May 2012



Special Request Results

Why We Did This Report

This memo responds to a request from Council Member Spelman regarding the difference in 311 and 911 calls between short-term rentals (STRs) and other residential properties.

What We Did

To complete this special request, we:

- Randomly sampled 466
 residential properties with
 a geographic distribution
 comparable to that of the
 identified STRs and
 determined the number of
 311 and 911 calls at these
 locations
- Compared the call distribution to that of STRs

See Attachment A for the distribution of STRs and our sample.



For more information on this or any of our reports, email oca_auditor@austintexas.gov

SPECIAL REQUEST REPORT ON SHORT-TERM RENTALS (REVISED 5/24/12)

Mayor and Council,

I am pleased to present this special request report on short-term rentals.

BACKGROUND

On April 20, 2012, the Office of the City Auditor presented the Short-term Rentals Audit to the Audit and Finance Committee. This audit included the number and types of 311 and 911 calls among short-term rentals and compared them to calls for the City as a whole.

OBJECTIVE AND SCOPE

Our objective was to determine whether short-term rental properties differ from other residential properties in their use of the 311 and 911 systems.

The scope included 311 and 911 calls in calendar year 2011.

WHAT WE FOUND

We found that the average number of calls per property and the percent of properties associated with 311 or 911 calls were similar for STRs and the sample of residential properties (see Exhibit 1).

EXHIBIT 1
Properties Associated with 311 and 911 Calls

| | STRs | Sampled Residential |
|------------------------|--------|------------------------|
| Percent with 311 Calls | 22.86% | 23.82% |
| Average # of 311 Calls | 1.71 | 1.85 |
| Percent with 911 Calls | 26.87% | 28.54% |
| Average # of 911 Calls | 1.96 | 2.02 |

SOURCE: OCA analysis of 311 and 911 call data for CY 2011.

We found that the most common call types were similar for short-term rentals (STRs) and residential properties in our sample. Eight of the top ten 311 call categories and seven of the top ten 911 categories were the same for both groups. See Exhibit 2 for the full list of top call types.

EXHIBIT 2
Top Call Types for 311 and 911 Calls

| STR 311 Categories | Residential 311 Categories | STR 911 Categories | Residential 911 Categories |
|-------------------------|----------------------------|--------------------------|-------------------------------|
| Austin Resource | ARR Cart Management | Alarm Burglar | Alarm Burglar |
| Recovery (ARR) Cart | | | |
| Management | | | |
| Code Compliance | Water Waste Report | City Ordinance Violation | DOC / C.O. Violation |
| Water Waste Report | Code Compliance | Suspicious Person | Suspicious Person |
| ARR Missed Garbage | ARR Missed Garbage | ID Property Crimes | Hang-up Residence |
| APD Nonemergency – | APD Nonemergency - | Service | Suspicious Vehicle |
| Unavailable | Unavailable | | |
| ARR Missed Recycling | ARR Missed Recycling | Burglary Residence | Disturbance Other |
| Street Light Issue – | Street Light Issue- | Suspicious Vehicle | ID Property Crimes |
| Address | Address | | |
| ARR General | ARR General | Check Welfare Service | Parking Violation |
| ARR Billing Inquiry | ARR Missed Yard | Disturbance Other | Hang-up Mobile |
| | Trimmings | | |
| ARR Call Transfer – CIC | ARR Missed Bulky Items | Alarm Robbery (tied) | Family Disturbance |
| Only | Collection | | |
| | | Parking Violation (tied) | |

SOURCE: OCA analysis of 311 and 911 call data for CY 2011.

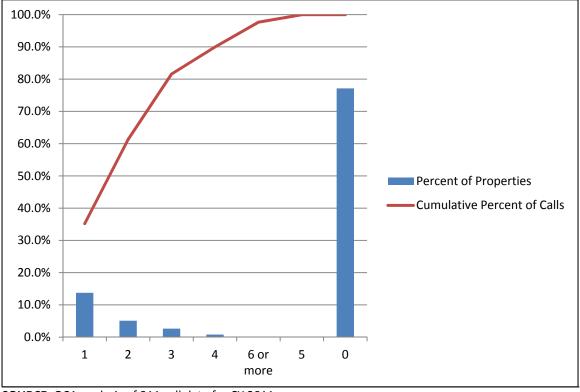
For STRs, the majority of 311 calls came from properties with only a few calls each (see Exhibit 3). This indicates that service level is driven by the overall number of properties, rather than by a small group of frequent users (see Exhibit 4 for Pareto analysis).

EXHIBIT 3
Distribution of 311 Calls Among STRs

| 311 Calls per Property | Number of Properties | Percent of Properties | Percent of 311 Calls |
|---------------------------|-------------------------|--------------------------|----------------------|
| 0 | 847 | 77.1% | 0.0% |
| 1 | 151 | 13.8% | 35.2% |
| 2 | 56 | 5.1% | 26.1% |
| 3 | 29 | 2.6% | 20.3% |
| 4 | 9 | 0.8% | 8.4% |
| 5 | 2 | 0.2% | 2.3% |
| 6 or more | 4 | 0.2% | 7.7% |
| Total | 1098 | 100.0% | 100.0% |

SOURCE: OCA analysis 311 data for CY 2011.

EXHIBIT 4
Pareto Analysis of 311 Calls for STRs



SOURCE: OCA analysis of 311 call data for CY 2011.

For 911 calls, approximately half the calls came from STR properties with only one or two calls, but frequent users (with six or more calls) accounted for 18% of calls despite being only one percent of all properties (see Exhibit 5, and Exhibit 6 for Pareto analysis).

EXHIBIT 5
Distribution of 911 Calls Among STRs

| 911 Calls per Property | Number of Properties | Percent of Properties | Percent of 911 Calls |
|---------------------------|-------------------------|--------------------------|-------------------------|
| 0 | 803 | 73.1% | 0.0% |
| 1 | 169 | 15.4% | 29.2% |
| 2 | 66 | 6.0% | 22.8% |
| 3 | 26 | 2.4% | 13.5% |
| 4 | 11 | 1.0% | 7.6% |
| 5 | 10 | 0.9% | 8.7% |
| 6 or more | 13 | 1.2% | 18.2% |
| Total | 1098 | 100.0% | 100.0% |

SOURCE: OCA analysis of 911 data for CY 2011.

100.0% 90.0% 80.0% 70.0% 60.0% Percent of Properties 50.0% 40.0% Cumulative Percent of Calls 30.0% 20.0% 10.0% 0.0% 2 1 6 or 5 4 0

EXHIBIT 6
Pareto Analysis of 911 Calls for STRs

SOURCE: OCA analysis of 911 data for CY 2011.

more

Among the sampled residential properties, for both 311 and 911 calls the majority came from properties with either one or two calls or six or more calls (see Exhibits 7 and 8). This indicates that service level is a combination of the overall number of properties and a few frequent users (see Exhibits 9 and 10 for Pareto analysis). The frequent users with six or more calls accounted for 25% of 311 calls and 22% of 911 calls, despite making up 0.6% and 1.5% of the population, respectively.

EXHIBIT 7Distribution of 311 Calls Among Sampled Residential Properties

| 311 Calls per Property | Number of Properties | Percent of Properties | Percent of 311 Calls |
|---------------------------|-------------------------|--------------------------|----------------------|
| 0 | 355 | 76.18% | 0.00% |
| 1 | 79 | 16.95% | 38.54% |
| 2 | 16 | 3.43% | 15.61% |
| 3 | 10 | 2.15% | 14.63% |
| 4 | 3 | 0.64% | 5.85% |
| 5 | 0 | 0.00% | 0.00% |
| 6 or more | 3 | 0.64% | 25.37% |
| Total | 466 | 100.00% | 100.00% |

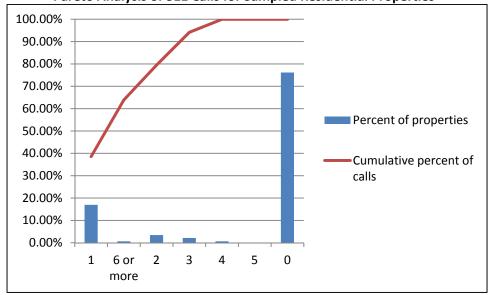
SOURCE: OCA analysis of 311 data for CY 2011 for sampled residential properties.

EXHIBIT 8
Distribution of 911 Calls Among Sampled Residential Properties

| 311 Calls per Property | Number of Properties | Percent of Properties | Percent of 311 Calls |
|---------------------------|-------------------------|--------------------------|----------------------|
| 0 | 333 | 71.46% | 0.00% |
| 1 | 82 | 17.60% | 30.60% |
| 2 | 21 | 4.51% | 15.67% |
| 3 | 13 | 2.79% | 14.55% |
| 4 | 4 | 0.86% | 5.97% |
| 5 | 6 | 1.29% | 11.19% |
| 6 or more | 7 | 1.50% | 22.01% |
| Total | 466 | 100.00% | 100.00% |

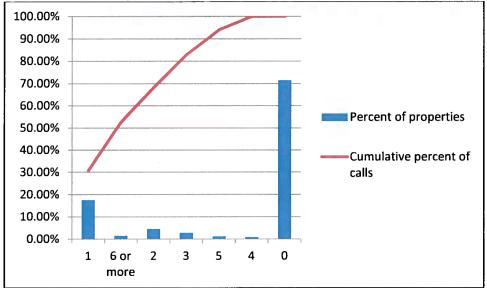
SOURCE: OCA analysis of 911 data for CY 2011 for sampled residential properties.

EXHIBIT 9Pareto Analysis of 311 Calls for Sampled Residential Properties



SOURCE: OCA analysis of 311 call data for CY 2011 for sampled residential properties.

EXHIBIT 10
Pareto Analysis of 911 Calls for Sampled Residential Properties



SOURCE: OCA analysis of 911 call data for CY 2011 for sampled residential properties.

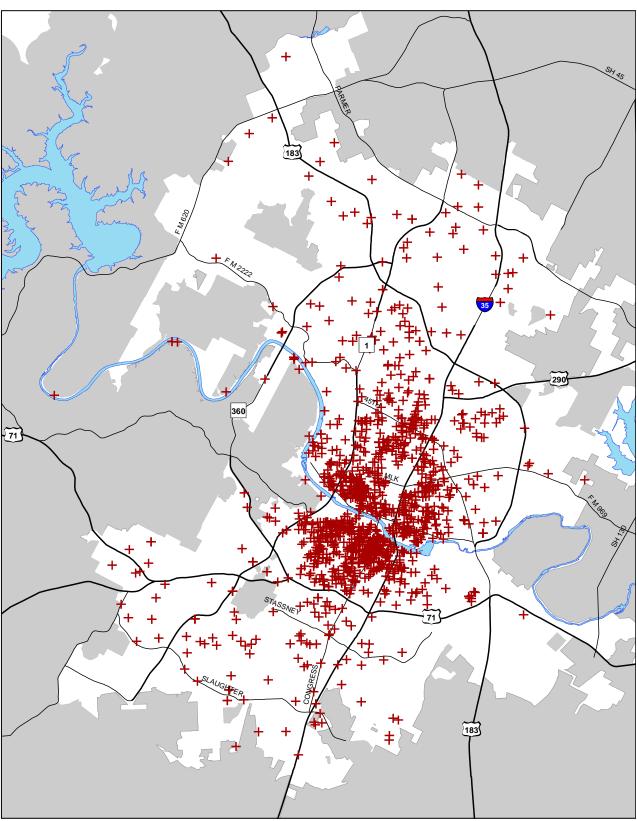
For the properties with higher than average 311 and 911 use, geographic distribution is similar between STRs and residential properties (see Attachment B).

We appreciate the assistance of the GIS staff in the Office of Communications and Technology

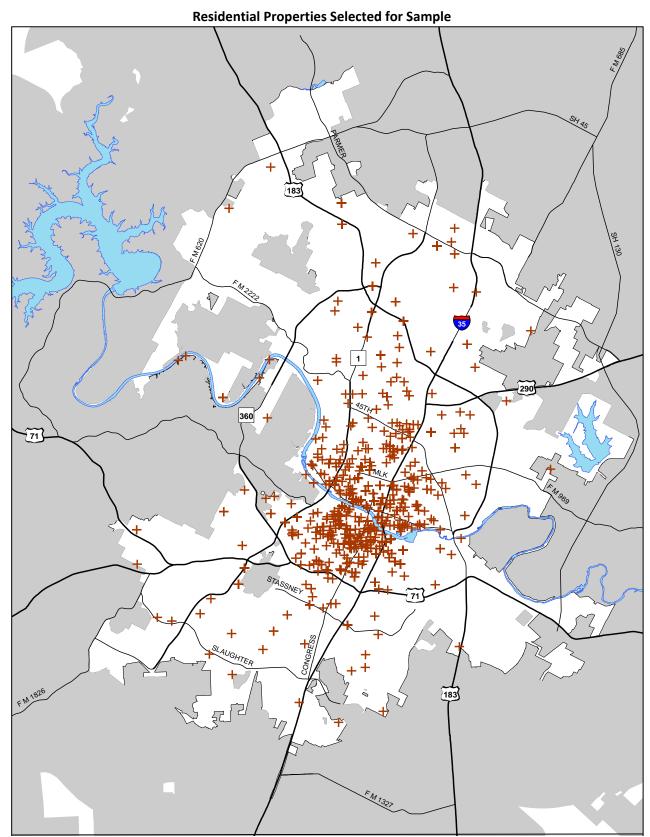
Management,

Kenneth J. Mory, City Auditor

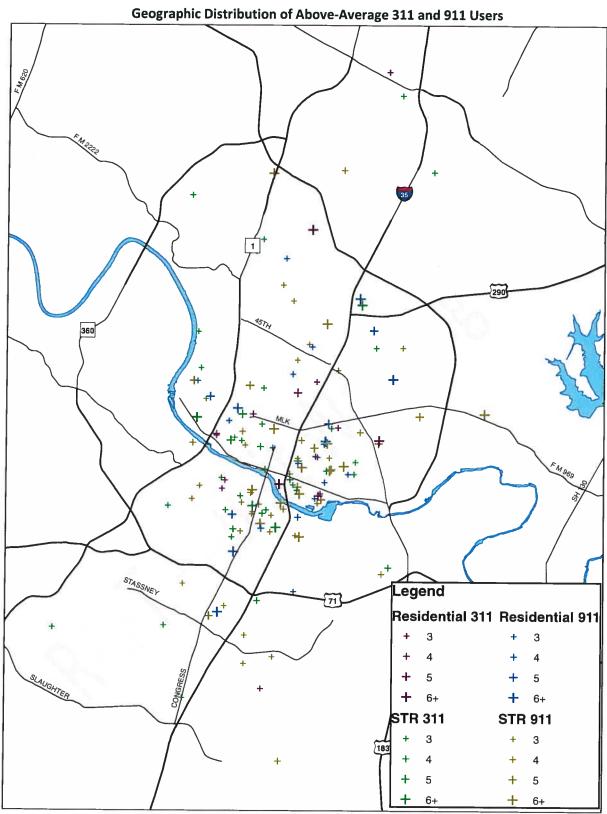
Short-term Rentals Identified in Prior Audit



SOURCE: OCA analysis of website data (Feb-Apr 12), City/State registration data (4Q 2011), and TCAD ownership data (Mar-Apr 12).



SOURCE: OCA analysis of STR and residential properties.



SOURCE: OCA Analysis of 311 and 911 data for CY 2011.