



City of Palm Springs VACATION RENTAL ADMINISTRATIVE PROCEDURE

SUBJECT: Business Entities

I. Purpose

To clarify and facilitate compliance with Palm Springs Municipal Code (PSMC) Chapter 5.25 and Ordinance Number 1918 which was effective April 16, 2017, for the purpose of interpreting and carrying out requirements associated with Business Entities, including Section 5.25.085.

II. Application

PSMC Section 5.25.070(t) authorizes the City Manager to establish administrative regulations for the purpose of implementing, interpreting, clarifying, carrying out, furthering and enforcing the requirements of the provisions of PSMC Chapter 5.25.

As such on May 2, 2018, the City Manager issued a regulation as an interim matter to defer enforcement of the requirement of PSMC Section 5.25.085 from June 1, 2018 to September 1, 2018 as the date for Business Entities to transfer each Vacation Rental ownership to a natural person or cease operating as a Vacation Rental.

The purpose of this regulation is to continue this deferral until January 1, 2019 as addressed herein.

III. Procedure

- A. The definition of Business Entity is "a corporation, partnership, or other legal entity that is not natural person or a personal or family trust or a limited liability company consisting solely of natural persons".
- B. PSMC Section 5.25.085 specifies that relevant information relating to Vacation Rentals owned by a Business Entity be disclosed to the Enforcement Official, and that Business Entities transfer each Vacation Rental ownership to a natural person prior to June 1, 2018 or cease operating as a Vacation Rental.
- C. This Administrative Procedure fully replaces Administrative Procedure approved on May 2, 2018 and defers enforcement of the requirement of PSMC Section 5.25.085 for Business Entities to transfer each Vacation Rental ownership to a natural person by January 1, 2019 or cease operating as a Vacation Rental.
- D. This deferral shall remain in place, and existing Business Entities may continue to own their existing Vacation Rental properties as such until the earlier of: a) January 1, 2019 or b) an amendment to Palm Springs Municipal Code Chapter 5.25.

IV. Effective Date


This Administrative Procedure has been approved on 8/21/2018.

APPROVED:



DAVID H. READY, Esq., Ph.D.
City Manager

AS TO FORM:



EDWARD Z. KOTKIN
City Attorney