

Landlord and Tenant Act 1985

1985 CHAPTER 70

Service charges

19 Limitation of service charges: reasonableness.

- (1) Relevant costs shall be taken into account in determining the amount of a service charge payable for a period—
 - (a) only to the extent that they are reasonably incurred, and
 - (b) where they are incurred on the provision of services or the carrying out of works, only if the services or works are of a reasonable standard;

and the amount payable shall be limited accordingly.

- (2) Where a service charge is payable before the relevant costs are incurred, no greater amount than is reasonable is so payable, and after the relevant costs have been incurred any necessary adjustment shall be made by repayment, reduction or subsequent charges or otherwise.
- (3) An agreement by the tenant of a [^{F1}dwelling] (other than an arbitration agreement within the meaning of [^{F2}Part I of the Arbitration Act 1996]) is void in so far as it purports to provide for a determination in a particular manner, or on particular evidence, of any question—
 - (a) whether costs incurred for services, repairs, maintenance, insurance or management were reasonably incurred,
 - (b) whether services or works for which costs were incurred are of a reasonable standard, or
 - (c) whether an amount payable before costs are incurred is reasonable.

(4) A county court may make a declaration—

- (a) that any such costs were or were not reasonably incurred,
- (b) that any such services or works are or are not of a reasonable standard, or
- (c) that any such amount is or is not reasonable,

notwithstanding that no other relief is sought in the proceedings.

Status: Point in time view as at 31/01/1997. This version of this provision has been superseded. Changes to legislation: Landlord and Tenant Act 1985, Section 19 is up to date with all changes known to be in force on or before 14 July 2024. There are changes that may be brought into force at a future date. Changes that have been made appear in the content and are referenced with annotations. (See end of Document for details)

[^{F3}(5) If a person takes any proceedings in the High Court in pursuance of any of the provisions of this Act relating to service charges and he could have taken those proceedings in the county court, he shall not be entitled to recover any costs.]

Textual Amendments

- F1 Word substituted by Landlord and Tenant Act 1987 (c. 31, SIF 75:1), s. 41, Sch. 2 para. 2(a)
- **F2** Words in s. 19(3) substituted (31.1.1997) by 1996 c. 23, s. 107(1), Sch. 3 para. 43 (with s. 81(2)); S.I. 1996/3146, art. 3
- **F3** S. 19(5) added by Landlord and Tenant Act 1987 (c. 31, SIF 75:1), s. 41, Sch. 2 para. 2(b), but is repealed (*prosp.*) by Courts and Legal Services Act 1990 (c. 41, SIF 76:1), ss. 124(3), 125(7), Sch. 20

Modifications etc. (not altering text)

- C1 S. 19 amended by Local Government Act 1985 (c. 51, SIF 81:1), s. 57(7), Sch. 13 para. 24 (as substituted by Housing (Consequential Provisions) Act 1985 (c. 71, SIF 61), s. 4, Sch. 2 para. 61) and Housing Act 1988 (c. 50, SIF 61), s. 79(12)
- C2 Ss. 18-30 modified (1.4.1995) by S.I. 1995/401, art. 18, Sch. para. 10(b)
 Ss. 18-30 extended (5.7.1994) by 1994 c. 19, ss. 39, 66(2)(b), Sch. 13 para. 23(b) (with ss. 54(5)(7), 55(5), Sch. 17 paras. 22(1), 23(2))
- C3 S. 19(1)(2) excluded by S.I. 1988/1283, art. 2, Sch. para. 2(a)
- C4 S. 19(3) excluded by S.I. 1988/1283, art. 2, Sch. para. 2(b)
- C5 S. 19(5) excluded by S.I. 1988/1283, art. 2, Sch. para. 5

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Changes to legislation:

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