#### STATUTORY INSTRUMENTS

# 2022 No. 859

# The Building Safety (Leaseholder Protections) (Information etc.) (England) Regulations 2022

## Recovery of amounts from other landlords: other cases under Schedule 8

- **5.**—(1) This regulation applies where, in relation to a relevant building, a landlord (L) under any lease has paid or is liable to pay the cost of a relevant measure relating to a relevant defect ("the remediation amount") which, but for paragraphs 4 to 9 and 11 of Schedule 8 to the Act, would have been payable as a service charge by the tenant under the lease.
- (2) Where this regulation applies, each landlord under any lease in the building is liable to pay L a share of the remediation amount and that share is to be calculated in accordance with paragraphs (4) to (6).
- (3) The amount referred to in paragraph (2) may not include any amount which L is entitled to recover under regulations 3 or 4 [FI but nothing in this regulation prevents L from seeking to recover amounts under Regulation 3 or 4].
- (4) Where the landlord is a type 1 owner, the share of the remediation amount for each such landlord is—

$$\frac{3A}{(3N_1 + 2N_2 + N_3)}$$

where-

A = the remediation amount for the relevant measure paid (or liable to be paid) by L;

 $N_1$  = the total number of type 1 owners of the building;

 $N_2$  = the total number of type 2 owners of the building;

 $N_3$  = the total number of type 3 owners of the building.

(5) Where the landlord is a type 2 owner, the share of the remediation amount for each such landlord is—

$$\frac{2A}{(3N_1 + 2N_2 + N_3)}$$

where A, N<sub>1</sub>,N<sub>2</sub> and N<sub>3</sub> have the same meaning as in paragraph (4).

(6) Where the landlord is a type 3 owner, the share of the remediation amount for each such landlord is—

$$\frac{A}{(3N_1 + 2N_2 + N_3)}$$

where A, N<sub>1</sub>,N<sub>2</sub> and N<sub>3</sub> have the same meaning as in paragraph (4).

[F2(7)] To recover from each landlord their share of the remediation amount for which each is liable under paragraph (2) L must give to each landlord a notice which contains the information set out in paragraph (7A).

- (7A) The information which the notice given under paragraph (7) must contain is—
  - (a) the remediation amount that L has paid or the remediation amount which L expects to pay;
  - (b) the amount which the recipient of the notice is required to pay to L ("the specified amount");
  - (c) how the specified amount was calculated;
  - (d) the time limit for appealing under paragraph (8) to the First-tier Tribunal and for applying for an extension of that time limit under paragraph (8A);
  - (e) the possible grounds of appeal.]
- (8) A person who is notified by L of a requirement to pay a share of the remediation amount referred to in paragraph (2) may appeal <sup>F3</sup>... to the First-tier Tribunal within 30 days of the notification, specifying the grounds of appeal.
- [<sup>F4</sup>(8A) A person who has received a notice under paragraph (7) may apply to the First-tier Tribunal to extend the time limit for lodging an appeal under paragraph (8).
- (8B) An application under paragraph (8A) must be made within 30 days of the notification under paragraph (7).
- (8C) In response to an application under paragraph (8A) the First-tier Tribunal may grant an extension of the time limit for lodging an appeal by no more than 30 days.]
  - (9) The grounds of appeal are—
    - (a) that the remediation amount does not represent the cost of the relevant measure;
    - (b) that the person is not a relevant landlord within the meaning of paragraph 12(2) of Schedule 8 to the Act; or
    - (c) that the share of the remediation amount determined for the landlord is incorrect.
  - [F5(9A)] Where an appeal made on the grounds specified in paragraph (9)(a)—
    - (a) is unsuccessful, subject to the outcome of an appeal on another ground under this regulation, the person who was notified by L is required to pay the specified amount set out in the notice;
    - (b) is successful, subject to the outcome of an appeal on another ground under this regulation, the First-tier Tribunal must substitute the remediation amount it rules is the correct one for the specified amount set out in the notice.
  - (9B) Where an appeal made on the grounds specified in paragraph (9)(b)—
    - (a) is unsuccessful, subject to the outcome of an appeal on another ground under this regulation, the person who was notified by L is required to pay the specified amount set out in the notice;
    - (b) is successful, the person who was notified by L is not required to pay the specified amount set out in the notice.
  - (9C) Where an appeal made on the grounds specified in paragraph (9)(c)—
    - (a) is unsuccessful, subject to the outcome of an appeal on another ground under this regulation, the person who was notified by L is required to pay the specified amount set out in the notice;
    - (b) is successful, subject to the outcome of an appeal on another ground under this regulation, the person who was notified by L is required to pay the share of the remediation amount determined by the First-tier Tribunal, calculated in accordance with paragraphs (4) to (6).]
- (10) For the purposes of this regulation, the reference to landlord (L) includes a RMC or a RTM company [<sup>F6</sup>or a named manager].

# (11) In this regulation—

"leasehold interest" means a long lease (which has the same meaning as in section 119 of the Act);

"type 1 owner" means a landlord who has a freehold interest in the building or a landlord who has or is treated as having a leasehold interest in respect of 90% or more of the storeys in the building as at the date of the notice under paragraph (7);

"type 2 owner" means a landlord who has or is treated as having a leasehold interest in respect of more than 40% but less than 90% of the storeys in the building as at the date of the notice under paragraph (7);

"type 3 owner" means a landlord who has or is treated as having a leasehold interest in respect of 40% or less of the storeys in the building as at the date of the notice under paragraph (7),

and where a person owns a leasehold interest in premises which form part only of a storey in the building in question they are, for the purposes of the calculations under this paragraph, to be treated as having an interest in respect of the whole storey.

[<sup>F7</sup>(12) An amount payable to L under this regulation is recoverable by L as a civil debt.]

#### **Textual Amendments**

- Words in reg. 5(3) inserted (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), **7(3)**
- F2 Reg. 5(7)(7A) substituted for reg. 5(7) (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), 7(4) (with reg. 7(2))
- F3 Words in reg. 5(8) omitted (5.8.2023) by virtue of The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), **7(5)** (with reg. 7(2))
- F4 Reg. 5(8A)-(8C) inserted (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), 7(6) (with reg. 7(2))
- F5 Reg. 5(9A)-(9C) inserted (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), 7(7) (with reg. 7(2))
- **F6** Words in reg. 5(10) inserted (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), **7(8)** (with reg. 7(2))
- F7 Reg. 5(12) inserted (5.8.2023) by The Building Safety (Leaseholder Protections etc.) (England) (Amendment) Regulations 2023 (S.I. 2023/895), regs. 1(1), **7(9)**

### **Commencement Information**

II Reg. 5 in force at 21.7.2022, see reg. 1(1)

**Changes to legislation:**There are currently no known outstanding effects for the The Building Safety (Leaseholder Protections) (Information etc.) (England) Regulations 2022, Section 5.