STR FREQUENTLY ASKED QUESTIONS (UPDATED APRIL 12, 2024)

WHAT IS A SHORT TERM RENTAL (STR)?

In Massachusetts: A dwelling unit or portion(s) thereof that is not a transient residential facility, where: (i) at least one room or dwelling unit is rented to an occupant or sub occupant; and (ii) all accommodations are reserved in advance. Rental periods with a change in occupancy in excess of 31 calendar days shall not be considered a short-term rental. The rental of property for a total of 14 days or less in any calendar year shall not be considered a short-term rental.

A transient residential facility includes hotels; rooming, lodging or guest houses; and time sharing or time-interval-ownership dwelling unit(s).

If all your rentals are in excess of 31 days or are 14 days or less in any calendar year, you need not register with the town as an STR.

CURRENT REGULATIONS, REGISTRY & ENFORCEMENT

What regulations in the town's code currently control the operation of STRs?

- 1. <u>Chapter 123 of the Nantucket Code</u> is the general bylaw whose intended purpose is to "...provide for an orderly process for identifying, registering, and regulating short term rentals within the Town so as to insure that such short-term rentals do not create or cause any nuisance conditions within the Town."
- 2. Chapter 123 authorizes the Board of Health, subject to the approval of the Select Board, "...to promulgate regulations to carry out and enforce the provisions of this chapter". <u>Chapter 338</u> contains more specific requirements for STR operators including STR registration, insurance, operational, inspection, reporting and renter notification requirements, fees and penalties for non-compliance.
- 3. Current zoning bylaws make no mention of rentals of any length as permitted uses in residential zones, as they have been a customary use for centuries. There is also no definition of, or delineation between a short term rental and long term rental in Nantucket's zoning bylaws

How will STR owners be contacted now that the new Nantucket local STR online registry is live?

For the first year, the STR registry vendor, GovOS will send letters to potential STR operators or property owners whose properties have been identified as having STR listings through techniques that search the internet. These property owners will be contacted during March 2024 via US Mail (in the future it may be online for renewals) *using the mailing address listed in the town assessor's records that is currently used to mail quarterly tax bills*. Each property owner will receive a unique activation QR code and 6-digit Nantucket STR certificate number to use to create an on-line account using their e-mail address. Once the account is created, the property or properties (if more than one STR property has the same owner) can be registered. Further information and instructions will be provided in the letter and on the <u>Town of Nantucket's STR Website</u>.

What should I do if I currently or plan to operate an STR and did not get a letter?

Since the technology used to gather information regarding current operation of STRs only identifies those that are advertised on the internet, STR owners who use only real estate agencies to manage their rentals or those who rent via word-of-mouth and referrals will not appear in the internet search. In this case, it is the responsibility of the STR owner to contact GovOs customer service via email (<u>blt.str.support@govos.com</u>) or phone (1-888-751- 1911) and they will create an account and activation ID(s) so you can register.

Who is required to register?

Any property owner who currently operates or plans to operate a STR in 2024 or 2025. The annual registration cycle requires that STR operators register their properties with the town by 1 November of the year preceding their operation. For 2024, that date passed before the registry was operational so 2024 will be used as a year where enforcement of STR regulations will be limited to egregious offenses and gathering of census information.

What is the process for Nantucket STRs to be registered? Property owners must first register their STR(s) with the MA State STR Registry online using <u>MassTaxConnect</u>. [NOTE: LETTERS SENT OUT BY GOVOS MAY HAVE THE INCORRECT LINK - PLEASE USE THIS ONE]. If you own more than one rental property, during the registration process you will be asked to list the properties and you will receive a separate certificate number for each one. Registration is free and does not expire as long as there is no change in ownership. Only 1 MA STR Certificate is needed for each STR property regardless of the number of dwelling units on the property that are used as STRs.

What is the website link for the Nantucket Local STR Registry? The link to begin the local registration process is: <u>https://nantucket-ma.munirevs.com/</u>. You will be required to create an account using your email address along with a password and verify that email address. You will then be asked to login again using your email address and password along with the account ID and activation code from the letter you received or acquired by contacting the GovOs Help Desk. The property associated with your activation code(s) will be listed (one activation code per property ID) and you will be asked to link them to your account.

Who do I call with a complaint against an STR?

In most cases, you should contact GovOS STR Hotline (508 315-6372) or via email (<u>blt.str.support@govos.com</u>) and they will log your concern and route it to the proper entity for resolution depending on its type and severity. Do not call the Nantucket Board of Health. If their services are needed, they will be contacted by GovOS. Your call/email will be logged and vetted before the imposition of penalties.

IF THERE IS AN EMERGENCY SITUATION (e.g. fire, medical, vehicle or immediate safety emergency) CALL 911 instead of GovOs!

What information will I need to register my STR on Nantucket? Before

attempting to complete your STR application, the following information will be required:

- MA STR Registry Certificate Number
- Legal Property Owner Information
- Short Term Rental Property Information
- Caretaker/Property Management Company Information/Agreement (if applicable) at this time it is unclear when this is required but if you use a professional property management company to handle your bookings it likely means the upload of that contract is required but management of the maintenance of your property is likely not applicable. If your account includes multiple STR properties, you are likely to fall under the additional requirements passed at the 2023 Special Town Meeting (<u>Article 3</u>). When more specific guidance is provided, this section will be updated.
- Evidence of \$1M Liability Insurance (personal policy or online rental platform information depending on how you rent your home). Currently the registry requires a document upload but only permits the upload of 1 document so you will have to choose. These FAQs will be updated if the requirement changes.
 - If you rent exclusively through Airbnb or VRBO, the town will accept the following evidence of insurance from <u>Airbnb Insurance Coverage</u> or <u>VRBO</u> <u>Insurance Coverage</u>. If you use both, pick one
 - If you rent solely through real estate agencies, repeat renters or referrals, upload your personal homeowner liability insurance policy
 - If you use any combination of the above, choose 1 to upload or combine them into a single document to upload.

What current regulations and restrictions currently apply to STRs? All

STRs must register with the state and the town, submit required information, pay an annual fee, certify compliance with state and town laws and face fines or termination/non renewal of their certificate for violations of noise and outdoor lighting bylaws. These regulations were approved at the 2022 Annual Town Meeting and are currently in effect for any property used as an STR starting in 2024. In addition, the <u>MA General Bylaws</u> <u>Chapter 64G</u> include similar rules including the requirement to post information regarding the location of any fire extinguishers, gas shut off valves, fire exits and fire alarms in the unit and building.

What restrictions will apply to STRs if 2024 Citizens Article 60 is

passed? There are several in this amendment to <u>Chapter 123</u>:

1. Corporations are banned from operating in the future but existing ones will be

permitted to continue operation until they are sold or cease operation on their own 2. Operation of STRs in deed or income-restricted housing will not be permitted

3. Operation of STRs in time-share or time-share-interval property will be banned.

What definitions, restrictions and rights will apply to STRs if 2024 Citizens Article 59 is passed?

Article 59 is a zoning bylaw amendment that clarifies the ambiguity in current zoning regarding STRs. If passed, it would be a companion to the passage of Article 60. Citizens Articles 61 and 62 have recently been requested to be withdrawn (take no action) from the warrant by their sponsors in deference to the revised town-sponsored Article 60 which offers a compromise and consolidation of the 3 original STR bylaw amendment proposals. Further, Article 59 will receive a recommendation from FINCOM (and perhaps the Select Board) to 'take no action' unless there is a negative ruling in the Land Court before Annual Town Meeting, that declares STRs are illegal or otherwise restricted.

Definitions – STRs and Long Term Rentals are defined; the definition of Commercial is amended to exclude rental of a dwelling (regardless of the length of time rented)
Restrictions – an STR is not permitted in any residential zone unless it is in full compliance with <u>Chapters 123</u> and <u>338</u> of the Nantucket code as they currently exist or are amended in the future

 \cdot Rights – rentals of any length are specifically permitted in residential zones

What current regulations and restrictions currently apply to STRs? All

STRs must register with the state and the town, submit required information (not fully defined), pay an annual fee, certify compliance with state and town laws and face fines or termination/non-renewal of their certificate for violations of noise and outdoor lighting bylaws. These regulations were approved at the 2022 Annual Town Meeting and are currently in effect, pending the launch of the Nantucket STR registry.

What if I do not obtain a Short-Term Rental Certificate?

Renting or advertising your home for rent on a short-term basis without a certificate is in violation of the Town of Nantucket's ordinances and subject to enforcement processes as provided for in the Town Code <u>Chapters 123</u> and <u>338</u>.

What is the Room Occupancy Excise Tax? When is it due? How are penalties and interest calculated?

This is required to be paid by the STR operator, or their agent if they are using an online rental platform, and submitted to the state outside of GovOS. Please refer to the <u>associated state regulations</u>.

Do I also need to obtain a separate business license?

No. The STR Operator's Certificate is all you need to begin advertising your rental. Please note that the operator must register first with the state (only one time) to begin the process and initiate the means to collect taxes. Then the operator must register with the

Town of Nantucket and renew their STR Certificate annually.

What is the cost of an STR Certificate?

The annual fee of \$250 is currently defined in the Town of Nantucket Code Chapter <u>338</u>.

Does my short-term rental certificate apply to multiple properties? No.

You may register more than one short term rental property but each STR requires its own certificate and annual fee.

Do I have to display my STR certificate?

Yes. The STR Certificate, visitor emergency information and copies of the Town Noise (<u>Chapter 101</u>) and Outdoor Lighting (<u>Chapter 102</u>) Bylaws, must all be posted in a conspicuous place within the short-term rental unit at all times. Your STR Certificate PDF can be found in the Business Center by clicking your account name under "Manage Your Account(s)". Please note that the Massachusetts STR Certificate also needs to be displayed. Having them in a "Renter's Handbook" along with Nantucket bylaws will satisfy this requirement. Finally, any advertising must include both the Massachusetts and Nantucket STR Certificate numbers.

Is the Town of Nantucket working with online rental platforms? No.

However, Airbnb and VRBO do collect and remit room occupancy excise taxes to the Commonwealth of MA on behalf of property owners and/or authorized agents and the Commonwealth distributes its portion to the Town of Nantucket.

Is the Town of Nantucket working with Real Estate agencies? No.

However, members of the Nantucket Real Estate Agency Association (NAREB) collect the room occupancy excise taxes and remit them to the state on behalf of their STR clients.

What documentation will satisfy the Town liability insurance requirement?

Please note the state requirement is not the same as the town bylaw requirement. The town bylaw permits the insurance to be carried by the online platform on behalf of the STR operator where the Real Estate agencies do not offer that protection. This means homeowners must secure their own coverage.

SPECIFIC INSTRUCTIONS FOR STR REGISTRATION

Can I pay for my Nantucket STR Certificate by credit card? Yes! We are

able to take Visa and Mastercard. The Town of Nantucket does not assess a convenience fee but your credit card company might impose a fee.

Can I pay my Nantucket STR Certificate by E-check?

No, the Town of Nantucket will only accept credit cards. Please select the Credit Card option when submitting your payment.

I need to close my account. What do I do?

Please email the Town of Nantucket at Health@nantucket-ma.gov. Please include the closure date and the reason you are closing the account.

What types of assistance can GovOS provide to me?

GovOS can assist you with all your system and account questions. Whether you have a question about your account or technical questions about how to do something in GovOS, please reach out to our support team. We can always reach out to the Town on your behalf if we need their assistance with one of your questions. You can reach GovOS via email at <u>blt.str.support@govos.com</u> and by phone at (888) 751-1911.

Can I manage multiple properties with one login?

Yes - to do so, click 'Add accounts' from your user login under 'Manage Your Account(s)'. You will need your 6 digit Account Number and the GovOS Activation Code to connect to an existing property record.

Can a property have more than one user?

Yes, each property can have an unlimited number of users. Each user is required to provide the 6 digit Account Number and the GovOS Activation code to be authorized to connect to an existing property record.

I did not receive or I misplaced the letter with my activation code. What do I do?

Contact GovOS via email to: blt.str.support@govos.com or by phone at (888) 751-1911 for assistance. You will need to confirm account details to be verified for the account. To protect the security on property accounts, you will need written (e-mail) permission from a registered owner or officer of the property for us to provide you with a new activation code.

What payment types are accepted by the Town through GovOS? The

Town accepts ACH Debit, or e-check as well as the following major credit cards: Visa, Mastercard and Discover.

Can I schedule a payment in GovOS?

For your security, GovOS does not store any payment information in the system. You will need to enter your desired payment information each time you check out.

How do I change the User on a Property?

All users need to register, just as you did, by going to the home page for that jurisdiction (i.e. https://nantucket-ma.munirevs.com). They will click on the "Go" button under "New Users". They will also need the 6 digit account number and Activation Code for the property.

I forgot my password. What do I do?

From the Log In page, click the "Forgot your password" link and follow the instructions that will be e-mailed to the User's registered email address.

Do I have to login to GovOS to see my alerts and reminders? No. All alerts are e-mailed to your authenticated e-mail address. When you login to the system, you will also see any open alerts that need to be addressed in your Action Center.

For Assistance, Contact GovOS Support:

blt.str.support@govos.com (email to:blt.str.support@govos.com)
(888) 751-1911

When contacting GovOS support, be sure to include the jurisdiction (Town of Nantucket) and your account number or the address of the STR in question in all emails or voicemails. This will help us assist you as promptly as possible. Thanks!