Midway City Council 4 October 2022 Regular Meeting

The Village / TROD Boundary Determination



CITY COUNCIL MEETING STAFF REPORT

DATE OF MEETING:	October 4, 2022
NAME OF APPLICANT:	Dan Luster
AGENDA ITEM:	Transitional Use Determination
LOCATION OF ITEM:	541 East Main
ZONING DESIGNATION:	C-2/Transient Rental Overlay District (TROD)

ITEM: 8

Dan Luster, agent for Midway Heritage Development LLC, is requesting a Transitional Use Determination regarding property located in The Villages at Midway parcel which is partially located in the Transient Rental Overlay District. The property is located at 541 East Main and is in the C-2 zone.

BACKGROUND:

Dan Luster, agent for Midway Heritage Development LLC, is requesting a Transitional Use Determination regarding property located in The Villages at Midway parcel which is partially located in the Transient Rental Overlay District (TROD). The property is located at 541 East Main and is in the C-2 zone. The development is dissected by the TROD and the applicant is asking that the some of the units within 100' of the TROD are allowed to have the uses allowed by the TROD. The TROD allows for short-term rental that are defined as rentals from 2-30 days. If approved, the TROD exhibits in the master plan agreement and the developments agreements for phases 1 and 2 will need to be replaced.

If the proposal is approved, the following units would also be allowed as short-term rentals:

Unit 12	Unit 49	Unit 125
Unit 13	Unit 50	Unit 126
Unit 14	Unit 99	Unit 127
Unit 46	Unit 100	Unit 128
Unit 47	Unit102	Unit 129
Unit 48		

ANALYSIS:

The proposal has some beneficial impacts for Midway and the community in general. Transient rentals are good revenue sources for the owners of the property, and they generate transient rental taxes for the City and help with the resort tax that the city collects. They also make it easier for tourists to visit the City and to spend money in the local economy. The other side of the issue is they create added competition for the resorts in town and they can be disruptive to the neighborhood. Striking the balance between all these issues has been difficult and has led the City to create the overlay district which covers areas that are generally more conducive to rental units because of the surrounding uses in the area.

To address the specific impacts for this proposal, there appear to be few neighbors that would be impacted by approving the petition. The developer owns all the property in the development. The nearest existing neighbor's dwellings are hundreds of feet from the any of the units that are proposed for short-term rental. None of the units share an access with the existing neighbors. It appears the impact would be minimal on the existing neighbors.

Nightly rental units can reduce the availability of moderate-income housing units and some cities have banned or restricted where units may be rented, including Midway. It appears that the 143 units in The Village at Midway will be too expensive to qualify as moderate-income housing so allowing the units to be short-term rentals will not reduce the number of moderate-income units in Midway.

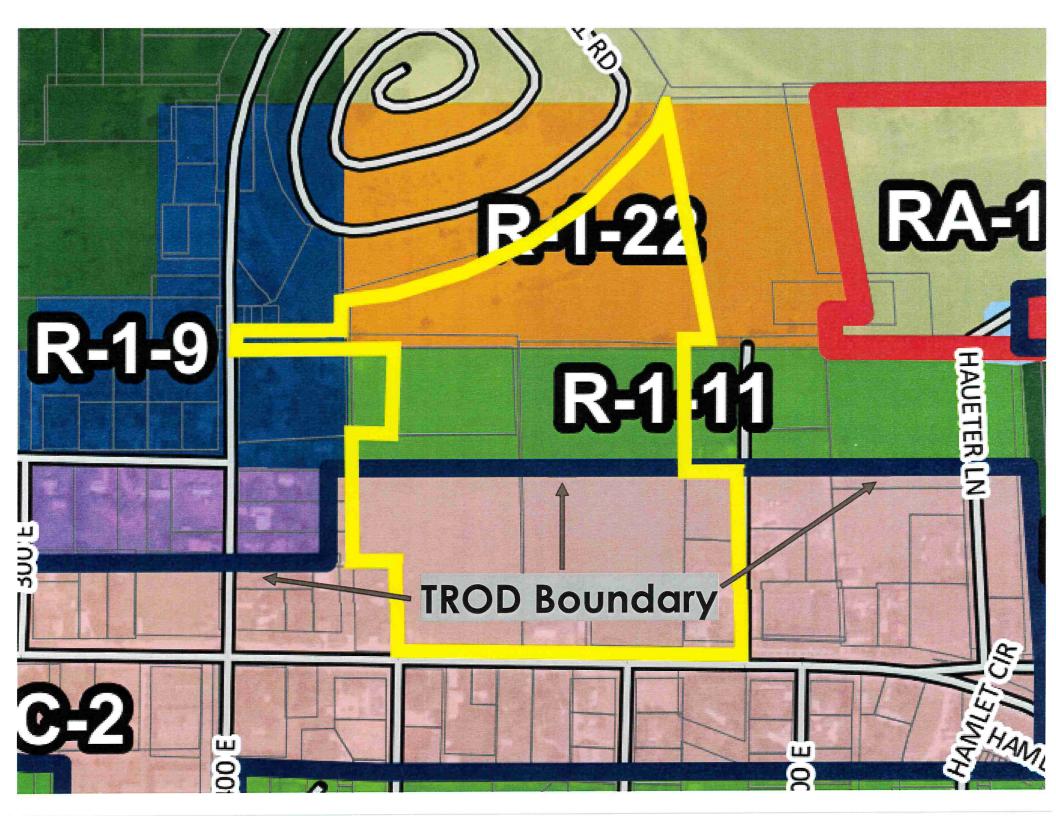
POSSIBLE FINDINGS:

- The General Plan of zoning will be maintained
- A more harmonious mixing of uses will be achieved
- The property is dissected by the TROD

- Short-term rentals positively impact Midway in terms of transient rental taxes, residual tax impacts such as sales tax, local economy, and the ability to qualify to collect the resort tax
- It appears there will be a minimal, if any, impact on the existing neighbors

ALTERNATIVE ACTIONS:

- 1. <u>Approval</u>. This action can be taken if the City Council finds the proposal is acceptable and, in the community's, best interest.
 - a. Accept staff report
 - b. List accepted findings
 - c. Place condition(s)
- 2. <u>Continuance</u>. This action can be taken if the City Council finds that there are unresolved issues.
 - a. Accept staff report
 - b. List accepted findings
 - c. Reasons for continuance
 - i. Unresolved issues that must be addressed
 - d. Date when the item will be heard again
- 3. <u>Denial</u>. This action can be taken if the City Council finds that the request is not acceptable and not in the best interest of the community.
 - a. Accept staff report
 - b. List accepted findings
 - c. Reasons for denial



Transient Overlay: Existing TRD Line



Transient Overlay: Proposed Change (Planning Rec.)



Lots in the TRD Zone (Nightly Rentable)

Unit 1	Unit 33	U	nit 12	
Unit 2	Unit 34	U	nit 13	
Unit 3	Unit 35	u	nit 14	
Unit 4	Unit 36		nit 46	
Unit 5	Unit 37		nit 47	
Unit 6	Unit 38	-	nit 48	
Unit 7	Unit 39		nit 49	
Unit 8	Unit 40	-	nit 50	
Unit 9	Unit 41	_	nit 99	
Unit 10	Unit 42			
Unit 11	Unit 43		nit 10	_
Unit 15	Unit 44		nit 10	
Unit 16	Unit 45		nit 12	
Unit 17	Unit 101		nit 12	-
Unit 18	Unit 130	U	nit 12	7
Unit 19	Unit 131	U	nit 12	8
Unit 20	Unit 132	U	nit 12	9
Unit 21	Unit 133			
Unit 22	Unit 134			
Unit 23	Unit 135			
Unit 24	Unit 136		_	
Unit 25	Unit 137		Pr	C
Unit 26	Unit 138			
Unit 27	Unit 139		•	
Unit 28	Unit 140			1
Unit 29	Unit 141			
Unit 30	Unit 142			
Unit 31	Unit 143			- 3
Unit 32				
			•	
	TRD Line			
	TRD Zone			
THE REAL PROPERTY OF	Proposed TRD			
	noposed mo			

Proposed TRD:

- Simple
- Follows Roads
- Shared Parking
- Within 100ft
- More Units