



---

## BOARD OF ADJUSTMENT CONDITIONAL USE PERMIT – ANNUAL REVIEW

---

### Staff Report

**Date:** October 7, 2024  
**From:** Kevin Kuchenbecker  
Planning, Zoning & Historic Preservation Officer  
**To:** Board of Adjustment  
**RE:** Annual Review - Conditional Use Permit – Vacation Home  
Establishment

---

**APPLICANT(S):** Deadwood Rentals - Creekside  
**PURPOSE:** Annual Review – Conditional Use Permit – Vacation  
Home Establishment  
**ADDRESS:** 36 Water Street  
Deadwood, Lawrence County, South Dakota  
**LEGAL DESCRIPTION:** Tract A, an 8' platted alley and a portion of Lot R-1 of  
the City of Deadwood railroad property all located in the  
Hillsdale addition to the City of Deadwood, in the NW ¼  
of Section 26, T5N, R3E, B.H.M., City of Deadwood,  
Lawrence County, South Dakota; and, Tract B-1,  
McGovern Hill addition of the City of Deadwood, located  
in the NW ¼ of Section 26 T5N, R3E, B.H.M., City of  
Deadwood, Lawrence County, South Dakota.  
**FILE STATUS:** Legal requirements still need to be met.  
**ZONE:** C1 - Commercial

---

### STAFF FINDINGS:

Surrounding Zoning:	Surrounding Land Uses:
North: R1 – Residential	Residential
South: PU – Public Use	Open Space/Trail
East: C1 – Commercial	Businesses
West: C1 – Commercial	Open Space

---

## **SUMMARY OF REQUEST**

---

The Deadwood City Commission has directed the Planning and Zoning Commission to conduct annual reviews of all Conditional Use Permits in accordance with City of Deadwood Municipal Code 17.76.060. The applicant was issued a Conditional Use Permit on August 21, 2023, to operate a Vacation Home Establishment at 36 Water Street.

The subject property is located on Water Street and is surrounded by different zoning classifications, including Residential, Public Use, and Commercial.

## **FACTUAL INFORMATION**

1. The property is currently zoned C1 – Commercial.
2. The subject property has access from Water Street.
3. The property is located within an AE Flood Zone and has a 1 percent annual chance of experiencing a flood.
4. Adequate public facilities are available to serve the property.
5. The area is characterized by a mixture of single-family residences, businesses, and open space.

## **STAFF DISCUSSION**

---

The applicant was granted a Conditional Use Permit for a Vacation Home Establishment and City regulations permit Vacation Home Establishments in C1 - Commercial Districts with an approved Conditional Use Permit. The subject property is a three (3) bedroom, two (2) bath single family home that advertises an availability of eleven (11) beds with accommodation for sixteen (16) guests. Renters can park in the driveway of the property.

### **“Vacation Home Establishment” means:**

Any home, cabin, or similar building that is rented, leased, or furnished in its entirety to the public on a daily or weekly basis for more than fourteen (14) days in the calendar year and is not occupied by an owner or manager during the time of rental as defined and permitted by the State of South Dakota and this Title.

## **COMPLIANCE:**

---

This Vacation Home Establishment has been in continual use over the last 12 months.

According to Deckard – Rentalscape, the property was booked 160 nights in the past 12 months and has received very good reviews.

No complaints are on record for this establishment.

---

Copy of Lodging License from South Dakota Department of Health required and in process.

**GENERAL USE STANDARDS FOR CONDITIONAL USE PERMITS:**

In reviewing any application under the authority of this chapter and as a further guide to its decision upon the facts of the case, the Commission(s) shall consider, among other things, the following facts:

- A. The proposed use shall be in harmony with the general purposes, goals, objectives, and standards to the City Policy Plan, the ordinance, the district in which it is located, or any other plan, program, map, or ordinance adopted, or under consideration pursuant to official notice by the City of Deadwood.

*The City Comprehensive Plan encourages a variety of uses and a mixture of housing types. Traffic and parking should not significantly affect the neighborhood if the applicant abides by the parking requirements associated with Short-Term Rentals.*

- B. Whether or not a community need exists for the proposed use at the proposed location in light of existing and proposed uses of a similar nature in the area and of the need to provide or maintain a proper mix of uses both within the city and also within the immediate area of the proposed use: (a) the proposed use in the proposed location shall not result in either a detrimental over concentration of a particular use from previously permitted uses within the city or within the immediate area of the proposed use.

*The subject area is zoned C1 - Commercial District and is intended to provide locations coinciding with the downtown core commercial zone where certain commercial uses and gaming are permitted.*

- C. The proposed use at this location shall not result in a substantial or undue adverse effect on adjacent property, the character of the neighborhood, traffic conditions, parking, public improvement, public sites, or rights-of-way.

*The applicant only uses off street parking and prevents any public nuisance issues that are often associated with Short-Term Rentals, the proposed use should not result in a substantial or undue adverse effect on adjacent property, or the character of the neighborhood and the use would not alter the character of the neighborhood. There has been no change in the size of the dwelling.*

- D. The previously approved Conditional Use Permit is still in use, and when influenced by matters pertaining to the public health, safety, and general welfare, either as they now exist or as they may in the future be developed as a result of the implementation of provisions and policies of the Policy Plan,

this ordinance, or any other plan, program, map or ordinance adopted, or under consideration pursuant to official notice, by the city or other governmental agency having jurisdiction to guide growth and development.

For any conditional use, lot and performance standards shall be the same as similar type uses located in specific districts. The character and use of buildings and structures adjoining or near the property mentioned in the application shall be considered in their entirety.

*The current use has not increased the proliferation of non-conforming uses. The subject residence is in an area that does not have additional Short-Term Rentals in the immediate area. The appearance of the structure has not changed; therefore, the character and use of the buildings and structures adjoining the subject property has not been adversely affected.*

- E. Whether or not the current use in the proposed area has been adequately served by and will not impose an undue burden on any of the improvements, facilities, utilities, and services specified in this section.

*The proposed use has not caused significant adverse impacts on water supply, fire protection, waste disposal, schools, traffic and circulation, or other services. Existing services are available onsite. All utilities have been assigned commercial rates.*

#### **CONDITIONS GOVERNING APPLICATIONS AND PROVISIONS:**

---

- A. Following the review of a Conditional Use Permit pursuant to the provisions of this ordinance, such permit may be amended, varied, or altered only pursuant to the standards and procedures established by this section for its original approval.
- B. The Board of Adjustments can revoke Conditional Use Permits, once granted, for cause after a hearing is held before them. Complaints seeking the revocation of such permit shall be filed with the Zoning Administrator and may be initiated by the Planning and Zoning Commission OR any three (3) residents within three hundred (300) feet of the property lines of which the application has been filed. All such revocation hearings shall be conducted in the same manner as for the Conditional Use Permit Application hearings.
- C. The Planning and Zoning Commission shall have the authority to review Conditional Use Permits at any time and/or on an annual basis and place additional stipulations to mitigate a problem.
- D. If the use permitted under the terms of a Conditional Use Permit has not been started within six (6) months of the date of issuance thereof, said

permit shall expire and be canceled by the City Planning Department. Written notice thereof shall be given to the person(s) affected, together with notice that further use or work as described in the canceled permit shall not proceed, unless and until a new Conditional Use Permit has been obtained.

- E. If the use permitted under the terms of a Conditional Use Permit ceases, for whatever reason, for a period of twelve (12) months, said permit shall expire and be canceled by the City Planning Department. Written notice thereof shall be given to the person(s) affected, together with notice that further use or work as described in the canceled permit shall not proceed, unless and until a new Conditional Use Permit has been obtained.

If approved, staff recommendations for stipulation(s):

1. The Conditional Use Permit runs with the applicant and not the land; therefore, should the property be sold, the Conditional Use Permit is null and void.
2. Proof of a state sales tax number has been provided to the Planning and Zoning Office for their files.
3. The Building Inspector has inspected the building, and it meets all applicable building codes.
4. City water and sewer rates have been changed from residential to commercial rates.
5. Proper paperwork has been filed with the City of Deadwood Finance Office for Business Improvement District (BID) taxes.
6. A City of Deadwood Business License has been issued.
7. Maintain Lodging License from the South Dakota Department of Health and provide copy to the Planning and Zoning Office for their files on an annual basis.
8. All parking shall be off street.

**ACTION REQUIRED FOR CONDITIONAL USE PERMIT:**

1. Approval/Denial by Deadwood Board of Adjustment  
(Approved by the Planning and Zoning Commission on September 18, 2024.)