass violations unabated within sixty minutes as 513 provided in (3)(F)(ii) within six months of on or adjacent to the same property may also be 514 subject to additional penalties under Chapter 16.20, up to and including revocation of the 515 short term rental land use permits under 16.20.040. 516 (G) Signs. 517 (i) All owners or operators must display and maintain the address of the residence so that 518 it is clearly visible from the street or access road in compliance with CCC 10.20.520 519 requirements. The rental must also display and maintain an additional sign outside 520 identifying the property as short-term rental and displaying the Chelan County short-term 521 rental registration number and central phone number required by the County. The sign 522 must not exceed eight square feet in area and if illuminated, must be indirectly 523 illuminated, and letters and numbers must at a minimum four inches in height. 524 (ii) Placement of the sign. 525 (a) For short-term rental structures located fifty feet or less from the primary road, 526 the sign text shall be displayed on the side of the structure facing the road and 527 shall be visible from the road designated in the assigned address. 528 (b) For short-term rental structures located fifty feet or more from the primary 529 road, or for buildings not visible from the road, the sign text shall be posted inside 530 the owner's property line at the access point to the road designated in the 531 assigned address. 532 (iii) If the permanent contact information changes during the permit period, the new 533 information must be changed on the sign. Renewal applications must provide evidence of 534 the sign. 535 (iv) The Director may allow annual mailings to adjacent properties and an interior posted 536 notice for tenants in lieu of an exterior sign where a property's size and visibility make an 537 exterior sign ineffective, or if for reason of improving security. The owner shall provide 538 verification of mailings and a copy of the notice with the annual permit renewal. 539 (H) Consumer Safety. 540 (i) All Consumer Safety requirements of RCW 64.37.030 must be met by the owner or 541 operator. Violations are subject to Title 16. Requirements must be included in the property 542 management plan in (3)(K). 543 (I) Fire Safety and Outdoor Burning. 544 (i) Each owner or operator must include a fire protection plan within their property 545 management plan in Subsection (3)(K) to alert renters to respect firewise efforts on a property, or to comply with travel or activity restrictions of CCC Chapter 7.52, Fire 546 547 Hazard Areas. The fire protection plan shall demonstrate consistency with a Ready Set Go program or equivalent; this includes, but is not limited to, restricting the use of fireworks, 548 549 outdoor fires, open flame devices, portable fireplaces, fire pits, chimeneas, or BBQ 550 devices. All permanently installed outdoor flame devices, as well as portable burning 551 devices shall have the ability to be secured from use in accordance with CCC 7.52 Fire

552 Hazard Areas and these devices must be secured during all periods of regulated burning 553 restrictions banning the use of that device. 554 (ii) At least one 2A:10BC fire extinguisher, charged, maintained, and in serviceable 555 condition shall be prominently available in the common living space. 556 (J) Qualified Person. 557 (i) The owner or operator must provide the name, telephone number, address, and email 558 of a qualified person or their designee (which can be a person or company) who can be contacted concerning use of the property and/or complaints and can respond, personally 559 560 or through a designee, to the property within sixty (60) minutes to complaints related to 561 the short-term rental consistent with the requirements of this section. The owner or operator 562 must provide a valid telephone number where qualified person can reliably be reached 563 24 hours per day, every day the property is rented. 564 (ii) Failure to have a Qualified Person available to respond when contacted, or a failure 565 to abate any complaint regarding a rental code standard under Subsection (3) of this 566 Section by the Qualified Person or owner or operator within sixty (60) minutes is a 567 violation under this Subsection and subjects the owner or operator to the civil penalties provided in 16.20.030. 568 569 (iii) Repeat violations. A second subsequent violation within 12 months of the previous 570 violation of failing to have a qualified person available, or failing to respond to a 571 complaint once notified by the Sheriff, County staff, or by any monitoring service 572 employed by the county, is grounds for revocation of the short-term rental permit under 573 16.20.040. 574 (K) Property Management Plan. 575 (i) Short-term rentals must maintain an up-to-date property management plan on file with 576 the Chelan County Community Development Department and be prominently displayed 577 within the common living area portion of the rental. The property management plan must 578 include the following: 579 (a) Provide a floor plan and site map clearly depicting the property boundaries of 580 the short-term rental, and the escape route in case of an emergency. The plan must 581 provide a map indicating if there is an easement that provides access to a 582 shoreline and, if an easement or other lawful access exists, the boundaries of the 583 easement or access must be clearly defined. If there is no lawful access, this fact 584 must be indicated within the plan together with a warning not to trespass; 585 (b) Provide the unified business identifier number, Chelan County short-term rental 586 permit number, and the names and addresses of the property owner or operator; 587 (c) Designate a qualified person and provide contact information consistent with (3)(i); and 588 589 (d) Provide information required for Consumer Safety per (3)(H) and RCW 590 64.37.030 and fire protection plan per (3)(1).

591	(e) All units must have an operable landline or Voice Over Internet Protocol (VOIP)	
592	telephone installed to aid in emergency response, and the dwelling recorded in	
593	"Rivercom" data base. The address and phone number of the property and the	
594	contact phone number for the qualified person shall be prominently displayed	
595	near the phone. If land line or VOIP is not available at the site, the Director may	
596	at his discretion allow the owner or operator of the short-term rental to use an	
597	alternative means of direct phone communication, as long as the communication	
598	device is fixed at the location and the phone number is not changed within the	
599	annual permitting period. This phone number shall be noted on the permit	
600	application and the property management plan which shall also include any	
601	special instructions and list any local emergency services calling numbers required	
602	for use of the communication device in an emergency.	
603	(1) Renter-owned or possessed mobile phones shall not be used in place of	
604	this requirement as they are not always usable in all areas, their batteries	
605	may deplete, or they may not be present with the phone at the rental for	
606	periods of time during occupancy.	
607	(f) The plan must identify the method by which the owner or operator will notify	
608	renters of emergency or temporary conditions such as burn bans.	
609	(g) The plan must specify the maximum number of guests and number of bedrooms.	
610	(h) The plan must include the maximum number of vehicles allowed, and a map	
611	with the designated parking space locations allocated for each vehicle.	
612	(i) The plan must be kept up to date at the time of the annual permit and include	
613	the annual permit number per Subsection (L).	
614	(j) The plan must include the Good Neighbor Guidelines per Subsection (M).	
615	(L) Annual Permit Number.	
616	(i) The owner or operator must include the Chelan County land use permit number for the	
617	short-term rental in all advertisements and ensure its prominent display on platforms and	
618	other forums for rental (AirBnB, VRBO, Craigslist, poster, etc.) and on marketing materials	
619	such as brochures and websites.	
620	(M) Good Neighbor Guidelines.	
621	(i) Owners and operators must acknowledge receipt and review of a copy of the Good	
622	Neighbor Guidelines. Owners and operators must provide evidence that the good	
623	neighbor guidelines have been effectively relayed to short-term rental tenants, by	
624	incorporating it into the property management plan, and rental contract, posting it online,	
625	providing it in a conspicuous place in the dwelling unit, or a similar method.	
626	(N) Liability Insurance.	
627	(i) A short-term rental owner or operator must maintain primary liability insurance	
628	consistent with RCW 64.37.050.	
629	(O) Taxes.	
~ ·	101.000	

(i) The owner or operator must comply with CCC Chapter 6.30, and other local sales taxes 630 631 and state hotel/motel/lodging and sales taxes in accordance with the Department of 632 Revenue. (4) LAND USE PERMITS 633 634 (A) Land Use Permit Required. 635 (i) On, or after September 27, 2021, and except as provided in subsection (3)(D)(i) 636 below, no short-term rental owner or operator may advertise, offer, operate, rent, or 637 otherwise make available or allow any other person to make available for occupancy or 638 use as a short-term rental without a valid short-term rental administrative land use permit 639 issued by the Director or a Conditional Use Permit approved by the Hearing Examiner 640 pursuant to this Chapter 11.88, and Chapter 14.10. All dwelling units on a single parcel 641 shall be reviewed concurrently in the same application, and the dwelling to be used as a 642 short-term rental shall be clearly identified. 643 (ii) All uses on the property must fully comply with CCC Title 11 and the property may not 644 have existing unresolved Chelan County code permitting, land use, or other violations 645 under Titles 3, 11, 15, or 16 in order to be eligible to apply for an administrative shortterm rental land use permit or conditional use permit under this chapter. Existing 646 647 properties claiming non-conforming short-term rentals may be issued a provisional short 648 term rental permit and may be provided the time of their respective grace period 649 pursuant to 11.88.290(E)(i)(c), but no later than December 31, 2022 to address all 650 violations. No provisional or other short-term rental land use permits shall be issued after 651 that date until any violations are resolved. The Director may extend the timeframe for up 652 to six additional months to obtain compliance upon a showing of a good faith effort. 653 (B) Annual Renewal. Annual renewal of the short-term rental land use permit is required. 654 (i) The department shall by September 1 of each year, mail a renewal reminder notice to the permitted owner or operator, sent to the postal address or the email address on file 655 reminding of the renewal requirement of the rental permit requirement. 656 657 (ii) A permit expires on December 31 of each year, regardless of when it is issued. 658 (iii) All annual permitting fees are not pro-rated. 659 (iv) All permit renewal applications for permitting year 2023, and beyond, must be 660 received by October 31 of the preceding year. 661 (a) At their discretion the Director may, upon showing of a hardship reason for 662 applicant's delay, accept permit renewal applications received after October 663 31 but before December 31 of the same year and may assess double the 664 normal fees for permitting, provided the short-term rental may not continue 665 operation past December 31 until the permit application is approved and a 666 permit issued. 667 (b) Permit renewal applications received after December 31 will not be accepted, 668 and the short term rental must immediately cease operations on January 1 of 669 the following year. The owner and property loses any vesting to continue

operation as a legally conforming or non-conforming short term rental under this chapter. Expired short term rentals under this Subsection are then subject to the housing cap provisions of 11.88.290(2)(B) and must apply as a new short term rental if all other provisions of 11.88.290 allow, and consistent with the applicable district use chart.

675 (C) Permit Applications.

(i) Short-term Rental owners must apply for an administrative land use permit to establish compliance with this code. Fees consistent with CCC 3.24.010 must be paid. Applicable fees shall reflect costs for review, inspections, and permitting of different short-term rental tiers, and inspections at the appropriate stage. All other permit costs apply. Fees are due at the time permit application.

(D) Application Acceptance and Evaluation.

(i) Existing non-conforming short term rentals. Beginning on September 27, 2021 and by December 31, 2021, all existing short-term rentals operating as of dates established in (2)(E) and subject to the provisions of (2)(E) wishing to operate as a short-term rental for the remainder of 2021 shall pay a fee equal to one quarter of the annual permit fee established for their Tier per the table in Chapter 3.24, and register on a department registration provisional self-certification form. This self-certification form serves as the first provisional short term rental permit application. Those owners and properties failing to register within this time period shall not be considered as an existing and non-conforming short-term rental use for 2021 under this Section and shall forfeit any claim of continuing existing non-conforming short term rental use status for 2022 and beyond under this Section, and any short-term rental that occurred during this period is considered to have been in violation of this Chapter, subject to appeal provisions under Title 16 and Chapter 14.12.

(ii) Application for, or issuance of any provisional short-term rental permit does not guarantee future issuance of a short-term rental administrative land use permit under 11.88.290(4). The provisional permit is intended to be temporary and is only in effect while the department reviews all permits applications for compliance with all Chelan County regulations, including this chapter, for the 2021 and 2022 permit years before issuance or denial of issuance of a short-term rental administrative land use permit. This single (4)(D)(ii) provision ceases to exist on December 31, 2022.

(a) All existing non-conforming short-term rental owners wishing to continue short term rental land use operation past the 2021 year registration for the 2022 calendar year, shall apply for a short term rental permit on a provisional self-certification form no later than December 31, 2021. This self-certification form serves as the 2022 provisional short term rental permit application. The applicant may continue provisional operation until the review, found below in (4)(D)(ii), has been completed and an administrative determination has been made, and the owner has been notified whether their short-term rental is in lawful compliance with this chapter so they may continue to operate in 2022.

(iii) For urban growth areas or zip codes below the cap as of the date of permit application, owners may apply for a new short-term rental application per (D)(v).

(iv) By not later than June 30, 2022, the Director shall upon review for accuracy, completeness, and code compliance provisionally approve a Tier 1 short-term rental property, or any existing non-conforming Tier 1, 2, or 3 short-term rental property as provided in 11.88.290(2)(E), for an initial short-term rental administrative land use permit subject to the owner completing a self-certification form in (4)(D)(i)(a) above provided that inspections in Subsection (4)(H) are accomplished prior to the first renewal thereafter, provided that any owner who has been found to be ineligible for continued operation under this chapter that has been notified by the Department shall have thirty (30) calendar days to provide any correction to the information that led to that determination of ineligibility, if a correction is possible, or cease all operation as a short-term rental. They must reapply for permitting under all applicable provisions of Chapter 11.88.290, subject to appeal provisions under Title 16 and Chapter 14.12.

(v) New compliant short-term rentals. Beginning on December 1, 2021, new compliant Tier 1, Tier 2, and Tier 3 land use permit applicants may apply to obtain a new conforming short-term rental permit pursuant to the provisions and limitations of 11.88.290(2).

(a) New short-term rental applications are not allowed for 2021. Applications for 2022 new compliant short-term rentals in urban growth areas or zip codes below the cap based upon available data may apply for a short-term rental land use permit application starting December 1, 2021 and by no later than July 29, 2022, as provided herein. No new 2022 permit applications will be accepted after July 29, 2022. Permit applications, or reservations for application appointments, will be taken on a first come, first served basis at the Community Development office starting at 9:00 AM. After the 2022 permitting year, permit applications for subsequent years are only accepted on the published dates allowing permit submission. The number of permit applications accepted shall not exceed the number of short-term rentals allowed per the applicable housing cap within each zip code and Urban Growth Area as provided in Subsection (2)(B). Once the limit on the number of applications for Tier 2 and Tier 3 short-term rentals has been reached, the window of time for submission shall be closed for that year, provided that Tier 1 applications do not have a limit on the number of applications.

(b) The Director shall annually by March 15 determine the share of short-term rentals to the overall housing stock in each of the unincorporated zip codes and urban growth areas, and accordingly schedule a permit application time window, to be held only once annually between June 1 and July 31, to allow new short-term rental applications for the following year in each zip code and urban growth area where the cap in Subsection (2)(B) is not exceeded.

(c) A completed permit application does not guarantee that the applicant will receive a permit to operate a short term rental. Application acceptance only guarantees participation in the permit application process and a review for subsequent permitting under the regulations in existence at time of acceptance.

(d) An application must be deemed complete before a permit is issued. Any applicant who does not complete the required application forms, complete any required inspections or other processes contained within this chapter, and fully submit any required supplemental information or who within thirty (30) calendar days of notification fails to correct any application documentation submission deficiencies as requested by the department by any required deadlines, including submitting a complete application for any required Conditional Use Permits, or who upon application review is found to have knowingly provided false information, or if the applicant or property is found to be out of compliance with this or other titles of Chelan County land use or development codes, is therefore ineligible for a short term rental permit. The applicant shall not receive any further processing of their application. Once denied, the applicant shall not be eligible for rental permit application until such time as the owner can show compliance with Chelan County regulations, and then must reapply to restart the process.

(vi) All application fees are non-refundable.

(E) Term.

(i) A short-term rental land use permit must be issued for a period of one calendar year, with its effective date running from the date the application is due as set forth in Subsection (4)(D) above and must be renewed annually by the owner or operator provided all applicable standards of this section are met.

(F) Forms and Procedures.

(i) Applications for short-term rental land use permits must be on forms provided by the County, demonstrating the application meets the standards required by this section. Permit review procedures and appeals must be consistent with Title 14.

(G) Nonuse.

(i) All short-term rentals must operate under a current short-term rental land use permit regardless of nonuse. If a property has not been rented in a twelve-month period, renewal of short-term rental land use permit must still be met to maintain the validity of the permit and to retain eligibility for renewal in immediately subsequent years.

(H) Fire, safety, health, short term rental standards, and building codes compliance, and inspections.

(i) Fire and Emergency Safety and Short Term Rental Standards. Prior to approving the initial short-term rental permit, the applicable fire district or community development personnel must perform a life-safety and applicable short term rental or conditional land use permit standards inspection, except as provided under Subsections (H)(iv) and (H)(v).

(ii) Wastewater. Each applicant shall demonstrate to the satisfaction of the Director they have a properly functioning and permitted onsite sewage system meeting applicable Health District permitting and standards for the occupancy. The wastewater system must, at all times of occupancy, be maintained and operate as originally permitted.

793	(iii) The Director may waive inspections under Subsections (H)(i) and (H)(ii) associated with
794	the initial short-term rental permit if the owner or operator provides a notarized affidavit
795	from the applicable fire district or fire marshal or Chelan-Douglas Health District that the
796	short-term rental complies with applicable requirements in Subsections (H)(i) and (H)(ii).
797	(iv) After the unit is approved and permitted for rental, a completed self-certification
798	checklist for health and safety is required to be submitted by the owner with each annual
799	short-term land use permit renewal consistent with forms provided by the Director.
800	(v) Owner Responsibility. It is the owner's responsibility to ensure that the short-term rental
801	is and remains in substantial compliance with all applicable codes regarding fire, building
802	and safety, health and safety, and other relevant laws.
803	(vi) Owners applying for or receiving a valid short term rental land use permit or a
804	Conditional Use Permit for short term rental or event venue use must allow the Director or
805	designee to inspect or reinspect the property at reasonable times to determine initial
806	compliance with Subsections (3) and (4)(H) of this chapter. If complaints are received, or
807	evidence is encountered indicating non-compliance with this chapter the department may
808	reinspect the property at reasonable times. Denial of entry for inspection is grounds for
809	immediate permit denial or revocation of all permits for short term rental land use under
810	this chapter pursuant to CCC Title 16.20.040.
811	(I) A short-term rental permit for a code compliant short-term rentals permitted according to (4)(D)
812	is only transferable to a new owner under the provisions below.
813	(i) With a conforming short-term rental the permit is not transferable, even in the event of
814	death or divorce of an owner.
815	(ii) A non-conforming short-term rental permitted according to the provisions of Subsection
816	(2)(E), is allowed to transfer the existing permitted non-conforming status and currently
81 <i>7</i>	issued operating permit to continue under a new owner one time within five years, except
818	three years within the Manson Urban Growth Area, of the effective date of the ordinance
819	(September 27, 2021) consistent with (I)(iii) below, and the new owner may continue to
820	operate under the existing short-term rental permit for the remainder of the current
821	registration year and renew permits and operate in subsequent years under the
822	permitting requirements applicable to the original owner, provided that within thirty (30)
823	calendar days of closing the subject new owner has provided their contact name and
824	registration information with the Department. ⁶ The new owner shall provide signage and
825	notification consistent with (3)(G).
826	(iii) A transfer occurs when the property is sold by a person or corporation, to another
827	person or corporation, or when officers of corporations are changed to remove former
828	officers and add new officers, except that a transfer does not occur when officers are
829	changed due to death where title is held in survivorship with a spouse or a transfer on the
830	owner's death to benefit only a spouse or child(ren) for the lifetime of the spouse or

⁶ After the Task Force Process concluded the County received input that the Manson Community Council had been wishing to have a 3 year period for transfers as a tradeoff for going to 9% share of short term rentals in the UGA. As this post-dates the Task Force process and the County staff wish to have a more aligned process countywide we have noted 5 years universally here.

831 832	child(ren). The survivor may not sell or transfer title, except that title may transfer among the survivors. A transfer also does not occur when due to divorce a former spouse's name
833	is removed from the deed or corporation.
834	(iv) No transfers of the existing non-conforming short-term rental status may occur other
835	than as provided in this (4)(I) Subsection, and the second owner of a lawful permit
836	transferred must obtain all required short-term rental permits and meet all applicable
837 838	requirements of this Chapter for all subsequent years beyond the current issued permit. If the property is transferred again, or is not issued a short-term rental permit in any
839	subsequent years after initial transfer under (4)(1), the property loses its legal non-
840	conforming status that would have applied to the original owner had they not transferred
841	ownership.
842	(J) Approval Criteria.
843	(i) To receive approval or renewal, an owner must demonstrate to the satisfaction of the
844	Director that all approval criteria listed below have been satisfied:
845	(a) The short-term rental is located in a base or overlay zone that allows its use pursuant
846	to this section.
847	(b) The short-term rental is consistent with density, location, and occupancy limitations of
848	this section.
849	(c) The short-term rental is consistent with short-term rental standards of this section.
850	(d) The short-term rental is consistent with all applicable health and safety requirements of
851	this section.
852	(e) The short-term rental is not the subject of current or outstanding code violations per
853	Title 16.
854	(f) The short-term rental is considered non-conforming and is in full compliance with
855	Subsection (2)(E) above.
856	(g) The short-term rental has not been transferred in violation of Subsection (4)(I) above.
8 <i>57</i>	(K) Appeals of the denial or conditions of short-term rental land use permits or annual renewals
858	must be filed in compliance with Title 14 CCC.
859	(5) ENFORCEMENT
860 861	(A) Within Chelan County jurisdiction, a short-term rental must not operate without an approved and valid Short-Term Rental Permit. Evidence of operation includes, but is not limited to, advertising, online
862	calendars showing availability, guest testimony, online reviews, rental agreements, or receipts.
863	(B) Enforcement of this section will be in accordance with Title 16 CCC.
000	15) Emorcement of this section with be in accordance with this to eec.
864	(6) MONITORING
865	The Director shall report to the Board of County Commissioners on the status of short-term rental
866	regulation implementation annually at the time the existing short-term baseline is reported per (4)(D). The
867	County may initiate a review or amendment pursuant to Chapter 14.13.

(A) The Director may utilize a commercial monitoring and/or response service to assist with implementation of this chapter.

11.90.060 Required off-street parking.

- 871 (1) Parking space shall be provided as shown in Table 11.90-3 for the land uses listed. The number of 872 required parking spaces shall be rounded upward to the nearest whole number if the calculation results in 873 a fractional space requirement of one-half space or more.
 - (2) When parking standards require ten or more parking spaces twenty-five percent of the spaces may be compact spaces and shall be marked "COMPACT ONLY."

Table 11.90-3

Land Use	Required Off-Street Parking
Residential	
Single-family, two-family, and manufactured home parks(*)	2 spaces per dwelling unit
Accessory dwelling unit, guest houses(*)	1 additional space
Multifamily (3 or more units)	1-1/2 spaces per dwelling unit
Bed and Breakfasts, Guest Inns <u>, and Tier 1 and Tier 2, and Tier 3-overnight-lodging use-only</u> , Short-Term Rentals	1 space per bedroom and 1 space for <u>any onsite</u> manager
Institutional or group homes: nursing home, correctional, retirement	1 space per 5 beds and 1 space per staff person
Medical Facilities	
Hospitals	1-1/2 spaces per bed
Medical or dental clinics and offices	1 space per 200 square feet
Public Assembly	
Auditoriums, gyms, clubs, lodges <u>any</u> Tier short term rental event venue or exceeding daytime occupancy uses	1 space per 4 seats or 8 feet of bench
Churches, funeral homes	1 space per 4 seats or 8 feet of bench
Libraries, museums, galleries, municipal	1 space per 300 square feet
Schools	
Pre-school, daycare, kindergarten	0.07 pickup/drop-off spaces per enrolled student and 1 space per staff person
Elementary schools	0.05 parking spaces and 0.07 pickup/drop-off spaces per enrolled student
Junior high schools	0.08 parking spaces and 0.06 pickup/drop-off spaces per enrolled student
High school, vocational schools, colleges	0.20 parking spaces and 0.03 pickup/drop-off spaces per enrolled student
Commercial and Public Recreation	
Archery, gun, swimming and tennis clubs or similar use	0.3 parking spaces for every attendee
Bowling alleys	5 spaces per lane

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Table 11.90-3

Land Use	Required Off-Street Parking
Golf courses	2 spaces per each 100 yards length plus 1 space per 200 square feet of club house
Hotels, motels, resorts, <u>lodging facilities</u>	1 space per guest room or suite and 1/2 space per employee
Outdoor amusement area	0.3 spaces for every attendee
Sports field	1 space per participant (est. 45 participants per ball field)
Stadiums, arenas, theaters, race tracks	1 space per 4 seats or 8 feet of bench
Swimming pools, skating rinks, dance halls	0.3 spaces for every attendee
Commercial	
Banks, personal and professional services	1 space per 300 square feet of floor area
Eating and drinking establishments	1 space per 100 square feet of floor area
Retail	1 space per 300 square feet of floor area
Retail handling bulky merchandise	1 space per 600 square feet of floor area
Service and repair shops	1 space per 600 square feet of floor area
Industrial	
Auto salvage yard	5 spaces plus 1 space per each 2 acres
Manufacturing, assembly, freight terminal, wholesale, packing, storage, warehouse	1 space per employee at peak shift and 1 space per 300 square feet office space
Transportation terminals	1 space per 100 square feet waiting area

^(*) Where a single-family residence or accessory dwelling unit is used as a short-term rental in conformity with CCC 11.88.290, the parking standards for short-term rentals shall supersede.

Chapter 11.93 Conditional Use Permits

879 <u>11.93.450</u>

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All short-term rental applications requiring a conditional use permit shall comply with and are subject to the provisions of this chapter in addition to chapter 11.88.

Chapter 3.24 Community Development Department Fees

3.24.010 FEE SCHEDULE.

(a) Planning.

Application Type	Fee
Conditional use permit	\$1,520
Short-term rental Tier 1 and 2, 2021 provisional registration	<u>\$125</u>

Application Type	Fee
Short-term rental Tier 3 2021 provisional registration	<u>\$187.50</u>
Short-term rental (Tier 1, first permit)	<u>\$500</u>
Short-term rental (<u>Tier 2, inspection not required, provisional first</u> permit)	\$500
Short-term rental (Tier 2, inspection required second provisional permit and first time new Tier 2 permits) ¹	\$900
Short-term rental if CUP required (new Tier 3 first permit, includes CUP application)	\$2,270
Short-term rental (Tier 1 annual and renewal)	<u>\$500</u>
Short-term rental (Tier 2 annual and renewal, no inspections)	<u>\$500</u>
Short-term rental (Tier 3 second provisional, annual and renewal, and includes annual CUP renewal, if no new CUP is required)	<u>\$750</u>
Short-term rentals of any type that did not properly register per CCC 11.88.290(2)(E) or (4)(B).	Assessed double applicable fees
Short -term rental fire and life safety inspections by Fire Marshal, or designee	\$100

1 If an owner requests inspections with the first permit or inspections are waived by the Director, the fee shall be equivalent to the annual renewal.

Definitions

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14.98 DEFINITIONS

14.98.1410 Person.

- 889 "Person" means any individual, firm, association, partnership, corporation, or any entity, public or private.
- 890 For the purposes of short-term rental regulations, person is defined consistent with in RCW 82.04.030.

14.98.265 Bed and breakfast.

"Bed and breakfast" means a facility in which one kitchen, a shared dining area, and not more than a total of three lodging units are available within a single-family residence providing short-term lodging and food services, for paying guests. This definition excludes Short-Term Rentals.

14.98.625 Dwelling unit.

"Dwelling unit" means one or more rooms designed, occupied or intended for occupancy as a separate living quarters with sleeping, sanitary facilities and kitchen facilities provided within the dwelling unit for the exclusive use of a single household.

14.98.915 Guest inn.

"Guest inn" means a facility with one kitchen, a shared dining area, with not more than a total of six lodging units, which are available within a single-family residence and/or cabin outbuildings providing short-term lodging and food services for paying guests. This definition excludes Short-Term Rentals.

903 14.98.1105 Lodging facilities.

- 904 "Lodging facilities" means establishments providing transient sleeping accommodations and may also
- 905 provide additional services such as restaurants, meeting rooms and banquet rooms. Such uses may
- include, but are not limited to, hotels, motels, and lodges greater than six rooms, and any overnight
- accommodation that is rented nightly for fewer than thirty (30) consecutive nights or days and has an
- 908 occupancy of greater than 16 persons, including children.

14.98.1110 Lodging unit.

- 910 "Lodging unit" means one self-contained unit designated by number, letter or some other method of
- 911 identification.

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912 14.98.1632 Bedroom

- 913 For the purposes of CCC 11.88, a "bedroom" means either enclosed or open areas within a structure
- 914 <u>being used as a Short Term Rental that provides sleeping accommodations such as mattresses, beds, sofa</u>
- 915 sleepers, roll away beds, day/trundle beds, bunkbeds, murphy beds, etc. Any space used as a short-
- 916 term rental bedroom under this section shall have a door or window of egress to the outside that meets
- 917 the International Residential Code standard for a bedroom, and must be equipped with a working smoke
- 918 alarm within the room.

14.98.1691 (Short-Term Rental) Grace Period

- 920 "Grace Period" means, the additional time allocated to continue operation as a short term rental until the
- 921 <u>set date that the short term rental use must establish code compliance under this Chapter, or must cease</u>
- 922 operation.

923 14.98.1692 Short-Term Rental

- 924 "Short-Term Rental" means a commercial use utilizing a dwelling unit, or portion thereof, that is offered or
- 925 provided to a guest by a short-term rental owner or operator for a fee for fewer than thirty (30)
- 926 consecutive nights or days, by intent or net effect of nights or days rented. They are commonly referred
- 927 to as vacation rentals. They are a form of commercial tourist or transient accommodations. Short-term
- 928 rental units may be whole house rentals, apartments, condominiums, or individual rooms in homes. They
- 929 are rented as a single lodging unit, do not provide food service, and retain the form and function of a
- 930 <u>dwelling unit. For the purpose of administration and enforcement of this title, the terms "overnight rental,"</u>
- 931 "nightly rental," "daily rental," and "vacation rental" are interchangeable with short-term rentals.
- 932 Subleasing or subletting of units for short-term rental is prohibited.

14.98.1693 Short-Term Rental Operator

- 934 "Short-term rental operator" means any person who receives payment for owning or operating a
- 935 <u>dwelling unit, or portion thereof, as a short-term rental unit, or their authorized agent including a</u>
- property management company or other entity or person who has been designated by the owner, in
- 937 writing, to act on their behalf.

14.98.1694 Short-Term Rental Owner

- "Owner" means any person who, alone or with others, has title or interest in any building, property,
- 940 <u>dwelling unit, or portion thereof, with or without accompanying actual possession thereof, and including</u>
- 941 any person who as agent, executor, administrator, trustee, or guardian of an estate has charge, care, or
- 942 control of any building, dwelling unit, or portion thereof. A person whose sole interest in any building,
- 943 dwelling unit, or portion thereof is solely that of a lessee under a lease agreement is not considered an
- 944 owner.

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14.98.1695 Owner Occupied

- 946 "Owner occupied" means a rental unit is the principal residence of the owner for at least six-months in the
- 947 calendar year, and the owner is present in the dwelling or is present on the same parcel while the
- 948 residence is being used as a short term rental.

14.98.1696 Verified Violation

- 950 "Verified violation" means a violation of a provision of this chapter in which a code enforcement official,
- 951 <u>short-term rental division staff, or a law enforcement officer has investigated and confirmed or</u>
- 952 <u>substantiated through direct observation or through the collection of evidence, that the violation occurred</u>
- 953 and is attributable to an owner or operator, or person directly renting, or associated with renting a short-
- 954 <u>term rental property use, whether the property is permitted as a short-term rental use, or is not permitted</u>
- 955 for the use, provided the owner or operator has been issued written notification by the Department or
- 956 Code Enforcement staff advising of the verified violation. This notification can take the form of a letter,
- 957 <u>civil or criminal citation, a Notice and Order, Notice of Violation, or some other official form of written</u>
- 958 <u>communication as approved by the Department Director.</u>

16.20. SHORT-TERM RENTAL ENFORCEMENT AND VIOLATIONS

16.20.010 Compliance

- 962 Short-term rental owners, operators, and properties must comply with the provisions of this code including
- 963 <u>but not limited to the short-term rental regulations in Titles 11 and 14 CCC. Violations and enforcement</u>
- 964 must be in accord with Title 16 CCC.

16.20.020 Enforcement Procedures, Notices, and Citations

- 966 (1) Enforcement Procedures. Unless specified otherwise in this chapter, all enforcement procedures in this
- 967 <u>title apply to short-term rental owners, operators, and properties.</u>
- 968 (2) Notice of Violation for Consumer Safety by County Attorney. If an owner or operator is suspected of
- 969 <u>violating Consumer Safety requirements of RCW 64.37.030, the County Attorney must issue a warning</u>
- 970 <u>letter to the owner or operator for the first violation. Other procedures or requirements with regard to</u>
- 971 the warning letter must be consistent with Title 16. For any repeated violations, the County will employ its
- 972 standard code compliance process consistent with Title 16.

973 974	(3) Citations must be issued consistent with Chapter 16.08, provided that citations may be issued on-site at the discretion of the code compliance officer if a violation of Short-Term regulations in Titles 11 and
975	14 CCC occurs. Alternatively, the citation may be accomplished in another manner consistent with Title 16
976 977	(4) No provision within this section limits the application of any other applicable enforcement section within Title 16 for a violation involving a short-term rental use, or for any other use of the property.
978	16.20.030 Civil Penalties
979 980	(1) Civil penalties must be consistent with Title 16 including Chapter 16.16. except as identified in (2) below.
981 982 983	(2) Any additional violation of 11.88.290(3) Standards or 11.88.290(4) Permits within 12 months of any preceding violation of the same type of standard or permit requirement within those same subsections, is subject to a penalty of double the prior violation penalty amount.
984 985 986	(3) The first violation of Consumer Safety requirements of RCW 64.37.030 is a class 2 civil infraction under chapter 7.80 RCW with a fine of one hundred twenty-five dollars (\$125). The fine for repeated violations must be consistent with CCC 16.16.010 Assessment Schedule.
987	<u>16.20.040 Revocation</u>
988 989	(1) Failure of the owner or operator to timely and reasonably respond to a complaint(s) relayed by code compliance officers are grounds for civil fines, revocation, or other penalties consistent with Title 16.
990 991	(2) The following conditions may result in denial of issuance or revocation of land use permits granted under short-term rental regulations in Titles 11 and 14 CCC:
992 993	(A) Failure to renew a short-term rental land use permit pursuant to CCC 11.88.290 short-term rental regulations and Title 14 is grounds for immediate revocation of the permit.
994 995	(B) Failure to meet the criteria of CCC 11.88.290 Short-Term Rental Regulations is grounds for immediate denial of issuance or revocation of the short-term rental land use permit.

998 permit.
999 (D) Such other violations of Titles 11, 14, and 16 in the reasonable judgment of the

Administrator,⁷ so as to provide reasonable grounds for immediate revocation of the land use

(C) The discovery of material misstatements or providing of false information in the short-term

rental land use permit application or renewal process is grounds for immediate revocation of the

1001 <u>permit.</u>

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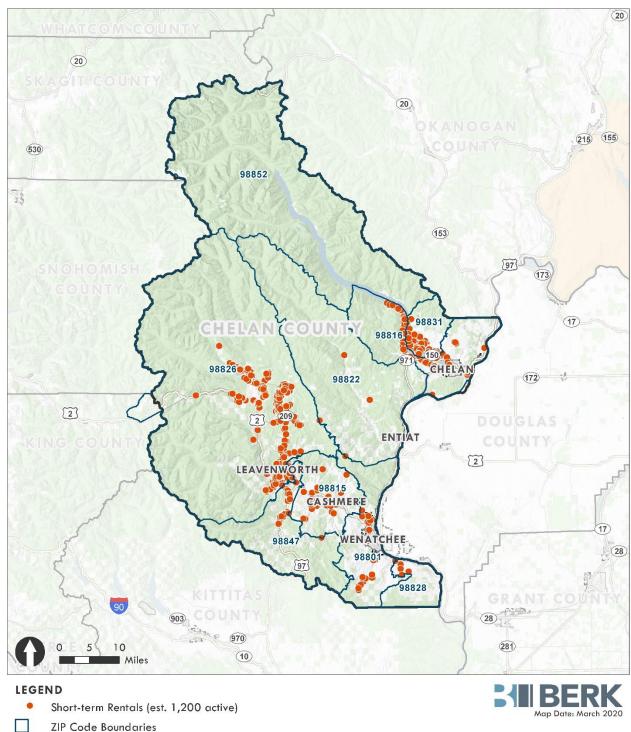
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1002 (E) If three violations are verified under Subsection (D) or the owner or operator fails to make a
1003 timely response to resolve such violation twice during any twelve-month period, the penalty shall
1004 be revocation of the rental permit and, or a related conditional use permit in addition to any
1005 required civil penalties under 16.20.030.

⁷ In Title 16, reference is made to "Administrator" whereas in Title 11 reference is made to "Director". Both have a similar meaning in Title 14 definitions.

1006 1007 1008	(F) Denial of entry for required inspection, reinspection, or interference with an inspection or reinspection of a short term rental property under CCC 11.88.290 is grounds for immediate denial of issuance or revocation of the short term rental land use permit.
1009 1010	(G) Revocation or denial of a permit is subject to the appeal provisions of Chapters 14.12 and 16.12 CCC.

1011 Attachment A: Countywide Zip Code Map



Source: AirDNA, 2020.

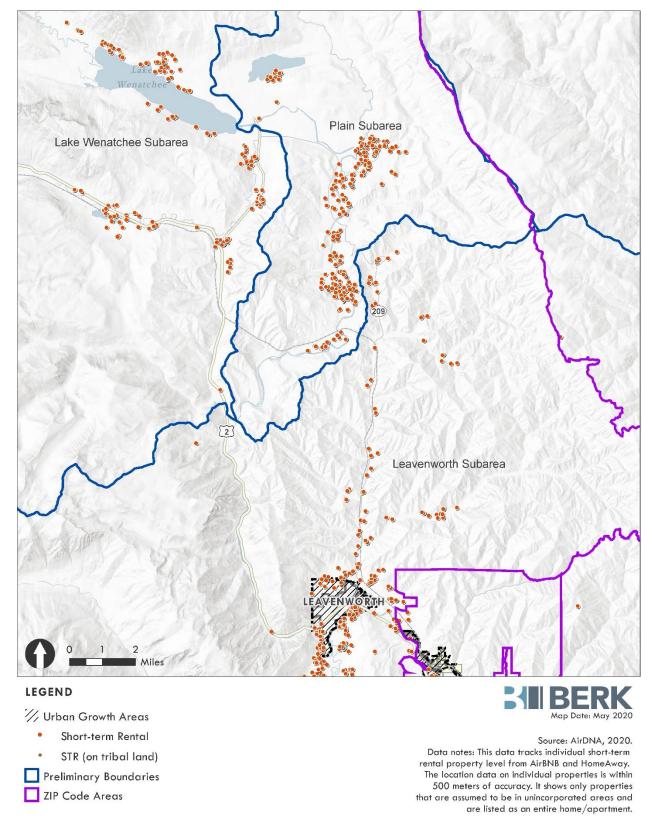
Data notes: This data tracks individual short-term rental property level from AirBNB and HomeAway.

The location data on individual properties is within 500 meters of accuracy. It shows only properties that are assumed to be in unincorporated areas and are listed as an entire home/apartment.

Sources: Chelan County GIS, 2020. BERK 2020. Powered by AirDNA: https://www.airdna.co, 2020.

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1014 Attachment B: Leavenworth-Lake Wenatchee Subareas



Sources: Chelan County GIS, 2020. BERK 2020. Powered by AirDNA: https://www.airdna.co, 2020.

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Attachment C: Short-Term Rental Data

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Short-term rental regulations would apply in unincorporated areas of the county. Based on AirDNA property data, January 2020, there are about 1,247 whole home short-term rentals (generally typed as Tier 2 and 3 short-term rentals) and about 92 private rooms (generally Type 1 short-term rentals), for a total of about 1,339 short-term rentals. Since regulations often focus more on whole home rentals (Tier 2 and Tier 3 depending on occupancy) they are often a focus of the published tables.

The AirDNA information is based on two types of data – property based data and monthly based data which means some records are attached to the property and some records are attached to the monthly account.

Some data is through January 2020 (last month where full records were pulled by AirDNA – sometimes called "last scraped" date). Some data is presented by other years (e.g. December each year is chosen as a comparison to see growth in short-term rentals over time.

The table below illustrates short-term rentals by urban/rural status and by zip code compared to total dwellings.

Table 1. January 2020 AirDNA Property Data by Urban/Rural Status and Rental Type

Location	Whole Home (Tier 2 and Tier 3)	Private Room (Tier 1)	Total Whole Home & Private	% Share
Rural	970	78	1,048	49%
Cashmere				
City Limits	3	0	3	0%
UGA	5	0	5	0%
Chelan				
City Limits	477	12	489	23%
UGA	10	0	10	0%
Leavenworth				
City Limits	208	21	229	11%
UGA	29	3	32	1%
Wenatchee				
City Limits	67	22	89	4%
UGA	8	6	14	1%
Manson UGA	218	5	223	10%
Peshastin UGA	7	0	7	0%
Unincorporated Rural	970	78	1048	49%
Unincorporated UGA	277	14	291	14%
All Unincorporated	1,247	92	1,339	62%
Incorporated Cities	755	55	810	38%
Total Unincorporated and City	2,002	147	2,149	100%

Note: Geographic location is accurate for most properties with some locations within 500 meters for privacy. Sources: Chelan County Assessor; AirDNA February 2020; BERK 2020

The table below illustrates the share of short-term rental dwellings as a share of the total housing units in the zip code or county including or excluding short-term rentals on tribal land.

Table 2. Tier 2 and Tier 3 Short-Term Rentals (Property January 2020)

as Share of Total Dwellings (OFM April 2019) by Zip Code

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Zip Code Community Name	Zip Code	Total Dwellings 2019	Total <u>Unincorporated</u> Dwellings 2019	January 2020 Active STRs	% short-term rentals - Unincorporated	Zip Codes Excl Units on Tribal Land (Wapato)	Alternative %
Leavenworth	98826	6,099	4, 811	749	15.6%	749	15.6%
Manson	98831	2 , 519	2 , 519	281	11.2%	198	7.9%
Chelan	98816	<i>5,</i> 333	2,492	97	3.9%	97	3.9%
Peshastin	98847	956	956	53	5.5%	53	5.5%
Wenatchee	98801	1 <i>7,</i> 989	3,607	30	0.8%	30	0.8%
Cashmere	98815	2 , 977	1 , 785	28	1.6%	28	1.6%
Malaga	98828	908	908	5	0.6%	5	0.6%
Entiat	98822	1,138	551	4	0.7%	4	0.7%
Various	Various	836	836	0	0.0%	0	0.0%
	Total	38,672	18,466	1,247	6.8%	1,164	6.3%

Note: Geographic location is accurate for most properties with some locations within 500 meters for privacy. Sources: Chelan County Assessor; AirDNA February 2020; BERK 2020

The Leavenworth zip code has been considered together and in three subareas as noted in Attachment B. a count of the Tier 2 / Tier 3 short-term rentals that are visualized on the map on the following page:

Table 3. Tier 2 and Tier 3 Short-Term Rentals by Leavenworth Zip Code Subarea, Unincorporated Lands

Subarea (See Attachment B)	Tier 2/3 Count
Lake Wenatchee	183
Leavenworth	311
Plain	255
Grand Total	749

Note: Geographic location is accurate for most properties with some locations within 500 meters for privacy.

Sources: Chelan County Assessor; AirDNA February 2020; BERK 2020

1046 The Manson UGA share of short-term rentals as a part of the housing stock is presented below.

Table 4. Manson UGA Tier 2/Tier 3 Short-Term Rental Units (January 2020)

Туре	Number
Whole Home Short-Term Rentals (February 2019)	218*
Housing Units (OFM April 2019)	1,350
Share of Short Term Rentals	16%

Note: Geographic location is accurate for most properties with some locations within 500 meters for privacy.

* 2 units are zoned UR2 but mapped outside the UGA. It would not change the 16% share of short-term rentals in the UGA.

Sources: Chelan County Assessor; AirDNA February 2020; BERK 2020

By zone, the short-term rental information is presented. The share is based on the proportion of short-term rentals by zone by geography (rural or UGA) and by total in the county. It is not a share of short-term rentals as a proportion of housing stock in that zone.

Table 5. Tier 2 & 3 STRs by Zoning District Share (Rural or UGA)

1055 A. Rural Chelan County

Zone	RR20	RR10	RR5	RR2.5	RW	RRR	RV	RC	RI	RP	AC	FC	MC	Total
STR#	61	83	183	178	272	126	55	12	0	4	27	19	0	1,020
Share	5%	7%	15%	14%	22%	10%	4%	1%	0%	0%	2%	2%	0%	82%

1056 <u>B.</u> <u>Manson UGA</u>

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Zone	UR1	UR2	UR3	СТ	CD	MLI	UP	WAPATO	Total	Total Excl. Wapato
STR#	18	62	33	0	22	0	0	83	218*	135
Share	1%	5%	3%	0%	2%	0%	0%	7%	17%	11%

^{* 2} units are geolocated outside the Manson UGA but are noted as UR2. If included the whole homes would be 220 and the share of county short-term rental units would be 18%.

1059 <u>C. Peshastin UGA</u>

Zone	R-1	R-2	R-3	C-D	С-Н	- 1	I-C	P-U	Total	Share
STR#	3	0	0	1	0	0	1	2	7	1%

NOTE: Geographic location is accurate for most properties with some locations within 500 meters for privacy. Source: AirDNA Property Data, Whole House Rentals Jan 2020 AirDNA STRs: 1,247

Attachment D: STR Task Force Report

- 1066 The Task Force Report and its attachments are available at the links below;
- 1067 FINAL STR Task Force Report to the BOCC (5/11/2021)
- 1068 STR Task Force attachments and addenda from the participating groups (05/11/2021)
- For more information, please see the project website: https://www.co.chelan.wa.us/community-development/pages/short-term-vacation-rentals-str-code-development.

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Attachment E: Code Evaluation

- 1073 Chelan County Code Section 14.13.040 includes evaluation criteria regarding the decision to approve, 1074 modify, or deny a development regulation amendment application, whether initiated by private 1075 applicants or the County. Each is listed below with discussion of concurrence with the criterion:
 - (1) The amendment is necessary to resolve a public land use issue or problem.
 - The short-term rental code addresses a public land use issue or problem identified by the County and community to address land use compatibility, rural character and economy, and housing affordability and availability. The community concerns are reflected in the public record for the project with hundreds of residents and landowners participating including testifying at hearings, providing letters, or participating in the Task Force. Various studies, papers, and reports on the impacts to housing stock, economic, social, and other implications of short-term rentals in communities from several locales were researched by staff and consultants, along with those provided within public commenting, and were subsequently considered in formulating several of the regulatory strategies used within the rental code.
- 1085 (2) The amendment is consistent with goals of the Growth Management Act, Chapter 36.70A RCW.
- The short-term rental code balances Growth Management Act goals and requirements to locate growth in urban and rural areas in a manner that encourages the preservation of existing housing stock, encourages the availability of affordable housing, allows for economic development consistent with the Comprehensive Plan, protects rural character, ensures appropriate public services, protects environmental quality, and provides for fair/timely permits. Zones that limit short-term rentals continue to provide a range of reasonable uses consistent with the district intents such as long-term residential uses, compatible home occupations, and others. (See RCW 36.70A.020 and 070)
- 1092 (3) The amendment complies with or supports comprehensive plan goals and policies and/or county-wide planning policies.
 - The amendment is consistent with the following County Comprehensive Plan policies:
- 1095 Policy H 2.4: Encourage appropriate placement and use of vacation rentals.
- 1096 Rationale: Vacation rentals impact the character of a neighborhood and impact housing stock.
- 1097 Goal H 3: Encourage the appropriate preservation of existing housing stock.
- Goal ED 2: Encourage the retention and growth of recreational and tourist based industries consistent with the comprehensive plan.
- 1100 Goal RE 2: Maintain natural environment features that support and enhance natural resource-based economic activities, wildlife habitats, traditional rural lifestyles, outdoor recreation, and open space.
- Countywide Planning Policies promote interlocal land use cooperation: "City and county planning efforts will be coordinated within urban growth areas."
- 1104 (4) The proposed amendment does not adversely affect lands designated as resource lands of long-term commercial significance or critical areas in ways that cannot be mitigated.

- Short-term rentals are limited in resource zones and treated similar to similar uses such as bed and breakfasts and guest houses.
- 1108 (5) The amendment is based on sound land use planning practices and would further the general public health, safety and welfare.
- The short-term rental code is meant to protect residential quality of life balanced with appropriate locations for economic uses that do not unduly limit affordable housing, or conflict with rural character and environmental quality. See the proposed purpose statement in CCC 11.88.290.