Rental Housing Ordinance

July 16th, 2020



City of Gainesville Department of Sustainable Development

History of Landlord License Permit

The landlord permit ordinance was established in 1996 and the fees for the last few years are below:

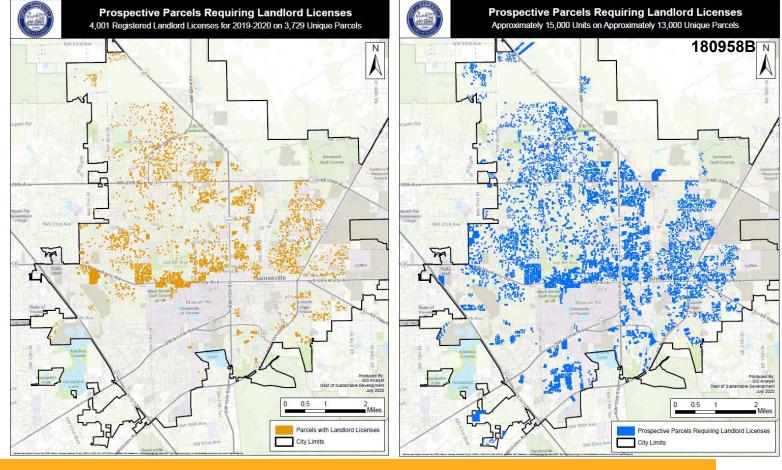


Fiscal Year	Budget	Actuals	% Received
2016	902,277	886,433	98%
2017	772,277	685,613	89%
2018	649,923	627,561	97%
2019	657,566	610,537	93%
2020	633,944	62,966	10%
			As of July 1, 2020

The existing LL permit applies to 3,836 parcels, some with more than one unit and generate approximately \$610K annually

Proposed New Rental Housing Ordinance

Existing Ordinance vs. New Ordinance Comparisons	EXISTING Rental Housing Ordinance	NEW Rental Housing Ordinance
Points System that penalizes property owners	lacksquare	×
Regulation of short-term rentals	\checkmark	×
Four-year inspection cycle for all rental properties	×	lacksquare
Mandatory efficiency standards for rental units	×	$\overline{\mathbf{V}}$
More resource-intensive for City staff and will require additional FTEs	×	$\overline{\mathbf{V}}$
Expands the number of properties regulated by the ordinance from 4K to 10K	×	$\overline{\mathbf{Z}}$
Permit cycle will be consistent with City fiscal year	×	lacksquare
Mandates provision of information to renters	×	$\overline{\mathbf{V}}$
Will replace housing and commercial codes with ICC IPMC Standards	×	$\overline{\mathbf{V}}$



Existing Rental Housing Ordinance vs. New Rental Housing Ordinance - Map Comparison

Existing Ordinance

New Ordinance

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Existing \$610K revenue generated from LL licens



11 new FTEs + operating cost



Pays for three employees and program admin currently



Revenues cover expenses of new FTEs



1 Staff Specialist

- Research
- Mailings
- Advertising



7 Code Officers

- Inspections and reinspections
- Tenant complaints, investigations, and housing code violations
- Case presentations to Magistrate





2 Permit Expeditors

- Issue Permits and collect fees
- Schedule inspections and walk-ins
- Field phone calls and emails



1Lead Analyst

- System tie-in w/ PermitGNV
- Manage fees and operations costs of programs
- Research applicable properties

New Rental Housing Ordinance – Estimated Revenues and Expenditures

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New Rental Housing Ordinance Revenues and Expenditures

Revenue Estimates				
Est. of Rental Units	15,000			
Estimated Revenue (\$170/year)	\$2,550,000			
(-9% vacancy rate)	\$229,500			
(-20% margin-of-error)	\$464,100			
Total Revenue	\$1,856,400			

Cost Estimates					
Personal Services					
<u>Positions</u>	FTE	Total			
Program Coordinator	1.0	\$78,452			
Field Collector	1.0	\$60,054			
Staff Specialist	1.0	\$53,342			
Code Officers	8.0	\$506,571			
Permit Expeditor III	2.0	\$128,761			
Lead Analyst	1.0	\$96,423			
Total Personal Services	14.0	\$927,604			
Total Operating		\$66,065			
Total Reoccurring Costs		\$993,669			
Total One-Time Implementation Costs		\$209,700			
Total Program Cost		\$1,203,369			
Loss of Landlord License Revenue		\$610,000			
Total Cost \$1,813,369					













Examples of properties that could become rentals and may be subject to ordinance:

Implementation Timeline





















City Commission (July 16, 2020)

- Direction on draft ordinance
- •1st and 2nd readings

Education Phase (October 2020)

- •Entails mailouts
- Public Meetings/workshops
- Continuing education

Application Cycle begins (August 2021) Effective date for new program (October 1st, 2021) Four-year rotating inspections start



Thanks!

Any questions?