REFERENCE TITLE: short-term rentals; enforcement; penalties

State of Arizona House of Representatives Fifty-fifth Legislature First Regular Session 2021

# HB 2481

Introduced by

Representatives Kavanagh: Butler, Jermaine, Kaiser, Lieberman, Longdon, Shah, Senators Alston, Barto, Engel, Marsh

## AN ACT

AMENDING SECTIONS 9-500.39, 9-1301, 11-269.17, 11-1701 AND 42-1125.02, ARIZONA REVISED STATUTES; RELATING TO VACATION AND SHORT-TERM RENTALS.

(TEXT OF BILL BEGINS ON NEXT PAGE)

Be it enacted by the Legislature of the State of Arizona: 1 Section 1. Section 9-500.39, Arizona Revised Statutes, is amended 2 3 to read: 9-500.39. 4 Limits on regulation of vacation rentals and 5 short-term rentals; definitions 6 A. A city or town may not prohibit vacation rentals or short-term 7 rentals. 8 B. A city or town may not restrict the use of or regulate vacation 9 rentals or short-term rentals based on their classification, use or 10 occupancy except as provided in this section. A city or town may regulate vacation rentals or short-term rentals for the following purposes AS 11 12 FOLLOWS: 1. **Protecting** TO PROTECT the public's health and safety, including 13 14 rules and regulations related to fire and building codes, health and sanitation, transportation or traffic control, solid or hazardous waste 15 16 and pollution control, and designation of an emergency point of contact, 17 if the city or town demonstrates that the rule or regulation is for the 18 primary purpose of protecting the public's health and safety. TO ADOPT AND ENFORCE REASONABLE RESIDENTIAL USE AND ZONING 19 2. ORDINANCES, INCLUDING RESTRICTING VACATION AND SHORT-TERM RENTALS TO 20 SPECIFIC ZONING DISTRICTS, REQUIRING VACATION OR SHORT-TERM RENTALS TO OBTAIN A VARIANCE OR USE PERMIT, ADOPTING SEPERATION REQUIREMENTS AND LIMITING THE NUMBER OF VACATION OR SHORT-TERM RENTALS. A ZONING ORDINANCE SHALL NOT HAVE THE EFFECT OF PROHIBITING OR UNREASONABLY RESTRICTING ALL VACATION OR SHORT-TERM RENTALS. 21 2. 3. Adopting TO ADOPT and enforcing residential use and zoning 22 ordinances, including ENFORCE ordinances related to noise, protection of 23 welfare, property maintenance and other nuisance issues, if the ordinance 24 is applied in the same manner as other property classified under sections 25 42-12003 and 42-12004. Limiting TO LIMIT or prohibiting PROHIBIT the use of a 26 <del>3.</del> 4. 27 vacation rental or short-term rental for the purposes of housing sex 28 offenders, operating or maintaining a sober living home, selling illegal 29 drugs, liquor control or pornography, obscenity, nude or topless dancing 30 and other adult-oriented businesses. 31 TO REQUIRE THE OWNER OF A VACATION RENTAL OR SHORT-TERM RENTAL 5. 32 TO OBTAIN AND MAINTAIN A LICENSE OR REGISTER THE VACATION RENTAL OR SHORT-TERM RENTAL WITH THE 33 CITY OR TOWN. THE CITY OR TOWN SHALL REPORT TO THE DEPARTMENT OF REVENUE 34 ALL VERIFIED VIOLATIONS OF A VACATION RENTAL OR SHORT-TERM RENTAL LICENSED 35 OR REGISTERED BY THE CITY OR TOWN. 36 4. 6. Requiring TO REQUIRE the owner of a vacation rental or 37 short-term rental to provide the city or town with contact information for 38 the owner or the owner's designee who is responsible for responding to 39 complaints in a timely manner in person, over the phone or by email at any 40 time of day before offering for rent or renting the vacation rental or

41 short-term rental.

42 7. TO RESTRICT THE OCCUPANCY OF A VACATION RENTAL OR SHORT-TERM
43 RENTAL TO THE LESSER OF THE OCCUPANCY LIMIT OF THE CITY OR TOWN OR TWO
44 ADULTS PER BEDROOM PLUS TWO ADDITIONAL ADULTS.

C. Within thirty days after a verified violation, a city or town 1 2 shall notify the department of revenue and the owner of the vacation 3 rental or short-term rental of the verified violation of the city's or town's applicable laws, regulations or ordinances and, if the owner of the 4 5 vacation rental or short-term rental received the verified violation, 6 whether the city or town imposed a civil penalty on the owner of the 7 vacation rental or short-term rental and the amount of the civil penalty, 8 if assessed. If multiple verified violations arise out of the same 9 response to an incident at a vacation rental or short-term rental, those 10 verified violations are considered one verified violation for the purpose of assessing civil penalties pursuant to section 42-1125.02, subsection 11 12 **₿ С**.

13 D. If the owner of a vacation rental or short-term rental has 14 provided contact information to a city or town pursuant to subsection B, 15 paragraph 4 6 of this section and if the city or town issues a citation 16 for a violation of the city's or town's applicable laws, regulations or ordinances or a state law that occurred on the owner's vacation rental or 17 18 short-term rental property, the city or town shall make a reasonable 19 attempt to notify the owner or the owner's designee of the citation within 20 seven business days after the citation is issued using the contact information provided pursuant to subsection B, paragraph 4 6 of this 21 22 If the owner of a vacation rental or short-term rental has not section. 23 provided contact information pursuant to subsection B, paragraph 4 6 of 24 this section, the city or town is not required to provide such notice.

E. This section does not exempt an owner of a residential rental property, as defined in section 33-1901, from maintaining with the assessor of the county in which the property is located information required under title 33, chapter 17, article 1.

F. A vacation rental or short-term rental may not be used for nonresidential uses, including for a special event that would otherwise require a permit or license pursuant to a city or town ordinance or a state law or rule or for a retail, restaurant, banquet space or other similar use.

G. A VACATION RENTAL OR SHORT-TERM RENTAL MAY NOT ADVERTISE TO EXCEED THE OCCUPANCY LIMIT OF THE DWELLING PURSUANT TO SUBSECTION B OF THIS SECTION OR FOR ANY NONRESIDENTIAL USE PURSUANT TO SUBSECTION F OF THIS SECTION. A VIOLATION OF THIS SUBSECTION IS NOT A VERIFIED VIOLATION. A CITY OR TOWN MAY IMPOSE A CIVIL PENALTY FOR EACH DAY THE PROPERTY IS IN VIOLATION OF THIS SUBSECTION.

40 H. A VACATION RENTAL OR SHORT-TERM RENTAL IS NOT SUBJECT TO CHAPTER 41 12, ARTICLE 1 OF THIS TITLE OF TITLE 11, CHAPTER 12, ARTICLE 1.

42

I. A CITY OR TOWN MAY NOT REGULATE AN ONLINE LODGING MARKETPLACE.

G. J. For the purposes of this section: 1 "ONLINE LODGING MARKETPLACE" HAS THE SAME MEANING PRESCRIBED IN 3 2 1. SECTION 42-5076. 4 1. 2. "Transient" has the same meaning prescribed in section 5 42-5070. 6 "Vacation rental" or "short-term rental": <del>2.</del> 3. 7 (a) Means any individually or collectively owned single-family or 8 one-to-four-family house or dwelling unit or any unit or group of units in 9 a condominium, OR cooperative or timeshare, that is also a transient 10 public lodging establishment or owner-occupied residential home offered for transient use if the accommodations are not classified for property 11 12 taxation under section 42-12001. Vacation rental and short-term rental do 13 (b) DOES not include EITHER OF THE FOLLOWING: 14 (i) A unit that is used for any nonresidential use, including 15 retail, restaurant, banquet space, event center or another similar use. 16 RESIDENTIAL RENTAL DWELLING UNIT AS DEFINED IN SECTION (ii) Α 17 9-1301. 18 3. 4. "Verified violation" means a finding of guilt or civil 19 responsibility for violating any state law or local ordinance relating to 20 a purpose prescribed in subsection B or F of this section that has been 21 finally adjudicated. 22 Sec. 2. Section 9-1301, Arizona Revised Statutes, is amended to 23 read: 24 9-1301. Definitions 25 In this chapter, unless the context otherwise requires: 26 "Building code" means the construction codes that were in force 1. 27 at THE time of building construction, including plumbing and mechanical 28 codes, electric codes, residential construction codes, energy conservation 29 codes and existing building construction codes, and includes any property 30 maintenance codes, neighborhood preservation codes, anti-blight codes or 31 other similar codes, however denominated. With respect to mobile homes as defined in section 33-1409, building code means the federal construction 32 33 codes applicable to homes constructed after June 15, 1976, and the Arizona 34 codes applicable to homes constructed before that date. 35 "Citywide residential rental property inspection program" means 2. 36 any program that includes systematic or periodic inspections of a majority 37 of rental properties in the city OR TOWN that have not previously been 38 found to meet the requirements of section 9-1302. 39 "Exterior inspection" means the visual inspection of any portion 3. 40 of a residential dwelling unit that can be seen from a public street or 41 other right-of-way, or that can be seen from an adjacent property if a 42 complaint or consent is received from the adjacent property owner, lawful 43 resident or lawful tenant.

4. "Initial inspection" means the first inspection of a residential
 rental dwelling unit after the establishment by ordinance or resolution of
 a residential rental inspection program.

5. "Interior inspection" means a physical or visual inspection of the interior of a residential rental dwelling unit and other portions of a residential rental dwelling unit that are not visible from a public street, right-of-way or neighboring property that is made for the purpose of looking for building code violations.

9 6. "Mobile home park" has the same meaning as prescribed in section 10 33-1409.

11 7. "Multifamily housing" means site built buildings containing 12 residential dwelling units, but does not include mobile home parks.

8. 7. "Owner" means the person, corporation, limited liability
company, partnership, limited partnership, trust or real estate investment
trust shown on the lawfully recorded title to the property.

16 9. 8. "Residential dwelling unit" means a building or structure or 17 part of a building or structure that is used for a home or residence by 18 one or more persons who maintain a household. It also means a mobile home 19 regardless of ownership of the land.

20 <del>10.</del> 9. "Residential rental dwelling unit" means a dwelling unit that is leased or rented to one or more tenants. A dwelling unit that is 21 22 occupied in part by the owner of the dwelling unit is not a residential rental dwelling unit unless a tenant occupies a part of the dwelling unit 23 24 that has its own cooking and sleeping areas, a bathroom and a separate 25 entrance, unless otherwise provided in a zoning ordinance of the city or 26 town. Residential rental dwelling unit does not include an owner occupied 27 OWNER-OCCUPIED mobile home in a mobile home park that is not owned by the 28 landlord of the mobile home park OR A VACATION RENTAL OR SHORT-TERM RENTAL AS DEFINED IN SECTION 9-500.39. 29

30 <u>11.</u> 10. "Residential rental licensing requirement" means a 31 requirement established by a city or town that property owners or property 32 managers obtain a license or permit from the city or town, with or without 33 an associated fee, before they can legally engage in the rental of 34 dwelling units in the city or town.

35 12. 11. "Residential rental registration requirement" means any 36 requirement established by a city or town for rental housing owners or 37 managers to submit information to the city or town as already required to 38 be submitted to the county assessor under section 33-1902.

39 Sec. 3. Section 11-269.17, Arizona Revised Statutes, is amended to 40 read:

- 41 42
- 11-269.17. Limits on regulation of vacation rentals and short-term rentals; definitions

43 A. A county may not prohibit vacation rentals or short-term 44 rentals. 1 B. A county may not restrict the use of or regulate vacation 2 rentals or short-term rentals based on their classification, use or 3 occupancy except as provided in this section. A county may regulate 4 vacation rentals or short-term rentals for the following purposes AS 5 FOLLOWS:

6 1. Protecting TO PROTECT the public's health and safety, including 7 rules and regulations related to fire and building codes, health and 8 sanitation, transportation or traffic control, solid or hazardous waste 9 and pollution control, and designation of an emergency point of contact, 10 if the county demonstrates that the rule or regulation is for the primary 11 purpose of protecting the public's health and safety.

 12 2. TO ADOPT AND ENFORCE REASONABLE RESIDENTIAL USE AND ZONING
 13 ORDINANCES, INCLUDING RESTRICTING VACATION AND SHORT-TERM RENTALS TO SPECIFIC ZONING DISTRICTS, REQUIRING VACATION OR SHORT-TERM RENTALS TO OBTAIN A VARIANCE OR USE PERMIT, ADOPTING SEPERATION REQUIREMENTS AND LIMITING THE NUMBER OF VACATION OR SHORT-TERM RENTALS. A ZONING ORDINANCE SHALL NOT HAVE THE EFFECT OF PROHIBITING OR UNREASONABLY RESTRICTING ALL VACATION OR SHORT-TERM RENTALS.

14 2. 3. Adopting TO ADOPT and enforcing residential use and zoning 15 ordinances, including ENFORCE ordinances related to noise, protection of 16 welfare, property maintenance and other nuisance issues, if the ordinance 17 is applied in the same manner as other property classified under sections 18 42-12003 and 42-12004.

19 3. 4. Limiting TO LIMIT or prohibiting PROHIBIT the use of a 20 vacation rental or short-term rental for the purposes of housing sex 21 offenders, operating or maintaining a sober living home, selling illegal 22 drugs, liquor control or pornography, obscenity, nude or topless dancing 23 and other adult-oriented businesses.

24 5. TO REQUIRE THE OWNER OF A VACATION RENTAL OR SHORT-TERM RENTAL
 25 TO OBTAIN AND MAINTAIN A LICENSE OR REGISTER THE VACATION RENTAL OR SHORT-TERM RENTAL WITH THE

26 COUNTY. THE COUNTY SHALL REPORT TO THE DEPARTMENT OF REVENUE ALL VERIFIED
27 VIOLATIONS OF A VACATION RENTAL OR SHORT-TERM RENTAL LICENSED OR
28 REGISTERED BY THE COUNTY.

4. 6. Requiring TO REQUIRE the owner of a vacation rental or short-term rental to provide the county with contact information for the owner or the owner's designee who is responsible for responding to complaints in a timely manner in person, over the phone or by email at any time of day before offering for rent or renting the vacation rental or short-term rental.

35 7. TO RESTRICT THE OCCUPANCY OF A VACATION RENTAL OR SHORT-TERM
36 RENTAL TO THE LESSER OF THE OCCUPANCY LIMIT OF THE COUNTY OR TWO ADULTS
37 PER BEDROOM PLUS TWO ADDITIONAL ADULTS.

38 C. Within thirty days after a verified violation, a county shall 39 notify the department of revenue and the owner of the vacation rental or 40 short-term rental of the verified violation of the county's applicable

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41 laws, regulations or ordinances and, if the property owner received the 42 verified violation, whether the county imposed a civil penalty on the 43 owner of the vacation rental or short-term rental and the amount of the 44 civil penalty, if assessed. If multiple verified violations arise out of 45 the same response to an incident at a vacation rental or short-term 1 rental, those verified violations are considered one verified violation 2 for the purpose of assessing civil penalties pursuant to 3 section 42-1125.02, subsection B C.

D. If the owner of a vacation rental or short-term rental has 4 5 provided contact information to a county pursuant to subsection B, paragraph 4 6 of this section and if the county issues a citation for a 6 7 violation of the county's applicable laws, regulations or ordinances or a 8 state law that occurred on the owner's vacation rental or short-term 9 rental property, the county shall make a reasonable attempt to notify the 10 owner or the owner's designee of the citation within seven business days 11 after the citation is issued using the contact information provided 12 pursuant to subsection B, paragraph 4-6 of this section. If the owner of a vacation rental or short-term rental has not provided contact 13 14 information pursuant to subsection B, paragraph 4 6 of this section, the 15 county is not required to provide such notice.

16 E. This section does not exempt an owner of a residential rental 17 property, as defined in section 33-1901, from maintaining with the 18 assessor of the county in which the property is located information 19 required under title 33, chapter 17, article 1.

F. A vacation rental or short-term rental may not be used for nonresidential uses, including for a special event that would otherwise require a permit or license pursuant to a county ordinance or a state law or rule or for a retail, restaurant, banquet space or other similar use.

G. A VACATION RENTAL OR SHORT-TERM RENTAL MAY NOT ADVERTISE TO
EXCEED THE OCCUPANCY LIMIT OF THE DWELLING PURSUANT TO SUBSECTION B OF
THIS SECTION OR FOR ANY NONRESIDENTIAL USE PURSUANT TO SUBSECTION F OF
THIS SECTION. A VIOLATION OF THIS SUBSECTION IS NOT A VERIFIED VIOLATION.
A COUNTY MAY IMPOSE A CIVIL PENALTY FOR EACH DAY THE PROPERTY IS IN
VIOLATION OF THIS SUBSECTION.

30 H. A VACATION RENTAL OR SHORT-TERM RENTAL IS NOT SUBJECT TO CHAPTER
31 12, ARTICLE 1 OF THIS TITLE OR TITLE 9, CHAPTER 12, ARTICLE 1.

I. A COUNTY MAY NOT REGULATE AN ONLINE LODGING MARKETPLACE.

32 33

G. J. For the purposes of this section:

34 1. "ONLINE LODGING MARKETPLACE" HAS THE SAME MEANING PRESCRIBED IN 35 SECTION 42-5076.

36  $\frac{1}{2}$ . "Transient" has the same meaning prescribed in section 37 42-5070.

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2. 3. "Vacation rental" or "short-term rental":

(a) Means any individually or collectively owned single-family or
one-to-four-family house or dwelling unit or any unit or group of units in
a condominium, OR cooperative or timeshare, that is also a transient
public lodging establishment or owner-occupied residential home offered
for transient use if the accommodations are not classified for property
taxation under section 42-12001. Vacation rental and short-term rental do
(b) DOES not include EITHER OF THE FOLLOWING:

(i) A unit that is used for any nonresidential use, including
 retail, restaurant, banquet space, event center or another similar use.
 (ii) A RESIDENTIAL RENTAL DWELLING UNIT AS DEFINED IN SECTION
 4 11-1701.

5 3. 4. "Verified violation" means a finding of guilt or civil 6 responsibility for violating any state law or local ordinance relating to 7 a purpose prescribed in subsection B or F of this section that has been 8 finally adjudicated.

9 Sec. 4. Section 11-1701, Arizona Revised Statutes, is amended to 10 read:

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### 11-1701. Definitions

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In this chapter, unless the context otherwise requires:

13 1. "Building code" means the construction codes that were in force 14 at the time of building construction, including plumbing and mechanical 15 codes, electric codes, residential construction codes, energy conservation 16 codes and existing building construction codes, and includes any property 17 maintenance codes, neighborhood preservation codes, anti-blight codes or other similar codes, however denominated. With respect to mobile homes as 18 defined in section 33-1409, building code means the federal construction 19 20 codes applicable to homes constructed after June 15, 1976, and the state 21 codes applicable to homes constructed before that date.

22 2. "Countywide residential rental property inspection program" 23 means any program that includes systematic or periodic inspections of a 24 majority of rental properties in the county that have not been previously 25 found to meet the requirements of section 11-1702.

3. "Exterior inspection" means the visual inspection of any portion of a residential dwelling unit that can be seen from a public street or other right-of-way, or that can be seen from an adjacent property if a complaint or consent is received from the adjacent property owner, lawful resident or lawful tenant.

4. "Initial inspection" means the first inspection of a residential
rental dwelling unit after the establishment by ordinance or resolution of
a residential rental inspection program.

5. "Interior inspection" means a physical or visual inspection of the interior of a residential rental dwelling unit and other portions of a residential rental dwelling unit that are not visible from a public street, right-of-way or neighboring property that is made for the purpose of looking for building code violations.

39 6. "Mobile home park" has the same meaning prescribed in section 40 33-1409.

41 7. "Multifamily housing" means site built buildings containing
 42 residential dwelling units, but does not include mobile home parks.

43 8. 7. "Owner" means the person, corporation, limited liability
44 company, partnership, limited partnership, trust or real estate investment
45 trust shown on the lawfully recorded title to the property.

9. 8. "Residential dwelling unit" means a building or structure or part of a building or structure that is used for a home or residence by one or more persons who maintain a household, including a mobile home regardless of ownership of the land.

5 10. "Residential rental dwelling unit" means a dwelling unit 6 that is leased or rented to one or more tenants. A dwelling unit that is 7 occupied in part by the owner of the dwelling unit is not a residential 8 rental dwelling unit unless a tenant occupies a part of the dwelling unit 9 that has its own cooking and sleeping areas, a bathroom and a separate 10 entrance, unless otherwise provided in a zoning ordinance of the county. 11 Residential rental dwelling unit does not include an owner occupied 12 OWNER-OCCUPIED mobile home in a mobile home park that is not owned by the 13 landlord of the mobile home park OR A VACATION RENTAL OR SHORT-TERM RENTAL 14 AS DEFINED IN SECTION 11-269.17.

15 11. 10. "Residential rental licensing requirement" means a 16 requirement established by a county that property owners or property 17 managers obtain a license or permit from the county, with or without an 18 associated fee, before they can legally engage in the rental of dwelling 19 units in the county.

20 12. 11. "Residential rental registration requirement" means any 21 requirement established by a county for rental housing owners or managers 22 to submit information to the county as already required to be submitted to 23 the county assessor under section 33-1902.

24 Sec. 5. Section 42-1125.02, Arizona Revised Statutes, is amended to 25 read:

26 27 42-1125.02. <u>Civil penalties; online lodging operators;</u> violation; classification; appeal; definitions

A. An online lodging operator that fails to comply with section42-5042 shall pay the following civil penalty:

30 31

2. For a second and any subsequent offense, \$1,000.

1. For a first offense, \$250.

B. AN ONLINE LODGING OPERATOR THAT FALSIFIES INFORMATION TO AN
 ONLINE LODGING MARKETPLACE IN VIOLATION OF SECTION 42-5042 IS GUILTY OF A
 PETTY OFFENSE.

B. C. If an online lodging operator received a verified violation,
 the online lodging operator shall pay the following civil penalty:

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1. For a first verified violation received for a property, either:

38 (a) If the city, town or county did not impose a civil penalty on
 39 the online lodging operator for the verified violation, \$500.

40 (b) If the city, town or county imposed a civil penalty on the 41 online lodging operator for the verified violation, the difference between 42 the amount prescribed in subdivision (a) of this paragraph and the amount 43 of the civil penalty the city, town or county imposed on the online 44 lodging operator for the verified violation. 1 2. For a second verified violation received on the same property 2 within a twelve-month period, either:

3

(a) If the city, town or county did not impose a civil penalty on the online lodging operator for the verified violation, \$1,000. 4

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5 (b) If the city, town or county imposed a civil penalty on the online lodging operator for the verified violation, the difference between 6 7 the amount prescribed in subdivision (a) of this paragraph and the amount 8 of the civil penalty the city, town or county imposed on the online 9 lodging operator for the verified violation.

10 3. For a third and any subsequent verified violation received on the same property within the same twelve-month period, either: 11

12 (a) If the city, town or county did not impose a civil penalty on the online lodging operator for the verified violation, fifty percent of 13 14 the gross monthly revenues of the lodging accommodation at which the violation occurred for the month in which the violation occurred or 15 16 \$1,500, whichever is greater.

17 If the city, town or county imposed a civil penalty on the (b) 18 online lodging operator for the verified violation, the difference between 19 the amount prescribed in subdivision (a) of this paragraph and the amount 20 of the civil penalty the city, town or county imposed on the online lodging operator for the verified violation. 21

22  $C_{-}$  D. If the department imposes a civil penalty pursuant to 23 subsection B C, paragraph 1 of this section and the online lodging 24 operator appeals the civil penalty, the hearing officer may waive or lower the civil penalty based on the online lodging operator's diligence in 25 26 attempting to prohibit renters from violating state law or the city's, or 27 town's OR COUNTY'S applicable laws, regulations or ordinances. In 28 determining whether to waive or lower the civil penalty, the hearing officer shall consider both of the following: 29

30 1. Whether rules that prohibit activities violating state law or 31 the city's, **OF** town's OR COUNTY'S applicable laws, regulations or 32 ordinances were included in the advertisement for the lodging 33 accommodation, vacation rental or short-term rental.

34 2. Whether the rules described in paragraph 1 of this subsection 35 were posted in a conspicuous location inside the lodging accommodation, 36 vacation rental or short-term rental.

D. E. For the purposes of this section:

accommodation" has the same meaning prescribed in 38 "Lodging 1. 39 section 42-5076.

40 2. "Online lodging marketplace" has the same meaning prescribed in section 42-5076. 41

42 "Online lodging operator" has the same meaning prescribed in 3 43 section 42-5076 and includes an owner of a vacation rental or short-term 44 rental that is not offered through an online lodging marketplace.

4. "Vacation rental" and "short-term rental" have the same meanings
 prescribed in section 9-500.39 or 11-269.17.

3 5. "Verified violation" has the same meaning prescribed in section 4 9-500.39 or 11-269.17.

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## Sec. 6. Applicability; definitions

6 A. Notwithstanding sections 9-500.39 and 11.269.17, Arizona Revised 7 Statutes, as amended by this act, a city, town or county may not prohibit 8 the operation of a vacation rental or short-term rental based solely on 9 its status as a vacation rental or short-term rental if the owner of the 10 vacation rental or short-term rental has both of the following:

1. As of May 1, 2021, a valid transaction privilege tax license.

12 2. As of June 2, 2021, provided the owner's or the owner's 13 designee's contact information to the city, town or county in which the 14 vacation rental or short-term rental is located, if required by a city, 15 town or county ordinance.

B. Subsection A of this section does not apply if the property on
which the vacation rental or short-term rental is located changes title or
ownership.

19C. For the purposes of this section, "vacation rental" and20"short-term rental" have the same meanings prescribed in section 9-500.3921or 11-269.17, Arizona Revised Statutes, as amended by this act.