New rules for short term let owners

All owners of short-term lets in Edinburgh are legally required to obtain a new short-term let licence from The City of Edinburgh Council.

Owners who were already operating a short-term let before 1 October 2022 have until 1 October this year to apply for a licence. They can continue to operate whilst their application is being determined. New owners from 1 October 2022, who wish to set up and operate a short-term let for the first time, are required to apply and obtain a licence before they can accept bookings or receive guests.

The new licence will require the property owner to meet a set of mandatory conditions — many of which are already best practice within the sector, or required by existing law. The new legislation introduces mandatory standards for all short-term lets in Scotland.

There are a number of conditions that owners will have to meet so that they are granted a licence, such as displaying an EPC rating on adverts and listings (where applicable), ensuring there are valid buildings and public liability insurance in place for the accommodation, arranging an electrical safety inspection and completing a Legionella risk assessment.

The tourism sector makes a significant contribution to the Scottish economy — in 2019, there were around 17.3 million overnight visitors to Scotland, spending £5.7billion. The legislation ensures that hosts meet the mandatory standards,

helping to protect the positive reputation of Scottish hospitality and confidence amongst visitors and local communities.

Property owners also pay an application fee to obtain a licence, but the fee will typically vary depending on the property location, size and type of let.

Housing Secretary Shona Robison said: "While short-term lets bring benefits to hosts, visitors and the Scottish economy they need to be balanced with the needs of residents and local communities. We are taking action to ensure all short-term lets are safe and local authorities have powers to tackle local issues.

"The principal component of our licensing scheme is a mandatory set of safety standards, which many hosts will already be following as a matter of compliance with existing law or best practice. I encourage those existing hosts that have yet to do so to apply well in advance of the extended deadline to join the growing number of licensed premises in the sector.

"This will not only ensure the safety of guests and the wider community but also help to maintain the reputation of Edinburgh as a welcoming and responsible destination for visitors."

Cllr Neil Ross Regulatory Convener, The City of Edinburgh Council, said: "We have around a third of all short-term lets in the country here in Edinburgh. The new licensing scheme will not only support those already providing well run holiday lets but will help us address issues including safety and anti-social behaviour which have been having a detrimental effect on residents across the city. This will also help us to improve further the quality of accommodation we offer visitors coming to our Capital city.

"I'd encourage everyone who needs one to sign up for a

licence, if they haven't already done so, to ensure they can continue to operate after 1 October 2023."

gov.scot/shorttermlets