

# SHORT-TERM RENTAL TASK FORCE MEETING MINUTES August 17, 2023

The Short-Term Rental Task Force met for a Special Meeting at 3:00 p.m.
City Hall
102 Butler St., Saugatuck, MI 49453.

## Call to Order:

The meeting was called to order by Chair Anderson at 3:00 p.m.

## Attendance:

Present: Anderson, Boerema, Clark, Gudith, Hart, Manns, Stanton and Steele.

Absent: Tringali

Others Present: Director of Planning, Zoning & Project Management Cummins, City Manager Heise,

Attorney Witte and Clerk Wolters.

## **Approval of Agenda:**

Motion by Manns, second by Hart to add the guest speaker, Allison Furman approval the agenda for August 17<sup>th</sup>. Upon voice vote, motion carried 8-0.

## **Approval of Minutes:**

Change: Anderson was absent, minutes for August 3, should show member Manns open and closed meeting.

Motion by Manns, second by Stanton to approve the August 3, 2023, regular meeting and the July 25, 2023, town hall meeting including corrections mentioned. Upon voice vote, motion carried 8-0.

## **Guest Speaker:**

Allison Furman- Joey Andrews's representative.

- Working on a bill that would create a registry and database statewide for short term rentals.
  - Tax mechanisms in the same bill as above:
    - Short term exercise tax of 6% that municipalities can opt into and 1% to toward department that oversees the registry and the rest to municipalities.
    - Automatically expanding the bed tax. 2% of revenue goes to municipalities to use for seasonally appropriated projects.
- Penalties for local units of government to revoke permits.
- Short-term rentals follow the same fire and safety standards as traditional lodging.

• Amending the Zoning Enabling Act so short-term rentals can be restricted to commercial areas instead of residential areas.

# **Public Comment on Agenda Item Only:**

# Peter Hanson, resident:

- Regarding the survey results:
  - People have many electronic devices that have unique IP addresses allowing the taking of the survey multiple times.
  - o Data is meaningless if the survey taker is unknown and cannot trust the data.

# Nancy Kimble, resident:

- The survey was confusing regarding caps and supporting 20% vs. 30%.
- The questions were confusing, so the data will be hard to draw conclusions from.
- The least supportive policy was CAPS.
- No questions about full-time residents and what value they add.
  - Support the following:
    - School, SCA, Nonprofits, clubs, government entities on the boards/commissions and city council.

# Dick Waskin, resident:

- No consensus on CAPS, it would be irresponsible to take if there is not a clear consensus in the community regarding CAPS.
- A clear path forward should be adopting a good neighbor policy and enforcement of current ordinances.
- Tourists and part-time people contribute to the community too.
- The most important part of the community is every part.

## Doug Rodewald, resident:

- He used to have a STR before moving here full-time and appreciates what they do for the community.
- STR driving up home prices, not true there are other factors.
- CAP is a good way to actually set some boundaries.
- He looked at the City of Saugatuck budget regarding homestead vs. non-homestead taxes. Non-homestead pays more in taxes, but don't contribute more. A different milage The budget shows more goes elsewhere than to the town.
- STR don't contribute for all the services to manage them.
- Think about how we want the STR to impact the community while figuring out fees and taxes.

# Jani Goodwin, resident:

- To say people that don't live in the community don't have a voice is not inclusive.
- One of the reasons she is in Saugatuck is because Saugatuck is tolerant.
- She is more active the eleven months out of the year than some people that live here twelve months.
- Remember the economy and the larger picture.

## Review/Discussion:

## **Survey Results:**

Kyle Mucha from McKenna reviewed results from the Community Engagement Survey Results and Key Takeaways:

- The survey was open from July 18, 2023, until August 7, 2023. In total, 626 responses were received. 5 responses were determined to be duplicates and were subtracted from the data for this analysis, leaving a total of 621 responses.
- The following key takeaways were gathered from the results of the survey:
  - Full- and part-time residents both agree that short-term rentals have the benefits of supporting tourism and businesses in the city and increase the city's tax base, but parttime residents agree with this at higher rates than full-time residents. Unlike full-time and part-time residents, non-residents selected that short-term rentals allow homeowners to increase their incomes as a top benefit.
  - Full- and part-time residents both had the greatest concerns with noise, parking, and a lack of enforcement of short-term rental regulations, while non-residents were also concerned that short-term rentals are increasing home prices, making it difficult to buy a home in the City.
  - Full-time, part-time, and non-residents support strengthening enforcement measures behind short-term rental regulations, including suspending or revoking short-term rental licenses after multiple violations and increasing fees and fines for confirmed violations.
  - The least popular amongst all resident groups were those surrounding caps on shortterm rentals, with the strongest disagreement towards caps of greater than 30% of Saugatuck residents.

## **Master Land Use Plan and STR Analysis:**

Kyle Mucha from McKenna reviewed goals and policies related to residential and commercial uses in the City. Explored goals and policies that can reasonably be connected to short-term rentals; however, it does not include all goals and policies from the Tri-Community Master Plan.

## **Objectives:**

Each task force member provided their objectives and recommendations. Short Term Rental Task Force to present to Planning Commission on 9-21-23.

## **Communication:**

- **A.** Christina Wood
- **B.** Ron Collins

#### **Public Comment:**

## Mark Wright, resident:

- Thanked the task force for their work.
- Action needs to happen slowly.
- Does not agree with CAP or the lottery system.

## Gary Kemp resident:

- Likes the tone of where the STRTF is going, does not agree with CAP.
- Set occupancy limits.
- City needs enforcement for STRs.

# Kieth Charak, resident:

- Thanked everyone for their volunteerism.
- In 30 years, the real estate value hasn't taken any are drops and many people moved here during the pandemic.
- Questioned what the difference between now and years ago of percentage of residents of the homes in the community that are non-homesteaded and homesteaded.
- Homesteaded properties have dropped in the last 25-30 years along with the population, this will continue if left unchecked.
- Grandfather everybody in and put a lower percentage CAP on and as people stop their STR, they don't get relicensed, and City gets more permanent residents.

# Michael Economos, resident:

- Community has changed in the 27 years he has lived here.
- He bought a home to live in and expected to have neighbors. He had neighbors and does not anymore.
- He can't find parking to run errands in town.
- It's not a residential community anymore.

# **Member Closing Comments: None**

# **Adjournment:**

Motion by Clark, second by Steele to adjourn. Upon voice vote, motion carried unanimously. Chair Anderson adjourned at 5:00 p.m.

Respectfully Submitted	
Jamie Wolters, City Clerk	