CAPISTRANO BAY DISTRICT AGENDA REPORT July 26, 2022

Quality of Life – Short Term Rentals

ITEM 11a

Short Term Rentals/City Actions

The City has been active with trying to adopt acceptable codes to regulate STR's. The latest effort with the City Council last week on June 19th failed to pass. Three Councilmembers voted against a proposed resolution to allow certain types of rentals outside the Coastal Zone to be unlimited in number.

However, in another effort on June 12th, the Council did pass an STR program within the Coastal Zone which might have consequences for Beach Road although it is very confusing to fully understand the impact of the approval and for that reason, this report is very limited and won't have a full explanation of the details. Possibly by Board meeting time a more complete report can be provided.

ITEM 11b

Renter Recovery Fee

Given the uncertainty right now with the City and its efforts at establishing and codifiying STR regulations, the business of considering an internal fee by the District on all Beach Road rentals should be postponed. It's not known at this early stage when the City may get to the finish line. The business will be closely followed as the City continues to try to get this done.