MEMORANDUM

ICI Agenda Item No. 1G2

TO:

Honorable Chairwoman Audrey M. Edmonson

and Members, Board of County Commissioners

DATE:

December 10, 2019

FROM:

Abigail Price-Williams

County Attorney

SUBJECT:

Ordinance relating to vacation rentals; amending section 33-28 of the code; revising requirements relating to the responsibilities and duties of peer-to-peer or platform entities ("platforms"); specifying the manner in which platforms must provide notice of requirements to persons or entities offering vacation rentals; requiring platforms to provide certain information to platform users; specifying the manner in which platforms may comply with requirement relating to subletting; clarifying that requirement to allow County inspection of platform records and information is subject to administrative subpoena or other legal process; requiring compliance with administrative subpoenas and other legal process; requiring platforms to provide the County with periodic reports; requiring platforms to enter into certain agreements to address listings for vacation rentals with repeat violations and to encourage user compliance with County regulations; deleting requirement that platforms only facilitate transactions for vacation rentals with a valid Certificate of Use

The accompanying ordinance was prepared and placed on the agenda at the request of Prime Sponsor

Commissioner Sally A. Heyman.

County A

APW/uw





Date:

January 22, 2020

To:

Honorable Chairwoman Audrey M. Edmonson and Members, Board of County Commissioners

From:

Carlos A. Gimenez

Mayor

Subject:

Social Equity Statement for Ordinance Related to Vacation Rentals

The proposed ordinance amends Section 33-28 of the Code of Miami-Dade County (Code) revising requirements relating to the responsibilities and duties of peer-to-peer platform entities. Specifically, the proposed ordinance comprehensively updates the duties of the peer-to-peer platforms (i.e. AirBnB, Homeaway) in connection with the establishment and operation of a vacation rental. The update includes the nature and frequency of certain reporting from the platforms and a required agreement between the platforms and the Department of Regulatory and Economic Resources (RER) in connection with properties with fully adjudicated violations.

Implementation of the proposed ordinance will have a positive social equity impact as it would result in improved compliance with Miami-Dade County's vacation rental regulations, adopted by the Board of County Commissioners in 2017 through Ordinance No. 17-78, and further protect the residential character of residential neighborhoods within the unincorporated area.

Jack Osterholt Deputy Mayor

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MEMORANDUM

(Revised)

FROM: A Dig	orable Chairwoman Audrey M. Edmonson Members, Board of County Commissioners Williams ail Price-Williams onty Attorney	DATE: SUBJECT:	January 22, 2020 Agenda Item No.	
Please note any items checked.				
Washington (China China	"3-Day Rule" for committees applicable if r	aised		
	6 weeks required between first reading and public hearing			
	4 weeks notification to municipal officials re hearing	quired prior (to public	
	Decreases revenues or increases expenditures without balancing budget			
	Budget required			
	Statement of fiscal impact required			
-	Statement of social equity required			
	Ordinance creating a new board requires de report for public hearing	tailed County	Mayor's	
WPMPPHOOD PROPERTY AND ADDRESS	No committee review			
NATIONAL PROPERTY AND ADMINISTRATION AND ADMINISTRA	Applicable legislation requires more than a present, 2/3 membership, 3/5's 7 vote requirement per 2-116.1(3)(h) or (4)(c) requirement per 2-116.1(3)(h) or (4)(c), requirement per 2-116.1(4)(c)(2)) to apply to apply the second of the second	, unanimous), CDMF or CDMP 9 v	S, CDMP	
and the same of th	Current information regarding funding sour balance, and available capacity (if debt is con	ce, index code	e and available equired	

Approved	<u> Mayor</u>	Agenda Item No. 4(D)
Veto		
Override		
0.	RDINANCE NO.	

TO VACATION **ORDINANCE** RELATING AMENDING SECTION 33-28 OF THE CODE OF MIAMI-DADE REQUIREMENTS REVISING COUNTY, FLORIDA; RELATING TO THE RESPONSIBILITIES AND DUTIES OF PEER-TO-PEER OR PLATFORM ENTITIES ("PLATFORMS"); SPECIFYING THE MANNER IN WHICH PLATFORMS MUST PROVIDE NOTICE OF REQUIREMENTS TO PERSONS OR ENTITIES OFFERING VACATION RENTALS; REQUIRING PLATFORMS TO PROVIDE CERTAIN INFORMATION TO PLATFORM USERS; SPECIFYING THE MANNER IN WHICH REQUIREMENT **PLATFORMS** MAY COMPLY WITH CLARIFYING SUBLETTING; RELATING TO REQUIREMENT TO ALLOW COUNTY INSPECTION OF PLATFORM RECORDS AND INFORMATION IS SUBJECT TO **OTHER** LEGAL **ADMINISTRATIVE** SUBPOENA OR REQUIRING COMPLIANCE PROCESS; ADMINISTRATIVE SUBPOENAS AND OTHER LEGAL PROCESS; REQUIRING PLATFORMS TO PROVIDE THE REPORTS: REOUIRING WITH PERIODIC COUNTY PLATFORMS TO ENTER INTO CERTAIN AGREEMENTS TO ADDRESS LISTINGS FOR VACATION RENTALS WITH REPEAT VIOLATIONS AND TO ENCOURAGE USER COMPLIANCE WITH COUNTY REGULATIONS; DELETING REQUIREMENT THAT PLATFORMS ONLY FACILITATE TRANSACTIONS FOR VACATION RENTALS WITH A VALID SEVERABILITY, OF USE; PROVIDING CERTIFICATE INCLUSION IN THE CODE, AND AN EFFECTIVE DATE

WHEREAS, on October 17, 2017, this Board enacted in Ordinance No. 17-78 pertaining to short-term vacation rentals; and

WHEREAS, Ordinance No. 17-78 provided law-abiding residents the opportunity to offer and use vacation rentals in an orderly manner, consistent with state and local law, while also preserving the quiet nature and atmosphere of residential areas; and

WHEREAS, Ordinance No. 17-18 contained regulations that apply to those who wish to offer and use vacation rentals, as well as to the platform entities that facilitate vacation rentals through online and other means; and

WHEREAS, while some federal courts have upheld local ordinances that regulate platform entities in a manner similar to Miami-Dade County, other jurisdictions that have employed a different regulatory framework have seen greater compliance; and

WHEREAS, this Board now wishes to amend the regulations pertaining to certificates of use and the duties of platform entities to encourage and foster compliance with County regulations and to facilitate County enforcement efforts; and

WHEREAS, this Board also wishes to amend the regulations to reflect certain developments in federal case law and to conform certain provisions to the requirements of federal law,

BE IT ORDAINED BY THE BOARD OF COUNTY COMMISSIONERS OF MIAMI-DADE COUNTY, FLORIDA:

Section 1. Section 33-28 of the Code of Miami-Dade County, Florida, is hereby amended to read as follows: 1

Sec. 33-28. Vacation Rentals.

(C) Certificate of Use Required. No property owner[[;]] >> or << responsible party[[, or peer-to-peer or platform entity]] shall offer as a vacation rental, or allow any person to rent

or occupy as a vacation rental, any property in whole or in

Words stricken through and/or [[double bracketed]] shall be deleted. Words underscored and/or >>double arrowed<< constitute the amendment proposed. Remaining provisions are now in effect and remain unchanged.

part within the unincorporated area of Miami-Dade County, unless a Certificate of Use has first been obtained in accordance with the provisions of this section. A property may be offered as a vacation rental immediately upon submission of an application for Certificate of Use, unless and until such time as the application is thereafter rejected or revoked for failure to pass inspection. >> A peer-to-peer or platform entity shall be subject to the duties and requirements set forth in paragraph (1) of subsection (D) below.<<

* * *

- (D) Vacation Rental Standards. The following vacation rental standards shall govern vacation rentals in unincorporated Miami-Dade County:
 - (1) Duties of peer-to-peer or platform entity. For each vacation rental listed or offered, a peer-to-peer or platform entity shall:
 - (a) provide notice of the requirements of this section to any person or entity listing or offering a vacation rental on its service or platform >> by including a summary of such requirements, in a format acceptable to the Department, on its service or platform <<;</p>
 - >>as part of its vacation rental listing (b) registration process, inform the responsible party that a Certificate of Use must be obtained before offering a vacation rental in the County: include a link to the County webpage where a Certificate of Use may be applied for and obtained; require the responsible party to confirm that such party has been advised of the County's regulations, including the Certificate of Use requirement; and provide a dedicated field to enable the responsible party to input the Certificate of Use number before such party completes registration and lists a vacation rental on the service or platform; << [[only provide payment processing services, or otherwise

facilitate payment for a vacation rental that has a valid Certificate of Use in accordance with this section. A peer to peer or platform entity shall not be held liable pursuant to this subsection where it:

- (i) requires the responsible party to have applied for or obtained a Certificate of Use number as a precondition to listing or offering a vacation rental on its platform;
- (ii) provides the Department on at least a weekly basis the Certificate of Use number or application number, the listing identification number associated therewith, the address of the vacation rental property, and the responsible party's name and contact information for all listings on the platform in unincorporated Miami-Dade County; and
- (iii) removes any listing from the platform within 10 days of notification from the Department that a Certificate of Use number or application number associated with the listing is invalid or expired, or that the enforcement history of a vacation rental associated with the listing shows three or more violations within the preceding 12 months, pursuant to subsection (C)(6) herein.]
- (c) include language in rental documents>>, such as part of generally applicable terms of

- service that are affirmatively agreed to by the responsible party,<< to discourage the secondary subletting of vacation rentals;
- (d) >>comply with administrative subpoenas or other appropriate legal process from the County seeking information relating to persons or entities listing or offering vacation rentals on its service or platform;
- (e) << maintain records demonstrating that the requirements of this subsection have been satisfied, and such records shall be subject to inspection by the Department upon request >> pursuant to the issuance of an administrative subpoena or other appropriate legal process <<, provided, however, that certain confidential information, such as social security numbers, credit card information, and names of minors, shall not be subject to inspection upon request of the County; and
- >>(f)<< [[(e)]] make available to the County for inspection upon request >>pursuant to the issuance of an administrative subpoena or other appropriate legal process<< all records relating to any suspected violations of state or local law associated with any vacation rental property in unincorporated Miami-Dade County, provided, however, that certain confidential information, such as social security numbers, credit card information, and names of minors, shall not be subject to inspection upon request of the County[[-]]>>;
 - (g) provide the Department, on a quarterly basis, a report disclosing the total number of vacation rental listings on the service or platform during the prior quarter; and the total number of nights that vacation rentals listed on the service or platform were rented during the prior quarter;

- enter into an agreement with the Department (h) that provides a means for:
 - addressing listings for properties with (i) three or more fully adjudicated violations committed within a consecutive 12-month period to ensure that any such listings do not operate as vacation rentals unless and until the requirements of paragraph (6) of subsection (C) and paragraph (2) of subsection (E) have been complied with; and
 - facilitating responsible party (ii) compliance with the Certificate of Use requirement pursuant to paragraph (1)(b) of subsection (D) above.<<

If any section, subsection, sentence, clause or provision of this ordinance is held invalid, the remainder of this ordinance shall not be affected by such invalidity.

It is the intention of the Board of County Commissioners, and it is hereby Section 3. ordained that the provisions of this ordinance, including any sunset provision, shall become and be made a part of the Code of Miami-Dade County, Florida. The sections of this ordinance may be renumbered or relettered to accomplish such intention, and the word "ordinance" may be changed to "section," "article," or other appropriate word.

Section 2.

Section 4. This ordinance shall become effective ten (10) days after the date of enactment unless vetoed by the Mayor, and if vetoed, shall become effective only upon an override by this Board.

ANW

PASSED AND ADOPTED:

Approved by County Attorney as to form and legal sufficiency:

Prepared by:

James Eddie Kirtley

Prime Sponsor:

Commissioner Sally A. Heyman