





## **Short-Term Rentals**

Texas Case Law on STRs—HOAs

- Tarr v. Timberwood Park Owners Ass'n: Texas Supreme Court in 2018 held that an HOA restrictive covenant did not prohibit a resident's use of his home as an STR
- Jbrice Holdings v. Wilcrest Walk Townhomes Ass'n: Texas Supreme Court in 2022 held that an HOA's deed restrictions could be amended to prohibit STRs

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## **Texas Case Law on STRs—Cities**

## Zaatari v. City of Austin (Austin Court of Appeals 2019)

- Austin passed ordinance banning, in part, short-term rental of nonhomestead single-family residences
- Established Property Right: Court found that short term rental was an "established practice," and a "historically allowable use" in Austin, and that STR owners had invested "significant time and money into the property"
- Ordinance was found to serve "minimal, if any public interest" while "having a significant impact on property owners' substantial interest in well-recognized property interest"
- Elimination of non-owner occupied STRs was "unconstitutionally retroactive"

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## Title search: Hot Topics in Texas Land Use Law

Also available as part of the eCourse <u>Hot Topics in Land Use (2023)</u>

First appeared as part of the conference materials for the  $27^{th}$  Annual Land Use Conference session "Hot Topics"