TO: Ad Hoc Committee on Zoning and Regulations

FROM: BarnstableWatch.com

(contact: Heather Hunt, Kathy Holcombe at BarnstableWatch@gmail.com)

DATE: December 5, 2019

RE: Short-term rentals and nuisance ordinances

Nuisance ordinances place the burden on residents to report problems.

But these problems are not inevitable; the Town can prevent many of them by enforcing existing regulations.

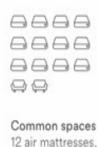
In our experience, many short-term rental nuisances — like noise and parking — are the result of overstuffing single-family homes. Groups of transient lodgers and multiple families use single family homes and exceed Town of Barnstable occupancy limits all the time. In our experience the Town does not enforce its own occupancy rules even when asked; correcting that is a good place to start.

Occupancy violations are part of the short-term rental business model, and a routine practice of investors running makeshift hotels.

To the right, you'll see icons that "hosts" use to advertise their short-term rentals on Airbnb.com. *The icons show prospective renters* how many friends can pile in to a house and divide costs.

Overstuffing homes gives Airbnb its pricing advantage over hotels, motels, and bed-and-breakfasts where such occupancy violations are not allowed. Investors routinely welcome it. Were they to not engage in occupancy violations, their properties would not be as popular and produce the income they expect.

We're aware of at least one local investor who advertises in excess of occupancy limits and overstuffs with two illegal attic "bedrooms" and no safe egress. Since that was reported in February 2019, and a Cease and Desist order was issued many months later, there was constant use of those rooms - lights on, drapes up and down - throughout summer 2019, consistent with continued advertisements showing those illegal rooms.



2 couches





Police use nuisance laws to shut down problem properties. Makeshift hotels proliferating in Barnstable residential neighborhoods aren't that.

Nuisance ordinances can eliminate certain problem properties efficiently. They can force disruptive tenants to leave and, sometimes, landlords to sell. But it's no solution for year-round residents living next to revolving door transient lodgers with bags that are never really unpacked.

And, at least in Barnstable, they would place burdens and risks on residents.

Residents who have complained of occupancy violations have been asked by Town officials to produce evidence - photographs and documentary proof. In fact, one of us was asked by a Town official to produce evidence of septic system compromise after expressing concern about chronic occupancy violations.

Photographing lodgers next door is no way to live. For the Town to encourage residents to use our electronic devices to produce evidence of transient lodgers' behaviors and violations is also risky. The Commonwealth of Massachusetts laws on audio recording are strict and, we believe, have both civil and criminal consequences. Please do not put in a place a system that depends on residents to gather evidence to get the protection of laws.

Barnstable is spending \$1.06 billion on a long-term wastewater management plan while it ignores threats to the system we'll still depend on for decades.

As you know, excess nitrogen leaching from septic systems causes 80% of the nutrient pollution in our estuaries. Last year, scientists found chemicals in our drinking water linked to cancer, immune disorders, and liver disease. Residents were urged to keep their dogs away from lakes and ponds because the toxic algae could kill them.

Until the \$1.06 billion project is completed decades from now, we need to manage the problem.

We urge the Town to stop providing a safe harbor to operators of short-term rental properties that invite occupancy in excess of septic system design. If the Town believes our occupancy limits are wrong, it should:

- 1. Explain the policy objective it seeks to achieve that trumps the public health and environmental protections occupancy limits provide
- 2. Adjust all occupancy limits so that residents and those considering buying a home here understand what is allowed

Let's prevent nuisances: as a condition of short-term rental permit, require advertisements that identify the legally permitted number of adults.

Preliminary recommendation

As a condition to obtaining a short-term rental registration from the Town of Barnstable, applicants should be required to state the number of adult occupants permitted by the Town's occupancy regulation in all rental advertisements. The application should also state that the rental permit will be revoked if an ad does not comply.

Other jurisdictions have ordered short-term rental advertisements to accurately represent occupancy. For example, Boulder, Colorado provides that all advertisements for rentals should list a maximum occupancy no greater than the city's maximum unrelated occupants (the advertised limit can be smaller than that allowed by law).² Rancho Mirage, California requires the maximum overnight occupancy to be disclosed in all advertisements.³ New York's summer haven — the Hamptons — has special, tightened occupancy limits, regardless of the size of the home, when it's not rented to a family.

Rationale

Advertisements for short-term rental units across Barnstable invite illegal occupancy levels in plain sight. This includes investors using on-line platforms like Airbnb, professional rental companies, and Realtors. (See illustrations in the Appendix to this document.)

Expected sources of support

- *Homeowners* who purchased dwellings in residential neighborhoods with occupancy limits designed to protect public health, safety, and quality of life.
- Municipal enforcement staff, who in our experience and a review of Town records, ask
 residents that request occupancy enforcement at nearby STRs for photographic or other
 evidence of violations. Enforcement staff appears to be unable to gather evidence or
 enforce laws: one officer described evidence-gathering as "driving by" an investoroperated Airbnb.
- State and local health and environmental officials who at least on paper administer laws to align septic system capacity to bedroom and occupancy levels.
- Environmental advocates, including those that have taken steps to ensure concrete action to protect the Cape's water and ultimately, its economy.

¹ The Town currently requires a sign to be posted in short-term rental units indicating the occupancy limits. Short-term rental advertisements, publicly available "guest" reviews and neighbor experiences show this is wholly ineffective in achieving occupancy limit compliance.

² https://bouldercolorado.gov/plan-develop/occupancy-limits

³ https://ranchomirageca.gov/residents/short-term-rental-information/

 Cape Cod & Island Association of Realtors (CCIAOR) given their professional obligation to integrity in advertising.⁴ Additionally, the CCIAOR has publicly expressed concern about Barnstable's wastewater challenges, which is directly linked to the septic design, capacity, and use that aligns with legal occupancy limits.

Expected sources of opposition

- Property owners Interested in maximizing STR revenue by exceeding occupancy limits to reduce cost per person and/or to attract groups or multi-family use.
- Transient lodgers who seek to exceed occupancy limits to reduce cost per person and/or to use single-family homes as venues for groups and multi-families.

Fiscal impact

- Reduce the costs of enforcement staff required to deal with occupancy violations at short-term rentals in real time that occur when advertisements invite transient occupants in excess of permitted levels.
- While there are data services, we respectfully suggest that identifying advertisements in excess of occupancy limits and the associated street address is not hard. We did it. High school interns working for academic credit could do it at no cost.

The Town already has most of what it needs to regulate STRs: occupancy limits and zoning, which we all relied on when we bought our homes.

At a recent civic association meeting, a resident stated "the Town of Barnstable has lost its way in terms of respecting what zoning is. You really just have to respect zoning, and you have to enforce it. An investor in a residential neighborhood is a blatant violation of occupancy. That is a change of use."

⁴ **Article 12** REALTORS® shall be honest and truthful in their real estate communications and shall present a true picture in their advertising, marketing, and other representations.

Standard of Practice 12-10 REALTORS®' obligation to present a true picture in their advertising and representations to the public includes Internet content, images, and the URLs and domain names they use, and prohibits REALTORS® from:

^{1.} engaging in deceptive or unauthorized framing of real estate brokerage websites;

^{2.} manipulating (e.g., presenting content developed by others) listing and other content in any way that produces a deceptive or misleading result;

deceptively using metatags, keywords or other devices/methods to direct, drive, or divert Internet traffic;

^{4.} presenting content developed by others without either attribution or without permission, or

^{5.} otherwise misleading consumers, including use of misleading images. (Adopted 1/07, Amended 1/18) See, https://www.nar.realtor/about-nar/governing-documents/code-of-ethics/2019-code-of-ethics-standards-of-practice#DutiestothePublic

www.BarnstableWatch.com

BarnstableWatch is comprised of residents who live in single-family homes located in zoning districts where the permitted land use is single-family residential dwellings. We relied on that zoning designation when we purchased our homes. Many of us chose to purchase homes in zone RC, where we knew zoning laws did not allow rental of even one room.

We now find ourselves living next door to homes that investor-operators have flipped into makeshift hotels. Unlike traditional Cape family rentals, these properties are investor profit centers that are home to no one, ever.

One difference between this new type of transient lodging accommodation and traditional accommodations — inns, motels, hotels, and bed-and-breakfasts — is that the Town requires the latter to have on-site management, which controls many things, including occupancy.

Residents in Barnstable <u>deserve what residents in every other municipality across the Commonwealth have: protection of zoning laws.</u>

The Town of Barnstable wrote that it has been deliberating short-term rental regulations since August 2018. It took more than a year for the Town to ask for citizen input and the views of village associations. That is critically important and requires time. That said, we are barreling toward a year-and-a-half of deliberations and in the intervening period, Barnstable's response to requests for the protection of existing, longtime zoning laws has been to advise homeowners to "wait" for new zoning laws.

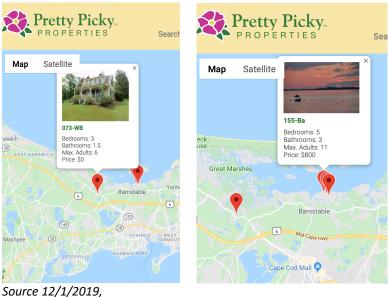
We urge the Town to provide homeowners who bought homes in single-family residential dwelling districts to enforce zoning and occupancy laws and return our residential neighborhoods to what they have always been while it continues its important public input process and deliberations.

APPENDIX

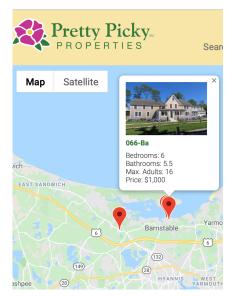
Professional rental companies openly advertise to exceed occupancy limits

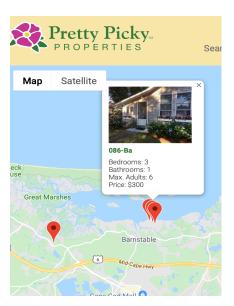
A professional rental company stated at a village association citizen input session on short-term rentals that landlords of long-term rental units are more likely to violate Town codes.

The company's short-term rental advertisements for *all* of its properties in Barnstable as of December 1, 2019 exceed maximum adult occupancy per regulatory limits.



Source 12/1/2019, https://www.prettypicky.com/mid-cape-vacation-rentals-map/



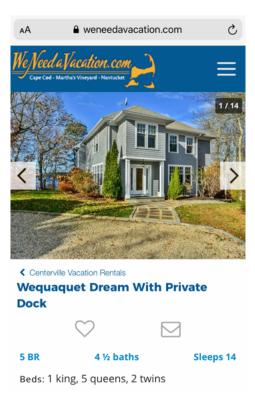


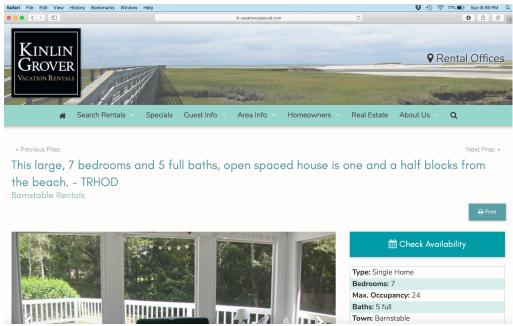
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This ad invites 14 to occupy a 5-bedroom home, with a septic system designed accordingly, in an environmentally challenged area.

To the extent Town officials conclude other policy objective are more important than the environmental protections that sizing septic systems to bedrooms and limiting occupancy accordingly, it should identify those objectives publicly.



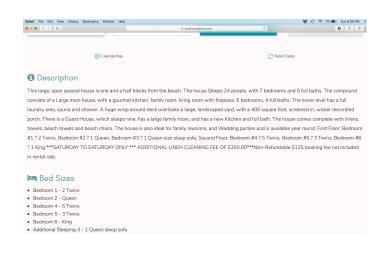


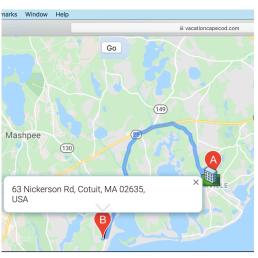
This ad identifies 24 persons may occupy at a 7bedroom home.

https://www.vacationcapecod.com/rental/house/122?User=KGR444413&Avail=&Stay=

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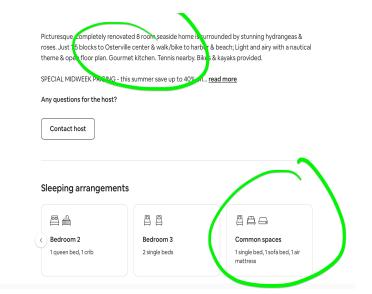


Short-term rentals operators advertise common space as bedrooms

Short-term rental ads for properties across Barnstable offer common space as sleeping quarters.

These representations are common and are in plain sight. Identifying the address is simple.

To the extent Barnstable has a policy reason for putting aside the determination about the legal number of bedrooms in residential dwellings, it should identify that policy and not spend taxpayer dollars sending Town employees to properties to inspect and identify the permitted number of bedrooms and occupants.



Short-term rental ads conflict with Assessor records

On-line short-term rental advertisements often represent a number of bedrooms that departs from Barnstable Assessor records. In the ad below, for example, a 4-bedroom served by septic system is advertised as a 5-bedroom that sleeps 18.

Barnstable Property Maps Barnstable Property Maps 20000001 8 52 20000001 20000001 20000001 20000001 20000001 20000001 20000001

Assessor Records



Short-term rental ad

