I, Amy T. Harvey, Deputy Town Clerk of the Town of Chapel Hill, North Carolina, hereby certify that the attached is a true and correct copy of (2019-09-11/R-8) adopted as amended by the Chapel Hill Town Council on September 11, 2019.

This the 12th day of September, 2019.

Amy T. Harvey Deputy Town Clerk



## A RESOLUTION TO ENDORSE A PUBLIC ENGAGEMENT PROCESS AND CREATE A TASK FORCE FOR A TEXT AMENDMENT ADDRESSING SHORT TERM RENTALS (STR) (2019-09-11/R-8)

WHEREAS, the Council believes that the community would benefit from an updated Land Use Management Ordinance (LUMO) that more clearly addresses Short Term Rentals; and

WHEREAS, staff has been coordinating on this topic with stakeholders, including the Chapel Hill/Orange County Visitors Bureau, to share information and coordinate opportunities for public outreach; and

WHEREAS, a facilitated public engagement process could provide the Council with focused information to inform their decisions about regulations for STRs; and

WHEREAS, staff made a background presentation on STRs to the Council Committee on Economic Sustainability on June 7, 2019; and

WHEREAS, on June 19, 2019, the Town Council authorized the Town Manager to develop updated standards for Short Term Rentals (STRs) for Council consideration with input from community stakeholders; and

WHEREAS, the Council asked the Town Manager to proceed with soft enforcement of STRs, focusing on education about current requirements, until an updated ordinance can be adopted.

NOW, THEREFORE, BE IT RESOLVED by the Council of the Town of Chapel Hill that the Council endorses the proposal for a public engagement process presented on this date.

BE IT FURTHER RESOLVED that the Council will appoint a task force comprised of two advisory board champions, one each from the Housing Advisory Board and Planning Commission. The task force will also include members of the community including a resident of the Historic District, two Short Term Rental Operators or advocates; four community members at large; and two hotel operators or those knowledgeable about lodging; and two alternates.

BE IT FURTHER RESOLVED that the Council has identified three categories of STRs including:

- 1. Rentals of rooms or accessory dwellings by host/owners who reside on site
- 2. Whole house rentals by owner/occupants when owners are not on site
- 3. Whole house, non-owner occupied rentals

BE IT FURTHER RESOLVED that the task force will be charged with:

- 1. Identify goals of developing an effective STR ordinance relating to whole house and whole unit investor-owned rental for staff to share with the Council on November 18, 2019.
- 2. Review staff recommendations for processes to handle registration and safety checks for all STRs.
- 3. Attend regularly scheduled meetings where staff and guest speakers will present qualitative and quantitative information to help guide larger discussions on themes related to STR regulations.
- 4. Actively participate in meetings to review and deliberate on themes related to STRs. Work with staff to identify topics needing further discussion as needed.

- 5. Identify impacts of possible STR regulations on various stakeholder groups as presented by staff. Seek a balanced approach to regulating STRs in a way that reflects the views of multiple stakeholder groups.
- 6. Develop a set of final recommendations for STR regulations for category 3 above (whole house, non-owner occupied rentals), including safety checks and registration that can be translated by staff and presented to the Council for consideration and enactment in March 2020.

BE IT FURTHER RESOLVED that the Council authorizes the Town Manager to solicit applications to participate in the Task Force. That a Council STR Task Force Recommendations subcommittee (Mayor Hemminger, Council Members Stegman and Buansi, with Parker as an alternate) will return to the Council on October 2, 2019 with recommendations for appointments based on a review of all applications received.

BE IT FURTHER RESOLVED that applicants will be asked to answer the following questions to assist the Council in appointing a balanced committee:

- 1. Do you take advantage of STRs when travelling or when hosting guests in town?
- 2. Do you rent out property/properties as STRs?
- 3. Do you live in a neighborhood or building that has STRs?
- 4. What time of day are you able to meet?

BE IT FURTHER RESOLVED that the Task Force shall have met its charge after providing recommendations to the Council on short-term rental regulations, unless the Council determines otherwise.

This the 11<sup>th</sup> day of September, 2019.