

O-40-25

Establishing a 12-Month Moratorium on New Short-Term Rental Licenses

AMENDMENT 6A – MAYOR LITTMANN

(At the request of the Office of Law)

Amendment Summary:

Amendment 6A adds a Whereas clause to clarify potential impacts of Short-Term Rentals on the City.

Second Degree Amendment to Amendment 6 MOTION:

In Amendment 6, in Motion “4”, after “those areas;” insert the following new Whereas clause and renumber accordingly:

WHEREAS: Non-owner-occupied short-term rental properties have the potential to decrease the number of long-term residents, decrease enrollment in schools, decrease the availability of long-term housing, permit significant numbers of vacant homes during winter months, and increase noise levels, traffic, and on-street parking during summer months;”

Explanation Note:

~~Strikethrough~~ indicates matter stricken from existing law.

Underlining & black means copyediting or reformatting of the existing Code section

Underlining & blue means an amendment to legislation

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As the Change Would Look in the Legislation

This is solely for showing changes & is *not* part of the Amendment Motion.

[Amendment 6 is in [blue](#). Amendment 6A is in [green](#).]

Establishing a 12-Month Moratorium on New [Non-owner-occupied](#) Short-Term Rental Licenses

FOR the purpose of establishing a moratorium on the issuance of new licenses for [non-owner occupied](#) short-term rentals for a period of 12 months from the effective date of this ordinance.

WHEREAS, City Code 17.44 et seq., sets forth the current legal requirements for obtaining a short-term rental license, and this Code provision has recently been enacted with terms that are in the early stages of implementation, interpretation and enforcement;

WHEREAS, Short-term rentals have proliferated in the City of Annapolis in recent years in support of robust tourism, [and there is a need to ensure they are properly regulated to reduce potential neighborhood impacts](#) ~~and have also impacted residential neighborhoods, public safety, public health and housing options;~~

WHEREAS, [In 2025, the city council passed O-14-25 that implemented the City of Annapolis 2040 Comprehensive Plan's recommended actions, calling for the Council to "\[a\]mend the policies regulating Short Term Rentals to prioritize local ownership and occupancy for a strategy for housing affordability and neighborhood preservation";](#)

WHEREAS, [O-14-25 was significant and monumental in adopting code that will reduce the density of non-owner occupied short-term rentals on streets with over 10% density, but did not regulate non-owner occupied short-term rentals outside of those areas;](#)

WHEREAS: [Non-owner-occupied short-term rental properties have the potential to decrease the number of long-term residents, decrease enrollment in schools, decrease the availability of long-term housing, permit significant numbers of vacant homes during winter months, and increase noise levels, traffic, and on-street parking during summer months;](#)

WHEREAS, The City of Annapolis 2040 Comprehensive Plan anticipates improving residential housing options while maintaining the character and sustainability of residential neighborhoods and has recognized the potential negative impact of unregulated short-

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term rentals in achieving those objectives and recommended that short-term rentals be further regulated;

WHEREAS, The City of Annapolis has identified substantial and ongoing non-compliance with short-term rental licensure requirements as noted in the August 19, 2025, City Planning and Zoning Annual Report on Short-Term Rentals, which estimates licensure non-compliance to be 49.5% of all short-term rentals operating in the City;

~~**WHEREAS,** Non-compliant short term rentals and potentially excess short term rentals may impact affordable housing options, undermine residential neighborhoods, undermine other important commercial activities related to other licensed hospitality and housing rentals, and negatively impact community harmony and equity, public safety and public health;~~

WHEREAS, Non-compliant short-term rentals prevent us from achieving and fully implementing the policy goals embodied in the City Code's short-term rental regulation;

WHEREAS, There is significant community interest in assuring short-term rental regulatory compliance with respect to unlicensed short-term rentals and ensuring attainment of our adopted short-term rental policy goals to reduce density and to provide more affordable long-term rentals;

WHEREAS, A temporary moratorium on new short-term rental licenses will allow the City Administration and City Council ~~a critical and necessary opportunity to implement new City Code enforcement provisions, determine a more accurate status and impact of short term rentals city wide, and~~ to consider potential amendments to strengthen current City law;

WHEREAS, The City of Annapolis Charter, Article III, Section 2, authorizes the City Council to take actions to regulate land use, issue licenses, advance public safety and public health and protect general well-being, including implementing temporary moratoriums;

WHEREAS, The purpose of this moratorium is to provide the Annapolis City Council with adequate time to:

- ~~a. Conduct a comprehensive study of the impacts of short term rentals on residential neighborhoods, housing availability and affordability, and community character;~~
- ~~b. Review and analyze short term rental regulations adopted by other jurisdictions;~~
- ~~c. Evaluate the effectiveness of current zoning and land use regulations as they relate to short term rentals;~~

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- ~~d. Hold public hearings and gather input from residents, property owners, and other stakeholders;~~
- ~~e. Draft, review, and adopt comprehensive short-term rental regulations that balance property rights with community interests and the preservation of residential neighborhoods;~~
- a. Draft, review, and adopt further enhancements to our short-term rental regulations that balance property rights with community interests;
- b. Review the short-term rental compliance program with the Departments to identify any needed additional resources for inclusion in the FY27 budget;

WHEREAS, This ordinance does not affect special events that have been approved by the City Council, such as the annual Spring and Fall sailboat and powerboat shows held in Annapolis, as well as any other special events designated by a resolution from the City Council.; and

WHEREAS, The City Council finds that a temporary moratorium of 12 months is necessary and reasonable to allow the consideration of compliance enhancements for inclusion in the FY27 budget, and to allow for additional time to analyze any potential impact of non-owner occupied short-term rentals outside areas with less than 10% short-term rental density, that were not covered by O-14-25 ~~for the due consideration, implementation and assessment of recently adopted resolutions, and necessary to consider additional actions or potential amendments further, as and if recommended by the mandated assessment.~~

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