#### FIRST REGULAR SESSION

# **HOUSE BILL NO. 473**

## **100TH GENERAL ASSEMBLY**

#### INTRODUCED BY REPRESENTATIVE GRIER.

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8 9 DANA RADEMAN MILLER, Chief Clerk

## **AN ACT**

To amend chapter 71, RSMo, by adding thereto one new section relating to regulations by local governments.

Be it enacted by the General Assembly of the state of Missouri, as follows:

Section A. Chapter 71, RSMo, is amended by adding thereto one new section, to be known as section 71.990, to read as follows:

71.990. 1. As used in this section, the following terms mean:

- 2 (1) "Goods", any merchandise, equipment, products, supplies, or materials;
  - (2) "Home-based business", any business for the manufacture, provision, or sale of goods or services that is owned and operated by the owner or tenant of the residential dwelling;
  - (3) "Immediate family member", a spouse, child, sibling, parent, grandparent, grandchild, stepparent, stepchild, or stepsibling, whether related by adoption or blood;
  - (4) "No-impact home-based business" includes a vacation rental or short-term rental;
- 10 (5) "Vacation rental or short-term rental", any individually or collectively owned single-family or one-to-four-family house or dwelling unit or any unit or group of units in 11 12 a condominium, cooperative, or timeshare that is also a transient public lodging 13 establishment or owner-occupied residential home offered for transient use if the 14 accommodations are not classified as commercial property for taxation purposes. "Vacation rental and short-term rental" shall not include a unit that is used for any
- 16 nonresidential use, including retail, restaurant, banquet space, event center, or other
- similar use. 17

EXPLANATION — Matter enclosed in bold-faced brackets [thus] in the above bill is not enacted and is intended to be omitted from the law. Matter in **bold-face** type in the above bill is proposed language.

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2. Any person who resides in a residential dwelling may use the residential dwelling for a home-based business, unless such use is restricted by:

- (1) Any deed restriction, covenant, or agreement restricting the use of land; or
- 21 **(2)** Any master deed, bylaw, or other document applicable to a common interest ownership community.
  - 3. Except as prescribed in subsection 4 of this section, a municipality shall not prohibit the operation of a no-impact home-based business or otherwise require a person to apply for, register for, or obtain any permit, license, variance, or other type of prior approval from the municipality to operate a no-impact home-based business. For the purposes of this section, a residential property qualifies for use as a no-impact home-based business if:
  - (1) The business employs only:
    - (a) Residents of the residential dwelling;
- 31 (b) Immediate family members of the owner of the home-based business; and
- (c) No more than three individuals who are not residents of the residential dwelling;
- 33 (2) The activities of the business:
- 34 (a) Are limited to the sale of lawful goods and services;
  - (b) May involve having more than one client on the property at one time;
- (c) Do not generate on-street parking or cause a substantial increase in trafficthrough the residential area;
  - (d) Occur inside the residential dwelling;
- 39 (e) Are not visible from the street; and
- 40 **(f)** Do not violate any narrowly tailored regulation established under subsection 4 41 of this section.
  - 4. A municipality may establish reasonable regulations on a home-based business if the regulations are narrowly tailored for the purpose of:
  - (1) Protecting the public health and safety, including regulations related to fire and building codes, health and sanitation, transportation or traffic control, solid or hazardous waste, pollution and noise control;
    - (2) Ensuring that the business activity is both:
- 48 (a) Compatible with the residential use of the property and surrounding properties; 49 and
- 50 (b) Secondary to the property's use as a residential dwelling; or
- 51 (3) Limiting or prohibiting a home-based business whose business involves:
- 52 (a) Selling illegal drugs;
- 53 **(b) Selling liquor;**

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67 the regulation complies with this section.

54	(c) Operating or maintaining a structured sober living home;
55	(d) Pornography;
56	(e) Obscenity;
57	(f) Nude or topless dancing; or
58	(g) Other adult-oriented businesses.
59	5. No municipality shall require a person, as a condition of operating a home-based
60	business, to:
61	(1) Rezone the property for commercial use;
62	(2) Obtain a home-based business license or other general business license; or
63	(3) Install or equip fire sprinklers in a single-family detached residential dwelling
64	or any residential dwelling with no more than two dwelling units.
65	6. Whether a regulation complies with this section is a judicial question, and the

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66 municipality that enacts a regulation shall establish by clear and convincing evidence that