

MICHAEL N. FEUER CITY ATTORNEY

REPORT NO. R 19-0129

MAY 0 6 2019

REPORT RE:

DRAFT ORDINANCE ADDING CHAPTER 170 TO DIVISION 5 OF THE LOS ANGELES ADMINSTRATIVE CODE TO CREATE A SHORT-TERM RENTAL ENFORCEMENT TRUST FUND

The Honorable City Council of the City of Los Angeles Room 395, City Hall 200 North Spring Street Los Angeles, California 90012

Council File No. 14-1635-S7

Honorable Members:

Pursuant to your request, this Office has prepared and now transmits for your consideration the enclosed draft ordinance, approved as to form and legality. This draft ordinance adds Chapter 170 to Division 5 of the Los Angeles Administrative Code (LAAC) to create the Short-Term Rental Enforcement Trust Fund. The Fund would be used for the receipt, retention, and distribution of monies collected by the City pursuant to the Home-Sharing Ordinance, including registration fees and per-night fees. The monies in the Fund would be used exclusively for administration, implementation, and enforcement of the Home Sharing Ordinance and monitoring and enforcement of short-term rental activity, including for salaries, expenses, equipment, third-party consultants, establishment, and maintenance of a home-sharing database. The draft ordinance establishes the Department of City Planning as the administrator of the funds.

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California Environmental Quality Act

Adoption of the draft ordinance is an administrative act and not a project as defined by California Environmental Quality Act Guidelines Section15378. Therefore, it is not subject to CEQA's regulations.

Council Rule 38 Referral

A copy of the draft ordinance was sent, pursuant to Council Rule 38, the Department of Building and Safety, the Housing and Community Investment Department, the Office of Finance, the Department of City Planning, and the Office of the City Administrative Officer. The departments were requested to provide their comments, if any, directly to the City Council or its Committee when this matter is considered.

If you have any questions regarding this matter, please contact Deputy City Attorney Amy Brothers at (213) 978-8069. She or another member of this Office will be present when you consider this matter to answer questions you may have.

Sincerely,

MICHAEL N. FEUER, City Attorney

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DAVID MICHAELSON Chief Assistant City Attorney

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