THE KLAHANIE HOMEOWNERS ASSOCIATION POLICY RESOLUTION #2019.11.5

SHORT TERM HOME RENTAL FINE ENFORCEMENT

AUTHORITY:

Article 3.8, Covenants, Conditions, and Restrictions – Rules & Regulations.

Section 4.11, Rules & Regulations – Rental Properties.

Section 7.0, Rules and Regulations "Fines".

PURPOSE:

To discourage the short-term rental of homes and condominiums (less than 30 days) within Klahanie neighborhoods, the Board finds it necessary to implement a separate fine schedule and enforcement system which complies with all due process requirements.

RESOLUTION:

To define when fines will be assessed for short term rentals and the rights for those receiving a violation notice for non-compliance, the Board resolves that the following compliance policies and procedures are hereby adopted:

1. Penalties and Fines:

- a) A homeowner shall be fined for leasing out a house daily or for any period less than 30 days in accordance with Section 4.11 of the Rules & Regulations – Rental Properties.
- b) Advertisement of a house or condo in Klahanie or leasing of the property, for a period of less than 30 days, is considered a short-term rental and has a fine of \$1,000 per week from when violation notification is given to owner until the office has confirmation that the property is no longer rented or advertised on a short-term basis.
- c) When an issue of noncompliance is identified, the registered owner of the property will be sent a violation notice letter describing the violation and accompanied by a color photo of the property.

2. <u>Due Process / Appeal Procedure:</u>

The following procedures allow members of the Fine Committee and the Board of Directors to review issues and evidence of a challenged violation(s) and to consider appropriate action(s), if any.

- a) If any Owner feels that the enforcement of a fine for rental property has been issued in error or without justification, he/she has the right to appeal to the Fine Committee and then to the Board of Directors.
- b) After receiving a violation notice, if the owner does not contact the office, they will be sent a fine invite and given an opportunity to explain the matter in a hearing of their peers. The fine committee will then render a decision.

President's and Secretary's Certification: The undersigned, respectively being the President and Secretary of the Klahanie Association, a Washington nonprofit corporation, certify that the foregoing Policy Resolution was approved and adopted by the Board of Directors of the Association, at a duly called and held meeting of the Board of Directors of the Association on October 29, 2019, and in witness thereof, the undersigned have submitted their names.

Chris Humberson, President

By: ______ Sarah Lanis, Secretary