DRAFT REFLECTING PROPOSED STR AMENDMENTS

- Additions are bolded and underlined, highlighted in yellow
- Deletions are bolded and struck-through, in red lettering
- The author of the proposed Amendment is Noted in the Comments

ORDINANCE

CITY OF NEW ORLEANS

CITY HALL: June 6, 2019

CALENDAR NO. 32,691

NO. _____ MAYOR COUNCIL SERIES

BY: COUNCILMEMBERS GISLESON PALMER, MORENO AND BANKS

AN ORDINANCE to amend and reordain Article XI of Chapter 26 of the Code of the City of New Orleans, relative to Short-Term Rentals, to establish application procedures, permit types and fees, operating regulations, enforcement parameters, and penalties; and to provide otherwise with respect thereto.

- SECTION 1. THE COUNCIL OF THE CITY OF NEW ORLEANS HEREBY
- ORDAINS, That Article XI of Chapter 26 of the Code of the City of New Orleans, be, and the
- 3 same is hereby amended and reordained to read as follows:
- 4 "CHAPTER 26 BUILDINGS, BUILDING REGULATIONS, AND HOUSING
- 5 STANDARDS

6 ***

- 7 ARTICLE XI STANDARDS FOR SHORT-TERM RENTALS
- 8 **DIVISION 1 IN GENERAL**
- 9 **Sec. 26-613. Purpose**

- A) This Article sets forth comprehensive standards governing the short-term rental of immovable property for lodging or sleeping purposes, and establishes requirements and enforcement mechanisms intended to encompass and regulate all persons engaged in the business of Short-Term Rentals, including without limitation, property owners, property managers, leasing agents, and electronic platforms that facilitate Short-Term Rentals.
- B) This Article is adopted pursuant to the City's police power to preserve the City's permanent housing stock, balance the economic opportunity created by Short-Term Rentals with the need to maintain a supply of long-term rental housing stock available at a range of prices, reduce any indirect negative effects on the availability of affordable housing that results from the dedication of long term housing stock to short-term rental use, create a level playing field for all parties engaged in the business of providing lodging, ensure the sufficient collection of tax revenue, mitigate the disruptive effects that unmonitored short-term rentals can have on neighborhoods, and protect the livability and quality of life of the City's residential neighborhoods.

Sec. 26-614. – Definitions

- 25 Except as otherwise expressly provided in this Article, the following terms and their variant forms
- shall mean the following:

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- 27 "Booking Transaction" means any contractual agreement between a Guest and an Owner relative
- to a Short-Term Rental.
- 29 "Department" means the Department of Safety and Permits, unless otherwise specified herein.
- 30 "Dwelling Unit" means a room, or group of rooms, providing complete, independent living
- 31 facilities, including permanent provisions for living, sleeping, eating, cooking and sanitation for
- one or more persons.

- "Guest" means any person who occupies a Dwelling Unit pursuant to a Short-Term Rental.
- 34 "Operator" means a natural person possessing a Short-Term Rental Operator's Permit. An
- 35 Operator who meets the legal requirements may also possess a Short-Term Rental Owner Permit.
- 36 "Owner" means a person who owns at least a 50% interest in a Dwelling Unit used for Short-
- 37 Term Rentals.
- 38 "Platform" means a website, portal, listing service, or any other method through which a person,
- 39 other than an Owner, collects or receives a fee, directly or indirectly, for facilitating Booking
- 40 Transactions. A Platform shall not include a service that merely posts advertisements for Short-
- 41 Term Rentals.
- 42 "Primary Residence" means the Owner's bona fide principal home, as indicated by the possession
- of a valid homestead exemption authorized by the Orleans Parish Assessor's Office.
- 44 "Short-Term Rental" means the use and enjoyment of a Dwelling Unit, or any portion thereof, by
- 45 guests for a period of less than thirty consecutive days, in exchange for money, commodities, fruits,
- services, or other performances. Solely for the purposes of this Chapter, and without
- 47 modifying or superseding any provision of Chapter 150 of the Code of the City of New
- 48 Orleans treating Short-Term Rentals as hotels for taxation purposes, hotels, motels, bed and
- breakfasts, and other land uses explicitly defined and regulated in the CZO separately from Short-
- Term Rentals are not considered to be Short-Term Rentals.
- 51 Sec. 26-615. Short-Term Rental Permits Required
- 52 A) No Dwelling Unit in Orleans Parish shall be used as a Short-Term Rental unless:

53	1)	the Owner of the Dwelling Unit possesses a valid and current Short-Term Rental
54		Owner Permit issued for the Dwelling Unit in accordance with Division 2 of this
55		Article, and fully complies with all legal requirements and duties imposed herein
56		with respect to each and every Short-Term Rental: and

- 2) the Owner has designated an Operator possessing a valid Short-Term Rental Operators Permit, issued in accordance with Division 3 of this Article, and such Operator fully complies with all legal requirements and duties imposed herein with respect to each and every Short-Term Rental.
- B) No Platform shall facilitate or conduct any Booking Transaction for a Short-Term Rental in Orleans Parish without first obtaining and maintaining a Short-Term Rental Platform Permit issued in accordance with Division 4 of this Article.
- C) The permits required by this Article are regulated privileges, not rights, and can be revoked or suspended by the City in accordance with the provisions provided herein.
- D) Any permit issued pursuant to this Article is non-transferable.
- E) Any change in ownership requires a new Short-Term Rental Owner Permit.
- F) If any required contact information changes for any permit, the person possessing the permit shall immediately notify the Department in writing, and the Department shall issue a revised Permit to reflect the updated contact information.

Sec 26-616. – Short-Term Rental Permit Fees

- A) There shall be the following Short-Term Rental Owner Permit classifications, which shall correspond to the types of Short-Term Rental uses set forth by the Comprehensive Zoning Ordinance:
 - 1) Short-Term Rental Partial-Unit Residential

76	2) Short-Term Rental Small Residential
77	3) Short-Term Rental Large Residential
78	4) Short-Term Rental Commercial
79	B) The annual permit fees, and renewals thereof, shall be due upon application filing and
80	shall be as follows:
81	1) Short-Term Rental Owner Permit (per Dwelling Unit used as a Short-Term Rental):
82	a. Type R – Residential
83	i. Partial-Unit – \$250.00
84	ii. Small Residential – \$500.00
85	iii. Large Residential – \$500.00
86	b. Type C – Commercial - \$1,000 \$5,000.00
87	2) Short-Term Rental Operator Permit
88	a. If the Owner is the Operator, no fee shall be required. of the Type-R-
89	Residential Short-Term Rental: \$0.00
90	b. If the Operator is a natural person other than the Owner, for Type-R Residential
91	Short-Term Rental(s):
92	i. 1 Short-Term Rental – \$150.00;
93	ii. 2+ Short-Term Rentals - \$1,000.00
94	c. Type-C, Commercial Short-Term Rentals - \$1,000.00.
95	3) Short-Term Rental Platform Permit – \$10,000 - \$50,000.00

C) The Owner shall remit to the City a \$5.00 fee for each night of occupancy of a Dwelling

Unit used as a Short-Term Rental for Type-R – Residential, and a \$10.00 fee for each

night for Type-C – Commercial Short-Term Rentals, permitting enforcement and other

costs borne by the City. Fees shall be due and remitted along with tax submissions.

DIVISION 2 – SHORT-TERM RENTAL OWNER PERMIT

Sec. 26-617 – Permit and Application – Eligibility

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- 102 A) No Dwelling Unit may be used as a Short-Term Rental unit unless the Owner possesses a Short-
- 103 Term Rental Owner Permit in accordance with this Article.
 - 1) A Short-Term Rental Owner Permit shall be valid for one year from the date of issuance, and shall be reapplied for and renewed annually.
 - 2) A separate Short-Term Rental Owner Permit shall be required for each Dwelling Unit used as a Short-Term Rental.
 - 3) A Short-Term Rental Owner Permit shall be consistent with the dwelling-unit-per-lot-of-record, Guest bedroom, Guest occupancy, and any other applicable density limitations set forth in the Comprehensive Zoning Ordinance.
 - B) The application for a Short-Term Rental Owner Permit shall be on forms created by the Department, which shall, at a minimum, require the following information from applicants:
- 1) The name, address, phone number, and email contact information of the Owner.
- 114 2) The municipal address of the Dwelling Unit associated with the Short-Term Rental Owner 115 Permit.
- The total number of Dwelling Units located on the lot-of-record containing the Dwelling
 Unit associated with the Short-Term Rental Owner Permit application.

118	4) The name, address, phone number, email contact information, and permit number of the
119	Operator designated by the Owner to satisfy the requirements of this Article with respect
120	to the Dwelling Unit associated with the Short-Term Rental Owner Permit. If the
121	designated Operator has not yet received a permit number, the applicant shall provide
122	evidence of a contemporaneous application for a Short-Term Rental Operator's Permit by
123	the designated Operator.
124	C) The following additional documentation shall be submitted to the Department, along with the
125	application, prior to processing:
126	1) Proof of insurance that meets the requirements of Sec. 26-618(A)(1).
127	1) A list of Platforms that will be used to solicit Booking Transactions for the Dwelling
128	Unit associated with the Short-Term Rental Owner Permit, and correlating print-outs
129	or URL links soliciting the Short-Term Rental, if any.
130	2) A tax clearance form obtained from the Department of Finance for the Dwelling
131	Unit associated with the application.
132	2) A floor plan depicting all:
133	i. entrance and exit doors,
134	ii. windows,
135	iii. Guest bedrooms and bedrooms,
136	iv. bathrooms,
137	v. kitchens, and
138 139	vi. interior doors. 3) An evacuation plan indicating:
140	i. the fire exits and escape routes;
141	ii. the location of smoke detectors;
142	iii. the location of fire extinguishers; and
143	iv. the location of carbon monoxide detectors.

144	4) A site plan	indicating the location of any required parking.
145	5) If the applic	ation is for a Residential Permit:
146	i.	A notarized affidavit that the Owner's Primary Residence is located
147		on the same lot of record as the Dwelling Unit associated with the
148		Short-Term Rental Owner Permit; and
149	ii.	A copy of the Owner's homestead exemption reflecting same.
150	5) If the applic	eation is for a Commercial Permit:
151	i.	A Noise Abatement Plan;
152	ii.	A Security and Operation Plan; and
153	iii.	A Sanitation Plan.
154	6) An attestation	on signed by the Owner providing that:
155	i.	the Dwelling Unit has no outstanding property taxes or City liens
156		associated with the lot-of-record, nor does the owner owe any other
157		outstanding taxes to the City, including taxes and fees owed in
158		connection with Short-Term Rentals;
159	ii.	the Dwelling Unit complies, and will comply during any short-term rental
160		of the Dwelling Unit, with all standards contained in the City's Minimum
161		Property Maintenance Code and all health safety requirements contained
162		in the Building Code;
163	iii.	the Dwelling Unit has working smoke detectors inside and outside every
164		bedroom, carbon monoxide alarms outside every bedroom, and a properly
165		maintained and charged fire extinguisher on all habitable floors;
166	iv.	the Dwelling Unit is not subject to any contractual restrictions precluding
167		the Dwelling Unit from being used for Short-Term Rentals, including but
168	·	not limited to: homeowner association agreements, condominium bylaws,
169		restrictive covenants, or building restrictions; and
170	V.	the Owner has read, understands, and agrees to comply with all legal
171		duties imposed by this Article and the Comprehensive Zoning
172		Ordinance.

173	vi. The Owner will not discriminate in guest use or rental of a Short-
174	Term Rental, and will comply with all applicable anti-
175	discrimination laws, including but not limited to: Title VIII of the
176	Civil Rights Act of 1968, the Fair Housing Act (FHA), and the
177	Americans with Disabilities Act (ADA).
178	vii. The Owner possesses insurance that meets the requirements of Sec.
179	26-618 (A)(1).
180	viii. For all Residential permits, the Dwelling Unit used as a Short-Term
181	Rental is located on the same lot of record as the owner's primary
182	residence, and the owner possesses a valid Homestead Exemption at
183	that property.
184	D) Every Short-Term Rental Owner Permit issued by the Department shall contain the following
185	information:
186	1) Short-Term Rental Owner Permit number,
187	2) Municipal address of the Dwelling Unit associated with the permit;
188	3) Owner's name and contact information;
189	4) Operator's name and contact information;
190	5) Permit type, including the Residential sub-type, if applicable;
191	6) The permit's effective and expiration dates; and
192	7) The Guest bedroom and occupancy limit of the Dwelling Unit associated with the
193	permit.
194	E) Renewals shall be obtained in the same or substantially similar form and manner as the initial
195	permit, and shall also require:
196	i. A revised and current sales tax clearance form from the Department of
197	Finance;
198	i. Completion and submission of a form created by the Department of
199	Finance providing the associated Short-Term Rental taxes and fees
200	paid to the City for the previous permit year. The form, which shall
201	be deemed confidential tax records for purposes of La. R.S. 47:1508,
202	shall include at a minimum:
	MANA MANAGEMENT AND MANAGEMENT

203		a) A statement indicating if the required taxes and fees were
204		paid by the Owner, a Platform, or both, for the preceding
205		tax year and in what total amounts;
206		b) The total number of nights the dwelling unit used as a Short-
207		Term Rental was rented in the previous calendar year; and
208		c) The rates charged for each nightly rental; and
209	ii.	Updated contact information, if applicable;
210	iii.	An attestation signed by the Owner providing that, in addition to the
211		continued compliance with the items specified in subpart (C)(9), that
212		the Short-Term Rental Owner Permit has not been revoked in the
213		previous year;
214	iv.	An updated list of Platforms that are used to solicit Books Transactions
215		for the Dwelling Unit associated with the Short-Term Rental Owner
216		Permit, and correlating print-outs of the Universal Resource Locator
217		(URL) soliciting the Short-Term Rental (for example:
218		http://www.vrbo.com/XXXXX
219		https://www.airbnb.com/rooms/xxxxxx); and
220	v.	If a Type C – Commercial Short-Term Rental, proof of a favorable, annual
221		City fire inspection.
222	Sec. 26-618 - Legal Du	ties of Short-Term Rental Owner Permit Holders
223	A. Legal Duties. An C	Owner possessing a Short-Term Rental Owner Permit shall comply at all
224	times with the followin	g requirements:

Insurance. The Owner shall maintain in full force and effect at all times for the full duration of their license term, a minimum of \$1,000,000 in "commercial general liability" insurance per occurrence, combined single limit, for bodily injury, personal injury, and property damage arising in any way from the issuance of the permit or activities conducted pursuant to the permit, for each dwelling unit used as a Short-Term Rental. a Short-Term Rental insurance policy, vacation rental insurance, or equivalent insurance, with limits of not less than \$1,000,000,00 per occurrence, combined single limit, for bodily injury, personal injury, and property damage arising in any way from the issuance of the permit or activities conducted pursuant to the permit. Each policy of insurance shall be issued by an insurer authorized to insure in the State of Louisiana and name the City of New Orleans as additional insured on a primary, noncontributory basis for any liability arising directly or indirectly from the issuance of the permit.
 Guest Records. The Owner shall maintain Guest registration records, which shall that

- 2) Guest Records. The Owner shall maintain Guest registration records, which shall that contain the name and address of each Guest, as well as the actual dates of occupancy, and total number of Guests per party, per stay, and the rate(s) charged. Such records shall be maintained for three years and shall be provided to the City Department upon request. Personally identifiable Guest information may be redacted.
- 3) **Short-Term Rental Advertisements.** The Owner shall ensure that the following information be provided in connection with any Short-Term Rental advertisement:
 - a. the Short-Term Rental Owner Permit number;
 - b. the Short-Term Rental Operator Permit number of the designated Operator;
 - c. whether the Dwelling Unit is wheelchair accessible or otherwise compliant with the Americans with Disabilities Act;
 - d. the number of available Guest bedrooms as indicated on the Owner Permit; and
 - e. the maximum available occupancy of the Dwelling Unit as indicated on the Owner Permit.

255	4) Adherence to Dwelling and Occupancy Limits. Short-Term Rentals shall be subject to,
256	and may not exceed, the dwelling-unit-per-lot-of-record, Guest bedroom, Guest
257	occupancy, and density limitations set forth in the Comprehensive Zoning Ordinance.
258	5) Required Postings at the Short-Term Rental.
259	a. The Owner shall ensure that a copy of the Owner permit is
260	displayed in a location clearly visible and legible to both
261	Guests and neighbors.
262	b. The Owner shall ensure that the following are displayed in a
263	location clearly visible and legible to Guests:
264	i. An evacuation diagram identifying fire escapes and
265	all means of egress from the Dwelling Unit and the
266	building in which the Dwelling Unit is located; and
267	ii. Trash disposal and recycling collection days.
268	6) Health and Safety. The Owner shall ensure that each Dwelling Unit governed by this
269	Article complies with the following standards:
270	a) Walls, ceilings, floors, windows, fixtures and furnishings
271	throughout the Dwelling Unit shall be maintained in a clean
272	condition at all times and shall be in good repair.
273	b) All rooms shall be adequately lighted and properly ventilated by
274	natural or artificial means or both, and shall be provided with
275	adequate heating and air-conditioning facilities. All natural gas
276	fired heaters shall be vented to the outside atmosphere.
277	c) Each Guest shall be furnished with clean towels, washcloths,
278	and bed linens. Sheets must be of sufficient width and length
279	to completely cover the mattress and be turned under the
280	mattress so as to properly secure the sheet. All towels,
281	washcloths and bed linens shall be kept in good repair and
282	changed between rentals.

283	d) All dishes, utensils, pots, pans and other cooking utensils shall
284	be provided to Guests in a safe and sanitary condition. The
285	Permittee shall ensure that all perishables left by the Guests are
286	disposed of at the conclusion of a Short-Term Rental.
287	e) Each Dwelling Unit shall have a working fire extinguisher,
288	smoke alarms, and carbon monoxide detectors and shall comply
289	with all applicable fire codes;
290	f) The Dwelling Unit shall have working locks, operable by
291	Guests, at all points of ingress and egress;
292	g) Every Dwelling Unit shall comply with applicable provisions
293	of the Comprehensive Zoning Ordinance, the Minimum
294	Property Maintenance Code as provided in Chapter 26, Article
295	IV, and the New Orleans Building Code, as provided in Sec.
296	26-14 et. seq.
297	7) Short-Term Rental Guest Use Limitations. The Owner shall ensure that no Dwelling
298	Unit used as a Short-Term Rental, is used as a reception facility, or any other commercial
299	use defined by the Comprehensive Zoning Ordinance, during Guest use of the Short-Term
300	Rental.
301	8) Criminal Activity. The Owner shall timely report any known or suspected criminal
302	activity by a Guest to the New Orleans Police Department.
303	9) Reasonable Inspections. The Owner shall submit to inspections authorized by Sec. 26-
304	624.
305	10) Owner/Operator Availability.
306	The Owner shall:
307	a. Ensure the permitted Operator is available during all periods
308	of Guest occupancy, including nights and weekends, to
309	facilitate compliance with this Article. Availability requires,
310	at a minimum, that the Operator be:
311	1. accessible by telephone; and

312	2. able to be physically present at the Short-
313	Term Rental within one hour of being
314	contacted.
315	b. Serve as the point of contact for Guests.
316	c. Receive and timely resolve complaints from neighbors
317	regarding disruptive Short-Term Rentals.
318	11) Taxes and Fees. Except for those instances in which a Platform bears the
319	responsibility for collecting and remitting taxes and fees applicable to Short-Term
320	Rentals, the Owner shall timely remit all applicable local, state, and federal taxes and City
321	fees owed in connection with any Short-Term Rental.
322	12) Compliance with Other Laws. The Owner shall ensure that any Short-Term Rental fully
323	complies with this Article, the Comprehensive Zoning Ordinance, and all other applicable
324	laws.
325	B) Prohibited Acts. The following acts shall be prohibited and may be grounds for suspension or
326	revocation of a Short-Term Rental Owner Permit, or any other remedy authorized by the
327	Article.
328	1) Advertising an illegal Short-Term Rental.
329	2) Exceeding in any advertisement, the legally available dwelling-unit-per-lot-of-
330	record limitation set forth in the Comprehensive Zoning Ordinance.
331	3) Exceeding in any advertisement, the legally available Guest bedroom limitation set
332	forth in the Comprehensive Zoning Ordinance.
333	4) Exceeding in any advertisement, the legally available Guest occupancy limitations
334	set forth in the Comprehensive Zoning Ordinance.
335	5) Exceeding the dwelling-unit-per-lot-of-record limitation set forth in the
336	Comprehensive Zoning Ordinance.
337	6) Exceeding the Guest bedroom limitation set forth in the Comprehensive Zoning
338	Ordinance.
339	7) Exceeding the Guest occupancy limitations set forth in the Comprehensive Zoning
340	Ordinance.

- 341 8) Using a Dwelling Unit as a reception facility, or for any other commercial use 342 defined by the Comprehensive Zoning Ordinance, during a Short-Term Rental. No 343 special event permit shall be obtained for an event occurring at a Dwelling Unit 344 during any period of Guest occupancy. 345 9) Rental of the Dwelling Unit by the hour or for any period less than one night. 10) Rental of a single Dwelling Unit to more than one party of Guests at one time. 346 347 11) Short-Term Rental use that generates excessive loud sound, offensive odors, public 348 drunkenness, unlawful loitering, lewd conduct by Guests or any effect that otherwise 349 unreasonably interferes with neighbors' quiet enjoyment of their properties. For 350 purposes of this paragraph, excessive loud sound means any noise, generated from 351 within the Dwelling Unit or having a nexus to the Dwelling Unit that is louder than 352 a conversational level, or any music that is plainly audible from the property line of 353 the lot containing the Dwelling Unit, between the hours of 10:00 p.m. and 8:00 a.m. 354 12) Short-Term Rental use that places loads on structural elements or components of 355 buildings, including, but not limited to, porches, balconies, and roof decks, in excess 356 of the minimum design loads required by the Building Code. 357 13) Violations of the submitted Noise Abatement Plan, Security and Operation Plan, or 358 the Sanitation Plan. 359 14) Discriminating against any Guest, or potential Guest, because of race, color, sex, 360 gender identity, age, religion, disability, national origin, ancestry, sexual orientation, 361 marital status, parental status, military discharge status or source of income. 362 15) Failure to comply with any other legal duty imposed by this Article or correlating 363 provisions in the Comprehensive Zoning Ordinance, and all other applicable laws. 364 C) Ongoing Duty. An Owner possessing a Short-Term Rental Owner Permit may delegate the 365 performance of any duties set forth in this Section to the permitted Short-Term Rental Operator 366 identified in the Owner's application to the Department. Notwithstanding that delegation, the
 - **DIVISION 3 SHORT-TERM RENTAL OPERATOR PERMIT**

arising from a breach of the Owner's duties under this Article.

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Sec. 26-619 – Short-Term Rental Operator Permit & Application – Eligibility

Owner remains principally responsible for the performance of all duties created hereunder, and

may not assert the non-performance of a Short-Term Rental Operator as a defense to any action

312	A)	Every Dweining Onit used as a Short-Term Remai in Offeans Parish shan be operated by a
373		natural person holding a Short-Term Rental Operator Permit.
374		1) A natural person who holds a Short-Term Rental Owner Permit may act as the
375		Operator, but must separately apply for and obtain a Short-Term Rental Operator
376		Permit.
377		2) The Short-Term Rental Operator Permit is valid for one year from the date of issuance,
378		and shall be reapplied for and renewed annually.
379		3) A separate Short-Term Rental Operator Permit shall be required for each Dwelling Unit
380		used as a Short-Term Rental.
381	B)	The application for a Short-Term Rental Operator Permit shall be on forms created by the
382		Department, which shall require, at a minimum, the following information:
383		1) The name, address, phone number and email contact information of the Operator.
384		2) The municipal addresses of all Dwelling Units for which the Operator is responsible,
385		together with the name and contact information of the Owner of said units, if different
386		from the Operator.
387		3) An attestation that the Operator has read, understands, and agrees to comply with all
388		legal duties imposed by this Article, and in the Comprehensive Zoning Ordinance.
389		4) Proof that the Operator is at least 18 years of age.
390		5) A Nuisance Prevention and Neighborhood Complaint Response Plan for each
391		Dwelling Unit used as a Short-Term Rental.
392	C)	Renewals shall be obtained in the same or substantially similar form and manner as the
393		initial permit, and shall require:
394		i. A revised and current sales tax clearance form from the Department of
395		Finance;
396		i. An attestation signed by the Operator providing that, in addition to the items
397		specified in subpart (B), that a Short-Term Rental Operator Permit has not been
398		revoked in the previous year; and
399		ii. Updated contact information, if applicable.

Sec. 26-620 - Legal Duties of Short-Term Rental Operator Permit Holders

401 A) Legal Duties. Any person possessing a Short-Term Rental Operator Permit shall comply at 402 all times with the following requirements: 403 1) **Operator Availability.** The Operator shall: 404 a) Be available during all periods of Guest occupancy, including nights and 405 weekends, to facilitate compliance with this Article. Availability requires, as a 406 minimum, that the Operator: 407 1. be accessible by telephone; and 408 2. be able to be physically present at the 409 Dwelling Unit within one hour of being 410 contacted. 411 b) Serve as the point of contact for Guests. 412 c) Receive and timely resolve complaints from neighbors regarding disruptive 413 Short-Term Rentals. 414 2) Guest Records. The Operator shall be solidarily responsible with the Owner for 415 ensuring full compliance with the Guest record-keeping requirements set forth in Sec. 416 26-618(A)(2). 417 3) Short-Term Rental Advertisements. The Operator shall be solidarily responsible 418 with the Owner for ensuring full compliance with the advertising requirements set forth 419 in Sec. 26-618(A)(3). 420 4) Adherence to Dwelling and Occupancy Limits. The Operator shall be solidarily 421 responsible with the Owner for ensuring full compliance with the dwelling-unit-per-422 lot-of-record, Guest bedroom, Guest occupancy, and density limitations set forth in 423 Sec. 26-618 (A)(4). 424 5) Required Postings at the Short-Term Rental. The Operator shall be solidarily 425 responsible with the Owner for ensuring full compliance with the posting requirements 426 set forth in Sec. 26-618(A)(5). 427 6) **Health and Safety.** The Operator shall be solidarily responsible with the Owner for 428 ensuring full compliance with each of the health and safety requirements set forth in Sec. 26-618(A)(6)(a) through (g). 429

- 430 7) Short-Term Rental Guest Use Limitations. The Operator shall be solidarily 431 responsible with the Owner for ensuring that no Dwelling Unit associated with a Short-432 Term Rental Owner Permit be used as a reception facility, or any other commercial use 433 as set forth in Sec. 26-618(A)(7). 434 8) Criminal Activity. The Operator shall be solidarily responsible with the Owner for 435 reporting any known or suspected criminal activity by a Short-Term Rental Guest to 436 the New Orleans Police Department as set forth in Sec. 26-618(A)(8). 437 9) **Reasonable Inspections.** The Operator shall be solidarily responsible with the Owner 438 for facilitating inspections required by Sec. 26-618(A)(9). 439 10) Compliance with Other Laws. The Operator shall ensure that any Short-Term Rental 440 fully complies with this Article, the Comprehensive Zoning Ordinance, and all other 441 applicable laws. 442 B) **Prohibited Acts.** The following acts shall be prohibited and may be grounds for suspension or 443 revocation of a Short-Term Rental Operator Permit, or any other remedy authorized by the 444 Article. 445 1) Advertising an illegal Short-Term Rental. 446 2) Exceeding in any advertisement, the legally available dwelling-unit-per-lot-of-record 447
 - limitation set forth in the Comprehensive Zoning Ordinance.
 - 3) Exceeding in any advertisement, the legally available Guest bedroom limitation set forth in the Comprehensive Zoning Ordinance.

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- 4) Exceeding in any advertisement, the legally available Guest occupancy limitations set forth in the Comprehensive Zoning Ordinance.
- 5) Exceeding the dwelling-unit-per-lot-of-record limitation set forth in the Comprehensive Zoning Ordinance.
- 6) Exceeding the Guest bedroom limitation set forth in the Comprehensive Zoning Ordinance.
- 7) Exceeding the Guest occupancy limitations set forth in the Comprehensive Zoning Ordinance.

- 8) No Dwelling Unit associated with a Short-Term Rental Owner Permit may be used as a reception facility, or any other commercial use defined by the Comprehensive Zoning Ordinance. No special event permit shall be obtained for an event occurring at a Dwelling Unit during any period of Guest occupancy.
 - 9) Rental of the Dwelling Unit by the hour or for a period less than one night.

- 10) Rental of a single Dwelling Unit to more than one party of Guests at one time.
- 11) Short-Term Rental use that generates excessive loud noise, offensive odors, public drunkenness, unlawful loitering, lewd conduct by Guests or any effect that otherwise unreasonably interferes with neighbors' quiet enjoyment of their properties. For purposes of this paragraph, excessive loud noise means any noise, generated from within the Dwelling Unit or having a nexus to the Dwelling Unit that is louder than a conversational level, or any music that is plainly audible from the property line of the lot containing the Dwelling Unit, between the hours of 10:00 p.m. and 8:00 a.m.
- 12) Short-Term Rental use that places loads on structural elements or components of buildings, including, but not limited to, porches, balconies, and roof decks, in excess of the minimum design loads required by the Building Code.
- 13) Violations of the submitted Noise Abatement Plan, Security and Operation Plan, or the Sanitation Plan.
- 14) Discriminating against any Guest, or potential Guest, because of race, color, sex, gender identity, age, religion, disability, national origin, ancestry, sexual orientation, marital status, parental status, military discharge status or source of income.
- 15) Failure to comply with any other legal duty imposed by this Article, correlating provisions in the Comprehensive Zoning Ordinance, or any other applicable law.

DIVISION 4 – SHORT-TERM RENTAL PLATFORM PERMIT

482 Sec. 26-621. - Annual Short-Term Rental Platform Permit & Application

- A) Any Platform that receives anything of value for directly or indirectly facilitating or conducting a Booking Transaction for Short-Term Rentals in Orleans Parish shall possess a Short-Term Rental Platform Permit.
- 486 B) The Short-Term Rental Platform Permit is valid for one year from the date of issuance, and shall be reapplied for and renewed annually.

- 488 C) The Short-Term Rental Platform Permit application shall require the following information, at a minimum:
- 1) The applicant's name, trade name, address, and telephone number;

- 2) Proof that the applicant is in good standing with the Louisiana Secretary of State and authorized to do business within the State of Louisiana;
 - 3) The name, address, phone number and e-mail address of the Platform's local agent authorized for service of process; and
 - 4) The name, address, phone number and e-mail address of the Platform's local agent authorized by the applicant to address and remedy any violation of this Article.
- 497 D) A separate Short-Term Rental Platform Permit shall be required for each individually branded
 498 Platform, even if under common ownership or control with other Platforms.

Sec. 26-622. – Legal Duties of Short-Term Rental Platform Permit Holders

- A) Any person possessing a Short-Term Rental Platform Permit shall comply at all times with the following requirements:
 - 1) No Platform may conduct, or facilitate, or complete any Booking Transaction for a Short-Term Rental of a Dwelling Unit in Orleans Parish that is not in compliance with this Article. A Short-Term Rental is not in compliance with this Article if (i) the Owner of the Dwelling Unit does not possess a valid Short-Term Rental Owner Permit for that Dwelling Unit; (ii) the Dwelling Unit is not operated by an Operator with a valid Short-Term Rental Operator Permit, or (iii) use of the Dwelling Unit for Short Term Rentals would contravene the Code of the City of New Orleans, the Comprehensive Zoning Ordinance, or any other municipal, state, or federal law.

512 2) Each Platform shall have a duty to obtain commercial general 513 liability insurance, with limits of not less than \$1,000,000 per 514 occurrence, for bodily injury, personal injury (if commercially 515 available) and property damage arising in any way from the issuance 516 of the Short-Term Rental Platform Permit or activities conducted 517 pursuant to that permit. Each policy of insurance shall: (i) be issued 518 by an insurer authorized to insure in the State of Louisiana; (ii) name 519 the City of New Orleans as an additional insured on a primary, 520 noncontributory basis for any liability arising directly or indirectly 521 from the issuance of the permit (if commercially available); (iii) be 522 maintained in full force and effect for the duration of the permit 523 period; and (iv) include a provision requiring 30 calendar days' 524 advance notice to the Department prior to cancellation or lapse of the policy. 525 3) Each Platform shall have the duty, if collecting and remitting 526 527 taxes on behalf of an Owner, to comply with all applicable 528 federal, state and local laws and regulations regarding collection 529 and payment of taxes. 530 B) The provisions of Division 4 shall be interpreted in accordance with other applicable 531 State and Federal law(s). 532 Sec. 26-622.1 – Collection of Payments of Taxes/Fees for Booking Transactions A. With respect to any Booking Transaction facilitated by or through a Platform, the 533 534 Platform shall be deemed the "dealer" with respect to the entire transaction for 535 purposes of Article VI, Chapter 150 of the Code of the City of New Orleans and shall

be responsible for collecting and remitting all applicable sales and use taxes in

accordance with the provisions of that Chapter and for otherwise complying with the

provisions of Chapter 150 relative to dealers.

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539 B. With respect to any Booking Transaction facilitated by or through a Platform, the Platform shall collect from the Owner and remit to the City the occupancy fee 540 541 imposed by Sec. 26-616(C) of this Chapter. The foregoing shall be collected and 542 remitted contemporaneously with, and in the manner prescribed for, applicable sales 543 and use taxes. 544 C. When collecting and remitting taxes and fees on behalf of an Owner, each Platform 545 shall comply with all applicable federal, state and local laws and regulations 546 regarding collection and payment of taxes. 547 Sec. 26-622.2 – Platform Document Submittals A Platform that remits taxes and fees pursuant to this Section shall provide the payments as 548 549 required by law, along with documentation to the Department of Finance that reasonably 550 identifies the taxpayer and the location associated with the taxes/fees being paid, including: 551 1. The address of the Dwelling Unit used as a Short-Term Rental in the City for which remittance is attributed; 552 2. the name of the person responsible for listing the 553 **Dwelling Unit used as a Short-Term Rental listing**; 554 3. the length of stay for each booking at that Short-Term 555 556 Rental; and 557 4. the price paid for each night of occupancy at that Short-558 Term Rental. 559 These records shall be deemed confidential tax records in accordance with La. R.S. 47:1508. 560 Sec. 26-623. – Platform Safe Harbor 561 Platforms operating in compliance with Sec. 26-622 shall be presumed to be in compliance 562 with this Chapter if: Platforms shall be deemed in compliance with the legal duties set forth 563 in Sec. 26-622 (1) if: 564 A) The Platform requires any person who lists a Dwelling Unit located in Orleans Parish for a 565 Short-Term Rental to provide the Short-Term Rental Owner Permit number and the Short-566 Term Rental Operator Permit number associated with the Dwelling Unit at the time of the 567 listing;

- 568 B) The Platform does not permit the listing of a Dwelling Unit located in Orleans Parish for a 569 Short-Term Rental if the required Owner and Operator permit information required by 570 Sec. 26-623(A) is omitted or appears blank, ensuring that the City may assess whether 571 the Dwelling Unit possesses the appropriate permits and is otherwise operating in 572 accordance with law; 573 The Platform ensures that the Short-Term Rental Owner Permit number and the 574 Short-Term Rental Operator Permit number identified pursuant to Sec. 26-623(A) are 575 displayed on any listing of a Short-Term Rental so that the City may assess whether 576 the Dwelling Unit possesses the appropriate permits and is otherwise operating in 577 accordance with law; and 578 C) The Platform removes any improper listings within seven days of the Department providing 579 written notification of an unpermitted or unauthorized Short-Term Rental.
- A permitted Platform that avails itself of this safe harbor does not warrant the accuracy of usersubmitted permit data, and shall not be legally responsible for any incorrect information submitted by an Owner or Operator.
- 583 DIVISION 5- DEPARTMENT OF SAFETY AND PERMIT'S SHORT-TERM RENTAL
- 584 RESPONSIBILITIES AND POWERS
- 585 Sec. 26-624. Departmental authority.
 - A) **Receive Short-Term Rental applications.** The Department shall receive and process all Short-Term Rental permit applications and determine applicant eligibility.
 - B) **Issue Eligible Short-Term Rental permits.** The Department shall issue permits only to eligible applicants, as determined by the Department.
 - C) Inspections.

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- 1) The Director of the Department or a duly authorized representative shall have the power to inspect any Short-Term Rental to determine compliance with this Article.
- 2) Inspection may occur at any reasonable time, upon the production of proper identification by a representative of the Department, whenever the Director of the Department has a reasonable belief that a Dwelling Unit or a Short-Term Rental is in violation of any of the provisions of this Article, the Comprehensive Zoning Ordinance, or the Building Code as provided in City Code Sec. 26-14 *et. seq.*

3) Prior to any inspection of an occupied Dwelling Unit, the Department shall present credentials to the Owner, Operator, or Guest and request entry. If the Short-Term Rental is unoccupied, the Department shall attempt to locate the Owner or Operator and request entry. If the Department does not obtain timely consent to enter a Dwelling Unit, it may attempt to secure entry as provided in subpart (4), below.

- 4) Warrant for inspection. If the Owner or Operator of the Short-Term Rental refuses within 72 hours of Department's request, admittance to the Director of the Department or his/her duly authorized representative for the purpose of making an inspection or examination of the premises, the Director or his representative may present an affidavit to any judge of the municipal court stating that he has cause to believe that an inspection of the designated premises will reveal designated violations of this article.
 - a) The affidavit alleging probable cause shall identify the factual basis for the belief that the Short-Term Rental is not in compliance with this Article, or correlating provisions in the Comprehensive Zoning Ordinance.
 - b) Upon receiving the affidavit, the judge may issue a warrant authorizing the Director or his representative to search the premises.

 The scope of the search authorized by the warrant shall be limited to a search for those designated, alleged violations.
- 5) An Owner may avoid an inspection authorized by Subpart C of this Section by voluntarily forfeiting his or her Short-Term Rental Owner's Permit, in which case the permit shall be deemed revoked. Nothing herein shall limit the authority of a law enforcement body to secure a search warrant in connection with criminal activity at a Dwelling Unit unrelated to compliance with this Article or the authority of the Department to conduct lawful inspections of a Dwelling Unit unrelated to compliance with this Article.

- D) **Rescission of permits issued in error**. The Department is authorized to cancel a permit issued under this Article whenever a permit so issued is in error, or in contravention of this Article or the Comprehensive Zoning Ordinance.

 E) **Enforcement.** The Department shall not be responsible for the enforcement of correlating
 - E) **Enforcement.** The Department shall not be responsible for the enforcement of correlating taxation provisions dictated by Chapter 150 of the Code of the City of New Orleans.
 - F) Records. The Department shall maintain a registry of all permit types and correlating permit numbers issued to Owners, Operators, and Platforms pursuant to this Article.

Sec. 26-625 – Permit Issuance and Renewal – Departmental Determination

- A) The Department shall have discretion to determine whether an applicant for a permit is eligible, and if the Dwelling Unit identified in the application meets the criteria established by law, and whether a permit should be issued. The department may decline to issue or renew a permit when it has good cause to do so. In determining whether "good cause" exists, the Department may consider prior violations of this Chapter, as well as prior suspensions and revocations. If a permit is not ultimately issued or renewed by the Department, an applicant may appeal as provided in Section 26-625(B).
- B) If a permit is denied, the Department shall provide written reasons to the applicant upon request. The written reasons shall be sent to the e-mail provided in the application. The applicant can appeal the Department's determination, within 30 days of the transmission, by requesting in writing a hearing with the Department.
 - If the denial is due to any conflict with the Comprehensive Zoning Ordinance, the appeal shall directed to and heard by the Board of Zoning Adjustments.
 - 2) If the denial is for any reason other than a conflict with the Comprehensive Zoning Ordinance, the appeal shall be docketed by the Department for a hearing before an Administrative Hearing Officer in accordance with the procedures provided in Chapter 6, Article II of the Code of the City of New Orleans.

C) The issuance or renewal of a permit under this Article shall not be deemed to warrant, on behalf of the City, that the Owner, Operator, or Platform is in compliance with law or that a Dwelling Unit is fit for occupancy. This Article shall not create any right of action against the City by a Guest or any third-party.

DIVISION 6 – ENFORCEMENT

Sec. 26-626. – Violations – Notice and Hearing

- A) Any violation of this Article is prohibited, and shall subject the Owner, Operator, or Platform to penalties as provided in Sec. 26-629.
- B) Notice and hearing requirements for determining violation(s) shall be in accordance with the administrative procedures provided in Chapter 6, Article II of the Code of the City of New Orleans.

Sec. 26-627. – Immediate Suspension Procedures – Owner Permit

- A) If the Department has good cause to believe that the use of a Dwelling Unit as a Short-Term Rental presents an imminent threat to public health, safety, or welfare, the Director of the Department, by issuance of a written order stating the reasons for such belief, may immediately suspend the Short-Term Rental Owner Permit with respect to the unit without a hearing. The Department shall transmit notice of the Director's written order within twenty-four hours of the determination, and shall send said order to the Owner's contact information provided to the Department in the Owner Permit application.
- B) No Dwelling Unit subject to an order of suspension may be used as a Short-Term Rental.
- C) Within 14 days of the written order of suspension, a Short-Term Rental Owner may request a hearing in writing, directed to the Director of the Department. The hearing shall take place within 7 business days of the written request for a hearing. If the Owner fails to timely request a hearing, the Short-Term Rental Owner's Permit shall be deemed revoked.

Sec. 26-628. – General Suspension and Revocation Procedures

- A) A permit issued pursuant to this Article may be suspended for a term or revoked in its entirety for violations of this Article or any other law incorporated herein.
- B) If a permit is revoked, the Permittee may not reapply for a permit for a period of one year from the date of revocation.

683 C) The decision to suspend or revoke a permit shall be at the discretion of the hearing 684 officer based on the severity of the violation and any other mitigating or aggravating 685 circumstances surrounding the violation. D) Without limiting the situations in which the hearing officer might deem revocation 686 687 appropriate, revocation shall be mandatory in the following circumstances: 688 1) A Short-Term Rental Owner Permit shall be revoked if the hearing officer 689 determines by a preponderance of the evidence that: 690 i. The Owner violated Sec. 26-618(A)(4). 691 ii. The Owner violated Sec. 26-618(A)(6). 692 The Owner violated Sec. 26-618(B)(8). 693 iv. The Owner violated Sec. 26-618(B)(10). 694 v. Three separate violations of Sec. 26-618(B)(11) have occurred at the 695 Dwelling Unit during a three-month period. 696 vi. The Owner violated Sec. 26-618(B)(14). 697 vii. The Owner made false, misleading or fraudulent statement(s) in the 698 permit application, or misrepresented material facts in the permit 699 application, or used any scheme or subterfuge for the purpose of evading 700 any requirement of this Article. 701 2) A Short-Term Rental Operator Permit shall be revoked if the hearing officer 702 determines by a preponderance of the evidence that: 703 i. The Operator violated Sec. 26-620(A)(4). 704 The Operator violated Sec. 26-620(A)(6). 705 The Operator violated Sec. 26-620(B)(8). iii. 706 The Operator violated Sec. 26-620(B)(10). 707 v. Three separate violations of Sec. 26-618(B)(11) have occurred at the 708 Dwelling Unit during a three-month period. 709 vi. The Operator violated Sec. 26-620(B)(14). 710 vii. The Operator made false, misleading or fraudulent statement(s) in the 711 permit application, or misrepresented material facts in the permit 712 application, or used any scheme or subterfuge for the purpose of evading

any requirement of this Article.

Sec. 26-629. – **Penalties**

- A) Any person who violates this Article or the Comprehensive Zoning Ordinance shall be subject to a fine of not less than \$500.00 for each offense. Each day that such violation exists shall constitute a separate and distinct offense. Multiple violations can occur during a single Guest stay, and may be noticed and heard in a single administrative hearing.
- B) In addition to any fine or penalty imposed by this Article, the City may seek all available relief in a court of competent jurisdiction to enjoin any violation.
- C) The City may seek any remedy to compel compliance with the requirements of this Article or any correlating provision in the Comprehensive Zoning Ordinance, including the discontinuance of electrical service and the filing of property liens.
- D) The City may revoke or suspend any and all permits required by this Article, as provided herein. If a permit issued pursuant to this Article is revoked, such revocation shall remain in effect for a period of one year from the date of revocation. The duration of suspensions shall be as dictated by the hearing officer's order."

1	SECTION 2. The effective date of this ordinance shall be December 1, 2019. September 1,
2	2019 .
3	SECTION 3. Should any section, paragraph, sentence, clause, phrase or word of this
4	Chapter be declared invalid or unconstitutional by a court of competent jurisdiction, such
5	invalidity or unconstitutionality shall not affect any of the remaining words, phrases, clauses.
6	sentences, paragraphs or sections of this Chapter.
	ADOPTED BY THE COUNCIL OF THE CITY OF NEW ORLEANS
	PRESIDENT OF THE COUNCIL
	DELIVERED TO THE MAYOR ON
	APPROVED: DISAPPROVED:
	MAYOR
	MAYOR
	RETURNED BY THE MAYOR ONAT
	CLERK OF COUNCIL
	ROLL CALL VOTE: YEAS:
	NAYS:
	ABSENT: DECUSED: