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Commonhold and Leasehold Reform Act 2002

CHAPTER 15

COMMONHOLD AND LEASEHOLD REFORM ACT 2002

PART 1

COMMONHOLD

Nature of commonhold

1 Commonhold land

Registration

- 2 Application
- 3 Consent
- 4 Land which may not be commonhold
- 5 Registered details
- 6 Registration in error

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- 7 Registration without unit-holders
- 8 Transitional period
- 9 Registration with unit-holders
- 10 Extinguished lease: liability

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- 11 Definition
- 12 Unit-holder
- 13 Joint unit-holders

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- 14 Use and maintenance
- 15 Transfer
- 16 Transfer: effect
- 17 Leasing: residential
- 18 Leasing: non-residential
- 19 Leasing: supplementary
- 20 Other transactions
- 21 Part-unit: interests
- 22 Part–unit: charging
- 23 Changing size
- 24 Changing size: charged unit

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- 25 Definition
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- 29 New legal mortgages
- 30 Additions to common parts

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- 31 Form and content: general
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- 35 Duty to manage
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- 43 Winding-up resolution
- 44 100 per cent. agreement
- 45 80 per cent. agreement
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- 47 Termination statement
- 48 The liquidator
- 49 Termination

Termination: winding-up by court

- 50 Introduction
- 51 Succession order

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- 52 Assets and liabilities
- 53 Transfer of responsibility
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- 55 Termination by court
- 56 Release of reserve fund

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- 57 Multiple site commonholds
- 58 Development rights
- 59 Development rights: succession
- 60 Compulsory purchase
- 61 Home rights
- 62 Advice etc.
- 63 The Crown

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- 64 Orders and regulations
- 65 Registration procedure
- 66 Jurisdiction
- 67 The register
- 68 Amendments
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- 72 Premises to which Chapter applies
- 73 RTM companies
- 74 RTM companies: membership and regulations
- 75 Qualifying tenants
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- 77 Long leases: further provisions

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- 78 Notice inviting participation
- 79 Notice of claim to acquire right
- 80 Contents of claim notice
- 81 Claim notice: supplementary
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- 83 Right of access
- 84 Counter-notices
- 85 Landlords etc. not traceable
- 86 Withdrawal of claim notice
- 87 Deemed withdrawal
- 88 Costs: general
- 89 Costs where claim ceases

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- 90 The acquisition date
- 91 Notices relating to management contracts
- 92 Duties to give notice of contracts
- 93 Duty to provide information
- 94 Duty to pay accrued uncommitted service charges

Exercising right

- 95 Introductory
- 96 Management functions under leases
- 97 Management functions: supplementary
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- 99 Approvals: supplementary
- 100 Enforcement of tenant covenants
- 101 Tenant covenants: monitoring and reporting
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- 103 Landlord contributions to service charges

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- 106 Agreements excluding or modifying right
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- 115 Non-residential premises
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- 118 Premises with resident landlord
- 119 Proportion of tenants required to participate
- 120 Abolition of residence condition

Exercise of right

- 121 Right exercisable only by RTE company
- 122 RTE companies
- 123 Invitation to participate
- 124 Consequential amendments
- 125 Right of access

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- 126 Valuation date
- 127 Freeholder's share of marriage value
- 128 Disregard of marriage value in case of very long leases

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- 140 Exclusion of certain business tenancies
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- 142 Personal representatives
- 143 Abolition of limits on rights after lease extension

144 Exclusion of shared ownership leases

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- 145 Tenant's share of marriage value
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- 147 Purchase price for enfranchisement during lease extension

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- 151 Consultation about service charges
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- 159 Charges under estate management schemes

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- 161 Restriction of resident landlord exception

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- 162 Grounds for application by party to lease
- 163 Transfer of jurisdiction of court to tribunal

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- 164 Insurance otherwise than with landlord's insurer
- 165 Extension of right to challenge landlord's choice of insurer

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166 Requirement to notify long leaseholders that rent is due

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- 167 Failure to pay small amount for short period
- 168 No forfeiture notice before determination of breach
- 169 Section 168: supplementary
- 170 Forfeiture for failure to pay service charge etc
- 171 Power to prescribe additional or different requirements

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- 182 Extent
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SCHEDULE 1 — Application for registration: documents

- 1 Introduction
- 2 Commonhold association documents
- 3 Any altered certificate of incorporation issued under section 80 of...
- 4 The articles of association of the commonhold association.
- 5 Commonhold community statement
- 6 Consent
- 7 Certificate

SCHEDULE 2 — Land which may not be commonhold land

- 1 "Flying freehold"
- 2 Agricultural land
- 3 Contingent title

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SCHEDULE 3 — Commonhold association Part 1 — ARTICLES OF ASSOCIATION

- 1 Introduction
- 2 Form and content
- 3 Alteration
- 4 Disapplication of Companies Act 1985 Part 2 — MEMBERSHIP
- 5 Pre-commonhold period
- 6 Transitional period
- 7 Unit-holders
- 8 Joint unit-holders
- 9 Self-membership
- 10 No other members
- 11 Effect of registration
- 12 *Termination of membership*
- 13 A member of a commonhold association may resign by notice...
- 14 *Register of members*
- 15 Supplementary provisions

Part 3 — MISCELLANEOUS

- 16 Name
- 17 Statement of compliance

SCHEDULE 4 — Development rights

- 1 Introductory
- 2 Works
- 3 Marketing
- 4 Variation
- 5 The removal of land from a commonhold.
- 6 Amendment of a commonhold community statement (including amendment to redefine...
- 7 Commonhold association

SCHEDULE 5 — Commonhold: consequential amendments

- 1 Law of Property Act 1922 (c. 16)
- 2 Law of Property Act 1925 (c. 20)
- 3 At the end of section 149 of that Act (90-year...
- 4 *Limitation Act 1980 (c. 58)*
- 5 Housing Act 1985 (c. 68)
- 6 Insolvency Act 1986 (c. 45)
- 7 Law of Property (Miscellaneous Provisions) Act 1994 (c. 36)
- 8 Trusts of Land and Appointment of Trustees Act 1996 (c. 47)

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- 1 Buildings with substantial non-residential parts
- 2 Buildings with self-contained parts in different ownership
- 3 Premises with resident landlord and no more than four units
- 4 Premises owned by local housing authority
- 5 Premises in relation to which rights previously exercised

SCHEDULE 7 — Right to manage: statutory provisions

- 1 Covenants not to assign etc.
- 2 Defective premises
- 3 Repairing obligations

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- 4 Service charges
- 5 Right to request information on insurance
- 6 Managing agents
- 7 Right of first refusal
- 8 Appointment of manager
- 9 Right to acquire landlord's interest
- 10 Variation of leases
- 11 Service charges to be held in trust
- 12 Information to be furnished to tenants
- 13 Statutory duties relating to certain covenants
- 14 Tenants' right to management audit
- 15 Right to appoint surveyor
- 16 Administration charges

SCHEDULE 8 — Enfranchisement by company: amendments

- 1 Land Compensation Act 1973 (c. 26)
- 2 Leasehold Reform, Housing and Urban Development Act 1993 (c. 28)
- 3 (1) Section 1 (right to collective enfranchisement) is amended as...
- 4 For section 2(1) (acquisition of leasehold interests) substitute—
- 5 In section 11(4) (right of qualifying tenant to obtain information...
- 6 (1) Section 13 (initial notice) is amended as follows.
- 7 (1) Section 17 (access for valuation purposes) is amended as...
- 8 (1) Section 18 (duty to disclose existence of agreements affecting...
- 9 (1) Section 20 (right of reversioner to require evidence of...
- 10 (1) Section 21 (reversioner's counter notice) is amended as follows....
- 11 (1) Section 22 (proceedings relating to validity of initial notice)...
- 12 In section 23 (claim liable to be defeated where landlord...
- 13 (1) Section 24 (applications where terms in dispute or failure...
- 14 (1) Section 25 (application where reversioner fails to give counternotice...
- 15 (1) Section 26 (applications where relevant landlord cannot be found)...
- 16 (1) Section 27 (supplementary provisions about vesting orders under section...
- 17 (1) Section 28 (withdrawal from acquisition) is amended as follows....
- 18 (1) Section 29 (deemed withdrawal of initial notice) is amended...
- 19 In section 30(5) (service of notice to treat before completion...
- 20 (1) Section 31 (effect on initial notice of designation or...
- 21 (1) Section 32 (determination of price) is amended as follows....
- 22 (1) Section 33 (costs of enfranchisement) is amended as follows....
- 23 In section 34 (conveyance), for "nominee purchaser" (in each place,...
- 24 In section 35 (discharge of existing mortgages on transfer), for...
- 25 (1) Section 36 (requirement to grant leases back to former...
- 26 (1) Section 37A (compensation for postponement of termination in connection...
- 27 (1) Section 38 (interpretation) is amended as follows.
- 28 (1) Section 41 (right of qualifying tenant to obtain information...
- 29 (1) Section 54 (suspension of tenant's notice during currency of...
- 30 (1) Section 74 (effect of scheme application on claim to...
- 31 (1) Section 91 (jurisdiction of leasehold valuation tribunals) is amended...
- 32 (1) In section 93 (agreements excluding or modifying rights of...
- 33 (1) Section 93A (powers of trustees in relation to rights)...
- 34 In section 97(1) (registration)— (a) for "the tenant" substitute "...

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- 35 In section 98(2) (power to prescribe procedure), for "nominee purchaser"...
- 36 (1) Schedule 1 (conduct of proceedings by reversioner on behalf...
- 37 (1) Schedule 3 (restrictions on participation, effect of claim on...
- 38 In Schedule 4 (information to be furnished by reversioner about...
- 39 (1) Schedule 5 (vesting orders under sections 24 and 25)...
- 40 (1) Schedule 6 (purchase price) is amended as follows.
- 41 (1) Schedule 7 (conveyance to nominee purchaser on enfranchisement) is...
- 42 (1) Schedule 8 (discharge of mortgages etc: supplementary provisions) is...
- 43 In Schedule 9 (grants of lease back to former purchaser),...

SCHEDULE 9 — Meaning of service charge and management

- 1 Loans in respect of service charges
- 2 (1) Section 450A (right to a loan in respect of...
- 3 In section 450B(1)(b) (power to make loan in respect of...
- 4 In section 458(1) (minor definitions for purposes of Part 14...
- 5 In section 459 (index of defined expressions for Part 14...
- 6 In section 621A (meaning of service charge for purposes of...
- 7 Service charges
- 8 Appointment of manager
- 9 Right to acquire landlord's interest
- 10 Tenants' right to management audit
- 11 Codes of management practice
- 12 Right to appoint surveyor
- 13 Power to amend certain provisions

SCHEDULE 10 — Service charges: minor and consequential amendments

- 1 Information held by superior landlord
- 2 Change of landlord
- 3 Assignment
- 4 Offences
- 5 Exceptions
- 6 Accountants
- 7 In section 39 of the 1985 Act (defined expressions), in...
- 8 Insurance
- 9 For paragraph 3 of that Schedule (request to inspect insurance...
- 10 (1) Paragraph 4 of that Schedule (insurance effected by superior...
- 11 After that paragraph insert— Effect of change of landlord (1) This paragraph applies where, at a time when a...
- 12 In paragraph 5 of that Schedule, for the words from...
- 13 In paragraph 6 of that Schedule, for "paragraph 2, 3...
- 14 *Service charge contributions: appointment of manager*
- 15 Trust of service charges paid by only one tenant
- 16 Management audit
- 17 In section 80(3) of the 1993 Act (matters to be...
- 18 (1) Section 81 of the 1993 Act (procedure following giving...
- 19 In section 82 of the 1993 Act (information held by...

SCHEDULE 11 — Administration charges

- Part 1 REASONABLENESS OF ADMINISTRATION CHARGES
- 1 Meaning of "administration charge"

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- 2 Reasonableness of administration charges
- 3 (1) Any party to a lease of a dwelling may...
- 4 Notice in connection with demands for administration charges
- 5 Liability to pay administration charges
- 6 Interpretation
 - Part 2 Amendments of Landlord and Tenant Act 1987
- 7 The 1987 Act has effect subject to the following amendments....8 (1) Section 24 (appointment of manager by leasehold valuation
- (1) Section 24 (appointment of manager by reasonoid variation tribunal)...
 In section 46 (intermetation of maniging concerning information)
- 9 In section 46 (interpretation of provisions concerning information to be...
- 10 (1) Section 47 (landlord's name and address to be contained...
- 11 (1) Section 48 (notification by landlord of address for service...

SCHEDULE 12 — Leasehold valuation tribunals: procedure

- 1 Procedure regulations
- 2 Applications
- 3 Transfers
- 4 Information
- 5 Pre-trial reviews
- 6 *Parties*
- 7 Dismissal
- 8 Determination without hearing
- 9 Fees
- 10 Costs
- 11 Enforcement

SCHEDULE 13 — Leasehold valuation tribunals: amendments

- 1 Leasehold Reform Act 1967 (c. 88)
- 2 In section 9 (costs of enfranchisement), after subsection (4) insert—...
- 3 In section 14 (costs of lease extension), after subsection (2)...
- 4 In section 20 (county court), after subsection (4) insert—
- 5 In section 21 (leasehold valuation tribunals), after subsection (2) insert
- 6 In paragraph 8 of Schedule 2 (county court), after sub-paragraph...
- 7 Housing Act 1980 (c. 51)
- 8 Landlord and Tenant Act 1987 (c. 31)
- 9 In section 24(9A) (appointment of manager), for "court" substitute "...
- 10 In section 47(3) (landlord's name and address to be contained...
- 11 In section 48(3) (notification by landlord of address for service...
- 12 Leasehold Reform, Housing and Urban Development Act 1993 (c. 28)
- 13 (1) Section 70 (approval by leasehold valuation tribunal of estate...
- 14 In section 88(2) (jurisdiction of leasehold valuation tribunals in cases...
- 15 In section 91(1) (jurisdiction of leasehold valuation tribunals), for "such...
- 16 Housing Act 1996 (c. 52)

SCHEDULE 14 — Repeals

Status:

Point in time view as at 01/07/2013.

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