Short Term Rentals Regulation Make no change Prohibit Allow with conditions Only allow hosted short term rentals "Host" must be a permanent resident of the City Host must live on site throughout the visitors stay Limit on number of rooms that can be rented. (1-2 bedrooms per house) Limit Non-hosted Allow only current TOT registered units Who can rent out homes? Property owners Renters Owners must sign off on this Property managers Non-hosted only Grandfathering existing legal short term rentals Time limit on registering (3 months) Non-Transferable Phase out if non-compliant after a period of time 3-5 year phase out **Geographic limitations** Linear separation between rentals Limit areas % of total units per area or ratio (13:1 in Mendocino County) Hosted/Non-Hosted only in certain zones Numerical cap Hosted, no cap Non Hosted- Only allow a specific number of properties to be rented as vacation rentals within the City. (260 Pacific Grove) How do you determine this #? Per census tract, zoning areas, whole city, tourist areas, multi use areas, grandfathered, lottery, existing TOT, first Affordable units may not be STRs Deed restrictions

Maintain existing prohibition

ADUs may not be used as STVRs