

Housing (Scotland) Act 1987

1987 CHAPTER 26

PART I

PROVISION OF HOUSING

Duties and powers of local authorities

Duty of local authority to consider needs of their area for further housing accommodation

- (1) Every local authority shall consider the housing conditions in their area and the needs of the area for further housing accommodation.
- (2) For that purpose they shall review any information which has been brought to their notice, including in particular information brought to their notice as a result of a survey or inspections made under section 85(3).
- (3) If the Secretary of State gives them notice to do so, they shall, within 3 months after such notice, prepare and submit to him proposals for the provision of housing accommodation.
- (4) In considering the needs of their area for further housing accommodation under subsection (1), every local authority shall have regard to the special needs of chronically sick or disabled persons; and any proposals prepared and submitted to the Secretary of State under subsection (3) shall distinguish any houses which they propose to provide which make special provision for the needs of such persons.

2 Powers of local authority to provide housing accommodation

- (1) A local authority may provide housing accommodation—
 - (a) by the erection of houses on any land acquired or appropriated by them;
 - (b) by the conversion of any buildings into houses;
 - (c) by acquiring houses;

- (d) by altering, enlarging, repairing or improving any houses or other buildings which have, or a right or interest in which has, been acquired by the local authority.
- (2) For the purpose of supplying the needs for housing accommodation in its area, a local authority may exercise any of its powers under subsection (1) outside that area.
- (3) A local authority may alter, enlarge, repair or improve any house provided by them under subsection (1).
- (4) For the purposes of this Part the provision of housing accommodation includes the provision of—
 - (a) a cottage with a garden of not more than one acre;
 - (b) a hostel.
- (5) In this section "hostel" means—
 - (a) in relation to a building provided or converted before 3 July 1962, a building in which is provided, for persons generally or for any class or classes of persons, residential accommodation (otherwise than in separate and self-contained dwellings) and board;
 - (b) in relation to a building provided or converted on or after 3 July 1962, a building in which is provided, for persons generally or for any class or classes of persons, residential accommodation (otherwise than in houses) and either board or common facilities for the preparation of food adequate to the needs of those persons or both.

Power of local authority to provide shops, etc., in connection with housing accommodation

- (1) Subject to the provisions of this section, a local authority may provide and maintain—
 - (a) any building adapted for use as a shop;
 - (b) any recreation grounds;
 - (c) such other buildings or land as are referred to in subsection (2),

in connection with housing accommodation provided by them under this Part.

- (2) The buildings or land referred to in subsection (1)(c) are buildings or land which in the opinion of the Secretary of State will serve a beneficial purpose in connection with the requirements of the persons for whom the housing accommodation is provided.
- (3) The provision and maintenance of any building or land under this section—
 - (a) requires the consent of the Secretary of State;
 - (b) may be undertaken jointly with any other person.
- (4) The Secretary of State may, in giving his consent to the provision of any building or land under this section, by order apply, with any necessary modifications, to that building or land any statutory provisions which would have been applicable to it if the building or land had been provided under any enactment giving any local authority powers for that purpose.

4 Power of local authority to provide furniture, etc.

(1) A local authority—

- (a) may fit out, furnish and supply any house erected, converted or acquired by them under section 2 with all requisite furniture, fittings and conveniences;
- (b) shall have power to sell, or to supply under a hire-purchase agreement, furniture to the occupants of houses provided by the local authority and, for that purpose, to buy furniture.
- (2) In this section "hire-purchase agreement" means a hire-purchase or conditional sale agreement within the meaning of the Consumer Credit Act 1974.

5 Power of local authority to provide board and laundry facilities

- (1) The power of a local authority under this Part to provide housing accommodation shall include power to provide, in connection with the provision of such accommodation for any persons, such facilities for obtaining meals and such laundry facilities and services as accord with the needs of those persons.
- (2) A local authority may make such reasonable charges for meals provided by them by virtue of this section, and such reasonable charges to persons availing themselves of laundry facilities or services so provided, as the authority may determine.
- (3) This section shall not authorise the grant of a licence under the Licensing (Scotland) Act 1976 for the sale of alcoholic liquor in connection with the provision under this section of facilities for obtaining meals.

6 Duty of local authority to have regard to amenities of locality, etc.

- (1) A local authority, in preparing any proposals for the provision of houses or in taking any action under this Act, shall have regard to artistic quality in the lay-out, planning and treatment of the houses to be provided, the beauty of the landscape or countryside and the other amenities of the locality, and the desirability of preserving existing works of architectural, historic or artistic interest.
- (2) For their better advice in carrying out the requirements of subsection (1), a local authority may appoint a local advisory committee including representatives of architectural and other artistic interests.

7 Execution of works by local authority in connection with housing operations outside their area

Where any housing operations under this Part are being carried out by a local authority outside their own area, that authority shall have power to execute any works which are necessary for the purposes, or are incidental to the carrying out, of the operations, subject to entering into an agreement with the local authority of the area in which the operations are being carried out as to the terms and conditions on which any such works are to be executed.

8 Adjustment of differences between local authorities as to carrying out of proposals for provision of housing accommodation

Where a local authority are providing houses in the area of another local authority, any difference arising between those authorities with respect to the carrying out of the proposals may be referred by either authority to the Secretary of State, and the Secretary of State's decision shall be final and binding on the authorities.

Acquisition and disposal of land

9 Power of local authority to acquire land for, or in connection with, provision of housing accommodation

- (1) A local authority may acquire—
 - (a) any land as a site for the erection of houses;
 - (b) land proposed to be used for any purpose authorised by section 3 or section 5;
 - (c) subject to subsection (2),
 - (i) houses, and
 - (ii) buildings other than houses, being buildings which may be made suitable as houses,

together with any lands occupied with the houses or buildings, or any right or interest in the houses or buildings;

- (d) land for the purposes of—
 - (i) selling or leasing the land under the powers conferred by this Act, with a view to the erection on the land of houses by persons other than the local authority;
 - (ii) selling or leasing, under the powers conferred by this Act, any part of the land acquired, with a view to the use of that land for purposes which in the opinion of the local authority are necessary or desirable for, or incidental to, the development of the land as a building estate;
 - (iii) carrying out on the land works for the purpose of, or connected with, the alteration, enlargement, repair or improvement of an adjoining house;
 - (iv) selling or leasing the land under the powers conferred by this Act, with a view to the carrying out on the land by a person other than the local authority of such works as are mentioned in sub-paragraph (iii).
- (2) Nothing in subsection (1)(c) shall authorise a local authority to acquire otherwise than by agreement any house or other building which is situated on land used for agriculture, and which is required in connection with that use of that land.

10 Procedure for acquiring land

- (1) Land for the purposes of this Part may be acquired by a local authority by agreement under section 70 of the Local Government (Scotland) Act 1973.
- (2) A local authority may be authorised by the Secretary of State to purchase land compulsorily for the purposes of this Part, and the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply in relation to any such compulsory purchase as if this Act had been in force immediately before the commencement of that Act.
- (3) A local authority may acquire land by agreement, or may be authorised by the Secretary of State to purchase land compulsorily, for the purposes of this Part, notwithstanding that the land is not immediately required for those purposes.
- (4) Where land is purchased compulsorily by a local authority for the purposes of this Part, the compensation payable in respect thereof shall be assessed by the Lands Tribunal in accordance with the Land Compensation (Scotland) Act 1963, subject to the rules set out in Schedule 1.

11 Local authority may take possession of land to be acquired by agreement or appropriated for purposes of this Part

- (1) Where a local authority have agreed to purchase, or have determined to appropriate, land for the purposes of this Part, subject to the interest of the person in possession of the land, and that interest is not greater than that of a tenant for a year or from year to year, then, at any time after such agreement has been made, or such appropriation takes effect, the authority may, after giving to the person in possession not less than 14 days' notice and subject to subsection (2), enter on and take possession of the land or such part of it as is specified in the notice without previous consent.
- (2) The powers conferred by subsection (1) are exercisable subject to payment to the person in possession of the like compensation and interest on the compensation awarded, as if the authority had been authorised to purchase the land compulsorily and that person had in pursuance of such power been required to give up possession before the expiration of his term or interest in the land, but without the necessity of compliance with sections 83 to 88 of the Lands Clauses Consolidation (Scotland) Act 1845.

12 Powers of dealing with land acquired or appropriated for purposes of this Part

- (1) Where a local authority have acquired or appropriated any land for the purposes of this Part, then, without prejudice to any of their other powers under this Act, the authority may—
 - (a) lay out and construct roads and open spaces on the land;
 - (b) subject to subsection (5), sell or lease the land or part of the land to any person under the condition that that person will erect on it in accordance with plans approved by the local authority, and maintain, such number of houses of such types as may be specified by the authority, and when necessary will lay out and construct public streets or roads and open spaces on the land, or will use the land for purposes which, in the opinion of the authority, are necessary or desirable for, or incidental to, the development of the land as a building estate in accordance with plans approved by the authority;
 - (c) subject to subsection (5), sell or lease the land or excamb it for land better adapted for those purposes, either with or without paying or receiving any money for equality of exchange;
 - (d) subject to subsections (5) and (7), sell or lease any houses or any part share thereof on the land or erected by them on the land, subject to such conditions, restrictions and stipulations as they may think fit to impose in regard to the use of the houses or any part share thereof, and on any such sale they may agree to the price being secured by standard security over the subjects sold.
- (2) Where a local authority sell or lease land under subsection (1), they may contribute or agree to contribute towards the expenses of the development of the land and the laying out and construction of roads on the land, subject to the condition that the roads are dedicated to the public use.
- (3) Where a local authority have acquired a building which may be made suitable as a house, or a right or interest in such a building, they shall forthwith proceed to secure that it is so made suitable either by themselves executing any necessary work or by selling or leasing it to some person subject to conditions for securing that he will so make it suitable.

- (4) Where a local authority acquire any land for the purposes of section 9(1)(d)(iv), they may, subject to subsection (5), sell or lease the land to any person for the purpose and under the condition that that person will carry out on the land, in accordance with plans approved by the authority, the works with a view to the carrying out of which the land was acquired.
- (5) A local authority shall not, in the exercise of their powers under subsection (1)(b), (c) or (d), or subsection (4), dispose of land which consists or forms part of a common or open space or is held for use as allotments, except with the consent of the Secretary of State.
- (6) For the purposes of subsection (5), the consent of the Secretary of State may be given either generally to all local authorities, or to any class of local authorities, or may be given specifically in any particular case, and (whether given generally or otherwise) may be given either unconditionally or subject to such conditions as the Secretary of State may consider appropriate.
- (7) Notwithstanding anything in section 27(1) of the Town and Country Planning (Scotland) Act 1959 (power of local and other public authority to dispose of land without consent of a Minister), a local authority shall not, in the exercise of their powers under subsection (1)(d), sell or lease any house or any part share thereof to which the housing revenue account kept under section 203 relates except with the consent of the Secretary of State unless it is a house to which section 14 applies; and, in giving his consent to such transactions as are referred to in this subsection, the Secretary of State may make general directions or a direction related to a specific transaction.
- (8) Subsection (7) shall not apply where—
 - (a) the house is being sold to a tenant or to a member of his family who normally resides with him (or to a tenant together with members of his family, as joint purchasers); or
 - (b) the requirements of section 14(2)(b) are satisfied.
- (9) Subject to the provisions of the Town and Country Planning (Scotland) Act 1959, section 74 of the Local Government (Scotland) Act 1973 (which makes provision as to price and other matters relating to the disposal of land by local authorities) shall, subject to subsection (10), apply to any disposal of land by a local authority in the exercise of their powers under subsection (4), as it applies to the like disposal of land by a local authority within the meaning of the said Act of 1973 in the exercise of any power under Part VI of that Act.
- (10) The said section 74 shall not apply to the disposal of a house by a local authority, being a disposal in relation to which subsection (7) has effect.
- (11) For the purposes of this section land shall be taken to have been acquired by a local authority in the exercise (directly or indirectly) of compulsory powers if it was acquired by them compulsorily or was acquired by them by agreement at a time when they were authorised by or under any enactment to acquire the land compulsorily; but the land shall not be taken to have been so acquired, if the local authority acquired it (whether compulsorily or by agreement) in consequence of the service in pursuance of any enactment (including any enactment contained in this Act) of a notice requiring the authority to purchase the land.

Power of Secretary of State in certain cases to impose conditions on sale of local authority's houses, etc.

If any house, building, land or dwelling in respect of which a local authority are required by section 203 to keep a housing revenue account is sold by the authority with the consent of the Secretary of State, the Secretary of State may in giving consent impose such conditions as he thinks just.

Powers of local authorities to sell certain houses without consent of Secretary of State

- (1) Subject to section 74(2) of the Local Government (Scotland) Act 1973 (restriction on disposal of land) but notwithstanding anything contained in section 12(6) or in any other enactment, a local authority may sell any house to which this section applies without the consent of the Secretary of State.
- (2) This section applies to a house provided for the purposes of this Part, where—
 - (a) the house is being sold to a tenant or to members of his family who normally reside with him (or to a tenant together with such members of his family, as joint purchasers); or
 - (b) the house is unoccupied and—
 - (i) it is not held on the housing revenue account maintained in terms of section 203; or
 - (ii) it is held on the housing revenue account and it is, in the opinion of the local authority, either surplus to its requirements or difficult to let, because it has been continuously vacant for a period of not less than 3 months immediately prior to the date of the sale and during that period it has been on unrestricted offer to any applicant on the local authority's housing list (within the meaning of section 19 (admission to housing list)).

Power of local authority to enforce obligations against owner for time being of land

- (1) Where—
 - (a) a local authority have sold or excambed land acquired by them under this Act, and the purchaser of the land or the person taking the land in exchange has entered into an agreement with the authority concerning the land; or
 - (b) an owner of any land has entered into an agreement with the local authority concerning the land for the purposes of any of the provisions of this Act;
 - then, if the agreement has been recorded in the General Register of Sasines, or, as the case may be, registered in the Land Register for Scotland, it shall, subject to subsection (2), be enforceable at the instance of the local authority against persons deriving title from the person who entered into the agreement.
- (2) No such agreement shall at any time be enforceable against any party who has in good faith onerously acquired right (whether completed by infeftment or not) to the land prior to the recording of the agreement or against any person deriving title from such party.

16 Disposal of land for erection of churches, etc.

Where a local authority, in the exercise of any power conferred on them by this Act, dispose of land to any person for the erection of a church or other building for religious worship or buildings ancillary thereto, then, unless the parties otherwise agree, such disposal shall be by way of feu.

Management and allocation of local authority's houses

17 General management and inspection of local authority's houses

- (1) The general management, regulation and control of houses held for housing purposes by a local authority shall be vested in and exercised by the authority.
- (2) A house held for housing purposes by a local authority shall be at all times open to inspection by the local authority for the area in which it is situated or by any officer duly authorised by them.

18 Byelaws for regulation of local authority's houses

A local authority may make byelaws for the management, use and regulation of houses held by them for housing purposes.

19 Admission to housing list

- (1) In considering whether an applicant for local authority housing is entitled to be admitted to a housing list, a local authority shall take no account of—
 - (a) the age of the applicant provided that he has attained the age of 16 years; or
 - (b) the income of the applicant and his family; or
 - (c) whether, or to what value, the applicant or any of his family owns or has owned (or any of them own or have owned) heritable or moveable property; or
 - (d) any outstanding liability (for payment of rent or otherwise) attributable to the tenancy of any house of which the applicant is not, and was not when the liability accrued, a tenant; or
 - (e) whether the applicant is living with, or in the same house as—
 - (i) his spouse; or
 - (ii) a person with whom he has been living as husband and wife.

(2) Where an applicant—

- (a) is employed in the area of the local authority; or
- (b) has been offered employment in the area of the local authority; or
- (c) wishes to move into the area of the local authority and the local authority is satisfied that his purpose in doing so is to seek employment; or
- (d) has attained the age of 60 years and wishes to move into the area of the local authority to be near a younger relative; or
- (e) has special social or medical reasons for requiring to be housed within the area of the local authority,

admission to a housing list shall not depend on the applicant being resident in the area.

(3) Where a local authority has rules which give priority to applicants on its housing list it shall apply those rules to an applicant to whom subsection (2) above applies no less

favourably than it applies them to a tenant of the local authority whose housing needs are similar to those of the applicant and who is seeking a transfer to another house belonging to the local authority.

(4) In this section and in section 21 of this Act, "housing list" means a list of applicants for local authority housing which is kept by a local authority in connection with the allocation of housing.

20 Persons to have priority on housing list and allocation of housing

- (1) A local authority shall, in relation to all houses held by them for housing purposes, secure that in the selection of their tenants a reasonable preference is given—
 - (a) to persons who—
 - (i) are occupying houses which do not meet the tolerable standard; or
 - (ii) are occupying overcrowded houses; or
 - (iii) have large families; or
 - (iv) are living under unsatisfactory housing conditions; and
 - (b) to persons to whom they have a duty under sections 31 to 34 (homeless persons).
- (2) In the allocation of local authority housing a local authority—
 - (a) shall take no account of—
 - (i) the length of time for which an applicant has resided in its area; or
 - (ii) any outstanding liability (for payment of rent or otherwise) attributable to the tenancy of any house of which the applicant is not, and was not when the liability accrued, a tenant; or
 - (iii) any of the matters mentioned in paragraphs (a) to (c) of section 19(1); and
 - (b) shall not impose a requirement—
 - (i) that an application must have remained in force for a minimum period; or
 - (ii) that a divorce or judicial separation be obtained; or
 - (iii) that the applicant no longer be living with, or in the same house as, some other person,

before the applicant is eligible for the allocation of housing.

21 Publication of rules relating to the housing list and to transfer of tenants

- (1) It shall be the duty of every local authority, the Scottish Special Housing Association and development corporations (including urban development corporations) to publish in accordance with subsection (2), and within 6 months of any alteration of the rules, any rules which it may have governing—
 - (a) admission of applicants to any housing list;
 - (b) priority of allocation of houses;
 - (c) transfer of tenants from houses owned by it to houses owned by other bodies;
 - (d) exchanges of houses.
- (2) It shall be the duty of every registered housing association—
 - (a) within the period of 6 months commencing on 7th January 1987 to make rules governing the matters mentioned in paragraphs (a) to (d) of subsection (1)

- (unless it has, in accordance with subsections (4) and (5), published such rules before that date and those rules remain current);
- (b) within 6 months of the making of rules under paragraph (a), and within 6 months of any alteration of such rules (whether or not made under that paragraph)—
 - (i) to send a copy of them to each of the bodies mentioned in subsection (3); and
 - (ii) to publish them in accordance with subsections (4) and (5).
- (3) The bodies referred to in subsection (2)(b)(i) are—
 - (i) the Housing Corporation; and
 - (ii) every local authority within whose area there is a house let, or to be let, by the association under a secure tenancy.
- (4) The rules to be published by a body in accordance with subsection (1) or (2) shall be—
 - (a) available for perusal; and
 - (b) on sale at a reasonable price; and
 - (c) available in summary form on request to members of the public,

at all reasonable times—

- (i) in a case where the body is a local authority or a development corporation, at its principal offices and its housing department offices; and
- (ii) in any other case, at its principal and other offices.
- (5) Rules sent to a local authority in accordance with subsection 2(b) shall be available for perusal at all reasonable times at its principal offices.
- (6) An applicant for housing provided by a body mentioned in subsection (1) or (2) shall be entitled on request to inspect any record kept by that body of information furnished by him to it in connection with his application.

Housing co-operatives

Agreements for exercise by housing co-operatives of local authority housing functions

- (1) A local authority may make an agreement with a society, company or body of trustees for the time being approved by the Secretary of State for the purposes of this section (in this section called a "housing co-operative")—
 - (a) for the exercise by the co-operative, on such terms as may be provided in the agreement, of any of the local authority's powers relating to land or any interest in land held by them for the purposes of this Part, and the performance by the cooperative of any of the local authority's duties relating to such land or interest; or
 - (b) for the exercise by the co-operative, in connection with any such land or interest, of any of the local authority's powers under section 4 or 5 (powers to provide furniture, board and laundry facilities).
- (2) An agreement to which this section applies may only be made with the approval of the Secretary of State.

- (3) The Secretary of State's approval to the making of such an agreement may be given either generally or to any local authority or description of local authority or in any particular case, and may be given unconditionally or subject to any conditions.
- (4) A housing association is not entitled under the Housing Associations Act 1985 to housing association grant, revenue deficit grant or hostel deficit grant in respect of land comprised in an agreement to which this section applies.
- (5) Houses on land included in an agreement to which this section applies shall continue to be included in the local authority's housing revenue account; and neither the fact that the authority have made the agreement nor any letting of land in pursuance of it shall be treated as a ground for the reduction, suspension or discontinuance of any Exchequer contribution or subsidy under section 202.

Powers of Scottish Special Housing Association

23 Compulsory purchase of land by Scottish Special Housing Association

- (1) Where the Scottish Special Housing Association (hereafter in this section referred to as "the Association") desire to acquire any land for—
 - (a) the provision of new houses by the Association under the terms of an agreement between them and the Secretary of State, or
 - (b) the provision of housing accommodation by the Association under a scheme submitted by them to the Secretary of State under section 196(1)(b),

and the Association have made an application to the local authority in whose district the land is situated requesting them to acquire the land under this Part for the purpose of selling it or leasing it to the Association, then if the authority have power so to acquire the land and the Association are satisfied, after consultation with the authority, that the authority are unwilling to acquire the land for that purpose or that the footing on which they are willing to do so involves the sale or leasing of the land to the Association subject to conditions which are unacceptable to the Association, the Association may themselves acquire the land compulsorily.

- (2) The Association may, at the request of the Housing Corporation made in accordance with section 88(5) of the Housing Associations Act 1985, acquire land compulsorily.
- (3) The power of the Association to acquire any land compulsorily under subsection (1) or subsection (2) shall be exercisable in any particular case on their being authorised to do so by the Secretary of State, and in relation to the compulsory purchase the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply as if the Association were a local authority within the meaning of that Act, as if this Act had been in force immediately before the commencement of that Act, and in relation to the exercise of the Association's powers under subsection (1) of this section as if in Part I of Schedule 1 to that Act (procedure for authorising compulsory purchases) references to an owner of any land comprised in the compulsory purchase order included references to the local authority in whose district the land is situated.
- (4) The Association may not dispose of any land acquired by them compulsorily under this section which is not required for the purposes for which it was acquired without the consent in writing of the Secretary of State.
- (5) In the case of land which is situated partly in the district of one local authority and partly in the district of another, references in this section to the local authority in

whose district the land is situated shall be construed as references to each of those local authorities.

- (6) The Association may, for the purpose of securing the improvement of the amenities of a predominantly residential area within a district in which it has an interest as owner of land—
 - (a) carry out any works on land owned by them;
 - (b) with the agreement of the owner of any land, carry out or arrange for the carrying out of works on that land at his expense, or at the expense of the Association, or in part at the expense of both;
 - (c) acquire any land by agreement.
- (7) Subsection (6) applies to a development corporation in respect of its designated area as it applies to the Association in respect of a district in which it has an interest as owner of land, and in addition to the powers conferred by that subsection, a development corporation may assist (whether by grants or loans or otherwise) in the carrying out of works on land not owned by them.

PART II

HOMELESS PERSONS

Main definitions

24 Homeless persons and persons threatened with homelessness

- (1) A person is homeless if he has no accommodation in Scotland, or England or Wales.
- (2) A person is to be treated as having no accommodation if there is no accommodation which he, together with any other person who normally resides with him as a member of his family or in circumstances in which the local authority consider it reasonable for that person to reside with him—
 - (a) is entitled to occupy by virtue of an interest in it or by virtue of an order of a court, or
 - (b) has a right or permission, or an implied right or permission to occupy, or in England and Wales has an express or implied licence to occupy, or
 - (c) occupies as a residence by virtue of any enactment or rule of law giving him the right to remain in occupation or restricting the right of any other person to recover possession.
- (3) A person is also homeless if he has accommodation but—
 - (a) he cannot secure entry to it, or
 - (b) it is probable that occupation of it will lead to violence from some other person residing in it or to threats of violence from some other person residing in it and likely to carry out the threats, or
 - (c) it consists of a movable structure, vehicle or vessel designed or adapted for human habitation and there is no place where he is entitled or permitted both to place it and to reside in it; or
 - (d) it is overcrowded within the meaning of section 135 and may endanger the health of the occupants.

(4) A person is threatened with homelessness if it is likely that he will become homeless within 28 days.

25 Priority need for accommodation

- (1) The following have a priority need for accommodation—
 - (a) a pregnant woman or a person with whom a pregnant woman resides or might reasonably be expected to reside;
 - (b) a person with whom dependent children reside or might reasonably be expected to reside;
 - (c) a person who is vulnerable as a result of old age, mental illness or handicap or physical disability or other special reason, or with whom such a person resides or might reasonably be expected to reside;
 - (d) a person who is homeless or threatened with homelessness as a result of an emergency such as flood, fire or any other disaster.
- (2) The Secretary of State may by order made by statutory instrument—
 - (a) specify further descriptions of persons as having a priority need for accommodation, and
 - (b) amend or repeal any part of subsection (1).
- (3) Before making such an order the Secretary of State shall consult such associations representing relevant authorities, and such other persons, as he considers appropriate.
- (4) No such order shall be made unless a draft of the order has been laid before and approved by resolution of each House of Parliament.

26 Becoming homeless intentionally

- (1) A person becomes homeless intentionally if he deliberately does or fails to do anything in consequence of which he ceases to occupy accommodation which is available for his occupation and which it would have been reasonable for him to continue to occupy.
- (2) A person becomes threatened with homelessness intentionally if he deliberately does or fails to do anything the likely result of which is that he will be forced to leave accommodation which is available for his occupation and which it would have been reasonable for him to continue to occupy.
- (3) For the purposes of subsection (1) or (2) an act or omission in good faith on the part of a person who was unaware of any relevant fact shall not be treated as deliberate.
- (4) Regard may be had, in determining for the purpose of subsections (1) and (2) whether it would have been reasonable for a person to continue to occupy accommodation, to the general circumstances prevailing in relation to housing in the district of the local authority to whom he applied for accommodation or for assistance in obtaining accommodation.

27 Meaning of "local connection"

(1) Any reference in this Part to a person having a local connection with a district is a reference to his having a connection with that district—

- (a) because he is, or in the past was, normally resident in it and his residence in it is or was of his own choice; or
- (b) because he is employed in it, or
- (c) because of family associations, or
- (d) because of any special circumstances.
- (2) Residence in a district is not of a person's own choice for the purposes of subsection (1) if he became resident in it—
 - (a) because he or any person who might reasonably be expected to reside with him—
 - (i) was serving in the regular armed forces of the Crown, or
 - (ii) was detained under the authority of any Act of Parliament, or
 - (b) in such other circumstances as the Secretary of State may by order specify.
- (3) A person is not employed in a district for the purposes of subsection (1)—
 - (a) if he is serving in the regular armed forces of the Crown, or
 - (b) in such other circumstances as the Secretary of State may by order specify.
- (4) An order under subsections (2) or (3) shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.

Duties of local authorities with respect to homelessness and threatened homelessness

28 Inquiry into cases, of possible homelessness or threatened homelessness

- (1) If a person ("an applicant") applies to a local authority for accommodation, or for assistance in obtaining accommodation, and the authority have reason to believe that he may be homeless or threatened with homelessness, they shall make such inquiries as are necessary to satisfy themselves as to whether he is homeless or threatened with homelessness.
- (2) If the authority are so satisfied, they shall make any further inquiries necessary to satisfy themselves as to—
 - (a) whether he has a priority need, and
 - (b) whether he became homeless or threatened with homelessness intentionally; and if the authority think fit, they may also make inquiries as to whether he has a local connection with the district of another local authority in Scotland, England or Wales.

29 Interim duty to accommodate in case of apparent priority need

- (1) If the local authority have reason to believe that an applicant may be homeless and have a priority need, they shall secure that accommodation is made available for his occupation pending any decision which they may make as a result of their inquiries under section 28.
- (2) This duty arises irrespective of any local connection which an applicant may have with the district of another local authority.

30 Notification of decision and reasons

- (1) On completing their inquiries under section 28, the local authority shall notify the applicant of their decision on the question whether he is homeless or threatened with homelessness.
- (2) If they notify him that their decision is that he is homeless or threatened with homelessness, they shall at the same time notify him of their decision on the question whether he has a priority need.
- (3) If they notify him that their decision is that he has a priority need, they shall at the same time notify him—
 - (a) of their decision on the question whether he became homeless or threatened with homelessness intentionally, and
 - (b) whether they have notified or propose to notify any other local authority under section 33 that his application has been made.

(4) If they notify him—

- (a) that they are not satisfied—
 - (i) that he is homeless or threatened with homelessness, or
 - (ii) that he has a priority need, or
- (b) that they are satisfied that he became homeless or threatened with homelessness intentionally, or
- (c) that they have notified or propose to notify another local authority under section 33 that his application has been made,

they shall at the same time notify him of their reasons.

(5) The notice required to be given to a person under this section shall be given in writing and shall, if not received by him, be treated as having been given to him only if it is made available at the authority's office for a reasonable period for collection by him or on his behalf.

31 Duties to persons found to be homeless

- (1) This section applies where a local authority are satisfied that an applicant is homeless.
- (2) Where they are satisfied that he has a priority need and are not satisfied that he became homeless intentionally, they shall, unless they notify another local authority in accordance with section 33 (referral of application on ground of local connection) secure that accommodation becomes available for his occupation.
- (3) Where they are satisfied that he has a priority need but are also satisfied that he became homeless intentionally, they shall—
 - (a) secure that accommodation is made available for his occupation for such period as they consider will give him a reasonable opportunity of himself securing accommodation for his occupation; and
 - (b) furnish him with advice and such assistance as they consider appropriate in the circumstances, in any attempts he may make to secure that accommodation becomes available for his occupation.
- (4) Where they are not satisfied that he has a priority need they shall furnish him with advice and such assistance as they consider appropriate in the circumstances, in any attempts he may make to secure that accommodation becomes available for his occupation.

Duties to persons found to be threatened with homelessness

- (1) This section applies where a local authority are satisfied that an applicant is threatened with homelessness.
- (2) Where they are satisfied that he has a priority need and are not satisfied that he became threatened with homelessness intentionally they shall take reasonable steps to secure that accommodation does not cease to be available for his occupation.
- (3) Where—
 - (a) they are not satisfied that he has a priority need, or
 - (b) they are satisfied that he has a priority need, but are also satisfied that he became threatened with homelessness intentionally,

they shall furnish him with advice and such assistance as they consider appropriate in the circumstances, in any attempts he may make to secure that accommodation does not cease to be available for his occupation.

- (4) Nothing in subsection (2) shall affect any right of a local authority to secure vacant possession of accommodation, whether by virtue of a contract or of any enactment or rule of law.
- (5) In section 31 and in this section, "accommodation" does not include accommodation that is overcrowded within the meaning of section 135 or which may endanger the health of the occupants.

33 Referral of application to another local authority

- (1) If a local authority—
 - (a) are satisfied that an applicant is homeless and has a priority need, and are not satisfied that he became homeless intentionally, but
 - (b) are of opinion that the conditions are satisfied for referral of his application to another local authority,

they may notify that other local authority in Scotland, England or Wales of the fact that his application has been made and that they are of that opinion.

- (2) The conditions of referral of an application to another local authority are—
 - (a) that neither the applicant nor any person who might reasonably be expected to reside with him has a local connection with the district of the authority to whom his application was made,
 - (b) that the applicant or a person who might reasonably be expected to reside with him has a local connection with that other local authority's district, and
 - (c) that neither that applicant nor any person who might reasonably be expected to reside with him will run the risk of domestic violence in that other local authority's district.
- (3) For the purposes of this section a person runs the risk of domestic violence—
 - (a) if he runs the risk of violence from a person with whom, but for the risk of violence, he might reasonably be expected to reside, or from a person with whom he formerly resided, or
 - (b) if he runs the risk of threats of violence from such a person which are likely to be carried out.

- (4) The question whether the conditions for referral of an application are satisfied shall be determined by agreement between the notifying authority and the notified authority, or in default of agreement, in accordance with such arrangements as the Secretary of State may direct by order made by statutory instrument.
- (5) An order may direct that the arrangements shall be—
 - (a) those agreed by any relevant authorities or association of relevant authorities, or
 - (b) in default of such agreement, such arrangements as appear to the Secretary of State to be suitable, after consultation with such associations representing relevant authorities, and such other persons, as he thinks appropriate.
- (6) No order shall be made unless a draft of the order has been laid before and approved by resolution of each House of Parliament.

Duties to persons whose applications are referred

- (1) Where, in accordance with section 33(1), a local authority notify another authority of an application, the notifying authority shall secure that accommodation is available for occupation by the applicant until it is determined whether the conditions for referral of his application to the other authority are satisfied.
- (2) If it is determined that the conditions for referral are satisfied, the notified authority shall secure that accommodation becomes available for occupation by the applicant; if it is determined that the conditions are not satisfied, the notifying authority shall secure that accommodation becomes available for occupation by him.
- (3) When the matter has been determined, the notifying authority shall notify the applicant—
 - (a) whether they or the notified authority are the authority whose duty it is to secure that accommodation becomes available for his occupation, and
 - (b) of the reasons why the authority subject to that duty are subject to it.
- (4) The notice required to be given to a person under subsection (3) shall be given in writing and shall, if not received by him, be treated as having been given to him only if it is made available at the authority's office for a reasonable period for collection by him or on his behalf.

35 Supplementary provisions

- (1) A local authority may perform any duty under section 31 or 34 (duties to persons found to be homeless to secure that accommodation becomes available for the occupation of a person)—
 - (a) by making available accommodation held by them under Part I (provision of housing) or under any other enactment,
 - (b) by securing that he obtains accommodation from some other person, or
 - (c) by giving him such advice and assistance as will secure that he obtains accommodation from some other person.
- (2) Without prejudice to section 210(1), a local authority may require a person to whom they were subject to a duty under section 29, 31 or 34 (interim duty to accommodate pending inquiries and duties to persons found to be homeless)—

- (a) to pay such reasonable charges as they may determine in respect of accommodation which they secure for his occupation (either by making it available themselves or otherwise), or
- (b) to pay such reasonable amount as they may determine in respect of sums payable by them for accommodation made available by another person.

Protection of property of homeless persons and persons threatened with homelessness

- (1) This section applies where a local authority have reason to believe that an applicant is homeless or threatened with homelessness (or, in the case of an applicant to whom they owe a duty under section 29 (interim duty to accommodate pending inquiries), that he may be homeless) and that—
 - (a) there is a danger of loss of, or damage to, any moveable property of his by reason of his inability to protect it or deal with it, and
 - (b) no other suitable arrangements have been or are being made.
- (2) If the authority have become subject to a duty towards the applicant under section 29, 31(2) or (3)(a), 32(2) or 34 (duty to accommodate during inquiries and duties to persons found to be homeless or threatened with homelessness), then, whether or not they are still subject to such a duty, they shall take reasonable steps to prevent the loss of the moveable property or prevent or mitigate damage to it; and if they have not become subject to such a duty, they may take any steps they consider reasonable for that purpose.
- (3) The authority may for the purposes of this section—
 - (a) enter, at all reasonable times, any premises which are the usual place of residence of the applicant or which were his last usual place of residence, and
 - (b) deal with any moveable property of his in any way which is reasonably necessary, in particular by storing it or arranging for its storage.
- (4) The authority may decline to take action under this section except upon such conditions as they consider appropriate in the particular case, which may include conditions as to—
 - (a) the making and recovery by the authority of reasonable charges for the action taken, or
 - (b) the disposal by the authority, in such circumstances as may be specified, of moveable property in relation to which they have taken action.
- (5) When in the authority's opinion there is no longer any reason to believe that there is a danger of loss of or damage to a person's moveable property by reason of his inability to protect it or deal with it, the authority shall cease to have any duty or power to take action under this section; but property stored by virtue of their having taken such action may be kept in store and any conditions upon which it was taken into store shall continue to have effect, with any necessary modifications.
- (6) Where the authority—
 - (a) cease to be subject to a duty to take action under this section in respect of an applicant's moveable property, or
 - (b) cease to have power to take such action, having previously taken such action,

they shall notify the applicant of that fact and of the reason why they are of opinion that there is no longer any reason to believe that there is a danger of loss of or damage to his moveable property by reason of his inability to protect it or deal with it.

- (7) The notification shall be given to the applicant—
 - (a) by delivering it to him, or
 - (b) by leaving it, or sending it to him, at his last known address.
- (8) References in this section to moveable property of the applicant include moveable property of any person who might reasonably be expected to reside with him.

Administrative provisions

37 Guidance to authorities by the Secretary of State

- (1) In relation to homeless persons and persons threatened with homelessness, a relevant authority shall have regard in the exercise of their functions to such guidance as may from time to time be given by the Secretary of State.
- (2) The Secretary of State may give guidance either generally or to specified descriptions of authorities.

38 Co-operation between authorities

Where a local authority—

- (a) request another local authority in Scotland or England or Wales, a development corporation, a registered housing association or the Scottish Special Housing Association to assist them in the discharge of their functions under sections 28, 29, 31 to 33 and 34(1) and (2) (which relate to the duties of local authorities with respect to homelessness and threatened homelessness as such),
- (b) request a social work authority in Scotland or a social services authority in England or Wales to exercise any of their functions in relation to a case which the local authority are dealing with under those provisions, or
- request another local authority in Scotland or England or Wales to assist them in the discharge of their functions under section 36 (protection of property of homeless persons and persons threatened with homelessness).

the authority to whom the request is made shall co-operate in rendering such assistance in the discharge of the functions to which the request relates as is reasonable in the circumstances.

Assistance for voluntary organisations

Financial and other assistance for voluntary organisations concerned with homelessness

(1) The Secretary of State, with the consent of the Treasury, may, upon such terms and subject to such conditions as he may determine, give to a voluntary organisation concerned with homelessness, or with matters relating to homelessness, assistance by way of grant or loan or partly in the one way and partly in the other.

- (2) A local authority may, upon such terms and subject to such conditions as they may determine, give to such a voluntary organisation such assistance as is mentioned in subsection (1), and may also assist such an organisation by—
 - (a) permitting them to use premises belonging to the authority upon such terms and subject to such conditions as may be agreed,
 - (b) making available furniture or other goods, whether by way of gift, loan or otherwise, and
 - (c) making available the services of staff employed by the authority.
- (3) No assistance shall be given under subsection (1) or (2) unless the voluntary organisation first give an undertaking—
 - (a) that they will use the money, furniture or other goods or premises made available to them for a specified purpose, and
 - (b) that they will, if the person giving the assistance serves notice on them requiring them to do so, furnish, within the period of 21 days beginning with the date on which the notice is served, a certificate giving such information as may reasonably be required by the notice with respect to the manner in which the assistance given to them is being used.
- (4) The conditions subject to which assistance is given under this section shall in all cases include, in addition to any conditions determined or agreed under subsection (1) or (2), conditions requiring the voluntary organisation to—
 - (a) keep proper books of account and have them audited in such manner as may be specified,
 - (b) keep records indicating how they have used the money, furniture or other goods or premises made available to them, and
 - (c) submit the books of account and records for inspection by the person giving the assistance.
- (5) If it appears to the person giving the assistance that the voluntary organisation have failed to carry out their undertaking as to the purpose for which the assistance was to be used, he shall take all reasonable steps to recover from the organisation an amount equal to the amount of the assistance; but no sum is so recoverable unless he has first served on the voluntary organisation a notice specifying the amount which in his opinion is recoverable and the basis on which that amount has been calculated.

Supplementary provisions

40 False statements, withholding information and failure to disclose change of circumstances

- (1) If a person, with intent to induce a local authority to believe, in connection with the exercise of their functions under this Part, that he or another person—
 - (a) is homeless or threatened with homelessness, or
 - (b) has a priority need, or
 - (c) did not become homeless or threatened with homelessness intentionally,

knowingly or recklessly makes a statement which is false in a material particular, or knowingly withholds information which the authority have reasonably required him to give in connection with the exercise of those functions, he shall be guilty of an offence.

- (2) If before an applicant receives notification of the local authority's decision on his application there is any change of facts material to his case, he shall notify the authority as soon as possible; and the authority shall explain to every applicant, in ordinary language, the duty imposed on him by this subsection and the effect of subsection (3).
- (3) A person who fails to comply with subsection (2) commits an offence unless he shows that he was not given the explanation required by that subsection or that he had some other reasonable excuse for noncompliance.
- (4) A person guilty of an offence under this section shall be liable on summary conviction to a fine not exceeding level 5 on the standard scale.

41 Meaning of accommodation available for occupation

For the purposes of this Part accommodation shall be regarded as available for a person's occupation only if it is available for occupation both by him and by any other person who might reasonably be expected to reside with him; and references to securing accommodation for a person's occupation shall be construed accordingly.

42 Application of this Part to cases arising in England or Wales

- (1) Sections 33 and 34 (referral of application to another local authority and duties to persons whose applications are referred) apply—
 - (a) to applications referred by a local authority in England or Wales in pursuance of section 67(1) of the Housing Act 1985, and
 - (b) to persons whose applications are so transferred,

as they apply to cases arising under this Part.

- (2) Section 38 (duty of other authorities to co-operate with local authority) applies to a request by a local authority in England or Wales under section 72 of the Housing Act 1985 as it applies to a request by a local authority in Scotland.
- (3) In this Part, in relation to England and Wales—
 - (a) "local authority" means a local housing authority within the meaning of section 1(1) of the said Act of 1985 and references to the district of such an authority are to the area of the council concerned,
 - (b) "social work authority" means a social services authority for the purposes of the Local Authority Social Services Act 1970, as defined in section 1 of that Act;

and in section 38(a) (requests for co-operation) "development corporation" means a development corporation established by an order made or having effect as if made under the New Towns Act 1981 or the Commission for the New Towns.

43 Minor definitions

In this Part—

"accommodation available for occupation" has the meaning assigned to it by section 41;

"applicant (for housing accommodation)" has the meaning assigned to it by section 28(1);

"homeless" has the meaning assigned to it by section 24(1) to (3);

"homeless intentionally or threatened with homelessness intentionally" has the meaning assigned to it by section 26;

"local connection (in relation to the district of a local authority)" has the meaning assigned to it by section 27;

"priority need (for accommodation)" has the meaning assigned to it by section 25:

"relevant authority" means a local authority or social work authority;

"securing accommodation for a person's occupation" has the meaning assigned to it by section 41;

"social work authority" means a local authority for the purposes of the Social Work (Scotland) Act 1968, that is to say, a regional or islands council;

"threatened with homelessness" has the meaning assigned to it by section 24(4);

"voluntary organisation" means a body, not being a public or local authority, whose activities are carried on otherwise than for profit.

PART III

RIGHTS OF PUBLIC SECTOR TENANTS

Security of tenure

44 Secure tenancies

- (1) Subject to subsection (4) and to section 45 and section 52(6), a tenancy (whenever created) of a house shall be a secure tenancy if—
 - (a) the house is let as a separate dwelling;
 - (b) the tenant is an individual and the house is his only or principal home; and
 - (c) the landlord is one of the bodies mentioned in subsection (2).
- (2) The bodies referred to in subsections (1)(c) and (7) are the bodies mentioned in section 61(2)(a) and any housing trust which was in existence on 13th November 1953.
- (3) Where a tenancy of a house is held jointly by two or more individuals, the requirements of subsection (1)(b) shall be deemed to be satisfied if all the joint tenants are individuals and at least one of the joint tenants occupies the house as his only or principal residence.
- (4) A tenancy shall not be a secure tenancy if it is a tenancy of a kind mentioned in Schedule 2.
- (5) Where the tenancy of a house is excluded from being a secure tenancy by reason only of the operation of paragraph 1 or 8 of Schedule 2, sections 53 to 60 shall nevertheless apply to that tenancy as if it were a secure tenancy.
- (6) A tenancy which has become a secure tenancy shall continue to be a secure tenancy notwithstanding that the requirements of subsection (1)(b) may have ceased to be fulfilled.
- (7) Where a tenant under a secure tenancy is accommodated temporarily in another house of which the landlord is a body mentioned in subsection (2), while the house which he

normally occupies is not available for occupation, the other house shall be deemed for the purposes of this Part, except sections 46 and 47, to be the house which he normally occupies.

45 Special provision for housing associations

- (1) A tenancy shall not be a secure tenancy at any time when the interest of the landlord belongs to a registered housing association which is a co-operative housing association.
- (2) Sections 44, 46 to 50, 51, 52, and 82 to 84 shall apply to a tenancy at any time when the interest of the landlord belongs to a housing association which is a co-operative housing association and is not registered.
- (3) If a registered housing association which is a registered co-operative housing association ceases to be registered, it shall notify those of its tenants who thereby become secure tenants.
- (4) Notice under subsection (3) shall be given in writing to each tenant concerned, within the period of 21 days beginning with the date on which the association ceases to be registered.
- (5) In this section—
 - (a) references to registration in relation to a housing association are to registration under the Housing Associations Act 1985;
 - (b) "co-operative housing association" has the same meaning as in section 300(1) (b).

46 Restriction on termination of secure tenancy

- (1) Notwithstanding any provision contained in the tenancy agreement, a secure tenancy may not be brought to an end except—
 - (a) by the death of the tenant (or, where there is more than one, of any of them), where there is no qualified person within the meaning of section 52;
 - (b) by operation of section 52(4) or (5);
 - (c) by written agreement between the landlord and the tenant;
 - (d) by operation of section 50(2);
 - (e) by an order for recovery of possession under section 48(2); or
 - (f) by 4 weeks' notice given by the tenant to the landlord.
- (2) If, while the house which the tenant under a secure tenancy normally occupies is not available for occupation, the tenant is accommodated temporarily in another house of which the landlord is a body mentioned in section 44(2), either—
 - (a) by agreement; or
 - (b) following an order under section 48(2) (in a case where an order has also been made under subsection (5) of that section),

the landlord shall not be entitled to bring the tenant's occupation of the other house to an end before the house which he normally occupies is available for occupation unless the secure tenancy has been brought to an end.

47 Proceedings for possession

- (1) The landlord under a secure tenancy may raise proceedings for recovery of possession of the house by way of summary cause in the sheriff court of the district in which it is situated.
- (2) Proceedings for recovery of possession of a house subject to a secure tenancy may not be raised unless—
 - (a) the landlord has served on the tenant a notice complying with subsection (3);
 - (b) the proceedings are raised on or after the date specified in the said notice; and
 - (c) the notice is in force at the time when the proceedings are raised.
- (3) A notice under this section shall be in a form prescribed by the Secretary of State by statutory instrument, and shall specify—
 - (a) the ground, being a ground set out in Part I of Schedule 3, on which proceedings for recovery of possession are to be raised; and
 - (b) a date, not earlier than 4 weeks from the date of service of the notice or the date on which the tenancy could have been brought to an end by a notice to quit had it not been a secure tenancy, whichever is later, on or after which the landlord may raise proceedings for recovery of possession.
- (4) A notice under this section shall cease to be in force 6 months after the date specified in it in accordance with subsection (3)(b), or when it is withdrawn by the landlord, whichever is earlier.

48 Powers of sheriff in proceedings

- (1) The court may, as it thinks fit, adjourn proceedings under section 47 on a ground set out in any of paragraphs 1 to 7 and 16 of Part I of Schedule 3 for a period or periods, with or without imposing conditions as to payment of outstanding rent or other conditions.
- (2) Subject to subsection (1), in proceedings under section 47 the court shall make an order for recovery of possession if it appears to the court that the landlord has a ground for recovery of possession, being—
 - (a) a ground set out in any of paragraphs 1 to 7 of that Part and specified in the notice required by section 47 and that it is reasonable to make the order; or
 - (b) a ground set out in any of paragraphs 8 to 15 of that Part and so specified and that other suitable accommodation will be available for the tenant when the order takes effect; or
 - (c) the ground set out in paragraph 16 of that Part and so specified and both that it is reasonable to make the order and that other suitable accommodation will be available as aforesaid.
- (3) Part II of Schedule 3 shall have effect to determine whether accommodation is suitable for the purposes of subsection (2)(b) or (c).
- (4) An order under subsection (2) shall appoint a date for recovery of possession and shall have the effect of—
 - (a) terminating the tenancy; and
 - (b) giving the landlord the right to recover possession of the house, at that date.

- (5) Where, in proceedings under section 47 on the ground set out in paragraph 10 of Part I of Schedule 3, it appears to the court that it is the intention of the landlord—
 - (a) that substantial work will be carried out on the building (or a part of the building) which comprises or includes the house; and
 - (b) that the tenant should return to the house after the work is completed, the court shall make an order that the tenant shall be entitled to return to the house after the work is completed; and subsection (4)(a) shall not apply in such a case.

49 Rights of landlord where a secure tenancy appears to have been abandoned

- (1) This section shall have effect where a landlord who has let a house under a secure tenancy has reasonable grounds for believing that—
 - (a) the house is unoccupied; and
 - (b) the tenant does not intend to occupy it as his home.
- (2) The landlord shall be entitled to enter the house at any time for the purpose of securing the house and any fittings, fixtures or furniture against vandalism.
- (3) For the purposes of subsection (2), the landlord and its servants or agents may open, by force if necessary, doors and lockfast places.
- (4) The landlord may take possession of the house in accordance with section 50.

50 Repossession

- (1) A landlord wishing to take possession of a house under section 49(4) shall serve on the tenant a notice—
 - (a) stating that the landlord has reason to believe that the house is unoccupied and that the tenant does not intend to occupy it as his home;
 - (b) requiring the tenant to inform the landlord in writing within 4 weeks of service of the notice if he intends to occupy the house as his home; and
 - (c) informing the tenant that, if it appears to the landlord at the end of the said period of 4 weeks that the tenant does not intend so to occupy the house, the secure tenancy will be terminated forthwith.
- (2) Where the landlord has—
 - (a) served on the tenant a notice which complies with subsection (1); and
 - (b) made such inquiries as may be necessary to satisfy the landlord that the house is unoccupied and that the tenant does not intend to occupy it as his home,

and at the end of the period of 4 weeks mentioned in subsection (1)(c) is so satisfied, it may serve a further notice on the tenant bringing the tenancy to an end forthwith.

- (3) Where a tenancy has been terminated in accordance with this section the landlord shall be entitled to take possession of the house forthwith without any further proceedings.
- (4) The Secretary of State may by order made by statutory instrument make provision for the landlord to secure the safe custody and delivery to the tenant of any property which is found in a house to which this section applies, and in particular—
 - (a) for requiring charges to be paid in respect of such property before it is delivered to the tenant; and

(b) for authorising the disposal of such property, if the tenant has not arranged for its delivery to him before the expiry of such period as the order may specify, and the application of any proceeds towards any costs incurred by the landlord and any rent due but unpaid by the tenant to the landlord.

Tenant's right of recourse to sheriff

- (1) A tenant under a secure tenancy who is aggrieved by termination of the tenancy by the landlord under section 50(2) may raise proceedings by summary application within 6 months after the date of the termination in the sheriff court of the district in which the house is situated.
- (2) Where in proceedings under this section it appears to the sheriff that—
 - (a) the landlord has failed to comply with any provision of section 50; or
 - (b) the landlord did not have reasonable grounds for finding that the house was unoccupied, or did not have reasonable grounds for finding that the tenant did not intend to occupy it as his home; or
 - (c) the landlord was in error in finding that the tenant did not intend to occupy the house as his home, and the tenant had reasonable cause, by reason of illness or otherwise, for failing to notify the landlord of his intention so to occupy it, he shall—
 - (i) where the house has not been let to a new tenant, make an order that the secure tenancy shall continue; or
 - (ii) in any other case, direct the landlord to make other suitable accommodation available to the tenant.
- (3) Part II of Schedule 3 to this Act shall have effect to determine whether accommodation is suitable for the purposes of subsection (2)(ii).

Succession

52 Succession to secure tenancy

- (1) On the death of a tenant under a secure tenancy, the tenancy shall pass by operation of law to a qualified person, unless—
 - (a) there is no qualified person, or the qualified person declines the tenancy under subsection (4); or
 - (b) the tenancy is terminated by operation of subsection (5).
- (2) For the purposes of this section, a qualified person is—
 - (a) a person whose only or principal home at the time of the tenant's death was the house and who was at that time either—
 - (i) the tenant's spouse; or
 - (ii) living with the tenant as husband and wife; and
 - (b) where the tenancy was held jointly by two or more individuals, a surviving tenant where the house was his only or principal home at the time of the tenant's death:
 - (c) where there is no person falling within paragraph (a) or (b), a member of the tenant's family who has attained the age of 16 years where the house was his only or principal home throughout the period of 12 months immediately preceding the tenant's death.

- (3) Where there is more than one qualified person, the benefit of the provisions of subsection (1) or, as the case may be, of subsection (6) shall accrue—
 - (a) to such qualified person; or
 - (b) to such two or more qualified persons as joint tenants, as may be decided by agreement between all the qualified persons or, failing agreement within 4 weeks of the death of the tenant, as the landlord shall decide.
- (4) A qualified person who is entitled to the benefit of subsection (1) may decline the tenancy by giving the landlord notice in writing within 4 weeks of the tenant's death, and—
 - (a) he shall vacate the house within 3 months thereafter;
 - (b) he shall be liable to pay rent which becomes due after the said death only in respect of any rental period (that is to say, a period in respect of which an instalment of rent falls to be paid) during any part of which he has occupied the house after the said death.
- (5) A secure tenancy which has passed under subsection (1) to a qualified person shall not, on the death of a tenant (or one of joint tenants) so pass on a second occasion, and accordingly the secure tenancy shall be terminated when such a death occurs; but the provisions of this subsection shall not operate so as to terminate the secure tenancy of any tenant under a joint tenancy where such a joint tenant continues to use the house as his only or principal home.
- (6) Where a secure tenancy is terminated by operation of subsection (5) and there is a qualified person, he shall be entitled to continue as tenant for a period not exceeding 6 months, but the tenancy shall cease to be a secure tenancy.
- (7) Where a tenant gives up a secure tenancy in order to occupy another house which is subject to a secure tenancy, whether by agreement or following termination of the first tenancy by an order under section 48(2)(b), for the purposes of subsections (2) and (5) those tenancies shall be treated as being a single secure tenancy.

Leases

53 Tenant's right to written lease

- (1) Every secure tenancy shall be constituted by writing which shall be probative or holograph of the parties.
- (2) It shall be the duty of the landlord under a secure tenancy to draw up the documents required to comply with subsection (1), to ensure that they are duly executed before the commencement of the tenancy and to supply a copy of the documents to the tenant.
- (3) A tenant shall not be required to pay any fees in respect of anything done under subsection (2).

Restriction on variation of terms of secure tenancies

- (1) Notwithstanding anything contained in the tenancy agreement, the terms of a secure tenancy may not be varied except—
 - (a) by agreement between the landlord and the tenant; or
 - (b) under subsection (2) or (4).

(2) The rent or any other charge payable under a secure tenancy may, without the tenancy being terminated, and subject to section 58 of the Rent (Scotland) Act 1984, be increased with effect from the beginning of any rental period (that is to say, a period in respect of which an instalment of rent falls to be pa(d) by a written notice of increase given by the landlord to the tenant not less than 4 weeks before the beginning of the rental period (or any earlier day on which the payment of rent in respect of that period falls to be made).

(3) Where—

- (a) a landlord wishes to vary the terms or conditions of a secure tenancy, but the tenant refuses or fails to agree the variation; or
- (b) a tenant wishes to vary any term of a secure tenancy which restricts his use or enjoyment of the house, on the ground that—
 - (i) by reason of changes in the character of the house or of the neighbourhood or other circumstances which the sheriff may deem material, the term is or has become unreasonable or inappropriate; or
 - (ii) the term is unduly burdensome compared with any benefit which would result from its performance; or
 - (iii) the existence of the term impedes some reasonable use of the house, but the landlord refuses or fails to agree the variation,

the landlord or, as the case may be, the tenant may raise proceedings by way of summary application in the sheriff court of the district in which the house is situated.

- (4) In proceedings under subsection (3), the sheriff may make such order varying any term of the tenancy (other than a term relating to the amount of rent or of any other charge payable by the tenant) as he thinks it reasonable to make in all the circumstances, having particular regard to the safety of any person and to any likelihood of damage to the house or to any premises of which it forms part, including if the sheriff thinks fit an order that the tenant shall pay to the landlord such sum as the sheriff thinks just to compensate him for any patrimonial loss occasioned by the variation; and such an order shall not have the effect of terminating the tenancy.
- (5) At any time before he grants an order in proceedings under subsection (3)(b), the sheriff may order the tenant to serve a copy of his application on any person who, in the capacity of owner or tenant of any land—
 - (a) appears to the sheriff to benefit from the term of which variation is sought; or
 - (b) appears to him to be adversely affected by the proposed variation.
- (6) An agreement under subsection (1)(a) shall be in writing which is probative or holograph of the parties, and it shall be the duty of the landlord to draw up the said writing and to ensure that it is duly executed.

Subletting

No subletting by secure tenant without landlord's consent

(1) It shall be a term of every secure tenancy that the tenant shall not assign, sublet or otherwise give up to another person possession of the house or any part thereof or take in a lodger except with the consent in writing of the landlord, which shall not be unreasonably withheld.

- (2) The landlord may refuse consent under this section if it appears to it that a payment other than—
 - (a) a rent which is in its opinion a reasonable rent; or
 - (b) a deposit returnable at the termination of the assignation, subletting or other transaction given as security for the subtenant's obligations for accounts for supplies of gas, electricity, telephone or other domestic supplies and for damage to the house or contents, which in its opinion is reasonable,

has been or is to be received by the tenant in consideration of the assignation, subletting or other transaction.

- (3) This section shall not apply to any assignation, subletting or other transaction entered into before 3rd October 1980 provided that the consent of the landlord to the transaction and to the rent which is being charged has been obtained.
- (4) An assignation, subletting or other transaction to which this section applies shall not be a protected tenancy or a statutory tenancy within the meaning of the Rent (Scotland) Act 1984, nor shall Part VII of that Act apply to such an assignation, sublet or other transaction.
- (5) In this section and in section 56, "subtenant" means a person entitled to possession of a house or any part thereof under an assignation, subletting or other transaction to which this section applies, and includes a lodger.
- (6) The provisions of Schedule 4 shall have effect as terms of every secure tenancy.

Rent payable by subtenants

- (1) It shall be a term of every secure tenancy—
 - (a) that the tenant shall notify the landlord of any proposed increase in a rent to which this section applies; and
 - (b) that no increase shall be made in a rent to which this section applies if the landlord objects.
- (2) Where a landlord under a secure tenancy has given consent to an assignation, subletting or other transaction under section 55, subsection (1) shall apply to the rent payable by the subtenant at the commencement of the assignation, subletting or other transaction.

Repairs and improvements

57 Landlord's consent to work

- (1) It shall be a term of every secure tenancy that the tenant shall not carry out work, other than interior decoration, in relation to the house without the consent in writing of the landlord, which shall not be unreasonably withheld.
- (2) In this section and in Schedule 5, "work" means—
 - (a) alteration, improvement or enlargement of the house or of any fittings or fixtures;
 - (b) addition of new fittings or fixtures;
 - (c) erection of a garage, shed or other structure,

but does not include repairs or maintenance of any of these.

(3) The provisions of Schedule 5 shall have effect as terms of every secure tenancy.

58 Reimbursement of cost of work

- (1) On the termination of a secure tenancy, the landlord shall have the power (in addition to any other power which it has to make such payments) to make any payment to the tenant which it considers to be appropriate in respect of any work carried out by him (or by any predecessor of his as tenant under the same secure tenancy) with the consent of the landlord under section 57, which has materially added to the price which the house might be expected to fetch if sold on the open market.
- (2) The amount of any payment under subsection (1) shall not exceed the cost of the work in respect of which it is made, after deduction of the amount of any grant paid or payable under Part I of the Act of 1974 or under Part XIII.
- (3) Where a secure tenancy has been terminated (under section 46(1)(a)) by the death of the tenant, a payment under subsection (1) may be made to the tenant's personal representatives.

59 Effect of works on rent

No account shall be taken at any time in the assessment of rent to be payable under a secure tenancy by a tenant who has carried out work on the house or by a person who has succeeded him in the tenancy or by the spouse of such a person of any improvement in the value or amenities of the house resulting from the work carried out by the tenant.

60 Scheme giving tenant a right to carry out repairs

- (1) The Secretary of State may by regulations make a scheme entitling a tenant under a secure tenancy, subject to and in accordance with the provisions of the scheme—
 - (a) to carry out to the house which is the subject of the secure tenancy repairs which the landlord is under an obligation to carry out; and
 - (b) after carrying out the repairs, to recover from the landlord such sums (not exceeding the costs that would have been incurred by the landlord in carrying out the repairs) as may be determined by or under the scheme.
- (2) Regulations under this section may make different provision with respect to different cases or descriptions of case and may make such procedural, incidental, supplementary or transitional provision as may appear to the Secretary of State to be necessary or expedient.
- (3) Without prejudice to the generality of subsection (2) regulations under this section—
 - (a) may provide for any question arising under the scheme to be determined in such manner as the regulations may specify; and
 - (b) may provide that where a tenant under a secure tenancy makes application under the scheme, the obligations of the landlord in respect of repairs to the house shall cease to apply for such period and to such extent as may be determined by or under the scheme.
- (4) Regulations under this section shall be made by statutory instrument subject to annulment in pursuance of a resolution of either House of Parliament.

Right to buy

61 Secure tenant's right to purchase

- (1) Notwithstanding anything contained in any agreement, a tenant of a house to which this section applies (or such one or more of joint tenants as may be agreed between them) shall, subject to this Part, have the right to purchase the house at a price fixed under section 62.
- (2) This section applies to every house let under a secure tenancy where—
 - (a) the landlord is either—
 - (i) an islands or district council, or a joint board or joint committee of an islands or district council or the common good of an islands or district council, or any trust under the control of an islands or district council; or
 - (ii) a regional council, or a joint board or joint committee of 2 or more regional councils, or any trust under the control of a regional council; or
 - (iii) a development corporation (including an urban development corporation); or
 - (iv) the Scottish Special Housing Association; or
 - (v) the Housing Corporation; or
 - (vi) a registered housing association; or
 - (vii) a housing co-operative; or
 - (viii) a police authority in Scotland; or
 - (ix) a fire authority in Scotland; and
 - (b) the landlord is the heritable proprietor of the house or, in the case of a landlord who is a housing co-operative, a body mentioned in paragraph (a)(i) is the heritable proprietor; and
 - (c) immediately prior to the date of service of an application to purchase, the tenant has been for not less than 2 years in occupation of a house (including accommodation provided as mentioned in subsection (11)(n)) or of a succession of houses provided by any persons mentioned in subsection (11).
- (3) This section also applies to a house let under a secure tenancy granted in pursuance of section 282(3) (grant of secure tenancy on acquisition of defective dwelling), if the tenant would not otherwise have the right to purchase under this Part; and where it so applies—
 - (a) paragraph (c) of subsection (2) shall not have effect;
 - (b) the words "beyond 2" in section 62(3)(b) shall not have effect.
- (4) This section does not apply—
 - (a) to a house that is one of a group which has been provided with facilities (including a call system and the services of a warden) specially designed or adapted for the needs of persons of pensionable age or disabled persons; or
 - (b) where a landlord which is a registered housing association has at no time received a grant under—
 - (i) any enactment mentioned in paragraph 2 of Schedule 1 to the Housing Associations Act 1985 (grants under enactments superseded by the Housing Act 1974);
 - (ii) section 31 of the Housing Act 1974 (management grants);

- (iii) section 41 of the Housing Associations Act 1985 (housing association grants);
- (iv) section 54 of that Act (revenue deficit grants);
- (v) section 55 of that Act (hostel deficit grants); or
- (vi) section 59(2) of that Act (grants by local authorities); or
- (c) where such a landlord has at no time let (or had available for letting) more than 100 dwellings; or
- (d) where such a landlord is a charity—
 - (i) entered in the register of charities maintained under the Charities Act 1960 by the Charity Commissioners for England and Wales; or
 - (ii) which but for section 4(4) of, and paragraph (g) of the Second Schedule to, that Act (exempt charities) would require to be so entered; or
- (e) where by virtue of section 49(2) of the said Act of 1960 (extent) such a landlord is not one to which Part II of that Act (registration of charities, etc.) applies, but—
 - (i) the landlord has, in respect of all periods from 14th November 1985 or from the date of first being registered by the Housing Corporation (whichever is the later) claimed and been granted (whether or not retrospectively), under section 360(1) of the Income and Corporation Taxes Act 1970 (special exemptions for charities), exemption from tax; and
 - (ii) where such exemption has not been claimed and granted in respect of all periods from the said date of registration, the rules of the landlord, registered under the Industrial and Provident Societies Act 1965 and in force at that date, were such as would have admitted of such exemption had it been claimed as at that date; or
- (f) where, within a neighbourhood, the house is one of a number (not exceeding 14) of houses with a common landlord, being a landlord so mentioned, and it is the practice of that landlord to let at least one half of those houses for occupation by any or all of the following—
 - (i) persons who have suffered from, or are suffering from, mental disorder (as defined in the Mental Health (Scotland) Act 1984), physical handicap or addiction to alcohol or other drugs;
 - (ii) persons who have been released from prison or other institutions;
 - (iii) young persons who have left the care of a local authority,

and a social service is, or special facilities are, provided wholly or partly for the purpose of assisting those persons.

- (5) Where the spouse of a tenant or, where there is a joint tenancy, the spouse of a joint tenant, occupies the house as his only or principal home but is not himself a joint tenant, the right to purchase the house under subsection (1) shall not be exercised without the consent of such spouse.
- (6) A tenant may exercise his right to purchase, if he so wishes, together with one or more members of his family acting as joint purchasers, provided—
 - (a) that such members are at least 18 years of age, that they have, during the period of 6 months ending with the date of service of the application to purchase, had their only or principal home with the tenant and that their residence in the house is not a breach of any obligation of the tenancy; or

- (b) where the requirements of paragraph (a) are not satisfied, the landlord has consented.
- (7) The Secretary of State may by order made by statutory instrument amend, or add to, the descriptions of persons set out in sub-paragraphs (i) to (iii) of paragraph (f) of subsection (4).
- (8) The Commissioners of Inland Revenue shall, as regards any registered housing association, at the request of the Secretary of State, provide him and the Housing Corporation with such information as will enable them to determine whether that association is a landlord in respect of which this section will not, by virtue of subsection (4)(d), apply; and where a registered housing association is refused exemption on a claim under section 360(1) of the Income and Corporation Taxes Act 1970 the Commissioners shall forthwith inform the Secretary of State and the Housing Corporation of that fact.
- (9) Where information has been received by the Housing Corporation under subsection (8) and having regard to that information the Corporation is satisfied that the housing association to which it relates is not a landlord in respect of which this section applies, they shall make an entry to that effect in the register of housing associations maintained by them under section 3(1) of the Housing Associations Act 1985; and they shall cancel that entry where subsequent information so received in relation to that housing association is inconsistent with their being so satisfied.
- (10) In this section and the following section—
 - (a) references to occupation of a house include occupation—
 - (i) in the case of joint tenants, by any one of them;
 - (ii) by any person occupying the house rent-free;
 - (iii) as the spouse of the tenant, joint tenant or of any such person;
 - (iv) as the child, or the spouse of a child, of a tenant or a person occupying the house rent free who has succeeded, directly or indirectly, to the rights of that person in a house occupation of which would be reckonable for the purposes of this section; but only in relation to any period when the child, or as the case may be spouse of the child, is at least 16 years of age; or
 - (v) in the discretion of the landlord, as a member of the family of a tenant or a person occupying the house rent free who, not being that person's spouse or child (or child's spouse), has succeeded, directly or indirectly, to such rights as are mentioned in paragraph (iv); but only in relation to any period when the member of the family is at least 16 years of age.
 - (b) for the purpose of determining the period of occupation—
 - (i) any interruption in occupation of 12 months or less shall be regarded as not affecting continuity; and
 - (ii) any interruption in occupation of more than 12 months and less than 24 months may at the discretion of the landlord be regarded as not affecting continuity.
- (11) The persons providing houses referred to in subsection (2)(c) (occupation requirement for exercise of right to purchase) and in section 62(3)(b) (calculation of the discount from the market value) are—
 - (a) a regional, islands or district council in Scotland; any local authority in England and Wales or in Northern Ireland; and the statutory predecessors of

- any such council or authority, or the common good of any such council, or any trust under the control of any such council;
- (b) the Commission for the New Towns;
- (c) a development corporation, an urban development corporation; and any development corporation established under corresponding legislation in England and Wales or in Northern Ireland; and the statutory predecessors of any such authority;
- (d) the Scottish Special Housing Association;
- (e) a registered housing association;
- (f) the Housing Corporation;
- (g) a housing co-operative within the meaning of section 22 or a housing co-operative within the meaning of section 27B of the Housing Act 1985;
- (h) the Development Board for Rural Wales;
- (i) the Northern Ireland Housing Executive or any statutory predecessor;
- (j) a police authority or (he statutory predecessors of any such authority;
- (k) a fire authority or the statutory predecessors of any such authority;
- (1) a water authority in Scotland; any water authority constituted under corresponding legislation in England and Wales or in Northern Ireland; and the statutory predecessors of any such authority;
- (m) the Secretary of State, where the house was at the material time used for the purposes of the Scottish Prison Service or of a prison service for which the Home Office or the Northern Ireland Office have responsibility;
- (n) the Crown, in relation to accommodation provided in connection with service whether by the tenant or his spouse as a member of the regular armed forces of the Crown;
- (o) the Secretary of State, where the house was at the material time used for the purposes of a health board constituted under section 2 of the National Health Services (Scotland) Act 1978 or for the purposes of a corresponding board in England and Wales, or for the purposes of the statutory predecessors of any such board; or the Department of Health and Social Services for Northern Ireland, where the house was at the material time used for the purposes of a Health and Personal Services Board in Northern Ireland, or for the purposes of the statutory predecessors of any such board;
- (p) the Secretary of State, or the Minister of Agriculture, Fisheries and Food, where the house was at the material time used for the purposes of the Forestry Commission;
- (q) the Secretary of State, where the house was at the material time used for the purposes of a State Hospital provided by him under section 90 of the Mental Health (Scotland) Act 1984 or for the purposes of any hospital provided under corresponding legislation in England and Wales;
- (r) the Commissioners of Northern Lighthouses;
- (s) the Trinity House:
- (t) the Secretary of State, where the house was at the material time used for the purposes of Her Majesty's Coastguard;
- (u) the United Kingdom Atomic Energy Authority;
 - (v) the Secretary of State, where the house was at the material time used for the purposes of any function transferred to him under section 1(2) of the Defence (Transfer of Functions) Act 1964 or any function

relating to defence conferred on him by or under any subsequent enactment;

(w) such other person as the Secretary of State may by order made by statutory instrument subject to annulment in pursuance of a resolution of either House of Parliament prescribe.

62 The price

- (1) Subject to subsections (7) and (8), the price at which a tenant shall be entitled to purchase a house under this Part shall be fixed by subtracting a discount from the market value of the house.
- (2) The market value for the purposes of this section shall be determined by—
 - (a) a qualified valuer nominated by the landlord and accepted by the tenant; or
 - (b) the district valuer,

as if the house were available for sale on the open market with vacant possession at the date of service of the application to purchase. For the purposes of this subsection, no account shall be taken of any element in the market value of the house which reflects an increase in value as a result of work the cost of which would qualify for a reimbursement under section 58.

- (3) Subject to subsection (5), the discount for the purposes of subsection (1) shall be—
 - (a) 32 per cent. of the market value of the house except—
 - (i) where the house is a flat, it shall be 44 per cent. of the market value;
 - (ii) where the house is one to which section 61(3) applies, it shall be 30 per cent. or, where it is a flat, 40 per cent. of the market value;

together with

(b) an additional one per cent. or, where the house is a flat, two per cent., of the market value for every year beyond 2 of continuous occupation by the appropriate person, immediately preceding the date of service of the application to purchase, of a house (including accommodation provided as mentioned in section 61(11)(n)) or of a succession of houses provided by any persons mentioned in section 61(11),

up to a maximum discount of 60 per cent., or where the house is a flat, 70 per cent. of the market value.

- (4) For the purposes of subsection (3), the "appropriate person" is the tenant, or if it would result in a higher discount and if she is cohabiting with him at the date of service of the application to purchase, his spouse; and where joint tenants are joint purchasers the "appropriate person" shall be whichever tenant (or, as the case may be, spouse) has the longer or longest such occupation.
- (5) The Secretary of State may be order made with the consent of the Treasury provide that, in such cases as may be specified in the order—
 - (a) the minimum percentage discount,
 - (b) the percentage increase for each complete year of the qualifying period after the first two, or
 - (c) the maximum percentage discount,

shall be such percentage, higher than that specified in subsection (3), as may be specified in the order.

(6) An order under subsection (5)—

- (a) may make different provision with respect to different cases or descriptions of case,
- (b) may contain such incidental, supplementary or transitional provisions as appear to the Secretary of State to be necessary or expedient, and
- (c) shall be made by statutory instrument and shall not be made unless a draft of it has been laid before and approved by resolution of each House of Parliament.
- (7) Where the house was first let under a secure tenancy (or under a tenancy which, if this Part had then been in force, would have been a secure tenancy) after 31st December 1978, the price fixed under subsection (1) shall not be less than—
 - (a) the outstanding debt incurred after that date (either or both)—
 - (i) in providing;
 - (ii) in making improvements (other than by way of repair or maintenance) to,

the house; or

- (b) the market value of the house determined under subsection (2), whichever is the lesser, except in such cases as the Secretary of State may, by order made by statutory instrument subject to annulment in pursuance of a resolution of either House of Parliament, with the consent of the Treasury, prescribe.
- (8) Where the house was first let under a tenancy which, if this Part had then been in force, would have been a secure tenancy, on or before the date mentioned in subsection (7) but an outstanding debt has been incurred after that date in making improvements (other than by way of repair or maintenance) to the house, the price fixed under subsection (1) shall not be less than—
 - (a) that outstanding debt; or
 - (b) the market value of the house determined under subsection (2), whichever is the lesser, except in such cases as the Secretary of State may, by order made as is mentioned in subsection (7), prescribe.
- (9) In subsections (7) and (8), "outstanding debt" means—
 - (a) in relation to subsection (7)(a)(i), any undischarged debt arising from—
 - (i) the cost of the erection or acquisition of the house; together with
 - (ii) the cost of acquisition of the site of the house;
 - (iii) the cost of works of improvement, alteration, or major structural repair;
 - (iv) administrative costs attributable to the matters mentioned in subparagraphs (i) to (iii); and
 - (v) where the landlord is the Housing Corporation, or a registered housing association, any proportion of capital grants which it must repay on the house being sold;
 - (b) in relation to subsection (7)(a)(ii) and in subsection (8), any undischarged debt arising from the cost of works of improvement together with—
 - (i) administrative costs attributable to these works; and
 - (ii) any proportion of capital grants as mentioned in paragraph (a)(v) where the landlord is a body mentioned there.
- (10) Where at the date of service of an offer to sell under section 63 any of the costs referred to in subsection (9) are not known, the landlord shall make an estimate of such unknown costs for the purposes of that subsection.

- (11) The Secretary of State may, with the consent of the Treasury, by order—
 - (a) substitute a later date in subsection (7);
 - (b) provide that subsections (7)(a)(ii), (8) and (9) shall apply subject to such modifications as may be specified in the order.
- (12) Any such order may—
 - (a) make different provision in relation to different areas, cases or classes of case;
 - (b) exclude certain areas, cases or classes of case.
- (13) An order under subsection (11) shall be made by statutory instrument and shall be subject to annulment in pursuance of a resolution of either House of Parliament.

Procedure

Application to purchase and offer to sell

- (1) A tenant who seeks to exercise a right to purchase a house under section 61 shall serve on the landlord a notice (referred to in this Part as an "application to purchase") which shall be in such form as the Secretary of State shall by order made by statutory instrument prescribe, and shall contain—
 - (a) notice that the tenant seeks to exercise the right to purchase;
 - (b) a statement of any period of occupancy of a house on which the tenant intends to rely for the purposes of section 61 and 62; and
 - (c) the name of any joint purchaser within the meaning of section 61(6).
- (2) Where an application to purchase is served on a landlord, and the landlord does not serve a notice of refusal under sections 68 to 70 it shall, within 2 months after service of the application to purchase, serve on the tenant a notice (referred to in this Part as an "offer to sell") containing—
 - (a) the market value of the house determined under section 62(2);
 - (b) the discount calculated under section 62(3);
 - (c) the price fixed under section 62(1);
 - (d) any conditions which the landlord intends to impose under section 64; and
 - (e) an offer to sell the house to the tenant and any joint purchaser named in the application to purchase at the price referred to in paragraph (c) and under the conditions referred to in paragraph (d).

64 Conditions of sale

- (1) Subject to section 75, an offer to sell under section 63(2) shall contain such conditions as are reasonable, provided that—
 - (a) the conditions shall have the effect of ensuring that the tenant has as full enjoyment and use of the house as owner as he has had as tenant;
 - (b) the conditions shall secure to the tenant such additional rights as are necessary for his reasonable enjoyment and use of the house as owner (including, without prejudice to the foregoing generality, common rights in any part of the building of which the house forms part) and shall impose on the tenant any necessary duties relative to rights so secured; and
 - (c) the conditions shall include such terms as are necessary to entitle the tenant to receive a good and marketable title to the house,

- (2) A condition which imposes a new charge or an increase of an existing charge for the provision of a service in relation to the house shall provide for the charge to be in reasonable proportion to the cost to the landlord of providing the service.
- (3) No condition shall be imposed under this section which has the effect of requiring the tenant to pay any expenses of the landlord.
- (4) Subject to subsection (6), no condition shall be imposed under this section which has the effect of requiring the tenant or any of his successors in title to offer to the landlord, or to any other person, an option to purchase the house in advance of its sale to a third party, except in the case of a house which has facilities which are substantially different from those of an ordinary house and which has been designed or adapted for occupation by a person of pensionable age or disabled person whose special needs require accommodation of the kind provided by the house.
- (5) Where an option to purchase permitted under subsection (4) is exercised, the price to be paid for the house shall be determined by the district valuer who shall have regard to the market value of the house at the time of the purchase and to any amount due to the landlord under section 72 (recovery of discount on early re-sale).
- (6) Subsection (4) shall not apply to houses in an area which is designated a rural area by the islands or district council within whose area it is situated where the Secretary of State, on the application of the islands or district council concerned, makes an order, which shall be made by statutory instrument subject to annulment in pursuance of a resolution of either House of Parliament, to that effect.
- (7) An order under subsection (6) may be made where—
 - (a) within the said rural area more than one-third of all relevant houses have been sold; and
 - (b) the Secretary of State is satisfied that an unreasonable proportion of the houses sold have been resold and are not being used as the only or principal home of the owner.
- (8) For the purposes of subsection (7)(a), a "relevant house" is one of which—
 - (a) at 3rd October 1980, the council concerned, or
 - (b) at 7th January 1987, a registered housing association,
- is landlord.

 9) A condition imposed by virtue of subsection (6) shall not have effect in
- (9) A condition imposed by virtue of subsection (6) shall not have effect in relation to any house for more than 10 years from the date of its conveyance to a tenant in pursuance of his right to purchase under this Part and subsection (5) shall apply to any option to purchase exercised under such a condition.

65 Variation of conditions

- (1) Where an offer to sell is served on a tenant and he wishes to exercise his right to purchase, but—
 - (a) he considers that a condition contained in the offer to sell is unreasonable; or
 - (b) he wishes to have a new condition included in it; or
 - (c) he has not previously notified the landlord of his intention to exercise that right together with a joint purchaser, but now wishes to do so; or

(d) he has previously notified the landlord of his intention to exercise that right together with any joint purchaser but now wishes to exercise the right without that joint purchaser,

he may request the landlord to strike out or vary the condition, or to include the new condition, or to make the offer to sell to the tenant and the joint purchaser, or to withdraw the offer to sell in respect of the joint purchaser, as the case may be, by serving on the landlord within one month after service of the offer to sell a notice in writing setting out his request; and if the landlord agrees, it shall accordingly serve an amended offer to sell on the tenant within one month of service of the notice setting out the request.

- (2) A tenant who is aggrieved by the refusal of the landlord to agree to strike out or vary a condition, or to include a new condition, or to make the offer to sell to the tenant and the joint purchaser, or to withdraw the offer to sell in respect of any joint purchaser under subsection (1), or by his failure timeously to serve an amended offer to sell under the said subsection, may, within one month or, with the consent of the landlord given in writing before the expiry of the said period of one month, within two months of the refusal or failure, refer the matter to the Lands Tribunal for determination.
- (3) In proceedings under subsection (2), the Lands Tribunal may, as it thinks fit, uphold the condition or strike it out or vary it, or insert the new condition or order that the offer to sell be made to the tenant and the joint purchaser, or order that the offer to sell be withdrawn in respect of any joint purchaser, and where its determination results in a variation of the terms of the offer to sell, it shall order the landlord to serve on the tenant an amended offer to sell accordingly within 2 months thereafter.

Notice of acceptance

- (1) Where an offer to sell is served on a tenant and he wishes to exercise his right to purchase and—
 - (a) he does not dispute the terms of the offer to sell by timeously serving a notice setting out a request under section 65(1) or by referring the matter to the Lands Tribunal under subsection (1)(d) of section 71; or
 - (b) any such dispute has been resolved;

the tenant shall, subject to section 67(1), serve a notice of acceptance on the landlord within 2 months of whichever is the latest of—

- (i) the service on him of the offer to sell;
- (ii) the service on him of an amended offer to sell (or if there is more than one, of the latest amended offer to sell);
- (iii) a determination by the Lands Tribunal under section 65(3) which does not require service of an amended offer to sell;
- (iv) a finding or determination of the Lands Tribunal in a matter referred to it under section 71(1)(d) where no order is made under section 71(2)(b);
- (v) the service of an offer to sell on him by virtue of subsection (2)(b) of section 71;
- (vi) where a loan application under subsection (2)(a)(i) of section 216 (loans) has been served on the landlord, the service of a relative offer or refusal of loan; or
- (vii) where section 216(7) (loans) is invoked, the decision of the court.
- (2) Where an offer to sell (or an amended offer to sell) has been served on the tenant and a relative notice of acceptance has been duly served on the landlord, a contract of sale

of the house shall be constituted between the landlord and the tenant on the terms contained in the offer (or amended offer) to sell.

67 Fixed price option

(1) Where an offer to sell (or an amended offer to sell) is served on a tenant, but he is unable by reason of the application of regulations made under section 216(3) (loans) to obtain a loan of the amount for which he has applied, he may, within 2 months of service on him of an offer of loan, or (as the case may be) of the date of a declarator by the sheriff under section 216(7) (loans), whichever is the later, serve on the landlord a notice to the effect that he wishes to have a fixed price option, which notice shall be accompanied by a payment to the landlord of £100, and in that event he shall be entitled to serve a notice of acceptance on the landlord at any time within 2 years of the service of the application to purchase:

Provided that where, as regards the house, the tenant has served a loan application in accordance with subsection (2)(a)(ii) of section 216 (loans), he shall be entitled (even if the said period of 2 years has expired) to serve a notice of acceptance on the landlord within 2 months of whichever is the later of—

- (a) the service of a relative offer, or refusal, of loan; or
- (b) where section 216(7) is invoked, the decision of the court.
- (2) The payment of £100 mentioned in subsection (1) shall be recoverable—
 - (a) by the tenant, when he purchases the house in accordance with that subsection or, if he does not, at the expiry of the period of 2 years mentioned therein;
 - (b) by the tenant, when the landlord recovers possession of the house under subsection (3); or
 - (c) by his personal representatives, if he dies without purchasing the house in accordance with that subsection.
- (3) The existence of a fixed price option under subsection (1) shall not prevent the landlord from recovering possession of the property in any manner which may be lawful, and in that event the option shall be terminated.

Refusal of applications

- (1) Where a landlord on which an application to purchase has been served disputes the tenant's right to purchase a house under section 61, it shall by notice (referred to in this Part as a "notice of refusal") served within one month after service of the application to purchase—
 - (a) refuse the application; or
 - (b) offer to sell the house to the tenant under section 14, or under any other power which the landlord has to sell the house.
- (2) Where a landlord on which an application to purchase has been served, after reasonable enquiry (which shall include reasonable opportunity for the tenant to amend his application), is of the opinion that information contained in the application is incorrect in a material respect it shall issue a notice of refusal within 2 months of the application to purchase.
- (3) A notice of refusal shall specify the grounds on which the landlord disputes the tenant's right to purchase or, as the case may be, the accuracy of the information.

(4) Where a landlord serves a notice of refusal on a tenant under this section, the tenant may within one month thereafter apply to the Lands Tribunal for a finding that he has a right to purchase the house under section 61 on such terms as it may determine.

Houses provided for special purposes

69 Secretary of State's power to authorise refusal to sell certain houses provided for persons of pensionable age

- (1) This section applies to a house which has facilities which are substantially different from those of an ordinary house and which has been designed or adapted for occupation by a person of pensionable age whose special needs require accommodation of the kind provided by the house.
- (2) Where an application to purchase a house is served on a landlord and it appears to the landlord that—
 - (a) the house is one to which this section applies; and
 - (b) the tenant would, apart from this section, have a right under section 61 to purchase the house,

the landlord may, within one month after service of the application to purchase, instead of serving an offer to sell on the tenant, make an application to the Secretary of State under this section.

- (3) An application under subsection (2) shall specify the facilities and features of design or adaptation which in the view of the landlord cause the house to be a house to which this section applies.
- (4) Where the Secretary of State has received an application under this section and it appears to him that the house concerned is one to which this section applies, he shall authorise the landlord to serve on the tenant a notice of refusal under this section, which shall be served as soon as is practicable after the authority is given and in any event within one month thereafter.
- (5) A notice of refusal served under subsection (4) shall specify the facilities and features specified for the purposes of subsection (3) and that the Secretary of State's authority for service of the said notice has been given.
- (6) Where the Secretary of State refuses an application made under subsection (2), the landlord shall serve on the tenant an offer to sell under section 63(2)—
 - (a) within the period mentioned in that section; or
 - (b) where the unexpired portion of that period is less than one month or there is not an unexpired portion of that period, within one month of the Secretary of State's refusal.

70 Power to refuse to sell certain houses required for educational purposes

- (1) Where an application to purchase a house is served on an islands council as landlord and—
 - (a) the house is—
 - (i) held by the council for the purposes of its functions as education authority; and

- (ii) required for the accommodation of a person who is or will be employed by the council for those purposes;
- (b) the council is not likely to be able reasonably to provide other suitable accommodation for the person mentioned in paragraph (a)(ii); and
- (c) the tenant would, apart from this section, have a right under section 61 to purchase the house,

the landlord may, within one month of service of the application to purchase, serve a notice of refusal on the tenant.

(2) A refusal by the landlord under subsection (1) shall contain sufficient information to demonstrate that the conditions mentioned in paragraphs (a) and (b) of that subsection are fulfilled in relation to the house.

Lands Tribunal

71 Reference to Lands Tribunal

- (1) Where—
 - (a) a landlord who has been duly served with an application to purchase fails to issue timeously either an offer to sell (even if only such offer to sell as is mentioned in paragraph (d)) or a notice of refusal; or
 - (b) the Lands Tribunal has made a determination under section 65(3) (variation of terms of offer to sell) and the landlord has failed to issue an amended offer to sell within 2 months thereafter; or
 - (c) the Lands Tribunal has made a finding under section 68(4) (refusal of right to purchase) or has made an order under subsection (2)(b) of this section and the landlord has not duly progressed the application to purchase in accordance with that finding or, as the case may be, order, within 2 months thereafter; or
 - (d) a landlord has served an offer to sell whose contents do not conform with the requirements of paragraphs (a) to (e) of section 63(2) (or where such contents were not obtained in accordance with the provisions specified in those paragraphs),

the tenant (together with any joint purchaser) may refer the matter to the Lands Tribunal by serving on the clerk to that body a copy of any notice served and of any finding or determination made under this Part, together with a statement of his grievance.

- (2) Where a matter has been referred to the Lands Tribunal under subsection (1), the Tribunal shall consider whether in its opinion—
 - (a) any of paragraphs (a) to (c) of that subsection apply, and if it so finds it may—
 - (i) give any consent, exercise any discretion, or do anything which the landlord may give, exercise or do under or for the purposes of sections 61 to 84; and
 - (ii) issue such notices and undertake such other steps as may be required to complete the procedure provided for in sections 63 and 65 to 67;

and any consent given, any discretion exercised, or anything done, under the foregoing provisions of this subsection shall have effect as if it had been duly given, exercised or done by the landlord; or

- (b) paragraph (d) of that subsection applies, and if it so finds it may order the landlord to serve on the tenant an offer to sell, in proper form, under section 63(2) within such time (not exceeding 2 months) as it may specify.
- (3) Nothing in this section shall affect the operation of the provisions of any other enactment relating to the enforcement of a statutory duty whether under that enactment or otherwise.

Recover ability of discount

72 Recovery of discount on early re-sale

- (1) A person who has purchased a house in exercise of a right to. purchase under section 61, or any of his successors in title, who sells or otherwise disposes of the house (except as provided for in section 73) before the expiry of 3 years from the date of service of a notice of acceptance by the tenant under section 66, shall be liable to repay to the landlord, in accordance with subsection (3), a proportion of the difference between the market value determined, in respect of the house, under section 62(2) and the price at which the house was so purchased.
- (2) Subsection (1) applies to the disposal of part of a house except in a case where—
 - (a) it is a disposal by one of the parties to the original sale to one of the other parties; of
 - (b) the remainder of the house continues to be the only or principal home of the person disposing of the part.
- (3) The proportion of the difference which shall be paid to the landlord shall be—
 - (a) 100 per cent. where the disposal occurs within the first year after the date of service of notice,
 - (b) 66 per cent. where it occurs in the second such year, and
 - (c) 33 per cent. where it occurs in the third such year.
- (4) Where as regards a house or part of a house there is, within the period mentioned in subsection (1), more than one disposal to which that subsection would (apart from the provisions of this subsection) apply, that subsection shall apply only in relation to the first such disposal of the; house, or part of the house.
- (5) Where a landlord secures the liability to make a repayment under subsection (1) the security shall, notwithstanding section 13 of the Conveyancing and Feudal Reform (Scotland) Act 1970, have priority immediately after—
 - (a) any standard security granted in security of a loan either—
 - (i) for the purchase of the house, or
 - (ii) for the improvement of the house,
 - and any interest present or future due thereon (including any such interest which has accrued or may accrue) and any expenses or outlays (including interest thereon) which may be, or may have been, reasonably incurred in the exercise of any, power conferred on the lender by the deed expressing the said standard security; and
 - (b) if the landlord consents, a standard security over the house granted in security of any other loan, and in relation thereto any such interest, expenses or outlays as aforesaid.

- (6) For the avoidance of doubt, paragraph (a) of subsection (5) applies to a standard security granted in security both for the purpose mentioned in sub-paragraph (i) and for that mentioned in sub-paragraph (ii) as it applies to a standard security so granted for only one of those purposes.
- (7) The liability to make a repayment under subsection (1) shall not be imposed as a real burden in a disposition of any interest in the house.

73 Cases where discount etc. is not recoverable

- (1) There shall be no liability to make a repayment under section 72(1) where the disposal is made—
 - (a) by the executor of the deceased owner acting in that capacity; or
 - (b) as a result of a compulsory purchase order; or
 - (c) in the circumstances specified in subsection (2).
- (2) The circumstances mentioned in subsection (1)(c) are that the disposal—
 - (a) is to a member of the owner's family who has lived with him for a period of 12 months before the disposal; and
 - (b) is for no consideration:

Provided that, if the disponee disposes of the house before the expiry of the 3 year period mentioned in section 72(1), the provisions of that section will apply to him as if this was the first disposal and he was the original purchaser.

Duties of landlords

74 Duties of landlords

It shall be the duty of every landlord of a house to which sections 61 to 84 and section 216 apply to make provision for the progression of applications under those sections in such manner as may be necessary to enable any tenant who wishes to exercise his rights under this Part to do so, and to comply with any regulations which may be made by statutory instrument by the Secretary of State in that regard.

75 Agreements affecting right to purchase

- (1) Subject to sections 61(1), 67(1) and 72(1)—
 - (a) no person exercising or seeking to exercise a right to purchase under section 61(1) shall be obliged, notwithstanding any agreement to the contrary, to make any payment to or lodge any deposit with the landlord which he would not have been obliged to make, or as the case may be lodge, had he not exercised (or sought to exercise) the right to purchase;
 - (b) a landlord mentioned in section 61(2)(a)(i) or (ii) is required neither to enter into, nor to induce (or seek to induce) any person to enter into, such agreement as is mentioned in paragraph (a), or into any agreement which purports to restrict that person's rights under this Part.
- (2) Paragraph (a) of subsection (1) does not apply to the expenses in any court proceedings.

76 Duty of landlords to provide information to secure tenants

- (1) Whenever a new secure tenancy is to be created, if—
 - (a) the landlord is not the heritable proprietor of the house; or
 - (b) by virtue of section 61(4), the house is not one to which that section applies; or
 - (c) section 62(7) or (8) may (assuming no change in the date for the time being specified in the former subsection and disregarding any order made, or which might be made, by the Secretary of State under section 62(11)(b)) affect any price fixed, as regards the house, under section 62(1),

the landlord shall so inform the prospective tenant by written notice.

- (2) Where in the course of a secure tenancy the landlord ceases to be the heritable proprietor of the house or the house, by virtue of section 61(4), ceases to be one to which that section applies, the landlord shall forthwith so inform the tenant by written notice.
- (3) Subsections (1) and (2) do not apply if—
 - (a) the landlord is a housing co-operative within the meaning of section 22, and
 - (b) the heritable proprietor is a local authority.

Powers of Secretary of State

77 Secretary of State may make provision for vesting in landlord to bring into being tenant's right to purchase house

- (1) Subject to subsection (2), where, but for the fact that a landlord is not the heritable proprietor of land on which houses have been let (or made available for letting) by it, one or more of its tenants would have a right to purchase under section 61, the Secretary of State may by order made by statutory instrument provide that the whole of the heritable proprietor's interest in the land shall vest in the landlord.
- (2) An order under this section shall only be made where—
 - (a) the heritable proprietor is a body mentioned in paragraph (a) of section 61(2);
 - (b) the Secretary of State is of the opinion, after consultation with the heritable proprietor and with the landlord, that the order is necessary if the right to purchase is to come into being.
- (3) An order under this section shall have the same effect as a declaration under section 278 of the Town and Country Planning (Scotland) Act 1972 (general vesting declarations), except that, in relation to such an order, the enactments mentioned in Schedule 6 shall have effect subject to the modifications specified in that Schedule.
- (4) Compensation under the Land Compensation (Scotland) Act 1963, as applied by subsection (3) and Schedule 6 shall be assessed by reference to values current on the date the order under this section comes into force.
- (5) An order under this section shall have no effect until approved by resolution of each House of Parliament.
- (6) An order under this section which would, apart from the provisions of this subsection, be treated for the purposes of the Standing Orders of either House of Parliament as a hybrid instrument shall proceed in that House as if it were not such an instrument.

(7) An order under this section may include such incidental, consequential or supplementary provisions as may appear to the Secretary of State to be necessary or expedient for the purposes of this Act.

78 Secretary of State may give directions to modify conditions of sale

- (1) Where it appears to the Secretary of State that the inclusion of conditions of a particular kind in offers to sell would be unreasonable he may by direction require landlords generally, landlords of a particular description, or particular landlords not to include conditions of that kind (or not to include conditions of that kind unless modified in such manner as may be specified in the direction) in offers to sell served on or after a date so specified.
- (2) Where a condition's inclusion in an offer to sell—
 - (a) is in contravention of a direction under subsection (1) or
 - (b) in a case where the tenant has not by the date specified in such a direction served a relative notice of acceptance on the landlord, would have been in such contravention had the offer to sell been served on or after that date,

the condition shall have no effect as regards the offer to sell.

- (3) A direction under subsection (1) may—
 - (a) make different provision in relation to different areas, cases or classes of case and may exclude certain areas, cases or classes of case; and
 - (b) be varied or withdrawn by a subsequent direction so given.
- (4) Section 211 of the Local Government (Scotland) Act 1973 (provision for default of local authority) shall apply as regards a failure to comply with a requirement in a direction under subsection (1) as that section applies as regards such failure as is mentioned in subsection (1) thereof.

79 Secretary of State may give financial and other assistance for tenants involved in proceedings

(1) Where, in relation to any proceedings, or prospective proceedings, to which this section applies, a tenant or purchaser is an actual or prospective party, the Secretary of State may on written application to him by the tenant or purchaser give financial or other assistance to the applicant, if the Secretary of State thinks fit to do so:

Provided that assistance under this section shall be given only where the Secretary of State considers—

- (a) that the case raises a question of principle and that it is in the public interest to give the applicant such assistance; or
- (b) that there is some other special consideration.
- (2) This section applies to—
 - (a) any proceedings under sections 61 to 84 and section 216; and
 - (b) any proceedings to determine any question arising under or in connection with those sections other than a question as to market value for the purposes of section 62.
- (3) Assistance by the Secretary of State under this section may include—
 - (a) giving advice;

- (b) procuring or attempting to procure the settlement of the matter in dispute;
- (c) arranging for the giving of advice or assistance by a solicitor or counsel;
- (d) arranging for representation by a solicitor or counsel;
- (e) any other form of assistance which the Secretary of State may consider appropriate.
- (4) In so far as expenses are incurred by the Secretary of State in providing the applicant with assistance under this section, any sums recovered by virtue of an award of expenses, or of an agreement as to expenses, in the applicant's favour with respect to the matter in connection with which the assistance is given shall, subject to any charge or obligation for payment in priority to other debts under the Legal Aid (Scotland) Act 1986 and to any provision of that Act for payment of any sum into the Scottish Legal Aid Fund, be paid to the Secretary of State in priority to any other debts.
- (5) Any expenses incurred by the Secretary of State in providing assistance under this section shall be paid out of money provided by Parliament; and any sums received by the Secretary of State under subsection (4) shall be paid into the Consolidated Fund.

80 Secretary of State may make contributions towards the cost of transfers and exchanges

- (1) The Secretary of State may with the consent of the Treasury make grants or loans towards the cost of arrangements for facilitating moves to and from homes by which—
 - (a) a secure tenant of one landlord (the "first landlord") becomes, at his own request, the secure tenant of a different landlord (whether or not by means of an exchange whereby a secure tenant of the different landlord becomes the secure tenant of the first landlord); or
 - (b) each of two or more tenants of houses, one at least of which is let under a secure tenancy, becomes the tenant of the other house (or, as the case may be, of one of the other houses).
- (2) The grants or loans may be made subject to such conditions as the Secretary of State may determine, and may be made so as to be repayable (or, as the case may be, repayable earlier) if there is a breach of such a condition.
- (3) In subsection (1) the reference to a "secure tenant" is to a tenant under a secure tenancy within the meaning of this Act or of the Housing Act 1985 or of Chapter II of Part II of the Housing (Northern Ireland) Order 1983.

81 Information from landlords in relation to Secretary of State's powers

- (1) Without prejudice to section 199 of the Local Government (Scotland) Act 1973 (reports and returns by local authorities etc.), where it appears to the Secretary of State necessary or expedient, in relation to the exercise of his powers under sections 61 to 84 and section 216, he may by notice in writing to a landlord require it—
 - (a) at such time and at such place as may be specified in the notice, to produce any document; or
 - (b) within such period as may be so specified or such longer period as the Secretary of State may allow, to furnish a copy of any document or supply any information.
- (2) Any officer of the landlord designated in the notice for that purpose or having custody or control of the document or in a position to give that information shall, without

instructions from the landlord, take all reasonable steps to ensure that the notice is complied with.

General

82 Interpretation of this Part

In this Part and in sections 14, 19, 20 and 216, except where provision is made to the contrary,

"application to purchase" has the meaning assigned to it by section 63;

"family" and any reference to membership thereof shall be construed in accordance with section 83;

"fire authority" means a fire authority for the purposes of the Fire Services Acts 1947 to 1959 or a joint committee constituted by virtue of section 36(4) (b) of the Fire Services Act 1947;

"heritable proprietor", in relation to a house, includes any landlord entitled under section 3 of the Conveyancing (Scotland) Act 1924 (disposition of the dwelling-house etc. by persons uninfeft) to grant a disposition of the house;

"housing co-operative" has the meaning assigned to it by section 22;

"landlord" means a person who lets a house to a tenant for human habitation, and includes his successors in title;

"offer to sell" has the meaning assigned to it by section 63(2) and includes such offer to sell as is mentioned in section 71(1)(d);

"police authority" means a police authority in Scotland within the meaning of section 2(1) or 19(9)(b) of the Police (Scotland) Act 1967 or a joint police committee constituted by virtue of subsection (2)(b) of the said section 19 and any police authority constituted in England and Wales or Northern Ireland under corresponding legislation;

"secure tenancy" means a secure tenancy within the meaning of section 44;

"tenancy" means any agreement under which a house is made available for occupation for human habitation, and "leases", "let" and "lets" shall be construed accordingly;

"tenant" means a person who leases a house from a landlord and who derives his right therein directly from the landlord, and in the case of joint tenancies means all the tenants.

83 Members of a person's family

- (1) A person is a member of another's family for the purposes of this Act if—
 - (a) he is the spouse of that person or he and that person live together as husband and wife; or
 - (b) he is that person's parent, grandparent, child, grandchild, brother, sister, uncle, aunt, nephew or niece.
- (2) For the purposes of subsection (1)(b)—
 - (a) a relationship by marriage shall be treated as a relationship by blood;
 - (b) a relationship of the half-blood shall be treated as a relationship of the whole blood;
 - (c) the stepchild of a person shall be treated as his child; and

(d) a child shall be treated as such whether or not his parents are married.

84 Service of notices

- (1) A notice or other document which requires to be served on a person under any provision of this Part or of section 216 may be given to him—
 - (a) by delivering it to him;
 - (b) by leaving it at his proper address; or
 - (c) by sending it by recorded delivery post to him at that address.
- (2) For the purposes of this section and of section 7 of the Interpretation Act 1978 (references to service by post) in its application to this section, a person's proper address shall be his last known address.

PART IV

SUB-STANDARD HOUSES

The tolerable standard

85 General duty of local authority in respect of houses not meeting tolerable standard

- (1) It shall be the duty of every local authority to secure that all houses in their district which do not meet the tolerable standard are closed, demolished or brought up to the tolerable standard within such period as is reasonable in all the circumstances.
- (2) In determining what period is reasonable for the purposes of subsection (1), regard shall be had to alternative housing accommodation likely to be available for any persons who may be displaced from houses as a result of any action proposed by the local authority in pursuance of that subsection.
- (3) Every local authority shall from time to time cause to be made such a survey or inspection of their district as may be necessary for the performance of the duty imposed on them by subsection (1) or for the purpose of ascertaining the availability of alternative housing accommodation.

86 Definition of house meeting tolerable standard

- (1) Subject to subsection (2), a house meets the tolerable standard for the purposes of this Act if the house—
 - (a) is structurally stable;
 - (b) is substantially free from rising or penetrating damp;
 - (c) has satisfactory provision for natural and artificial lighting, for ventilation and for heating;
 - (d) has an adequate piped supply of wholesome water available within the house;
 - (e) has a sink provided with a satisfactory supply of both hot and cold water within the house:
 - (f) has a water closet available for the exclusive use of the occupants of the house and suitably located within the house;

- (g) has an effective system for the drainage and disposal of foul and surface water;
- (h) has satisfactory facilities for the cooking of food within the house;
- (i) has satisfactory access to all external doors and outbuildings;

and any reference to a house not meeting the tolerable standard or being brought up to the tolerable standard shall be construed accordingly.

- (2) The Secretary of State may by order vary or extend or amplify the criteria set out in the foregoing subsection either generally or, after consultation with a particular local authority, in relation to the district, or any part of the district, of that authority.
- (3) This section shall be without prejudice to section 114 (certain underground rooms to be treated as houses not meeting the tolerable standard).

87 Official representation that house does not meet tolerable standard

- (1) The proper officer of the local authority may make an official representation to the authority whenever he is of opinion that any house in their district does not meet the tolerable standard.
- (2) A local authority shall as soon as may be take into consideration any official representation which has been made to them.
- (3) Every representation made in pursuance of this section by the proper officer of the local authority shall be in writing.

Improvement order

88 Improvement of houses below tolerable standard outside housing action areas

- (1) Subject to subsections (2) and (3), where a local authority are satisfied that a house which is not situated in a housing action area does not meet the tolerable standard, they may by order require the owner of the house within a period of 180 days of the making of the order to improve the house by executing works—
 - (a) to bring it up to the tolerable standard; and
 - (b) to put it into a good state of repair;

and where the local authority are satisfied that the house has a future life of not less than 10 years, they may in addition require the execution of such further works of improvement as to ensure that the house will be provided with all of the standard amenities within that period.

- (2) In subsection (1), reference to a house which does not meet the tolerable standard includes a reference to a house which does not have a fixed bath or shower and reference to executing works to bring it up to the tolerable standard includes reference to installing a fixed bath or shower.
- (3) If the works of improvement required by an order under subsection (1) have not been completed within the said period of 180 days, the local authority may if—
 - (a) they consider that satisfactory progress has been made on the works, or
 - (b) they are given an undertaking in writing that the works will be completed by a date which they consider satisfactory,

amend the order to require the works to be completed within such further period as they may determine.

- (4) If the works of improvement have not been completed within the period of 180 days or, as the case may be, the further period determined under subsection (3), the local authority, in order that they themselves may carry out the works required by the order under subsection (1), may acquire the house by agreement or may be authorised by the Secretary of State to acquire the house compulsorily; and the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply in relation to any such compulsory purchase as if this Act had been in force immediately before the commencement of that Act.
- (5) Paragraphs (a) to (c) of section 118(1) (persons upon whom closing and demolition orders are to be served) shall apply to orders under this section as they apply to orders under that section.
- (6) Section 129 (appeals) shall apply to enable an aggrieved person to appeal against an order under this section as it applies to enable an aggrieved person to appeal against a closing order.
- (7) A local authority shall make an improvement grant in accordance with Part XIII towards meeting the cost of the works which are required in pursuance of this section.
- (8) The owner of the house in respect of which improvement works are required under this section may apply to the local authority for a loan to meet the cost of the works in so far as they are not met by a grant made under subsection (7); and subsections (2) to (9) of section 217 shall apply for the purposes of this subsection as they apply for the purposes of subsection (1) of that section.

Housing action areas

89 Declaration of housing action areas for demolition

- (1) Where a local authority are satisfied—
 - (a) that the houses, or the greater part of the houses, in any area in their district do not meet the tolerable standard, and
 - (b) that the most effective way of dealing with the area is to apply to the area the provisions of subsection (2),

they may cause the area to be denned on a map and pass a draft resolution declaring the area so defined to be a housing action area for demolition, that is to say, an area which is to be dealt with in accordance with the provisions of subsection (2).

- (2) A resolution passed under this section shall provide that a housing action area for demolition shall be dealt with by securing the demolition of all the buildings in the area but—
 - (a) such an area shall not include the site of a building unless at least part of the building consists of a house which does not meet the tolerable standard;
 - (b) there may be excluded from demolition any part of a building which is used for commercial purposes.
- (3) For the purposes of this section and the following two sections, a house in respect of which a closing order has been made and not determined shall be deemed to be a house which does not meet the tolerable standard.

90 Declaration of housing action areas for improvement

- (1) Where a local authority are satisfied—
 - (a) that the houses, or the greater part of the houses, in any area in their district lack one or more of the standard amenities or do not meet the tolerable standard, and
 - (b) that the most effective way of dealing with the area is to apply to the area the provisions of subsection (2),

they may cause the area to be defined on a map and pass a draft resolution declaring the area so defined to be a housing action area for improvement, that is to say, an area which is to be dealt with in accordance with the provisions of that subsection.

- (2) A resolution passed under this section shall provide that a housing action area for improvement shall be dealt with by securing the carrying out of such works on the houses in the area which do not meet the standard specified by the local authority under subsection (3) in respect of the area that on the completion of the works all the houses in the area will meet that standard.
- (3) The standard specified by the local authority for the purpose of this section shall be that all the houses in the area—
 - (a) shall meet the tolerable standard; and
 - (b) shall be in a good state of repair (disregarding the state of internal decorative repair) having regard to the age, character and locality of the houses,

and, where the local authority are satisfied that the houses in the area have a future life of not less than 10 years, they may in addition specify that all the houses in the area shall be provided with all of the standard amenities.

- (4) A housing action area for improvement shall not include the site of a building unless at least part of the building consists of a house which—
 - (a) lacks one or more of the standard amenities, or
 - (b) does not meet the tolerable standard, or
 - (c) is not in a good state of repair (disregarding the state of internal decorative repair) having regard to the age, character and locality of the house.

91 Declaration of housing action areas for demolition and improvement

- (1) Where a local authority are satisfied—
 - (a) that the houses, or the greater part of the houses, in any area in their district lack one or more of the standard amenities or do not meet the tolerable standard, and
 - (b) that the most effective way of dealing with the area is to apply to the area the provisions of subsection (2),

they may cause the area to be defined on a map and pass a draft resolution declaring the area so defined to be a housing action area for demolition and improvement, that is to say, an area which is to be dealt with in accordance with the provisions of that subsection.

(2) Subject to subsection (4), a resolution passed under this section shall provide that a housing action area for demolition and improvement shall be dealt with by securing the demolition of some of the buildings in the area and by securing the carrying out of such works on those houses in the area which do not meet the standard specified by the local authority by virtue of subsection (3) in respect of the area, other than the

houses in those buildings, that on the completion of the works all the houses then in the area will meet that standard.

- (3) For the purposes of specifying the standard mentioned in subsection (2), the provisions of subsection (3) of section 90 shall apply as they apply for the purposes of specifying the standard mentioned in subsection (2) of that section.
- (4) A local authority—
 - (a) shall not secure the demolition of a building in a housing action area for demolition and improvement unless the greater part of the houses in the building are below the tolerable standard, and
 - (b) may exclude from demolition any part of such a building which is used for commercial purposes.
- (5) A housing action area for demolition and improvement shall not include the site of a building unless at least part of the building consists of a house which—
 - (a) lacks one or more of the standard amenities, or
 - (b) does not meet the tolerable standard, or
 - (c) is not in a good state of repair (disregarding the state of internal decorative repair) having regard to the age, character and locality of the house.

92 Provisions supplementary to sections 89 to 91

- (1) In considering whether to take action under sections 89 to 91 with respect to an area, a local authority shall have regard to any directions given by the Secretary of State, either generally or in respect of any particular authority or authorities, with regard to the identification of areas suitable to be declared to be housing action areas.
- (2) If, on the application of a local authority, the Secretary of State is satisfied that in all the circumstances it is reasonable to do so, he may give directions as respects the waiving of the requirement in the said section 90(1)(a) or 91(1)(a) that the greater part of the houses in any area of that local authority's district lack one or more of the standard amenities or do not meet the tolerable standard.
- (3) A draft resolution passed under the provisions of the said section 89, 90 or 91 shall specify the section under which it was made, be in such form and contain such information about such matters as the Secretary of State may prescribe, and the Secretary of State may prescribe different requirements for the different resolutions.
- (4) A draft resolution passed under the said section 90 or 91 shall, without prejudice to the generality of the foregoing provisions of this section, contain a statement as to the standard specified by the local authority under the said section 90 or by virtue of the said section 91 and a draft resolution shall identify—
 - (a) where it is passed under section 89 or 91, those buildings in the area which consist of a house or houses which, in the opinion of the local authority, should be demolished:
 - (b) where it is passed under section 90 or 91, those houses in the area which are below the standard specified as aforesaid and which, in the opinion of the local authority, should be brought up to that standard and do not fall within paragraph (c);
 - (c) where it is passed under section 90 or 91, those houses in the area which form part of a building comprising two or more flats and which, in the opinion of the local authority—

- (i) are below the standard specified for the area as aforesaid, and
- (ii) require to be integrated with some other part or parts of that building; and that other part or parts of the building shall also be identified.

Onsent to demolition of listed buildings, rehabilitation orders and compensation

Schedule 7 (consent to demolition of listed buildings in housing action areas, rehabilitation orders and compensation) shall have effect for the purpose of making provision in relation to houses acquired in housing action areas and subject to rehabilitation orders.

Powers of Secretary of State

94 Functions of Secretary of State, and duty of local authority to publish information

- (1) A local authority shall, as soon as may be after passing a draft resolution under section 89, 90 or 91, submit the draft resolution and a copy of the map to the Secretary of State.
- (2) On receiving the draft resolution and a copy of the map, the Secretary of State shall send to the local authority a written acknowledgement of the receipt of the resolution and of the map.
- (3) If it appears to the Secretary of State to be appropriate to do so he may, at any time within the period of 28 days beginning with the day on which he sent an acknowledgement under subsection (2)—
 - (a) direct the local authority to rescind the resolution; or
 - (b) notify the local authority that he does not propose to direct them to rescind the resolution; or
 - (c) notify the local authority that he requires a further period for consideration of the resolution and as soon as practicable thereafter direct the local authority as mentioned in paragraph (a) or, as the case may be, notify them as mentioned in paragraph (b).
- (4) As soon as may be after the date on which a local authority are notified as mentioned in subsection (3)(a), the local authority shall rescind the draft resolution.
- (5) Where the local authority are notified as mentioned in subsection (3)(b) or, if after the expiry of the period of 28 days mentioned in subsection (3), the local authority have received no notification from the Secretary of State, the local authority shall as soon as may be—
 - (a) publish in two or more newspapers circulating in the locality (of which one shall, if practicable, be a local newspaper) a notice that a draft resolution has been made and naming a place or places and times at which a copy of the resolution and a copy of the map may be inspected; and
 - (b) serve on every owner, lessee and occupier of any premises to which the draft resolution relates a notice stating the effect of the resolution.
- (6) Any notice for the purposes of subsection (5) shall be in such form, contain such information and be served in such manner as the Secretary of State may prescribe;

- and the Secretary of State may prescribe different requirements for the different resolutions.
- (7) Without prejudice to the generality of the provisions of subsection (6), a notice served under subsection (5)(b) shall state that such owner, lessee and occupier may, within two months from the date of service of the notice, make representations to the local authority concerning the draft resolution or any matter contained therein.

Powers of local authority

95 Further procedure, powers of local authority on acquisition of land, compensation and agricultural holdings

- (1) Part I of Schedule 8 shall have effect in relation to the procedure to be followed after publication and service of a draft resolution.
- (2) Part II of Schedule 8 shall have effect in relation to the powers of a local authority acquiring land for the purposes of this Part.
- (3) Part III of Schedule 8 shall have effect in relation to compensation in respect of land acquired compulsorily.
- (4) Part IV of Schedule 8 shall have effect in relation to the adjustment of relations between lessors and lessees where improvements have been carried out on agricultural holdings under this Part.

Power of local authority to retain houses subject to demolition for temporary occupation

- (1) A local authority, who in a resolution passed under section 89 or 91 have provided that some or all of the buildings in a housing action area should be demolished, may postpone the demolition of any such building on land purchased by or belonging to the authority within that area, being a building which is, or which contains, a house which in the opinion of the authority must be continued in use as housing accommodation for the time being.
- (2) Where the demolition of a building is postponed under subsection (1), the authority shall carry out such works as may in their opinion from time to time be required for rendering or keeping such house capable of being continued in use as housing accommodation pending its demolition.
- (3) In respect of any house retained by a local authority under this section for use for housing purposes, the authority shall have the same powers and duties as they have in respect of houses provided under Part I.

97 Local authority may control occupation of houses in housing action areas

- (1) Subject to subsection (3) of this section, a local authority may—
 - (a) as soon as practicable after they receive notification under section 94(3)(b), or
 - (b) if after the expiry of the period of 28 days mentioned in section 94(3) they have received no notification from the Secretary of State;

make an order in the prescribed form prohibiting the occupation of the houses in the area which have been identified in accordance with section 92(4)(a) and (c) except with the consent of the authority.

- (2) Within 28 days of making an order under this section, the local authority shall serve a notice in the prescribed form in respect of every such house in the housing action area—
 - (a) upon the person having control of the house, and
 - (b) upon any other person who is an owner or occupier of the house, stating that the order has been made and indicating the effect of the order.
- (3) An order made under this section shall not prohibit the occupation of a house in the area by a person occupying it on the date of the service of the notice in respect of the house under subsection (2).
- (4) If any person, knowing that an order has been made under this section, occupies or permits to be occupied a house after the date of the service of the notice in respect of the house under subsection (2) in contravention of the order, he shall be guilty of an offence and shall be liable on summary conviction—
 - (a) to a fine not exceeding level 5 on the standard scale or to imprisonment for a term not exceeding 3 months or to both such fine and such imprisonment; and
 - (b) in the case of a continuing offence to a further fine of £5 for every day or part of a day which he occupies the house, or permits it to be occupied, after conviction.
- (5) Where an owner or a person having control of a house in respect of which an order under this section is served considers that it is unreasonable in all the circumstances of the case that the order should continue to apply to the house, he may apply to the local authority to revoke the order in respect of the house.
- (6) Where an applicant for a revocation under subsection (5) is aggrieved by the refusal of the local authority to revoke the order, he may appeal to the sheriff by giving notice of appeal within 21 days of the date of the refusal.
- (7) An order made under this section shall cease to have effect in relation to any house affected by any of the following events, that is to say—
 - (a) on the date on which the local authority revoke an order under subsection (5);
 - (b) on the date of the passing of a final resolution under paragraph 1 of Schedule 8 identifying a house in accordance with that paragraph as read with section 92(4)(b);
 - (c) on the date of the rescinding of a draft resolution under paragraph 1 of Schedule 8;
 - (d) in the case where the Secretary of State, in refusing to confirm an order for compulsory purchase submitted to him under paragraph 5 of Schedule 8, directs that any order made under this section shall cease to apply either generally or in respect of individual houses, on the date of that direction;
 - (e) in the case where the Secretary of State, in modifying in accordance with the provisions of paragraph 5(3)(e) of Schedule 8 an order for compulsory purchase submitted to him under that paragraph, directs that any order made under this section shall cease to apply either generally or in respect of individual houses, on the date of that direction.

98 Obligation of local authorities in relation to rehousing in housing action areas

Where a person is to be displaced as a result of implementation of the provisions of this Part, and where a local authority are under a duty by virtue of section 36 of the Land Compensation (Scotland) Act 1973 to rehouse him, the authority shall, if so requested by that person and in so far as practicable, secure that he will be provided with suitable alternative accommodation within a reasonable distance from the locality of the house from which he is to be displaced.

Landlords and tenants in housing action areas

Application to sheriff for possession where house is identified in accordance with paragraph 1(1) of Schedule 8 as read with section 92(4)(a)

- (1) Where—
 - (a) an owner of a house has received a notice stating the effect of a final resolution passed under paragraph 1(1) of Schedule 8, which identifies the building of which the house consists or forms part in accordance with that paragraph as read with section 92(4)(a);
 - (b) the owner of the house is willing to secure the demolition of the building of which the house consists or forms part; and
 - (c) the owner cannot obtain vacant possession of the house by agreement with the tenant thereof,

then, whether or not the tenancy of that house has been terminated, the owner may apply to the sheriff for an order for possession of that house.

- (2) Any such order shall require the tenant to vacate the house within such period, not being less than 4 weeks nor more than 6 weeks from the date of the order, as the sheriff may determine and, where any tenancy of that house has not previously been terminated, such order shall have the effect of terminating that tenancy as from the date of the order.
- (3) Any order made under this section may be made subject to such conditions (including conditions with respect to the payment of money by any party to the proceedings to any other party thereto by way of adjustment of rent or compensation for any improvements carried out by the tenant) as the sheriff may think just and equitable, having regard to the respective rights, obligations and liabilities of the parties and to all the circumstances of the case, but no such order shall be made unless the sheriff is satisfied that suitable alternative accommodation on reasonable terms will be available to the tenant.

Application to sheriff for possession where house is identified in accordance with paragraph 1(1) of Schedule 8 as read with section 92(4)(c)

- (1) Where—
 - (a) an owner of a house has received a notice stating the effect of a final resolution passed under paragraph 1(1) of Schedule 8 which identifies the house in accordance with that paragraph as read with section 92(4)(c);
 - (b) the owner of the house is also the owner of the other part or parts of the building of which the house forms part which have been identified as aforesaid as requiring to be integrated with that house, in whole or in part;

- (c) the owner of the house is willing to carry out the necessary works of integration as aforesaid; and
- (d) the owner cannot obtain vacant possession of the house or of the said other part or parts of the building by agreement with any tenant thereof,

then, whether or not the tenancy of that house or of the said other part or parts of the building has been terminated, the owner may apply to the sheriff for an order for possession of that house or of the said other part or parts of the building.

(2) The provisions of section 99(2) and (3) shall apply to an order made under this section as they apply to an order made under that section but, without prejudice to the generality of the provisions of those subsections, the sheriff shall, before imposing any such conditions as are referred to in section 99(3), have regard as to whether the owner has offered to any tenant, who will be required to vacate the house by an order under this section, a tenancy of a house which will include in whole or in part that house.

Application to sheriff for possession where house is identified in accordance with paragraph 1 of Schedule 8 as read with section 92(4)(b)

(1) Where—

- (a) an owner of a house has received a notice stating the effect of a final resolution passed under paragraph 1(1) of Schedule 8, which identifies the house in accordance with that paragraph as read with section 92(4)(b);
- (b) the owner of the house is willing to carry out the necessary works to bring the house up to the standard specified for the area by the local authority under section 90(3) or, as the case may be, by virtue of section 91(3);
- (c) those works cannot be carried out without the consent of the tenant of that house or without the house being vacated temporarily; and
- (d) the tenant refuses to consent to the carrying out of those works or to vacate the house,

then the owner may apply to the sheriff for an order authorising the owner to enter the house and carry out those works, and, on any such application, the sheriff may, if he considers that it is necessary for the house to be vacated to enable the works to be carried out, order the tenant to vacate the house for such period, beginning not less than 4 weeks from the date of the order, as the sheriff may determine.

(2) Any order made under this section may be made subject to such conditions (including conditions with respect to the payment of rent payable under the tenancy during the carrying out of the works and as to the period during which the house is to be vacated) as the sheriff may think just and equitable, having regard to all the circumstances of the case, but no such order shall be made unless the sheriff is satisfied that suitable alternative accommodation on reasonable terms will be available to the tenant.

102 Procedure; and application of s. 103(1) of Rent (Scotland) Act 1984

Any application made to the sheriff under this Part shall be made by way of summary application and the provisions of section 103(1) of the Rent (Scotland) Act 1984 shall apply to any such application as they apply to an application made under any of the provisions referred to in subsection (2) of that section.

103 Certain provisions of. Rent (Scotland) Act 1984 not to apply

Nothing in the Rent (Scotland) Act 1984 restricting the power of a court to make an order for possession of a dwelling-house shall apply to any application made to the sheriff or to any order made by the sheriff under this Part.

104 Effect of refusal to make order on validity of resolution

Where, in relation to any application under this Part, the sheriff refuses to make the order sought, that refusal shall not affect the validity of any resolution passed by the local authority under this Part or any rights or obligations of the local authority under this Part or under any other enactment relating to housing.

Miscellaneous

105 Exclusion of houses controlled by Crown

- (1) No order under section 88 nor any notice of a final resolution under Part I of Schedule 8 may be served in respect of a house in which there is a Crown interest except with the consent of the appropriate authority and, where a notice of a final resolution is served with the consent of the appropriate authority, this Part shall apply in relation to the house as it applies in relation to a house in which there is no such interest.
- (2) If, after a notice of a final resolution as aforesaid has been served in respect of any house in which there is a Crown interest, the appropriate authority becomes the person having control of the house, any such notice shall cease to have effect.
- (3) In this section, "Crown interest" means an interest belonging to Her Majesty in right of the Crown or belonging to a government department, or held in trust for Her Majesty for the purposes of a government department, and "the appropriate authority"—
 - (a) in relation to land belonging to Her Majesty in right of the Crown and forming part of the Crown Estate, means the Crown Estate Commissioners, and, in relation to any other land belonging to Her Majesty in right of the Crown, means the government department having the management of that land;
 - (b) in relation to land belonging to a government department or held in trust for Her Majesty for the purposes of a government department, means that department,

and if any question arises as to what authority is the appropriate authority in relation to any land, that question shall be referred to the Treasury, whose decision shall be final.

Power of local authority to arrange for the execution of works of improvement by agreement with the owner

A local authority may by agreement with an owner of a house at his expense execute, or arrange for the execution of, any works of improvement or of repair to which this Part or Part V or Part XIII applies which the local authority and the owner agree are necessary or desirable.

107 Conditions may be attached to sale of below-standard local authority houses

Where a house on land acquired or appropriated by a local authority for the purposes of Part I lacks one or more of the standard amenities or does not meet the tolerable

standard, the local authority may make the sale by them of that house conditional on the purchaser providing the house with the standard amenities which it lacks or bringing the house up to the tolerable standard.

PART V

REPAIR OF HOUSES

Repair notices

108 Power of local authority to secure repair of house in state of serious disrepair

- (1) Where a local authority are satisfied that any house in their district is in a state of serious disrepair, they may serve upon the person having control of the house a repair notice.
- (2) A repair notice shall—
 - (a) require that person to execute the works necessary to rectify such defects as are specified in the notice within such reasonable time, being not less than 21 days, as may be specified in the notice, and
 - (b) state that, in the opinion of the local authority, the rectification of those defects will bring the house up to such a standard of repair as is reasonable having regard to the age, character and location, and disregarding the internal decorative repair, of the house.
- (3) Subject to subsection (5), if a notice under subsection (1) is not complied with, the local authority—
 - (a) may themselves execute the works necessary to rectify the defects specified in the notice or in the notice as varied by the sheriff, as the case may be, and
 - (b) may in addition execute any further works which are found to be necessary for the purpose of bringing the house up to the standard of repair referred to in subsection (2)(b), but which could not reasonably have been ascertained to be required prior to the service of the notice.
- (4) Any question as to whether further works are necessary or could not have been reasonably ascertained under subsection (3)(b) shall be determined by the sheriff, whose decision shall be final.
- (5) The local authority shall not execute any works under subsection (3) until—
 - (a) the expiration of the time specified in the repair notice; or
 - (b) if an appeal against the notice has been made and the notice confirmed with or without variation by the sheriff, the expiration of 21 days from the date of the determination of the appeal or such longer period as the sheriff may order.
- (6) Any action taken under this section or under section 109 shall be without prejudice to any other powers of the local authority or any remedy available to the tenant of a house against his landlord under any enactment or rule of law.
- (7) Where a local authority are of the opinion that a house in their district is in need of repair although not in a state of serious disrepair and that it is likely to deteriorate rapidly, or to cause material damage to another house, if nothing is done to repair it, they may treat it as being in a state of serious disrepair for the purposes of this Part.

- (8) In this Part, "house" includes a building which comprises or includes—
 - (a) a house or houses; or
 - (b) a house or houses and other premises.

109 Recovery by local authority of expenses under s. 108

- (1) Subject to the provisions of this section, any expenses incurred by a local authority under section 108(3), together with interest from the date when a demand for the expenses is served until payment, may be recovered by the authority from—
 - (a) the person having control of the house, or
 - (b) if he receives the rent of the house as trustee, tutor, curator, factor or agent for or of some other person, from him or from that other person, or in part from him and in part from that other person.
- (2) A local authority may apportion any such expenses among the persons having control of the houses and other premises comprised in the building.
- (3) The local authority may by order declare any such expenses to be payable by weekly, monthly, half-yearly or annual instalments within a period not exceeding 30 years with interest from the date of the service of the demand until the whole amount is paid, and any such instalments and interest, or any part thereof, may be recovered from any owner or occupier of the house, and, if recovered from an occupier, may be deducted by him from the rent of the house.
- (4) Any interest payable under subsection (1) or subsection (3) of this section shall be at such reasonable rate as the local authority may determine.
- (5) The provisions of Schedule 9 shall have effect for the purpose of enabling a local authority to make a charging order in respect of any expenses incurred by them under section 108(3) in relation to a house or building.

110 Recovery by lessee of proportion of expenses incurred in repairing house

- (1) Where the tenant of a house or his agent has—
 - (a) incurred expenditure in complying with a repair notice, or in paying the expenses of a local authority who has carried out the works specified in such a notice, and
 - (b) intimated service of the notice and its purport to the landlord under the lease in writing within 14 days after such service,

the tenant or the landlord may, in the absence of any agreement between them, apply to the sheriff to determine what part, if any, of the expenditure is payable by the landlord to the tenant.

- (2) In determining an application under subsection (1), the sheriff shall make such determination as he thinks fit having regard to—
 - (a) the obligations of the landlord and the tenant under the lease with respect to the repair of the house;
 - (b) the length of the unexpired term of the lease;
 - (c) the rent payable under the lease; and
 - (d) all other relevant circumstances.

- (3) Where the sheriff makes an order for payment by the landlord to the tenant, and the landlord in question is himself a tenant of the house under another lease, he shall be treated for the purposes of this section as being a tenant who has incurred expenditure under subsection (1)(a).
- (4) In this section "lease" includes a sublease and any tenancy, and the expressions "landlord" and "tenant" shall be construed accordingly.

Appeals etc.

111 Appeals under Part V

- (1) Any person aggrieved by—
 - (a) a repair notice,
 - (b) a demand for the recovery of expenses incurred by a local authority in executing works, specified in such a notice,
 - (c) an order made by a local authority with respect to any such expenses,
 - (d) a charging order made under Schedule 9,

may appeal to the sheriff by giving notice of appeal within 21 days after the date of the service of the notice, demand or order, as the case may be; and no proceedings shall be taken by the local authority to enforce any notice, demand or order while an appeal against it is pending.

(2) On an appeal under paragraph (b), (c) or (d) of subsection (1), no question shall be raised which might have been raised on an appeal against the original notice requiring the execution of the works.

112 Date of operation of notices, demands and orders subject to appeal

- —Any notice, demand or order against which an appeal might be brought to the sheriff under section 111 shall—
 - (a) if no such appeal is brought, become operative on the expiration of 21 days after the date of the service of the notice, demand or order, as the case may be, and shall be final and conclusive as to any matters which could have been raised on such an appeal, and
 - (b) if such an appeal is brought shall, if and so far as it is confirmed by the sheriff, become operative as from the date of the determination of the appeal.

Landlord and tenant

113 Obligations to repair

Schedule 10 shall have effect in relation to the landlord's obligation under certain leases to repair the subjects let.

PART VI

CLOSING AND DEMOLITION ORDERS

Powers of local authority

114 Closing order

- (1) Where a local authority, on consideration of an official representation or a report by the proper officer or other information in their possession, are satisfied that any house does not meet the tolerable standard and that it ought to be demolished and—
 - (a) the house forms only part of a building, and
 - (b) the building does not comprise only houses which do not meet the tolerable standard.

the local authority may make a closing order prohibiting the use of the house for human habitation.

- (2) A closing order shall have effect from such date as may be specified in the order, not being less than 28 days from the date on which it comes into operation.
- (3) In this section, "house" includes any room habitually used as a sleeping place, the surface of the floor of which is more than 3 feet below the surface of the part of the street adjoining or nearest to the room (an "underground room").
- (4) An underground room does not meet the tolerable standard for the purpose of this section if—
 - (a) it is not an average of 7 feet in height from floor to ceiling, or
 - (b) it does not comply with such regulations as the local authority may make for securing the proper ventilation and lighting of such rooms and the protection thereof against dampness, effluvia or exhalation.
- (5) If a local authority, after being required to do so by the Secretary of State, fail to make regulations under subsection (4)(b), the Secretary of State may himself make regulations which shall effect as if they had been made by the authority under that subsection.

115 Demolition order

Where a local authority, on consideration of an official representation or a report by the proper officer or other information in their possession, are satisfied that any building comprises only a house which does not meet, or houses which do not meet, the tolerable standard and that the house or, as the case may be, houses, ought to be demolished, they may, subject to section 119, make a demolition order requiring—

- (a) that the building shall be vacated within such period as may be specified in the order, not being less than 28 days from the date on which the order comes into operation, and
- (b) that the building shall be demolished within 6 weeks after the expiration of that period or, if the building is not vacated before the expiration of the period, within 6 weeks after the date on which it is vacated.

116 Revocation of closing and demolition order

If in the case of a house in respect of which a closing order has been made or a building in respect of which a demolition order has been made the local authority are satisfied, on an application made by any owner of the house or building, or any person appearing to the authority to have reasonable cause for making the application, that the house has, or, as the case may be, the house or houses comprised in the building have, been brought up to the tolerable standard, they shall make an order revoking the closing order or, as the case may be, the demolition order.

117 Undertakings to bring up to tolerable standard and suspension order

- (1) Where a closing order or a demolition order has been made in respect of a house or building and not revoked, any owner of the house or building, or any person holding a heritable security over it, may give to the local authority, within a period of 21 days from the date of service of the order or such longer period therefrom as the authority may, either during or after the expiry of the 21 days, determine to be appropriate, an undertaking in writing—
 - (a) that he will within a specified period carry out such works as will, in the opinion of the local authority, bring the house or, as the case may be, all the houses in the building, up to the tolerable standard; or
 - (b) in the case of a building in respect of which a demolition order has been made, that no house in the building will be used for human habitation (unless at any time all the houses therein are brought up to the tolerable standard and the local authority agree that they have been so brought).
- (2) If an undertaking is so given the local authority shall as soon as may be either—
 - (a) accept the undertaking and make in respect of it a suspension order suspending the closing order or, as the case may be, the demolition order, or
 - (b) reject the undertaking and serve on the person who gave the undertaking notice that they have done so.
- (3) A suspension order shall cease to have effect on the expiry of one year from the date of its making unless renewed, at the discretion of the local authority, at the expiry of that year; and this subsection shall apply to any suspension order so renewed as it applies to the original order.
- (4) A suspension order made or renewed by a local authority may be revoked by them at any time by order if they have reasonable cause to believe that there has been a breach of the undertaking in respect of which it was made or renewed.

(5) Any period—

- (a) between the service of the closing order or demolition order and the service of a suspension order or a notice of rejection under subsection (2), and
- (b) while a suspension order is in force,

shall be left out of account in reckoning in relation to the closing order or demolition order in question the period of 21 days referred to in sections 129(1) and 130.

118 Service

(1) Any order made or notice issued under sections 114 to 117 in respect of a house or building shall be served—

- (a) upon the person having control of the house or, as the case may be, the house or houses comprised in the building;
- (b) upon any other person who is an owner of the house or, as the case may be, any of those houses;
- (c) upon any person holding a heritable security over the house or, as the case may be, any of those houses, unless it appears to the local authority, after exercising their powers under section 325, that there is no such person; and
- (d) where an application has been made in relation to the house, or, as the case may be, those houses, under section 116, by a person upon whom the order or notice is not required to be served apart from this paragraph, upon that person.
- (2) In subsection (1), references to an owner of, and to any person holding a heritable security over, a building shall be construed as including respectively references to an owner of, and to any person holding a heritable security over, any part of the building.

119 Listed buildings and houses subject to building preservation orders

- (1) Where apart from this section a local authority would be empowered to make a demolition order under this Part with respect to a building—
 - (a) in relation to which a building preservation notice served under section 56 of the Town and Country Planning (Scotland) Act 1972 is in force, or
 - (b) which is a listed building within the meaning of section 52(7) of that Act, they shall not make a demolition order but instead may make a closing order or closing orders under this section in respect of the house or houses comprised in the building.
- (2) Where a building to which a demolition order made under this Part by a local authority applies (whether or not that order has become operative) becomes—
 - (a) subject to a building preservation notice served under the said section 56, or
 - (b) a listed building within the meaning of the said section 52(7),
 - the local authority shall revoke the demolition order and may make a closing order or closing orders in respect of the house or houses comprised in the building.
- (3) The provisions of sections 114(1), 116, 117 and 118 shall, subject to any necessary modifications, have effect in relation to a closing order made under this section as they have effect in relation to a closing order made under those sections.

Powers of local authority in relation to building consisting wholly of closed houses

- (1) Where a building consists wholly of houses with respect to which closing orders have become operative and none of those orders has been revoked or is subject to a suspension order, then—
 - (a) the local authority may revoke the closing orders and make a demolition order under section 115 in respect of the whole building, but section 117 shall not apply to the order; or
 - (b) the local authority may purchase the land by agreement or may, subject to the provisions of this section, be authorised by the Secretary of State to purchase it compulsorily.
- (2) The provisions of the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply in relation to the compulsory purchase of land under subsection (1)

- (b) as if that subsection had been in force immediately before the commencement of that Act.
- (3) The compensation to be paid for land purchased compulsorily under this section shall be assessed by the Lands Tribunal in accordance with Land Compensation (Scotland) Act 1963 subject, however, to the provisions of subsections (4) and (5).
- (4) The compensation payable under this section shall not (except by virtue of paragraph 3 of Schedule 2 to the said Act of 1963) exceed the value, at the time when the valuation is made, of the site as a cleared site available for development in accordance with the requirements of the building regulations for the time being in force in the district.
- (5) The references in subsections (3) and (4) to compensation are references to the compensation payable in respect of the purchase exclusive of any compensation for disturbance or for severance or for injurious affection.
- (6) Where a local authority acquire land by virtue of this section, the provisions of paragraph 8(b) of Schedule 8 shall apply as if the land were in a housing action area and had been purchased for the purpose of demolishing the buildings thereon.

121 Local authority may acquire and repair house or building liable to closing or demolition order

- (1) If, in relation to any house or building to which this section applies, it appears to a local authority that having regard to—
 - (a) its existing condition;
 - (b) the needs of the area for the provision of further housing accommodation; the house or building must remain in use as housing accommodation, they may purchase it.
- (2) This section applies to any house or building in respect of which the local authority may make—
 - (a) a closing order under section 114; or
 - (b) a demolition order under section 115 or 120(1).
- (3) Where a local authority determine to purchase a house or building under subsection (1), they shall serve notice of the determination on every person on whom they would be required under section 118(1) to serve a closing order or a demolition order made in respect of the house or building, and at any time after that notice comes into operation the local authority may purchase the house or building by agreement or may be authorised by the Secretary of State to purchase it compulsorily.
- (4) The provisions of the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply in relation to the compulsory purchase of a house or building under this section as if this section had been in force immediately before the commencement of that Act.
- (5) The compensation to be paid for any house or building purchased compulsorily under this section shall be assessed by the Lands Tribunal in accordance with the Land Compensation (Scotland) Act 1963 subject, however, to the provisions of subsections (6) and (7).
- (6) The compensation payable under this section shall not (except by virtue of paragraph 3 of Schedule 2 to the said Act of 1963) exceed the value, at the time when the valuation

- is made, of the site as a cleared site available for development in accordance with the requirements of the building regulations for the time being in force in the area.
- (7) The references in subsections (5) and (6) to compensation are references to the compensation payable in respect of the purchase exclusive of any compensation for disturbance or for severance or for injurious affection.
- (8) A local authority by whom a house or building is purchased under this section shall carry out such works as may in the opinion of the authority from time to time be required for rendering or keeping it capable of being continued in use as housing accommodation.
- (9) In respect of any house purchased by a local authority under this section, the authority shall have the like powers and duties as they have in respect of houses provided under Part I.

Offences

122 Penalty for use of premises in contravention of closing order or of undertaking

- (1) If any person—
 - (a) knowing that a closing order made under section 114 or section 119 has become operative and applies to any premises, uses those premises or permits those premises to be used for human habitation without having obtained the consent of the local authority to the use of the premises for that purpose; or
 - (b) knowing that an undertaking that any premises shall not be used for human habitation has been accepted by the local authority under this Part, uses those premises for human habitation or permits them to be so used,

he shall be guilty of an offence.

- (2) Any person guilty of an offence under subsection (1) shall be liable on summary conviction—
 - (a) to a fine not exceeding level 5 on the standard scale, or to imprisonment for a term not exceeding 3 months or to both such fine and such imprisonment; and
 - (b) in the case of a continuing offence, to a further fine of £5 for every day or part of a day on which he so uses those premises, or permits them to be so used, after conviction.

Powers of local authority following demolition order

123 Procedure where demolition order made

- (1) When a demolition order has become operative, the owner of the building to which it applies shall demolish the building within the time limited in that behalf by the order; and, if the building is not demolished within that time, the local authority may enter and demolish the building and sell the material thereof.
- (2) Any expenses incurred by a local authority under subsection (1), after giving credit for any amount realised by the sale of materials, may be recovered by them from the owner of the building, and any surplus in the hands of the authority shall be paid by them to the owner of the building.

- (3) In the application of this section to a demolition order made in respect of a building comprising two or more parts separately owned—
 - (a) any reference to the owner of the building shall be construed as a reference to the owners of the several parts comprised in the building;
 - (b) without prejudice to the powers of the local authority under subsection (1), the duty imposed by that subsection on the owners of the several parts comprised in the building to demolish the building shall be regarded as a duty to arrange jointly for the demolition of the building; and
 - (c) subsection (2) shall have effect subject to the proviso that any sum recoverable or payable by the local authority under that subsection shall be recoverable from or payable to the several owners in such proportions as the owners may agree or, failing agreement, as shall be determined by an arbiter, nominated by the owners or, failing such nomination, nominated on the application of the authority or any of the owners, by the sheriff.

Power of local authority to purchase site of demolished building where expense of demolition cannot be recovered

- (1) Where a local authority have demolished a building in exercise of the powers conferred on them by section 123 and the expenses thereby incurred by them cannot be recovered by reason of the fact that the owner of the building cannot be found, the authority may be authorised by the Secretary of State to purchase compulsorily the site of the building, including the area of any yard, garden or pertinent belonging to the building or usually enjoyed therewith.
- (2) The provisions of the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply in relation to a compulsory purchase of land under subsection (1) as if that subsection had been in force immediately before the commencement of that Act.
- (3) A local authority shall be entitled to deduct from the compensation payable on the compulsory purchase of the site of a building under this section the amount of the expenses referred to in subsection (1) so far as not otherwise recovered.
- (4) A local authority shall deal with any land purchased by them under this section by sale, letting or appropriation in accordance with the provisions of paragraph 8 of Schedule 8.

Demolition of obstructive buildings

125 Local authority may by resolution require demolition of obstructive building

- (1) A local authority may serve upon the owner or owners of a building which appears to the authority to be an obstructive building notice of the time (being some time not less than one month after the service of the notice) and place at which the question of demolishing the building will be considered by the authority.
- (2) Where a local authority serve a notice under subsection (1) on an owner of a building, they shall at the same time require him to furnish within two weeks thereafter a written statement specifying the name and address of the superior of whom such owner holds, and of any person holding a heritable security over the owner's interest in the building, and the authority shall as soon as may be after receipt of such statement serve on

- any person whose name is included therein, notice of the time and place at which the question of demolishing the building will be considered.
- (3) Any person on whom a notice is served under subsection (1) or (2) shall be entitled to be heard when the question of demolishing the building to which the notice relates is taken into consideration.
- (4) If after so taking the matter into consideration the local authority are satisfied that the building is an obstructive building and that the building or any part thereof ought to be demolished, they may pass a resolution that the building or that part thereof shall be demolished and may, by such resolution, require that the building, or such part thereof as is required to be vacated for the purposes of the demolition, shall be vacated within two months from the date on which the resolution becomes operative, and, if they do so, shall serve a copy of the resolution upon the owner or owners of the building.
- (5) If any person fails to give to the local authority any information required by them under subsection (2) or knowingly makes any misstatement with reference thereto, he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 1 on the standard scale.
- (6) In this section, the expression "obstructive building" means a building which, by reason only of its contact with, or proximity to, other buildings, is injurious or dangerous to health.
- (7) This section shall not apply to a building which is the property of public undertakers, unless it is used for the purposes of a dwelling, showroom or office, or which is the property of a local authority.

126 Effect of resolution for demolition of obstructive building

- (1) Subject to the provisions of this section, where a local authority have made a resolution and required a building to be vacated under section 125(4), they shall be bound to purchase the building if the owner offers to sell it to them.
- (2) On purchasing a building under this section, the local authority shall demolish it as soon as possible after they obtain possession of it.
- (3) A local authority shall only be bound to purchase the building if—
 - (a) the offer is made before the expiry of the period within which the resolution requires it to be vacated; and
 - (b) the acquisition of the owner's interest would, apart from section 125, enable them to demolish the building.
- (4) The offer to sell shall be at a price to be assessed by the Lands Tribunal in accordance with the Land Compensation (Scotland) Act 1963, as modified by Schedule 1, as if it were compensation for compulsory purchase.
- (5) If no such offer as is mentioned in subsection (1) is made before the expiry of the said period, the local authority shall, as soon as may be thereafter, carry out the demolition and shall have the like right to sell the materials rendered available thereby as if they had purchased the building.
- (6) Where the demolition of a building is carried out under subsection (5), compensation shall be paid by the local authority to the owner in respect of loss arising from the demolition, and that compensation shall, notwithstanding that no land is acquired compulsorily by the authority, be assessed by the Lands Tribunal in accordance with

the said Act of 1963, as modified by Schedule 1, except that paragraphs (2) to (6) of section 12 of the said Act of 1963 shall not apply and that paragraph (1) of the said section 12 shall have effect with the substitution, for the reference to acquisition, of a reference to demolition.

Possession

127 Recovery of possession of building or house subject to closing order, etc.

- (1) Where a closing order, a demolition order, or a resolution passed under section 125 has become operative, the local authority shall serve on the occupier of any building or house or any part thereof to which the order or resolution relates a notice—
 - (a) stating the effect of the order or resolution, and
 - (b) specifying the date by which the order or resolution requires the building or house to be vacated, and
 - (c) requiring the occupier to remove from the building or house before the said date or before the expiration of 28 days from the service of the notice, whichever may be the later.
- (2) If at any time after the date on which a notice under subsection (1) requires a building or house to be vacated, any person is in occupation of the building or house or of any part of it, the local authority or any owner of the building or house may make a summary application for removal and ejection to the sheriff.
- (3) The sheriff may, after requiring service of such additional notice (if any) as he thinks fit, grant warrant for ejection giving vacant possession of the building or house or of the part of it in question to the authority or owner, as the case may be, within such period, not being less than 2 weeks nor more than 4 weeks, as the sheriff may determine.
- (4) Subject to subsection (5), any expenses incurred by a local authority under this section in obtaining possession of any building or house or part thereof may be recovered by them from the owner of the building or house.
- (5) Subsection (4) does not apply to expenses incurred in obtaining possession of—
 - (a) premises to which a resolution passed under section 125 applies; or
 - (b) any other premises unless the owner has failed to make within a reasonable time a summary application for removal and ejection to the sheriff or, having made such an application, has failed to take all steps necessary to have the application disposed of within a reasonable time.
- (6) Any person who, knowing that a demolition order or a resolution passed under section 125 has become operative and applies to any building or house, enters into occupation of that building or house or any part of it after the date by which the order or resolution requires that building or house to be vacated, or permits any other person to enter into such occupation after that date, shall be guilty of an offence and shall be liable on summary conviction—
 - (a) to a fine not exceeding level 5 on the standard scale, or to imprisonment for a term not exceeding 3 months or to both such fine and such imprisonment; and
 - (b) in the case of a continuing offence to a further fine of £5 for every day, or part of a day, on which the occupation continues after conviction.

128 Recovery of possession of house to which Rent Act applies

Nothing in the Rent (Scotland) Act 1984 shall be deemed to affect the provisions of this Act relating to obtaining possession of a house with respect to which a closing order, or a demolition order has been made or to which a resolution passed under section 125 applies, or to prevent possession being obtained—

- (a) of any house possession of which is required for the purpose of enabling a local authority to exercise their powers under any enactment relating to housing;
- (b) of any house possession of which is required for the purpose of securing compliance with any byelaws made for the prevention of overcrowding;
- (c) of any premises by any owner in a case where an undertaking has been given under this Part that those premises shall not be used for human habitation.

Appeals and date of operation of certain notices, etc.

129 Appeals

- (1) Subject to the provisions of this section and subsections (2), (3) and (4) of section 324 any person aggrieved by—
 - (a) a closing order made under section 114 or section 119 or a refusal to determine such a closing order;
 - (b) a demolition order or a refusal to determine a demolition order or a resolution under section 125;
 - (c) a notice of determination to purchase served under section 121(3);
 - (d) a notice that no payment falls to be made under section 304(1) served under subsection (2) of that section;

may appeal to the sheriff by giving notice of appeal within 21 days after the date of the service of the notice, or order or resolution, or after the refusal, as the case may be; and no proceedings shall be taken by the local authority to enforce any notice, or order while an appeal against it is pending.

- (2) No appeal shall lie under paragraphs (a), (b) or (c) of subsection (1) at the instance of a person who is in occupation of the premises to which the order or resolution or notice relates under a lease or agreement the unexpired term of which does not exceed 6 months.
- (3) On an appeal under paragraph (a) or paragraph (b) of subsection (1), the sheriff may consider any undertaking such as is specified in relation to a closing order or a demolition order, as the case may be, in section 117 and, if he thinks it proper to do so having regard to the undertaking, may direct the local authority to make a suspension order under that section.

130 Date of operation of notices, orders or resolutions subject to appeal

(1) Any notice, or order or resolution against which an appeal might be brought to the sheriff under section 129 shall, if no such appeal is brought, become operative on the expiration of 21 days after the date of the service of the notice, or order or resolution, as the case may be, and shall be final and conclusive as to any matters which could have been raised on such an appeal.

(2) Any such notice or order or resolution against which an appeal is brought shall, if and so far as it is confirmed by the sheriff, become operative as from the date of the determination of the appeal.

Charging orders

131 Power of local authority to make charging order in favour of themselves

- (1) Where a local authority have themselves incurred expenses under section 123 in the demolition of a building, they may make a charging order in favour of themselves in respect of such expenses.
- (2) The provisions of Schedule 9 shall, subject to any necessary modifications and to the provisions of subsection (3), apply to a charging order so made.
- (3) A charging order so made shall be made in relation to the site of the building demolished, including the area of any yard, garden or pertinent belonging to the building or usually enjoyed therewith.

Supplementary

132 Protection of superiors and owners

- (1) If the superior of any lands and heritages gives notice to the local authority of his right of superiority, the authority shall give to him notice of any proceedings taken by them in pursuance of this Part in relation to the lands and heritages.
- (2) Nothing in this Part shall prejudice or interfere with the rights or remedies of any owner for the breach, non-observance or nonperformance of any contract or obligation entered into by a tenant or lessee with reference to any house in respect of which an order or resolution is made by a local authority under this Part; and if any owner is obliged to take possession of any house in order to comply with any such order or resolution the taking possession shall not affect his right to avail himself of any such breach, non-observance or non-performance which may have occurred before he so took possession.

133 Interpretation

- (1) In this Part (except sections 125, 126 and 132) any reference to a house, or to a building, includes a reference to premises occupied by agricultural workers although such premises are used for sleeping purposes only.
- (2) For the purposes of this Part a crofter or a landholder shall be deemed to be the owner of any house on his croft or holding in respect of which he would, on the termination of his tenancy, be entitled to compensation under the Crofters (Scotland) Acts 1955 and 1961 or, as the case may be, the Small Landholders (Scotland) Acts 1886 to 1931, as for an improvement.

Saving

134 Saving for telecommunication and gas apparatus

Paragraph 23 of Schedule 2 to the Telecommunications Act 1984 (code for cases where works involve the alteration of apparatus), as applied by paragraph 2(7) of Schedule 7 to the Gas Act 1986 to gas apparatus, shall apply to a local authority for the purposes of any works which they are authorised to execute under this Part.

PART VII

OVERCROWDING

Definition of overcrowding

135 Definition of overcrowding

- —A house is overcrowded for the purposes of this Part when the number of persons sleeping in the house is such as to contravene—
 - (a) the standard specified in section 136 (the room standard), or
 - (b) the standard specified in section 137 (the space standard).

136 The room standard

- (1) The room standard is contravened when the number of persons sleeping in a house and the number of rooms available as sleeping accommodation is such that two persons of opposite sexes who are not living together as husband and wife must sleep in the same room.
- (2) For this purpose—
 - (a) children under the age of 10 shall be left out of account, and
 - (b) a room is available as sleeping accommodation if it is of a type normally used in the locality either as a bedroom or as a living room.

137 The space standard

- (1) The space standard is contravened when the number of persons sleeping in a house is in excess of the permitted number, having regard to the number and floor area of the rooms of the house available as sleeping accommodation.
- (2) For this purpose—
 - (a) no account shall be taken of a child under the age of one and a child aged one or over but under 10 shall be reckoned as one-half of a unit, and
 - (b) a room is available as sleeping accommodation if it is of a type normally used in the locality either as a living room or as a bedroom.
- (3) The permitted number of persons in relation to a house is whichever is the less of—
 - (a) the number specified in Table I in relation to the number of rooms in the house available as sleeping accommodation, and

(b) the aggregate for all such rooms in the house of the numbers specified in column 2 of Table II in relation to each room of the floor area specified in column 1.

No account shall be taken for the purposes of either Table of a room having a floor area of less than 50 square feet.

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Number of rooms	Number of persons
1	2
2	3
3	5
4	7 ½
5 or more	2 for each room

Table II

Floor area of room	Number of persons
110 sq. ft. or more	2
90 sq. ft. or more but less than 110 sq. ft.	1 ½
70 sq. ft. or more but less than 90 sq. ft.	1
50 sq. ft. or more but less than 70 sq. ft.	1/2

- (4) The Secretary of State may prescribe the manner in which the floor area of a room is to be ascertained for the purposes of this section; and the regulations may provide for the exclusion from computation, or the bringing into computation at a reduced figure, of floor space in a part of the room which is of less than a specified height.
- (5) Regulations under subsection (4) shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (6) A certificate of the local authority stating the number and floor areas of the rooms in a house, and that the floor areas have been ascertained in the prescribed manner, is evidence for the purposes of legal proceedings of the facts stated in it.

Powers of Secretary of State

138 Secretary of State may increase permitted number of persons temporarily

- (1) The Secretary of State may, subject to the provisions of this section, increase by order the number of permitted persons in relation to houses to which this section applies or a specified class of those houses.
- (2) This section applies to houses consisting of a few rooms, or comprising rooms of exceptional floor area.

- (3) The Secretary of State may make an order under this section if he is satisfied on the representation of the local authority that such houses constitute so large a proportion of the housing accommodation in their district, or in any part of it, that it would be impracticable to assess the permitted number of persons in accordance with the provisions of section 137(3).
- (4) An order under this section may—
 - (a) direct that the provisions of section 137(3) are to have effect subject to such modifications for increasing the permitted number of persons as may be specified in the order;
 - (b) specify the period not exceeding 3 years during which such modifications are to apply;
 - (c) specify different modifications in relation to different classes of houses.
- (5) Any period specified in the order may be extended by the Secretary of State on the application of the local authority.
- (6) The Secretary of State shall consult the local authority before varying or revoking an order made under this section, and may vary it in respect of the modifications or of the houses to which the modifications apply or to both.
- (7) An order made under this section shall be made by statutory instrument.

Responsibility of occupier

139 Penalty for occupier causing or permitting overcrowding

- (1) The occupier of a house who causes or permits it to be overcrowded is guilty of an offence, subject to subsection (2).
- (2) The occupier is not guilty of an offence—
 - (a) if the overcrowding is within the exceptions specified in sections 140 or 141 (children attaining age of 10 or temporary visitor), or
 - (b) by reason of anything done under the authority of, and in accordance with any conditions specified in, a licence granted by the local authority under section 142 or a resolution passed under section 143.
- (3) A person committing an offence under this section is liable on summary conviction to a fine not exceeding level 1 on the standard scale.

140 Exception: children attaining age of 1 or 10

- (1) Where a house which would not otherwise be overcrowded becomes overcrowded by reason of a child attaining the age of one or 10, the occupier does not commit an offence under section 139(1) (occupier causing or permitting overcrowding), so long as the condition in subsection (2) is met and the occupier does not fail to accept an offer of suitable alternative accommodation or to secure the removal of any person living in the house who is not a member of his family and whose removal is reasonably practicable.
- (2) The condition is that all the persons sleeping in the house are persons who were living there when the child attained that age and thereafter continuously live there, or children born after that date of any of those persons.

141 Exception: temporary visitor

—The occupier of a house shall not be guilty of an offence under section 139(1) in respect of overcrowding if the overcrowding is caused by a temporary resident whose stay does not exceed 16 days and to whom lodging is given by the occupier otherwise than for gain.

142 Licence of local authority

- (1) The occupier or intending occupier of a house may apply to the local authority for a licence authorising him to permit a number of persons in excess of the permitted number to sleep in the house.
- (2) The authority may grant such a licence if it appears to them that there are exceptional circumstances and that it is expedient to do so; and they shall specify in the licence the number of persons authorised in excess of the permitted number.
- (3) The licence shall be in the prescribed form and may be granted either unconditionally or subject to conditions specified in it.
- (4) The local authority may revoke the licence at their discretion by notice in writing served on the occupier and specifying a period (at least one month from the date of service) at the end of which the licence will cease to be in force.
- (5) Unless previously revoked, the licence continues in force for such period not exceeding twelve months as may be specified in it.
- (6) A copy of the licence and of any notice of revocation shall, within seven days of the issue of the licence or the service of the notice on the occupier, be served by the local authority on the landlord (if any) of the house.

143 Exception: holiday visitors

- (1) A local authority may, for the purpose of providing for a seasonal increase of holiday visitors in their area, pass a resolution authorising—
 - (a) the occupiers of houses generally;
 - (b) the occupiers of houses of a specified class,

in their area or any specified part of it to permit such number of persons in excess of the permitted number as may be specified to sleep in those houses during any period it is in force.

(2) Such a resolution—

- (a) requires the approval of the Secretary of State;
- (b) is subject to such conditions as may be specified in it; and
- (c) remains in force during the year in which it is passed for such period or periods not exceeding 16 weeks in the aggregate as it may specify.

Powers and duties of landlord

Offence by landlord not to inform prospective tenant of permitted number of occupants

- (1) The landlord of a house is guilty of an offence if he lets or agrees to let it to any person without—
 - (a) giving that person a written statement in the prescribed form of the permitted number of persons in relation to the house, and
 - (b) obtaining from that person a written acknowledgement in the prescribed form, and
 - (c) exhibiting the acknowledgement to the local authority on demand by them.
- (2) A person guilty of an offence under subsection (1) shall be liable on summary conviction to a fine not exceeding level 1 on the standard scale.
- (3) A written statement given under subsection (1)(a) shall be treated as being sufficient and correct if it agrees with information given by the local authority under section 148.

145 Recovery of possession of overcrowded house that is let

- —If the occupier of a house is guilty of an offence by reason of it being overcrowded—
 - (a) nothing in the Rent (Scotland) Act 1984, shall prevent the landlord from obtaining possession of the house;
 - (b) the local authority after giving to the landlord written notice of their intention to do so may take any such steps for the termination of the occupier's tenancy or for his removal or ejection from the house as the landlord could take.

Powers and duties of local authority

Duty of local authority to inspect district and to make reports and proposals as to overcrowding

- (1) A local authority shall, subject to the provisions of this section, carry out an inspection of their district or any part of it for the purpose of identifying houses that are overcrowded.
- (2) An inspection under subsection (1) shall be carried out at such times as—
 - (a) it appears to the local authority that there is occasion to do so, or
 - (b) the Secretary of State so directs.
- (3) On carrying out such an inspection the local authority shall prepare and submit to the Secretary of State a report indicating—
 - (a) the result of the inspection, and
 - (b) the additional housing accommodation required to put an end to overcrowding in the area to which the report relates, and
 - (c) subject to subsection (5), proposals for its provision, and
 - (d) in relation to such proposals, a statement of the steps the local authority propose to take to secure that priority is given to rehousing families living under the worst conditions of overcrowding or otherwise living under unsatisfactory housing conditions.

- (4) The report shall give such details as the Secretary of State may direct.
- (5) The report shall not require to make proposals for the additional housing accommodation required, if the local authority satisfy the Secretary of State that it will be otherwise provided.
- (6) Where the Secretary of State gives a direction under subsection (2), he may fix dates before which the performance of their duties under this section is to be completed.

147 Power to require information about persons sleeping in house

- (1) The local authority may, for the purpose of enabling them to discharge their duties under this Part, serve notice on the occupier of a house requiring him to give them within 14 days a written statement of the number, ages and sexes of the persons sleeping in the house.
- (2) The occupier shall be guilty of an offence if—
 - (a) he makes default in complying with the requirement, or
 - (b) he gives a statement which to his knowledge is false in a material particular, and shall be liable on summary conviction to a fine not exceeding level 1 on the standard scale.

148 Duty to give information to landlords and occupiers

- (1) A local authority shall inform the landlord and the occupier of a house in writing of the permitted number of persons in relation to the house as soon as they have ascertained the floor area of the rooms.
- (2) They shall also so inform the landlord or the occupiers if they apply for the information.

149 Power to publish information

A local authority may publish information for the assistance of landlords and occupiers of houses as to their rights and duties under this Part.

150 Duty to enforce this Part

A local authority shall enforce the provisions of this Part.

151 Interpretation and application

(1) In this Part, except where the context otherwise requires—

"house" means any premises used or intended to be used as a separate dwelling, not being premises which are entered in the valuation roll last authenticated at a rateable value exceeding £45;

"landlord" means, in relation to any house, the person from whom the occupier derives his right to occupy it;

"suitable alternative accommodation" means, in relation to the occupier of a house, a house in which the occupier and his family can live without causing it to be overcrowded, being a house which the local authority certify to be suitable to the needs of the occupier and his family as respects security of

tenure and proximity to place of work and to be suitable in relation to his means.

(2) The provisions of sections 138(1) to (5), 139(3), 140(1) and (2) and 144(1) and (2) apply only to a locality in respect of which a day has been appointed under section 99 of the Housing (Scotland) Act 1966 or under any enactment referred to in that section.

PART VIII

HOUSES IN MULTIPLE OCCUPATION

Registration schemes

152 Registration schemes

- (1) A local authority may make and submit to the Secretary of State for confirmation by him a registration scheme authorising the authority to compile and maintain a register for their district of—
 - (a) houses which, or a part of which, are let in lodgings, or which are occupied by members of more than one family; and
 - (b) buildings which comprise separate dwellings, two or more of which lack either or both of the following—
 - (i) a sanitary convenience accessible only to those living in the dwelling, and
 - (ii) personal washing facilities so accessible,

and the Secretary of State may, if he thinks fit, confirm the scheme, with or without modification.

- (2) A registration scheme need not be for the whole of a local authority's district and need not be for every description of house or building falling within paragraphs (a) and (b) of subsection (1).
- (3) A registration scheme may—
 - (a) specify the particulars to be inserted in the register;
 - (b) make it the duty of such persons as may be specified by the scheme to notify the local authority of the fact that a house or building appears to be registrable, and to give to the authority as regards the house or building all or any of the particulars specified in the scheme;
 - (c) make it the duty of such persons to notify the authority of any change which makes it necessary to alter the particulars inserted in the register as regards any house or building; and
 - (d) make a contravention of, or failure to comply with, any provision in the scheme an offence under the scheme, and a person guilty of an offence under the scheme shall be liable on summary conviction to a fine not exceeding level 2 on the standard scale.
- (4) A registration scheme may vary or revoke a previous registration scheme and a local authority may at any time, with the consent of the Secretary of State, by order revoke a registration scheme.

(5) A registration scheme shall not come into force until it has been confirmed but, subject to that, comes into force on such date as may be fixed by the scheme or, if no date is so fixed, at the expiration of one month after it is confirmed.

153 Steps to inform the public about scheme

- (1) The local authority shall publish notice of their intention to submit a registration scheme to the Secretary of State for confirmation in one or more newspapers circulating in their district at least one month before the scheme is submitted to the Secretary of State for confirmation by him.
- (2) As soon as any such scheme is confirmed by the Secretary of State, the local authority shall publish in one or more newspapers circulating in their district a notice—
 - (a) stating the fact that a registration scheme has been confirmed, and
 - (b) describing any steps which will have to be taken under the scheme by those concerned with registrable houses and buildings (other than steps which have only to be taken after a notice from the local authority), and
 - (c) naming a place where a copy of the scheme may be seen at all reasonable hours.
- (3) A copy of a registration scheme confirmed by the Secretary of State—
 - (a) shall be printed and deposited at the offices of the local authority by whom it was made, and
 - (b) shall at all reasonable hours be open to public inspection without payment, and
 - (c) a copy thereof shall on application be furnished to any person on payment of such sum, not exceeding 5p for every copy, as the authority may determine.
- (4) If a local authority revoke a registration scheme by order they shall publish notice of the order in one or more newspapers circulating in their district.

154 Proof of scheme and contents of register

The production of a printed copy of a registration scheme purporting to be made by a local authority upon which is endorsed a certificate purporting to be signed by the proper officer of the authority stating—

- (a) that the scheme was made by the authority,
- (b) that the copy is a true copy of the scheme, and
- (c) that on a specified date the scheme was confirmed by the Secretary of State, shall be prima facie evidence of the facts stated in the certificate, and without proof of the handwriting or official position of the person by whom the certificate purports to be signed.

155 Power to require information for purposes of scheme

- (1) Without prejudice to the provisions of section 325 (power of local authority to require occupier to state interest), a local authority may—
 - (a) for the purpose of ascertaining whether a house or building is registrable, and
 - (b) for the purpose of ascertaining the particulars to be entered in the register as regards the house or building,

require any person who has an estate or interest in, or who lives in, the house or building to state in writing any information in his possession which the authority may reasonably require for that purpose.

(2) Any person who, having been required in pursuance of this section to give information to a local authority, fails to give information, or knowingly makes any mis-statement in respect of it, shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 2 on the standard scale.

Management code

156 Power of Secretary of State to make management code

- (1) The Secretary of State may by regulations contained in a statutory instrument with a view to providing a code for the management of houses which may be applied under section 157, make provision for the purpose of ensuring that the person managing a house which, or a part of which, is let in lodgings, or which is occupied by members of more than one family observes proper standards of management.
- (2) Without prejudice to the generality of subsection (1), the regulations may, in particular, require the person managing a house to which the regulations apply to ensure the repair, maintenance, cleansing and good order of—
 - (a) all means of water supply and drainage in the house;
 - (b) kitchens, bathrooms and water closets used in common by persons living in the house;
 - (c) sinks and wash-basins used in common by persons living in the house;
 - (d) the roof and windows forming part of the house;
 - (e) common staircases, corridors and passage ways;
 - (f) outbuildings, yards and gardens used in common by persons living in the house;

and to make satisfactory arrangements for the disposal of refuse and litter from the house.

(3) The regulations may—

- (a) make different provision for different types of houses;
- (b) provide for keeping a register of the names and addresses of those who are managers of houses;
- (c) impose duties on persons who have an estate or interest in a house or any part of a house to which the regulations apply as to the giving of information to the local authority, and in particular may make it the duty of any person who acquires or ceases to hold an estate or interest in such a house to notify the authority;
- (d) impose duties on persons who live in a house to which the regulations apply for the purpose of ensuring that the person managing the house can effectively carry out the duties imposed on him by the regulations;
- (e) authorise the local authority to obtain information as to the number of individuals or households accommodated in the house;
- (f) make it the duty of the person managing the house to cause a copy of the order under section 157 and of the regulations, to be displayed in a suitable position in the house;

- (g) contain such other incidental and supplementary provisions as may appear to the Secretary of State to be expedient.
- (4) If any person knowingly contravenes or without reasonable excuse fails to comply with any regulation under this section as applied under this Act in relation to any house he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 3 on the standard scale.
- (5) In this section, "person managing a house" means—
 - (a) the person who is an owner or lessee of the house and who, directly or through a trustee, tutor, curator, factor or agent, receives rents or other payments from persons who are tenants of parts of the house, or who are lodgers; and
 - (b) where those rents or other payments are received through another person as his trustee, tutor, curator, factor or agent, that other person.
- (6) Regulations under this section may vary or replace for the purposes of this section and of the regulations made under it the definition of the "person managing a house" in subsection (5).

157 Power of local authority to apply management code to particular house

- (1) If it appears to a local authority that a house which, or a part of which, is let in lodgings, or which is occupied by members of more than one family is in an unsatisfactory state in consequence of failure to maintain proper standards of management and, accordingly, that it is necessary that the regulations made under section 156 should apply to the house, the authority may by order direct that those regulations shall so apply; and so long as the order is in force the regulations shall apply in relation to the house accordingly.
- (2) Not less than 21 days before making an order under this section, the local authority shall—
 - (a) serve on an owner of the house, and on every person who is to their knowledge a lessee of the house, notice of their intention to make the order, and
 - (b) post such a notice in some position in the house where it is accessible to those living in the house,

and shall afford to any person on whom a notice is served an opportunity of making representations regarding their proposal to make the order.

- (3) The order comes into force on the date on which it is made.
- (4) The local authority shall within 7 days from the making of the order—
 - (a) serve a copy of the order on an owner of the house and on every person who is to their knowledge a lessee of the house, and
 - (b) post a copy of the order in some position in the house where it is accessible to those living in the house.
- (5) The local authority may at any time revoke the order on the application of a person having an estate or interest in the house.

158 Appeal against making of, or failure to revoke, order under s. 157

(1) A person on whom a copy of an order is served under section 157(4), and any other person who is a lessee of the house, may, within 14 days from the latest date by which

copies of the order are required to be served, appeal to the sheriff on the ground that the making of the order was unnecessary.

- (2) On an appeal under subsection (1) the sheriff shall take into account the state of the house at the time when the local authority under section 157 served notice of their intention to make the order, as well as at the time of the making of the order, and shall disregard any improvement in the state of the house between those times unless the sheriff is satisfied that effective steps have been taken to ensure that the house will in future be kept in a satisfactory state.
- (3) If the sheriff allows the appeal, he shall revoke the order, but without prejudice to its operation prior to the revocation and without prejudice to the making of a further order.
- (4) If a local authority—
 - (a) refuse an application for the revocation of an order under section 157(5), or
 - (b) do not within 42 days from the making of the application, or within such further period as the applicant may in writing allow, notify the applicant of their decision on the application,

the applicant may appeal to the sheriff and the sheriff, if of the opinion that there has been a substantial change in the circumstances since the making of the order, and that it is in other respects just to do so, may revoke the order.

159 Registration of order and of revocation

- (1) The local authority shall as soon as practicable after an order under section 157 has come into force cause the order to be recorded in the General Register of Sasines or registered in the Land Register, as the case may be.
- (2) If any such order is revoked the authority shall as soon as practicable cause to be recorded in the General Register of Sasines or registered in the Land Register, as the case may be, a notice stating that the order has been revoked.

Powers of local authority to require works to be done

160 Notice requiring compliance with management code

- (1) If in the opinion of the local authority the condition of a house is defective in consequence of—
 - (a) neglect to comply with the requirements imposed by regulations under section 156 (regulations prescribing management code), or
 - (b) in respect of a period falling wholly or partly before the regulations applied to the house, neglect to comply with standards corresponding to the requirements imposed by the regulations,

the authority may serve on the person managing the house a notice specifying the works which in the opinion of the authority are required to make good the neglect, and requiring the person on whom the notice is served to execute those works.

(2) If it is not practicable after reasonable inquiry to ascertain the name or address of the person managing the house, the notice under this section may be served by addressing it to him by the description of "manager of the house" (naming the house to which it relates) and by delivering it to some person on the premises.

- (3) The notice shall require the execution of the works specified in the notice within such period, being not less than 21 days from the service of the notice, as may be so specified.
- (4) That period may from time to time be extended by written permission of the local authority.
- (5) Where the local authority serve a notice on any person under this section they shall inform any other person who is to their knowledge an owner or lessee of the house or a person holding a heritable security over the house of the fact that such a notice has been served.

161 Notice requiring compliance with standards

- (1) The local authority may serve a notice under this section where the condition of a house which, or a part of which, is let in lodgings, or which is occupied by members of more than one family is, in the opinion of the authority, so far defective with respect to any of the matters mentioned in subsection (2), having regard to the number of individuals or households, or both, accommodated for the time being on the premises, as not to be reasonably suitable for occupation by those individuals or households.
- (2) The matters referred to in subsection (1) are—

natural and artificial lighting,

ventilation,

water supply,

personal washing facilities,

drainage and sanitary conveniences,

facilities for the storage, preparation and cooking of food, and for the disposal of waste water,

installations for space heating or for the use of space heating appliances.

- (3) The notice shall specify the works which in the opinion of the authority are required for rendering the premises reasonably suitable—
 - (a) for occupation by the individuals and households for the time being accommodated there, or
 - (b) for a smaller number of individuals or households and the number of individuals or households, or both, which, in the opinion of the authority, the premises could reasonably accommodate if the works were carried out.
- (4) The notice shall be served either—
 - (a) on the person having control of the house, or
 - (b) on any person to whom the house is let, or on any person who, as the trustee, tutor, curator, factor or agent for or of a person to whom the house is let, receives rents or other payments from tenants of parts of the house or lodgers in the house.
- (5) The notice shall require the person on whom it is served to execute the works specified in the notice within such period (of at least 21 days from the service of the notice) as may be so specified.
- (6) That period may from time to time be extended by written permission of the authority.
- (7) If the local authority are satisfied that—

- (a) after the service of a notice under this section in respect of any premises the number of individuals living on those premises has been reduced to a level which will make the work specified in the notice unnecessary, and
- (b) that number will be maintained at or below that level whether in consequence of exercise of the authority's powers under section 166 (powers to limit number of occupants of houses) or otherwise,

they may notify in writing the person on whom the notice was served of the withdrawal of the notice, but the withdrawal of the notice shall be without prejudice to the issue of a further notice.

(8) Where the local authority serve a notice on any person under this section they shall inform any other person who is to their knowledge an owner or lessee of the house or a person holding a heritable security over the house of the fact that such a notice has been served.

162 Notice requiring provision of means of escape from fire

- (1) If it appears to a local authority that a house which, or a part of which, is let in lodgings, or which is occupied by members of more than one family is not provided with such means of escape from fire as the authority consider necessary, the authority may, subject to this section, serve on any person on whom a notice may be served under section 161a notice specifying the works which in the opinion of the authority are required to provide such means of escape, and requiring the person on whom the notice is served to execute those works.
- (2) A local authority shall serve such a notice if such house is of such description or occupied in such manner as the Secretary of State may, with the consent of the Treasury, specify by order a draft of which has been approved by the House of Commons.
- (3) A local authority shall, before serving a notice under this section, consult with the fire authority concerned.
- (4) A notice under this section shall require the execution of the works within such period, being not less than 21 days from the service of the notice, as may be specified in the notice, but that period may from time to time be extended by written permission of the local authority.
- (5) Where the local authority serve a notice on any person under this section they shall inform any other person who is to their knowledge an owner or lessee of the house or a person holding a heritable security over the house of the fact that such a notice has been served.
- (6) In this section "fire authority" has the same meaning as in section 82.

Appeal against notice requiring execution of works

- (1) A person on whom a notice is served under section 160, 161 or 162 or any other person who is an owner or lessee of the house, or a person holding a heritable security over the house, to which the notice relates, may, within 21 days from the service of the notice, or within such longer period as the local authority may in writing allow, appeal to the sheriff on any of the grounds specified in subsection (2).
- (2) Those grounds are—

- (a) that there has been some informality, defect or error in, or in connection with, the notice;
- (b) that the local authority have refused unreasonably to approve the execution of alternative works, or that the works required by the notice to be executed are otherwise unreasonable in character or extent, or are unnecessary;
- (c) that the time within which the works are to be executed is not reasonably sufficient for the purpose;
- (d) that some person other than the appellant is wholly or in part responsible for the state of affairs calling for the execution of the works, or will as the holder of an estate or interest in the premises derive a benefit from the execution of the works, and that that other person ought to pay the whole or any part of the expenses of executing the works;
- (e) in the case of a notice under section 160, that the condition of the house did not justify the local authority in requiring the execution of the works specified in the notice;
- (f) in the case of a notice under section 161, that—
 - (i) having regard to the matters mentioned in subsections (1) and (2) of that section, the condition of the house did not justify the local authority in requiring the execution of the works specified in the notice;
 - (ii) the number of individuals or households, or both, specified in the notice is unreasonably low;
- (g) in the case of a notice under section 162, that the notice is not justified by the terms of that section.
- (3) In an appeal on ground (a), the sheriff shall dismiss the appeal if he is satisfied that the informality, defect or error was not a material one.
- (4) In an appeal on ground (d)—
 - (a) the appellant shall serve a copy of his notice of appeal on each other person referred to in that notice, and
 - (b) on the hearing of the appeal the sheriff may, if satisfied that any other person referred to in the notice of appeal has had proper notice of the appeal, make such order as he thinks fit with respect to the payment to be made by that other person to the appellant or, where the work is executed by the local authority, to the authority.
- (5) If on an appeal under this section against a notice under section 161, the sheriff is satisfied that the number of persons living in the house has been reduced, and that adequate steps (whether by the exercise by the exercise by the local authority of the power conferred by section 166 to limit the number of persons living in the house or otherwise) have been taken to prevent that number being again increased, the sheriff may, if he thinks fit, revoke the notice or vary the list of works specified in the notice.

164 Carrying out of works by local authority

- (1) If a notice under section 160,161 or 162 (notice requiring the execution of works) is not complied with, the local authority may themselves do the works required by the notice, with any variation made by the sheriff.
- (2) Compliance with a notice means the completion of the works specified in the notice within the period for compliance, which is—

- (a) if no appeal is brought against the notice, the period specified in the notice with any extension duly permitted by the local authority;
- (b) if an appeal is so brought, and the notice is confirmed in whole or in part on the appeal, the period of 28 days from the final determination of the appeal, or such longer period as the sheriff in determining the appeal may fix.
- (3) If, before the expiration of the period for compliance with the notice, the person on whom the notice was served notifies the local authority in writing that he is not able to do the work in question, the authority may, if they think fit, themselves do the work forthwith.
- (4) Part IV of Schedule 11 shall have effect in relation to the recovery by the local authority of expenses reasonably incurred by them under this section.

165 Penalty for failure to execute works

- (1) A person on whom a notice has been served under section 160,161 or 162 who wilfully fails to comply with the notice, shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding—
 - (a) in the case of a notice under section 160 or 161, level 3 on the standard scale;
 - (b) in the case of a notice under section 162, level 4 on the standard scale.
- (2) The obligation to execute the works specified in the notice continues notwithstanding that the period for compliance has expired; and a person who wilfully fails to comply with that obligation, after being convicted of an offence in relation to the notice under subsection (1) or this subsection, commits a further summary offence and is liable on conviction to a fine not exceeding level 4 on the standard scale.
- (3) References in this section to compliance with a notice and to the period for compliance shall be construed in accordance with section 164(2).
- (4) No liability arises under subsection (1) if the local authority, on being notified under section 164(3) by the person on whom any such notice requiring the execution of works was served that he is not able to do the work in question, serve notice that they propose to do the work and relieve the person served with the notice from liability under subsection (1).
- (5) Subsection (1) shall be without prejudice to the exercise by the local authority of their powers of carrying out works under section 164.

Overcrowding

Local authority may give directions to prevent or reduce overcrowding in house in multiple occupation

(1) A local authority may, for the purpose of preventing the occurrence of, or remedying, a state of affairs calling for the service of a notice or further notice under section 161, fix as a limit for any house what is in their opinion the highest number of individuals who should, having regard to the considerations set out in subsections (1) and (2) of that section, live in the house in its existing condition, and give a direction applying that limit to the house.

References in this section to a house include references to part of a house, and the local authority shall have regard to the desirability of applying separate limits where different parts of a house are, or are likely to be, occupied by different persons.

- (2) The powers conferred by this section shall be exercisable whether or not a notice has been given under section 161 and where a local authority have served a notice under subsection (3) of that section specifying the number of individuals or households, or both, which in the opinion of the authority any premises could reasonably accommodate if the works specified in the notice were carried out, the authority may adopt that number of individuals, or a number of individuals determined by reference to that number of households, in fixing a limit under subsection (1) as respects those premises.
- (3) The powers conferred by subsection (1) may be exercised as regards any premises nothwithstanding the existence of any previous direction under the subsection laying down a higher maximum.
- (4) A direction under subsection (1) shall have effect so as to make it the duty of the occupier for the time being of the house—
 - (a) not to permit any individual to take up residence in the house so as to increase the number of individuals living in the house to a number above the limit specified in the direction, and
 - (b) where the number of individuals living in the house is for the time being above the limit so specified and any individual ceases to reside in the house, not to permit any other individual to take up residence in the house.

In this subsection the reference to the occupier for the time being of a house shall include a reference to any person who is for the time being entitled or authorised to permit individuals to take up residence in the house or any part of it.

(5) If any person knowingly fails to comply with the requirements imposed on him by subsection (4) he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 3 on the standard scale.

167 Notice of direction

- (1) A local authority shall, not less than 7 days before giving a direction under section 166—
 - (a) serve on an owner of the house, and on every person who is to their knowledge a lessee of the house, notice of their intention to give the direction, and
 - (b) post such a notice in some position in the house where it is accessible to those living in the house,

and shall afford to any person on whom a notice is so served an opportunity of making representations regarding their proposal to give the direction.

- (2) The local authority shall within 7 days from the giving of any such direction—
 - (a) serve a copy of the direction on an owner of the house and on every person who is to their knowledge a lessee of the house, and
 - (b) post a copy of the direction in some position in the house where it is accessible to those living in the house.

168 Power to require information where notice is in force

- (1) The local authority may from time to time serve on the occupier of a house or part of a house in respect of which a direction under section 166 is in force a notice requiring him to furnish them within 7 days with a statement in writing giving all or any of the following particulars—
 - (a) the number of individuals who are, on a date specified in the notice, living in the house or part of the house, as the case may be;
 - (b) the number of families or households to which those individuals belong;
 - (c) the names, ages and sex of those individuals and the names of the heads of each of those families or households;
 - (d) the rooms used by those individuals and families or households respectively.
- (2) If the occupier makes default in complying with the requirements or furnishes a statement which to his knowledge is false in any material particular, he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 2 on the standard scale.

169 Revocation and variation

- (1) At any time after giving such a direction the local authority may on the application of any person having an estate or interest in the house—
 - (a) revoke that direction, or
 - (b) vary it so as to allow more people to be accommodated in the house.
- (2) In exercising their powers under subsection (1) the local authority shall have regard to—
 - (a) any works which have been executed in the house, or
 - (b) any other change of circumstances.

170 Appeal against refusal

- (1) If the local authority refuse an application under section 169 or do not within 42 days from the making of such an application, or within such further period as the applicant may in writing allow, notify the applicant of their decision on the application, the applicant may appeal to the sheriff.
- (2) The sheriff may revoke the direction or vary it in any manner in which it might have been varied by the authority.

Supplementary

171 Application of sections 156 to 161 to certain buildings comprising separate dwellings

- (1) Subject to the provisions of this section, sections 156 to 161 apply—
 - (a) to a building which is not a house but comprises separate dwellings, two or more of which lack either or both of the following—
 - (i) a sanitary convenience accessible only to those living in the dwelling, and
 - (ii) personal washing facilities so accessible, and

(b) to a building which is not a house but comprises separate dwellings, two or more of which are wholly or partly let in lodgings or occupied by members of more than one family,

being in either case a building all the dwellings in which are owned by the same person, as if references in those sections to a house which, or part of which, is let in lodgings or which is occupied by members of more than one family included references to any such building.

- (2) A notice under section 161(3)(b) shall not by virtue of this section be served in respect of such a building.
- (3) A direction under section 166 shall not by virtue of this section be given in relation to such a building.
- (4) If a local authority make an order under section 157, as applied by subsection (1), in respect of any building at a time when another order under that section is in force as respects one of the dwellings in the building, they shall revoke the last-mentioned order.
- (5) References to a house in sections 163,164,175 and 177 shall include references to a building to which this section applies.

172 Management code to be available for dwellings in certain tenements

- (1) If—
 - (a) all the dwellings in any tenement are owned by the same person, and
 - (b) all or any of those dwellings are without one or more of the standard amenities, sections 156 to 160 shall apply to the tenement as if references in those sections to a house which, or a part of which, is let in lodgings, or which is occupied by members of more than one family included references to the tenement.
- (2) If a local authority make an order under section 157, as applied by subsection (1), in respect of any tenement at a time when another order under that section is in force as respects one of the dwellings in the tenement, they shall revoke the last-mentioned order.
- (3) References to a house in section 163 (so far as relating to appeals against notices under section 160) and in sections 164, 175 and 177 shall include references to a tenement to which this section applies.
- (4) In this section—

"dwelling" means a building or part of a building occupied or intended to be occupied as a separate house;

"tenement" means a building which contains two or more flats.

Warrant to authorise entry

(1) Where it is shown to the satisfaction of the sheriff, or of a justice of the peace or magistrate, on sworn information in writing, that admission to premises specified in the information is reasonably required by a person employed by, or acting on the instructions of, a local authority for the purpose—

- (a) of survey and examination to determine whether any powers under the foregoing provisions of this Part should be exercised in respect of the premises, or
- (b) of ascertaining whether there has been a contravention of any regulations or direction made or given under the foregoing provisions of this Part,

then, subject to this section, the sheriff, justice or magistrate may by warrant under his hand authorise that person to enter on the premises for the purposes mentioned in paragraphs (a) and (b), or for such of those purposes as may be specified in the warrant.

- (2) A sheriff, justice or magistrate shall not grant a warrant under this section unless he is satisfied—
 - (a) that admission to the premises has been refused and, except where the purpose specified in the information—
 - (i) is the survey and examination of premises to determine whether there has been a failure to comply with a notice under section 160 or section 161 or section 162, or
 - (ii) is to ascertain whether there has been a contravention of any regulations or direction made or given under the foregoing provisions of this Part,

that admission was sought after not less than 24 hours' notice of the intended entry had been given to the occupier; or

- (b) that an application for admission to the premises would defeat the object of the entry.
- (3) Every warrant granted under this section shall continue in force until the purpose for which the entry is required has been satisfied.
- (4) Any person who, in the exercise of a right of entry under this section, enters any premises which are unoccupied, or any premises the occupier of which is temporarily absent, shall leave the premises as effectually secured against trespassers as he found them.
- (5) Any power of entry conferred by this section—
 - (a) shall include power to entry, if need be, by force, and
 - (b) may be exercised by the person on whom it is conferred either alone or together with any other persons.

174 Application to sheriff where consent unreasonably withheld

If on an application made by any person required by a notice under the foregoing provisions of this Part to execute any works it appears to the sheriff that any other person having an estate or interest in the premises has unreasonably refused to give any consent required to enable the works to be executed, the sheriff may give the necessary consent in place of that other person.

175 Protection of superiors and owners

(1) If the superior or owner of any lands and heritages gives notice to the local authority of his estate in those lands and heritages, the authority shall give to him notice of any proceedings taken by them in pursuance of the foregoing provisions of this Part in relation to those lands and heritages or any part thereof.

(2) Nothing in the foregoing provisions of this Part shall prejudice or interfere with the rights or remedies of any owner for the breach, non-observance or non-performance of any agreement or stipulation entered into by a lessee with reference to any house in respect of which a notice requiring the execution of works is served by a local authority under the foregoing provisions of this Part, or as respects which regulations made under section 156 are for the time being in force; and if any owner is obliged to take possession of a house in order to comply with any such notice the taking possession shall not affect his right to avail himself of any such breach, non-observance or non-performance which has occurred before he so took possession.

176 Identity and notice under Part VIII

- (1) A local authority shall take reasonable steps to identify the persons mentioned in subsection (2).
- (2) Those persons are—
 - (a) the person having control of or managing premises;
 - (b) the person having an estate or interest in premises or any class of such persons, upon whom the local authority require to serve a document under this Part.
- (3) A person having an estate or interest in premises may for the purposes of this Part give notice to the local authority of his interest in the premises, and the authority shall enter the notice in their records.

177 Statutory tenant to be regarded as lessee, etc.

In this Part—

- (a) references to a lessee of a house and to a person to whom a house is let include references to any person who retains possession of the house by virtue of the Rent (Scotland) Act 1984 and not as being entitled to any tenancy; and
- (b) references to a person having an estate or interest in a house include references to any person who retains possession of the house as mentioned in paragraph (a).

Control orders

178 Making of control order

- (1) A local authority may make a control order in respect of a house in their district which, or a part of which, is let in lodgings, or which is occupied by members of more than one family if—
 - (a) a notice has been served in respect of the house under section 160 or 161 (notices requiring the execution of works),
 - (b) a direction has been given in respect of the house under section 166 (direction limiting number of occupants),
 - (c) an order under section 157 is in force in respect of the house (order applying management code), or
 - (d) it appears to the local authority that the state or condition of the house is such as to call for the taking of action under any of those sections,

- and if it appears to the local authority that the living conditions in the house are such that it is necessary to make the control order in order to protect the safety, welfare or health of persons living in the house.
- (2) A local authority may exclude from the provisions of a control order any part of the house which, when the control order comes into force, is occupied by a person who has an estate or interest in the whole of the house, and, except where the context otherwise requires, references in this Part to the house do not include references to any part of the house so excluded from the provisions of the control order.
- (3) A control order shall come into force when it is made, and as soon as practicable after making a control order the local authority shall, in exercise of the power conferred in the following provisions of this Part and having regard to the duties imposed on them by the said provisions, enter on the premises and take all such immediate steps as appear to them to be required to protect the safety, welfare or health of persons living in the house.
- (4) As soon as practicable after making a control order the local authority shall—
 - (a) post a copy of the control order, together with a notice as described in subsection (5), in some position in the house where it is accessible to those living in the house; and
 - (b) serve a copy of the control order, together with such a notice, on every person who, to the knowledge of the local authority—
 - (i) was, immediately before the coming into force of the control order, a person managing the house or a person having control of the house, or
 - (ii) is an owner or lessee of the house or a person holding a heritable security over the house.
- (5) The notice referred to in subsection (4) shall set out the effect of the control order in general terms, referring to the rights of appeal against control orders conferred by this Part and stating the principal grounds on which the local authority consider it necessary to make a control order.
- (6) As soon as practicable after making a control order the local authority shall cause the control order to be recorded in the General Register of Sasines or registered in the Land Register, as the case may be.

179 General effect of control order

- (1) While a control order is in force the local authority—
 - (a) have the right to possession of the premises, and
 - (b) have the right to do, and to authorise others to do, in relation to the premises anything which any person having an estate or interest in the premises would, but for the making of the control order, be entitled to do, without incurring any liability to any such person except as expressly provided by this Part.
- (2) Subject to subsection (3), the local authority may, notwithstanding that they do not, under this section, have an interest amounting to an estate in the premises, create an interest in the premises which, as near as may be, has the incidents of a lease and, subject to the provisions of section (4) and to any other express provision of this Part, any enactment or rule of law relating to landlords and tenants or leases shall apply in relation to any interest created under this section as if the local authority were the owner of the premises.

- (3) Subject to the provisions of paragraphs 5(6) and 6(1) of Schedule 11, the local authority shall not, in exercise of the power conferred by this section, create any right in the nature of a lease or licence which is for a fixed term exceeding one month, on which is terminable by notice to quit (or an equivalent notice) of more than 4 weeks:
 - Provided that this subsection shall not apply to a right created with the consent in writing of the person or persons who would have power to create that right if the control order were not in force.
- (4) On the coming into force of a control order any order under section 157, and any notice or direction under sections 160, 161, 162 or 166, shall cease to have effect as respects the house to which the control order applies, but without prejudice to any criminal liability incurred before the coming into force of the control order, or to the right of the local authority to recover any expenses incurred in carrying out any works.
- (5) References in this Act or in any other enactment to housing accommodation provided or managed by a local authority shall not include references to any house which is subject to a control order, but this subsection shall not be taken as restricting the powers of acquiring land by agreement or compulsorily conferred on local authorities by Part I

180 Effect of control order on persons occupying house

- (1) This section applies to a person who at the time a control order comes into force—
 - (a) is occupying any part of the house, and
 - (b) does not have an estate or interest in the whole of the house.
- (2) Section 179 (general effect of control order) does not affect the rights or liabilities of such a person under any lease, licence or agreement, whether in writing or not, under which that person is occupying any part of the house at the time when the control order comes into force, and—
 - (a) any such lease, licence or agreement has effect, while the control order is in force, as if the local authority were substituted in it for any party to it who has an estate or interest in the house and who is not a person to whom this section applies; and
 - (b) any such lease continues to have effect as near as may be as a lease notwithstanding that the rights of the local authority, as substituted for the lessor, do not amount to an estate in the premises.
- (3) Subject to the provisions of subsection (4) and to any other express provision of this Part, any enactment or rule of law relating to landlords and tenants or leases shall apply in relation to any lease to which the local authority become a party under this section as if the authority were the owner of the premises.
- (4) Section 5 of the Rent (Scotland) Act 1984 (which excludes lettings by local authorities from being protected tenancies within the meaning of the Act) shall not apply to any lease or agreement under which a person to whom this section applies is occupying any part of the house, and if immediately before the control order came into force any person to whom this section applies was occupying part of the house under a protected or statutory tenancy, within the meaning of the Rent (Scotland) Act 1984, nothing in this Part relating to control orders shall prevent the continuance of that protected or statutory tenancy nor affect the continued operation of that Act in relation to that protected or statutory tenancy after the coming into force of the control order.

- (5) So much of the regulations made under section 156 as imposes duties on persons who live in a house to which the regulations apply (regulations prescribing management code) also applies to persons who live in a house as respects which a control order is in force
- (6) Without prejudice to the rights conferred on the local authority by section 179, the authority and any person authorised in writing by them, shall have the right at all reasonable times, as against any person having an estate or interest in a house which is subject to a control order, to enter any part of the house for the purpose of—
 - (a) survey and examination, and
 - (b) carrying out any works.
- (7) The rights conferred by subsection (6) shall, so far as reasonably required for the purpose of survey and examination of a part of a house subject to a control order, or for the purpose of carrying out any works in that part of a house, be exercisable as respects the part of the house which, by virtue of section 178(2), is not subject to the control order.

181 Effect of control order in relation to furniture in furnished lettings

- (1) Subject to this section, if on the date on which a control order comes into force there is any furniture in the house which a resident in the house has the right to use in consideration of periodical payments to the dispossessed proprietor (whether included in the rent payable by the resident or not), the right to possession of the furniture shall, on that date and as against all persons other than the resident, vest in the local authority and remain vested in the authority while the control order remains in force.
- (2) The local authority may, on the application in writing of the person owning any furniture to which subsection (1) applies, by notice served on that person not less than 2 weeks before the notice takes effect, renounce the right to possession of the furniture conferred by subsection (1).
- (3) In respect of the period during which the local authority have the right to possession of any furniture in pursuance of subsection (1), the authority shall be liable to pay to the dispossessed proprietor compensation in respect of the use of any furniture the right to possession of which vests under that subsection at such rate as the parties may agree or as may be determined by the rent assessment committee constituted under section 44 of the Rent (Scotland) Act 1984 or under any corresponding enactment repealed by that Act for the area in which the house is situated.
- (4) If the local authority's right to possession of any furniture conferred by subsection (1) is a right exercisable as against more than one person interested in the furniture, any such person may apply to the sheriff for an adjustment of the rights and liabilities of those persons as regards the furniture, and the sheriff may make an order for any such adjustment of rights and liabilities either unconditionally or subject to such terms and conditions (including terms or conditions with respect to the payment of money by any party to the proceedings to any other party to the proceedings by way of compensation, damages or otherwise) as he thinks just and equitable.
- (5) Compensation due under this section—
 - (a) shall be payable by quarterly instalments, the first instalment being payable 3 months after the date when the control order comes into force;

- (b) is to be considered as accruing due from day to day and shall be apportionable in respect of time accordingly.
- (6) In this Part "dispossessed proprietor" means the person by whom the rents or other periodical payments to which a local authority become entitled on the coming into force of a control order would have been receivable but for the making of the control order, and the successors in title of that person; and in this section "furniture" includes fittings and other articles.

182 General duties of local authority when control order in force

- (1) The local authority shall—
 - (a) exercise the powers conferred on them by a control order so as to maintain proper standards of management in the house,
 - (b) take such action as is needed to remedy all the matters which they would have considered it necessary to remedy by the taking of action under any other provision of this Part if they had not made a control order.
- (2) The local authority may fit out, furnish and supply any house subject to a control order with such furniture, fittings and conveniences as appear to them to be required.
- (3) The local authority shall make reasonable provision for insurance of any premises subject to a control order, including any part of the premises which, by virtue of section 178(2), is excluded from the provisions of the control order, against destruction or damage by fire or other cause, and premiums paid for the insurance of the premises shall, for the purposes of the provisions of this Part, be treated as expenditure incurred by the local authority in respect of the premises.
- (4) The local authority shall keep full accounts of their income and expenditure in respect of a house which is subject to a control order, and afford to the dispossessed proprietor, or any other person having an estate or interest in the house, all reasonable facilities for inspecting, taking copies of and verifying those accounts.
- (5) While a control order is in force the local authority shall afford to the dispossessed proprietor, or any other person having an estate or interest in the house, any reasonable facilities requested by him for inspecting and examining the house.

183 Compensation payable to dispossessed proprietor

- (1) The local authority shall be liable to pay the dispossessed proprietor compensation in respect of the period during which the control order is in force at an annual rate of an amount equal to one half of the gross annual value for rating purposes of the house as shown in the valuation roll on the date when the control order comes into force.
- (2) Compensation due under this section—
 - (a) shall be payable by quarterly instalments, the first instalment being payable 3 months after the date when the control order comes into force;
 - (b) is to be considered as accruing due from day to day and shall be apportionable in respect of time accordingly.
- (3) If at the time when compensation under this section accrues due the estate or interest of the dispossessed proprietor is subject to any heritable security or charge, the compensation shall be deemed to be comprised in that heritable security or charge.

- (4) For the purposes of the references in this section to the gross annual value of a house—
 - (a) where after the date on which the control order comes into force the valuation roll is altered so as to vary the gross annual value of the house or of the lands and heritages of which house forms part, and the alteration has effect from a date not later than the date on which the control order comes into force, compensation shall be payable under this section as if the gross annual value of the house or lands and heritages shown in the valuation roll on the date when the control order came into force had been the amount of the value shown on the roll as altered; and
 - (b) if the house forms part only of any lands and heritages, such proportion of the gross annual value shown in the valuation roll for those lands and heritages as may be agreed in writing between the local authority and the person claiming the compensation shall be the gross annual value of the house;

and any dispute arising under paragraph (b) shall be determined by the sheriff on the application of either party.

- (5) If different persons are the dispossessed proprietors of different parts of any house, compensation payable under this section shall be apportioned between them in such manner as they may agree (or as may, in default of agreement, be determined by the sheriff on the application of any of such persons) according to the proportions of the gross annual value of the house properly attributable to the parts of the house in which they are respectively interested.
- (6) In the application of this section to any lands and heritages whose net annual value is ascertained under subsection (8) of section 6 of the Valuation and Rating (Scotland) Act 1956 (and for which there is therefore no gross annual value shown in the valuation roll)—
 - (a) in subsection (1), for the words "one half of the gross" there shall be substituted the words "0.625 of the net", and
 - (b) in each of subsections (4) and (5), for the word "gross", whenever it occurs, there shall be substituted the word "net".

184 Duty to prepare management scheme

- (1) After a control order has been made, the local authority shall prepare a management scheme and shall, not later than 8 weeks after the date on which the control order comes into force, serve a copy of the scheme on—
 - (a) every person who is to the knowledge of the authority—
 - (i) a dispossessed proprietor, or
 - (ii) an owner or lessee of the house, or
 - a person holding a heritable security over the house, and
 - (b) on any other person on whom the local authority served a copy of the control order.
- (2) Part I of Schedule 11 has effect with respect to the matters to be provided for in a management scheme and for related matters.
- (3) This section does not affect the powers conferred on a local authority by section 179 and, accordingly, a local authority may carry out any works in a house which is subject to a control order whether or not particulars of those works have been included in a management scheme.

185 Power of sheriff to modify or determine lease

- (1) Either the lessor or the lessee under any lease of premises which consist of or comprise a house which is subject to a control order, other than a lease to which section 180(2) applies, may apply to the sheriff for an order under this section.
- (2) On any such application, the sheriff may make an order for the determination of the lease, or for its variation, and, in either case, either unconditionally or subject to such terms and conditions or subject to such terms and conditions (including terms or conditions with respect to the payment of money by any party to the proceedings to any other party to the proceedings by way of compensation, damages or otherwise) as the sheriff may think just and equitable to impose, regard being had to the respective rights, obligations and liabilities of the parties under the lease and to the other circumstances of the case.
- (3) If on any such application the sheriff is satisfied that—
 - (a) if the lease is determined and control order is revoked the lessor will be in a position, and intends, to take all such action to remedy the condition of the house as the local authority consider would have to be taken in pursuance of the powers conferred on them under this Part (other than those relating to control orders); and
 - (b) the local authority intend, if the lease is determined, to revoke the control order,

the sheriff shall exercise the jurisdiction conferred by this section so as to determine the lease.

Appeals

186 Appeal against control order

- (1) Any person having an estate or interest in a house to which a control order relates, or, subject to subsection (2), any other person, may appeal to the sheriff against the control order at any time after the making of the control order, but not later than the expiry of a period of 6 weeks from the date on which a copy of the relevant scheme is served in accordance with section 184(1).
- (2) The sheriff may, before entertaining an appeal by a person who had not, when he brought the appeal, an estate or interest in the house, require the appellant to satisfy the sheriff that he may be prejudiced by the making of the control order.
- (3) The grounds of appeal are—
 - (a) that (whether or not the local authority have made an order or issued a notice or direction under sections 157, 160, 161 or 166) the state or condition of the house was not such as to call for the taking of action under any of those provisions;
 - (b) that it was not necessary to make the control order in order to protect the safety, welfare or health of persons living in the house;
 - (c) where part of the house was occupied by the dispossessed proprietor when the control order came into force, that it was practicable and reasonable for the local authority to exercise their powers under section 178(2) so as to exclude from the provisions of the control order a part of the house (or a greater part of the house than has been excluded);

- (d) that the control order is invalid on the ground that any requirement of this Act has not been complied with or on the ground of some informality, defect or error in or in connection with the control order.
- (4) In so far as an appeal under this section is based on the ground that the control order is invalid, the sheriff shall confirm the control order unless satisfied that interests of the appellant have been substantially prejudiced by the facts relied on by him.
- (5) A control order shall, subject to the right of appeal conferred by this section, be final and conclusive as to any matter which could have been raised on any such appeal.
- (6) Where a control order is revoked on an appeal under this section, the local authority shall as soon as practicable thereafter cause to be recorded in the General Register of Sasines or registered in the Land Register, as the case may be, a notice stating that the control order has been revoked as aforesaid.

187 Control order revoked on appeal

- (1) This section shall have effect if a control order is revoked by the sheriff on an appeal against the control order.
- (2) If the local authority are in the course of carrying out any works in the house which, if a control order were not in force, the authority would have power to require some other person to carry out under the provisions of this Part or under any other enactment relating to housing or public health, and on the hearing of the appeal the sheriff is satisfied that the carrying out of the works could not be postponed until after the determination of the appeal because the works were urgently required for the sake of the safety, welfare or health of persons living in the house, or of other persons, the sheriff may suspend the revocation of the control order until the works have been completed.
- (3) Part II of Schedule 11 has effect in relation to matters arising on the revocation of a control order on appeal.

Expiration and revocation of control order, etc.

188 Expiration of control order, and earlier revocation by local authority or sheriff

- (1) A control order shall cease to have effect on the expiry of a period of 5 years beginning with the date on which it came into force.
- (2) The local authority may at any earlier time, either on an application under this section or on their own initiative, by order revoke a control order.
- (3) Not less than 21 days before the local authority revoke a control order they shall serve notice of their intention to revoke the control order on the persons occupying any part of the house, and on every person who is to the knowledge of the authority an owner or lessee of the house or a person holding a heritable security over the house.
- (4) If any person applies to the local authority requesting the authority to revoke a control order, and giving the grounds on which the application is made, the authority shall, if they refuse the application, inform the applicant of their decision and of their reason for rejecting the grounds advanced by the applicant.

- (5) Where the local authority propose to revoke a control order on their own initiative and apply to the sheriff under this subsection, the sheriff may take any of the following steps, to take effect on the revocation of the control order, that is—
 - (a) approve the making of an order under section 157;
 - (b) approve the giving of a notice under section 160 or section 161 or section 162; or
 - (c) approve the giving of a direction under section 166; and no appeal lies against any order or notice so approved.

189 Effect of cessation of control order

Part III of Schedule 11 (which sets out the consequences of a control order ceasing to have effect) shall have effect for the purposes of this Part.

190 Interpretation of Part VIII

(1) In this Part of this Act, unless the context otherwise requires—

given by paragraph 1(3) of Schedule 11.

"dispossessed proprietor" has the meaning given by section 181(6);

"establishment charges" means, in relation to any expenditure incurred by a local authority, the proper addition to be made to that expenditure to take account of overhead expenditure incurred by the authority, and to allow for a proper return of capital;

"lease" includes a sublease or any tenancy, and any agreement for a lease, sublease or tenancy, and references to a lessor or to a lessee or to a person to whom a house is let shall be construed accordingly;

"licence" means any right or permission relating to land but not amounting to an estate or interest therein;

"person managing a house" has the meaning given to it by section 156(5); "surpluses on revenue account as settled by the scheme" has the meaning

- (2) References in this Part to the net amount of rents or other payments received by a local authority from persons occupying a house are references to the amount of the rent and other payments received by the authority from those persons under leases or licences, or in respect of furniture to which section 181(1) applies, after deducting income tax paid or borne by the authority in respect of those rents and other payments.
- (3) References in this Part to expenditure incurred in respect of a house subject to a control order include, in a case where the local authority—
 - (a) require persons living in a house to vacate their accommodation for any period while the local authority are carrying out works in the house, and
 - (b) defray all or any part of the expenses incurred by or on behalf of those persons removing from and returning to the house, or provide housing accommodation for those persons for any part of that period,

references to the sums so defrayed by the local authority, and to the net cost to the authority of so providing housing accommodation.

(4) For the purposes of this Part the withdrawal of an appeal shall be deemed the final determination thereof having the like effect as a decision dismissing the appeal.

PART IX

GOVERNMENT GRANTS AND SUBSIDIES

Housing support grants to local authorities

191 Housing support grants: fixing of aggregate amount

- (1) For the purpose of assisting local authorities to meet reasonable housing needs in their areas, the Secretary of State shall make housing support grants in accordance with the provisions of this Part.
- (2) Subject to subsection (5), for the purpose of fixing the aggregate amount of the housing support grants for any year, the Secretary of State shall, in respect of all local authorities, estimate the following amounts—
 - (a) the aggregate amount of eligible expenditure which it is reasonable for local authorities to incur for that year; and
 - (b) the aggregate amount of relevant income (other than housing support grants) which could reasonably be expected to be credited to the local authorities' housing revenue accounts for that year,

and the amount remaining after deducting the amount mentioned in paragraph (b) from the amount mentioned in paragraph (a) shall, subject to subsection (4) and section 193, be the aggregate amount of the housing support grants for that year.

- (3) Before estimating the amounts mentioned in paragraphs (a) and (b) of subsection (2) for any year, the Secretary of State shall consult with such associations of local authorities as appear to him to be concerned and shall take into consideration—
 - (a) the latest information available to him as to the level of eligible expenditure and relevant income;
 - (b) the level of interest rates, remuneration, costs and prices which, in his opinion, would affect the amount of eligible expenditure for that year; and
 - (c) the latest information available to him as to changes in the general level of earnings which would affect the amount of relevant income which could reasonably be expected for that year.
- (4) In fixing the aggregate amount of the housing support grants for any year, the Secretary of State may take into account the extent, if any, to which the aggregate amount of eligible expenditure which it was reasonable for local authorities to incur for any previous year differs or is likely to differ from the aggregate amount for that previous year which he estimated or re-estimated under this section or section 193 respectively.
- (5) In estimating the amounts mentioned in paragraphs (a) and (b) of subsection (2) the Secretary of State may leave out of account the eligible expenditure and relevant income of a local authority if (either or both)—
 - (a) he estimates that the amount of that income will exceed the amount of that expenditure;
 - (b) he determines, under section 192, that no proportion of the aggregate amount of the housing support grants is to be apportioned to that authority.
- (6) In subsection (4), "local authorities" does not include an authority whose eligible expenditure was, for the purpose of the estimate, left out of an account under subsection (5).

- (7) The aggregate amount of the housing support grants, fixed in accordance with subsection (2) for any year, shall be set out in a housing support grant order made by the Secretary of State with the consent of the Treasury.
- (8) A housing support grant order may be made in respect of any year before the beginning of that year.
- (9) No housing support grant order shall be made until that order has been laid in draft before the Commons House of Parliament, together with a report of the considerations leading to the provisions of the order, and has been approved by a resolution of that House.

(10) In this Act—

"eligible expenditure", in relation to any year, means the expenditure which a local authority are required to debit to their housing revenue account for that year in pursuance of Schedule 15;

"relevant income", in relation to any year, means the income, payments, contributions (including any rate fund contribution) and receipts which a local authority are required to credit to their housing revenue account for that year in pursuance of that Schedule.

192 Apportionment of housing support grants

- (1) Subject to the provisions of this section, the proportion, if any, of the aggregate amount of the housing support grants payable for any year to a local authority shall be determined by the Secretary of State, after consulting with such associations of local authorities as appear to him to be concerned, by such method as may be prescribed.
- (2) A prescribed portion of the aggregate amount may be apportioned to a particular local authority.
- (3) The report accompanying a housing support grant order in accordance with section 191(9) shall contain a table showing in respect of each local authority, for the year in question—
 - (a) the estimated amount of grant payable to that local authority; or
 - (b) if no amount of grant is so payable, that fact.
- (4) In prescribing the method of determining the proportion, if any, of the aggregate amount of the housing support grants payable to a local authority for any year, the Secretary of State may take into account any substantial difference in the actual amount of any element of their eligible expenditure as compared with any estimate of the amount of that element made by him in determining the proportion payable to them for a previous year.
- (5) In prescribing the method of determining the proportion mentioned in subsection (1) payable for any year to a local authority the Secretary of State shall have regard to any special needs affecting eligible expenditure.
- (6) The Secretary of State may, for any year (in this subsection referred to as "the current year"), prescribe such method of determining that proportion as to secure that no reduction in the amount of housing support grant payable to any local authority for the current year as compared with the amount of housing support grant so payable for the immediately preceding year is so great that there is an unreasonable increase

for the current year over that preceding year in the amount of the authority's eligible expenditure which is required to be met by way of rent or rate fund contributions.

(7) In this section "prescribed" means prescribed by a housing support grant order.

193 Variation of orders

- (1) Subject to the provisions of this section, the Secretary of State may re-estimate the aggregate amount of eligible expenditure estimated under section 191.
- (2) He shall first consult such associations of local authorities as appear to him to be concerned.
- (3) Then if it appears to him—
 - (a) that after that amount was estimated for any year, the eligible expenditure of local authorities for that year has been, or is likely to be, substantially increased or decreased by means of changes which have taken place or are likely to take place in the level of the matters specified in section 191(3)(b), and
 - (b) that inadequate account was taken of those changes when that amount was estimated.

he may re-estimate that amount.

- (4) On such re-estimate he may, by an order made in the like manner and subject to the same provisions as a housing support grant order, increase or, as the case may be, decrease the amount fixed by the relevant housing support grant order as the aggregate amount of the housing support grants for that year.
- (5) An order made under this section with respect to any year may, as respects that year, vary any matter prescribed by the relevant housing support grant order.

Grants to the Scottish Special Housing Association and other bodies

194 Grants payable to the Scottish Special Housing Association and development corporations

- (1) The Secretary of State may each year make grants, of such amount and subject to such conditions as he may determine, to the Scottish Special Housing Association ("the Association") and to development corporations in accordance with the provisions of this section.
- (2) Grants under this section shall be payable for any year to the Association and to development corporations in respect of the total net annual expenditure (as approved by the Secretary of State and calculated in accordance with rules made by him with the consent of the Treasury) necessarily incurred for that year by the Association, acting otherwise than as agents, or by any development corporation—
 - (a) in providing housing accommodation by—
 - (i) erecting houses,
 - (ii) converting any houses or other buildings into houses,
 - (iii) acquiring houses;
 - (b) in improving housing accomodation so provided;

- (c) in managing and maintaining any housing accommodation so provided or improved;
- (d) in improving the amenities of a predominantly residential area;
- (e) in providing or converting buildings for use as hostels or as parts of hostels, and in improving, managing and maintaining buildings so provided or converted;
- (f) in doing anything ancillary to any of the activities mentioned in paragraphs (a) to (e).
- (3) In subsection (2) "improving" includes altering, enlarging or repairing.

195 Grants for affording tax relief to Scottish Special Housing Association

- (1) The Secretary of State may, on the application of the Association, make grants to the Association for affording relief from—
 - (a) income tax (other than income tax which the Association is entitled to deduct on making any payment); and
 - (b) corporation tax.
- (2) A grant under this section shall be of such amount, shall be made at such times and shall be subject to such conditions as the Secretary of State thinks fit.
- (3) The conditions mentioned in subsection (2) may include conditions for securing the repayment in whole or in part of a grant made to the Association in the event of tax in respect of which the grant was made subsequently being found not to be chargeable or in such other events as the Secretary of State may determine.
- (4) An application under this section shall be made in such manner and shall be supported by such evidence as the Secretary of State may direct.
- (5) The Commissioners of Inland Revenue and their officers may disclose to the Secretary of State such particulars as he may reasonably require for determining whether a grant should be made under this section or whether a grant so made should be repaid or the amount of such grant or repayment.

196 Advances to Scottish Special Housing Association for provision or improvement of housing accommodation

- (1) The Secretary of State may make advances, of such amounts, on such terms, and repayable over such periods, as may be approved by the Treasury, to the Scottish Special Housing Association for the purpose of—
 - (a) enabling or assisting the provision or improvement of housing accommodation by the Association (whether as principals or as agents for a local authority or for any other person);
 - (b) meeting the whole or any part of the expenditure incurred by the Association in connection with any scheme submitted to the Secretary of State by the Association under which the Association will provide or improve housing accommodation, and as to which the Secretary of State is satisfied that the housing accommodation so provided or improved will be let or kept available for letting except at such times and in such cases as the Secretary of State may approve;

- (c) enabling or assisting the Association to carry out such other works in connection with housing accommodation provided or improved by them as the Secretary of State may with the agreement of the Treasury approve;
- (d) assisting the Association to acquire any land compulsorily under section 23;
- (e) enabling or assisting the Association to purchase, on terms approved by the Secretary of State, all or any of the assets of any housing trust to which section 119 of the Housing (Scotland) Act 1925 applied;
- (f) enabling or assisting the Association to make loans, on such terms as the Secretary of State may determine, to persons intending to purchase housing accommodation or a part share of such accommodation provided or improved by the Association;
- (g) enabling or assisting the Association to provide or convert buildings for use as hostels:

Provided that—

- (i) the aggregate amount of the advances made under this subsection, together with any advances made under section 94(1) of the Housing (Scotland) Act 1950 or section 25(1) of the Act of 1968, shall not exceed six hundred million pounds or such greater sum, not exceeding seven hundred and fifty million pounds, as the Secretary of State may by order specify;
- (ii) the aggregate amount of the advances made under paragraph (b) of this subsection shall not exceed one million pounds.
- (2) It shall be the duty of the Association, if they accept any advances under paragraph (b) of subsection (1) in connection with a scheme, to comply with any directions which the Secretary of State may give to them with respect to the administration of the scheme and the disposal of the assets provided under the scheme.
- (3) The power to make orders conferred on the Secretary of State by paragraph (i) of the proviso to subsection (1) shall be exercisable by statutory instrument, and no order shall be made in the exercise of that power unless a draft of the order has been laid before the House of Commons and has been approved by a resolution of that House.
- (4) The Treasury may issue to the Secretary of State out of the National Loans Fund such sums as are necessary to enable him to make advances under this section; and any sums received by the Secretary of State in repayment of such advances shall be paid into the National Loans Fund.
- (5) The Secretary of State shall—
 - (a) prepare in respect of each financial year an account, in such form and manner as the Treasury may direct, of sums issued to him for advances under this section, and of sums received by him under this section, and of the disposal by him of those sums respectively, and
 - (b) send it to the Comptroller and Auditor-General not later than the end of November in the following financial year;

and the Comptroller and Auditor-General shall examine, certify and report on the account and lay copies of it, together with his report, before each House of Parliament.

(6) In this section—

(a) references to the provision of housing accommodation are references to the provision of housing accommodation whether by building new houses or by the acquisition of houses; and

- (b) references to the improvement of housing accommodation are references to the improvement of housing accommodation—
 - (i) by the provision of dwellings by means of the conversion of houses or other buildings, or
 - (ii) by the improvement of dwellings.
- (7) Any reference in this section to a house shall be construed as including a reference to any residential accommodation provided for occupation by not more than two persons and equipped with cooking facilities for the exclusive use of those persons, notwithstanding that it is not equipped with facilities of other kinds for such exclusive use

In this subsection the expression "cooking facilities" in relation to any residential accommodation means facilities suitable for the preparation of food for the number of persons for which the accommodation is provided, and if any question arises whether any particular facilities fall within that description it shall be decided by the Secretary of State.

197 Financial assistance to voluntary organisations concerned with housing

- (1) The Secretary of State may, with the consent of the Treasury and upon such terms and subject to such conditions as he may determine, give to a voluntary organisation assistance by way of grant or by way of loan, or partly in the one way and partly in the other, for the purpose of enabling or assisting the organisation to provide training or advice, or to undertake research, or for other similar purposes relating to housing.
- (2) In this section "voluntary organisation" means a body the activities of which are carried on otherwise than for profit, but does not include any public or local authority or a registered housing association.

Payment of grants

198 Payment of grants and accounting provisions

- (1) Any grant to be paid by the Secretary of State under this Part shall be payable at such times and in such manner as he may determine and subject to such conditions as he may impose.
- (2) Without prejudice to the generality of subsection (1), the making of any such payment shall be subject to the making of an application for the payment in such form, and containing such particulars, as the Secretary of State may from time to time determine.

199 Termination of certain exchequer payments to housing authorities

Schedule 12 shall have effect for the purpose of terminating certain exchequer payments to housing authorities.

Slum clearance subsidy

200 The slum clearance subsidy

- (1) A local authority shall be entitled to slum clearance subsidy in respect of such expenditure incurred by them as may be approved by the Secretary of State which falls within any of the following categories—
 - (a) any expenses in demolishing a building in pursuance of any provision of Part IV and Part VI less any such expenses which the local authority have recovered from the owner of the building under any such provision and any amount realised by the local authority in the sale of materials of the building;
 - (b) any expenses in the clearance of the site of any such building as is referred to in paragraph (a);
 - (c) any payment under section 308 (payments to certain owner occupiers and others in respect of houses not meeting tolerable standard which are purchased or demolished) other than any such payment in respect of an interest in a house which has been purchased by the local authority for the purpose of bringing that house or another house up to the tolerable standard;
 - (d) any payment under section 304 (payments in respect of well-maintained houses) other than any such payment in respect of an interest in a house which has been purchased by the local authority for the purpose of bringing that house or another house up to the tolerable standard;
 - (e) the cost of any works carried out by the local authority under section 121(7) (local authority may acquire and repair a house or building liable to closing or demolition order);
 - (f) any payment under section 234(5) or (6) (payment of removal and other allowances to person displaced);
 - (g) such other expenditure as the Secretary of State may direct.
- (2) The amount of slum clearance subsidy payment to a local authority shall be an amount equal to 75 per cent. of the annual loan charges referable to the amount of expenditure incurred by them in a year which falls within any of the categories set out in subsection (2), payable annually for the period of 20 years beginning with the year immediately following the year in which the expenditure was incurred.
- (3) For the purposes of subsection (2) the annual loan charges referable to the amount of expenditure incurred by the local authority shall be the annual sum which, in the opinion of the Secretary of State, would fall to be provided by the local authority for the payment of interest on, and the repayment of, a loan of that amount repayable over a period of 20 years.

Payment of subsidies

201 Payment of subsidies and accounting provisions

(1) Any subsidy to be paid by the Secretary of State under this Part shall be payable at such times and in such manner as the Treasury may direct and subject to such conditions as to records, certificates, audit or otherwise, as the Secretary of State may, with the approval of the Treasury, impose.

- (2) Without prejudice to the generality of subsection (1), the making of any such payment shall be subject to the making of a claim for the payment in such form, and containing such particulars, as the Secretary of State may from time to time determine.
- (3) The aggregate amount of any one subsidy payable under this Part to a housing authority for any year shall be calculated to the nearest pound, by disregarding an odd amount of 50 pence, or less, and by treating an odd amount exceeding 50 pence as a whole pound.
- (4) Subsection (1) applies to Exchequer contributions payable under the enactments specified in Schedule 13 as it applies to subsidies paid under this Part, and Schedule 13 shall have effect for the purposes of this subsection.
- (5) Schedule 14 shall have effect for the purposes of specifying such Exchequer contributions as may be reduced, suspended or discontinued under section 202(3).

Secretary of State's power to vary Exchequer contributions

Power of Secretary of State to reduce, suspend, discontinue or transfer particular Exchequer contributions

- (1) The Secretary of State may in the circumstances mentioned in subsection (2) reduce the amount of a subsidy to be paid under this Part or suspend or discontinue such payment or part of such payment.
- (2) The circumstances are—
 - (a) where the Secretary of State is satisfied that the local authority has failed to discharge any of their functions;
 - (b) where the subsidy is payable subject to a condition, and the Secretary of State is satisfied that the condition has not been complied with.
- (3) The Secretary of State may, in any of the circumstances mentioned in subsection (5), reduce the amount of any Exchequer contribution being an Exchequer contribution falling to be made under any of the enactments specified in Schedule 14 in respect of a particular subsidised unit, or suspend or discontinue the payment of such Exchequer contributions or part thereof, as he thinks just in those circumstances.
- (4) Where an Exchequer contribution is made to a local authority in respect of a subsidised unit in relation to which an annual grant is payable by the authority to a development corporation or a housing association, then, if the amount of the Exchequer contribution is reduced or the payment of the Exchequer contribution or part of it is suspended or discontinued under this section, the authority may reduce the annual grant to a corresponding or any less extent or suspend the payment thereof, for a corresponding period or discontinue the payment, or of a corresponding part, as the case may be.
- (5) The circumstances referred to in subsection (3) are—
 - (a) that the Exchequer contribution is to be made to a local authority and the Secretary of State is satisfied that the authority have failed to discharge any of their duties under this Act or that they have failed to exercise any power mentioned therein in any case where any such power ought to have been exercised;

- (b) that the Exchequer contributions fall to be made or the subsidy falls to be paid subject to any conditions and the Secretary of State is satisified that any of those conditions has not been complied with;
- (c) that the subsidised unit has been converted, demolished or destroyed;
- (d) that the subsidised unit is not fit to be used or has ceased to be used for the purpose for which it was intended;
- (e) that the subsidised unit has been sold or has been leased for a stipulated duration exceeding 12 months;
- (f) that the subsidised unit has been transferred, whether by sale or otherwise.
- (6) Where the Secretary of State's power under this section to discontinue the payment of the whole or part of any Exchequer contributions to be made to a recipient authority in respect of a particular subsidised unit becomes exercisable in the circumstances mentioned in paragraph (e) or paragraph (f) of subsection (5) and the subsidised unit has become vested in or has been leased to another recipient authority, then, if the Secretary of State exercised that power he may make to that other authority Exchequer contributions of the like amount as he would otherwise have made to the first-mentioned authority if the conditions subject to which the first-mentioned Exchequer contributions fell to be made had been complied with.

(7) In this section—

"recipient authority" means a local authority, a development corporation, a housing association or the Scottish Special Housing Association.

"the subsidised unit" means the house, hostel or other land in respect of which Exchequer contributions fall to be made, whether they fall to be made in respect of it or its site or in respect of land comprising it or in respect of the cost of any houses, or the acquisition of any land, comprising it.

PART X

HOUSING ACCOUNTS OF LOCAL AUTHORITIES

203 The housing revenue account

- (1) A local authority shall keep a housing revenue account of the income and expenditure of the authority for each year in respect of the houses, buildings and land specified in Part I of Schedule 15, and Part I shall have effect for that purpose.
- (2) A local authority may, with the consent of the Secretary of State, include in or exclude from the housing revenue account any individual house or other property or categories of houses or other properties.
- (3) The Secretary of State may make a direction either generally or in relation to specified properties that any category of house or other properties shall be included in or excluded from the housing revenue account of a local authority.
- (4) The land in respect of which the local authority are required by subsection (1) to keep a housing revenue account shall not include any land which the local authority have provided expressly for sale for development by another person.
- (5) Part II of Schedule 15 shall have effect in relation to the operation of the housing revenue account.

- (6) The Secretary of State may, as respects any year, after consultation with such associations of local authorities as appear to him to be concerned, by order amend Schedule 15.
- (7) An order under subsection (6) shall be made by statutory instrument subject to annulment in pursuance of a resolution of either House of Parliament.

204 Power of Secretary of State to limit estimated rate fund contributions to housing revenue account

- (1) The Secretary of State may by order impose, as respects a local authority or class thereof specified in the order, a limit to the amount of contribution out of their general fund which the authority or, as the case may be, an authority of the class may estimate that they will carry to the credit of their housing revenue account for the year specified in the order; and it shall be the duty of the local authority so to estimate that amount as not to exceed that limit.
- (2) The limit referred to in subsection (1) may be expressed in whatever way the Secretary of State thinks fit.
- (3) An order under this section shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (4) Every local authority shall submit to the Secretary of State an estimate of the income and expenditure an account of which they are obliged, under section 203, to keep in their housing revenue account for the year next following.
- (5) In subsection (1), "general fund" means the fund maintained by a local authority under section 93 of the Local Government (Scotland) Act 1973.

205 The rent rebate account

- (1) A local authority shall keep a rent rebate account for each year.
- (2) The authority shall—
 - (a) credit that account with the amount of rent rebate subsidy payable to them under section 32 of the Social Security and Housing Benefits Act 1982;
 - (b) debit that account with—
 - (i) the amount of the authority's rent rebates for the year, and
 - (ii) the authority's costs of administering their rent rebates for the year.
- (3) Where for any year a deficit is shown in the account, the local authority shall credit the account in respect of that year with an amount equal to the amount of the deficit.

206 The rent allowance account

- (1) A local authority shall keep a rent allowance account for each year.
- (2) The authority shall—
 - (a) credit that account with the amount of rent allowance subsidy payable to them under section 32 of the Social Security and Housing Benefits Act 1982;
 - (b) debit that account with—
 - (i) the amount of the authority's rent allowances for the year, and

- (ii) the authority's costs of administering their rent allowances for the year.
- (3) Where for any year a deficit is shown in the account, the local authority shall credit the account in respect of that year with the amount of the deficit.

207 The slum clearance revenue account

- (1) A local authority shall keep a slum clearance revenue account for each year.
- (2) That account shall include—
 - (a) the income and expenditure of the authority in respect of houses and other property acquired by them, or appropriated, for the purposes of Parts IV, V or VI other than houses acquired under Part IV for the purpose of bringing it or another house up to the tolerable standard; and
 - (b) any expenditure of the authority referred to in section 200 in respect of houses and other property which is not included in paragraph (a) together with any income related to that expenditure.
- (3) Schedule 16 shall have effect in relation to the slum clearance revenue account.

208 Application of receipts from disposal of certain land

- (1) Any money received by a local authority from the disposal of land to which this section applies shall be applied for a purpose for which the land which was the subject of the transaction was held.
- (2) Subsection (1) shall not have effect if the Secretary of State approves the money being applied for another purpose.
- (3) Subsection (1) applies to land in respect of which income and expenditure is accounted for—
 - (a) in the housing revenue account, or
 - (b) in the slum clearance account.

209 Adjustment of accounts on appropriation of land

- (1) Where land is appropriated by a local authority for the purposes of Parts I or V or on the discontinuance of use for those purposes, such adjustment shall be made in the accounts of the local authority as the Secretary of State may direct.
- (2) Any direction under this section may be either a general direction or a direction for any particular case.
- (3) Where this section applies, section 25 of the Town and Country Planning (Scotland) Act 1959 (which also relates to the adjustment of accounts on appropriation of land) shall not apply.

PART XI

RENTS AND SERVICE CHARGES

210 Rents for public sector housing

- (1) Subject to the provisions of this section, a local authority may charge such reasonable rents as they may determine for the tenancy or occupation of houses provided by them.
- (2) A local authority shall from time to time review such rents and make such charges either of rents generally or of particular rents as circumstances may require.
- (3) In determining standard rents to which their housing revenue account relates, a local authority shall take no account of the personal circumstances of the tenants.

211 Service charges

- (1) A local authority shall make a service charge for each year of such amount as they think reasonable in all the circumstances in respect of the following items to which the housing revenue account relates—
 - (a) any garage, car-port or other car parking facilities provided by them in so far as not included within the terms of the tenancy of a house;
 - (b) any service provided by them under the terms of the tenancy of a house;
 - (c) any other item made available under section 3 or 5 or supplied under section 4 for which a charge was made in the financial year 1971-2 under section 139 to 141 of the Act of 1966 and which has continued to be made available or supplied after that year.
- (2) The Secretary of State may direct in relation to any service provided under paragraph (b) of subsection (1) either generally or in a particular case that no such service charge shall be made.
- (3) Before making any such direction the Secretary of State shall consult—
 - (a) such associations of local authorities as appear to him to be concerned;
 - (b) any local authority with whom consultation appears to him to be desirable.

212 Rent increase notice

- (1) Where an authority lets a house held by it for housing purposes to a tenant it shall be an implied term of the tenancy that the rent or any other charge payable to the authority under the tenancy may be increased by notice ("rent increase notice") without the tenancy being terminated.
- (2) A rent increase notice shall—
 - (a) be in writing;
 - (b) specify the increased rent and the date on which it has effect;
 - (c) be given to the tenant at least 4 weeks before it has effect;
 - (d) inform the tenant of his right to terminate the tenancy and of the steps to be taken if he wishes to do so;
 - (e) inform him of the dates by which the notice of removal under section 213 must be received and the tenancy terminated if the increase is not to have effect.

- (3) A rent increase notice given in accordance with this section shall have effect unless a removal notice is given in accordance with section 213.
- (4) For the purposes of this section an authority is—
 - (a) a regional, islands or district council;
 - (b) a joint board or a joint committee;
 - (c) a development corporation;
 - (d) the Scottish Special Housing Association;
 - (e) a water authority or a water development board.
- (5) This section does not apply to a secure tenancy.

213 Removal notice

- (1) A tenant who has been given a rent increase notice may give the authority a removal notice terminating the tenancy.
- (2) The removal notice shall have effect to terminate the tenancy if—
 - (a) it is given within 2 weeks of the date on which the rent increase notice was given, or such longer period as the notice may specify;
 - (b) it specifies a date for the termination of the tenancy within 4 weeks after the date on which it is given.
- (3) Nothing in the terms of the tenancy (express or implied) shall prevent a tenant giving a removal notice that complies with subsection (2).

PART XII

HOUSE LOANS AND OTHER FINANCIAL ASSISTANCE

House loans: general

Power of local authority to make advances for the purpose of increasing housing accommodation

- (1) A local authority may advance money to any person for the purpose of—
 - (a) acquiring a house;
 - (b) constructing a house;
 - (c) converting another building into a house or acquiring another building and converting it into a house; or
 - (d) altering, enlarging, repairing or improving a house; or
 - (e) subject to subsection (4), facilitating the repayment by means of the advance of the amount outstanding on a previous loan made for any of the purposes specified in paragraphs (a) to (d).
- (2) The authority may make advances whether or not the houses or buildings are in the authority's area.

- (3) In determining whether to advance money under subsection (1), the local authority shall have regard to any advice which may be given from time to time by the Secretary of State.
- (4) An advance shall not be made for the purpose specified in paragraph (e) of subsection (1) unless the local authority satisfy themselves that the primary effect of the advance will be to meet the housing needs of the applicant by enabling him either to retain an interest in the house concerned or to carry out such works in relation to that house as would be eligible for an advance by virtue of paragraph (c) or (d) of that subsection.
- (5) An advance under this section may be made in addition to assistance given by the local authority in respect of the same house under any other Act or any other provision of this Act
- (6) If it appears to a local authority that the principal effect of the making of an advance under subsection (1) in respect of any premises would be to meet the housing needs of the applicant, they may make the advance notwithstanding that it is intended that some part of the premises will be used or, as the case may be, will continue to be used, otherwise than as a house, and accordingly where, by virtue of this subsection, a local authority propose to make an advance in respect of any premises, the premises shall be treated for the purposes of subsections (1) to (4) as, or as a building to be converted into, a house.
- (7) In this section any reference to a house includes a reference to any part share of it.
- (8) Schedule 17 shall have effect in relation to the terms of an advance under this section.

215 Requirements as to meeting tolerable standard

- (1) Before advancing money under section 214 for the purpose of acquiring a house, the local authority shall satisfy themselves that the house to be acquired will meet the tolerable standard.
- (2) Before advancing money under this section for any of the purposes specified in paragraphs (b) to (d) of subsection (1), the authority shall satisfy themselves that the house to be constructed, altered, enlarged, repaired, improved or into which the building is to be converted, as the case may be, will, when the construction, alteration, enlargement, repair, improvement or conversion has been completed, meet that standard.

House loans: special cases

216 House loans to tenants exercising right to purchase

- (1) A tenant who seeks to exercise his right to purchase a house under Part III and who has received an offer to sell (or, as the case may be, an amended offer to sell) from the landlord shall be entitled, together with any joint purchaser under section 61(6) (and the said tenant and any joint purchaser are referred to in this section as "the applicant") to apply—
 - (a) in the case where the landlord is a development corporation (including an urban development corporation) or the Scottish Special Housing Association, to that body; or

- (b) in a case where the landlord is the Housing Corporation or a registered housing association, to the Housing Corporation; or
- (c) in any other case, to the local authority for the area in which the house is situated,

for a loan of an amount not exceeding the price fixed under section 62 to assist him to purchase the house.

- (2) A loan application under subsection (1)—
 - (a) must be served on the landlord or other body—
 - (i) within one month after service on the tenant of the offer to sell (or, where there has been service of one or more amended offers to sell or there has been a determination by the Lands Tribunal under section 65(3) which does not require the issue of an amended offer to sell, of the latest of these); or
 - (ii) within one year and 10 months after service of the application to purchase if the tenant has, in terms of section 67, a fixed price option as regards the house;
 - (b) shall be in such form as the Secretary of State shall by order made by statutory instrument prescribe, and shall contain—
 - (i) the amount of the loan which the applicant seeks;
 - (ii) the applicant's annual gross income and his net income after payment of income tax and national insurance contributions;
 - (iii) any liabilities in respect of credit sales or other fixed outgoings of the applicant; and
 - (iv) a statement that the applicant has applied for and been unable to obtain a sufficient building society loan; and
 - (c) shall be accompanied by evidence of the matters referred to in sub-paragraphs (ii) to (iv) of paragraph (b).
- (3) Subject to such requirements as the Secretary of State may by order made by statutory instrument impose, a landlord or other body which receives an application under subsection (1) shall, where it is satisfied on reasonable inquiry (which shall include reasonable opportunity for the applicant to amend his application) that the information contained in the loan application is correct, serve on the applicant an offer of loan, which shall specify a maximum amount of loan calculated in accordance with regulations made by statutory instrument by the Secretary of State.
- (4) A landlord or other body to which application has been made under subsection (1) shall complete its inquiries and either—
 - (a) issue the offer of loan under subsection (3); or
 - (b) refuse the application on the ground that information contained in the loan application is incorrect in a material respect,

within 2 months of the date of service of the loan application.

- (5) An applicant who wishes to accept an offer of loan shall do so along with his notice of acceptance under sections 66(1) or 67(1).
- (6) An offer of loan under subsection (3) together with an acceptance under subsection (5) shall constitute an agreement by the landlord or other body, subject to such requirements as the Secretary of State may by order made by statutory instrument impose, to lend to the applicant for the purpose of purchasing the house—
 - (a) the maximum amount of loan mentioned in subsection (3); or

- (b) the amount of loan sought by the applicant, whichever is the lesser, on the execution by the applicant of a standard security over the house.
- (7) An applicant who is aggrieved by a refusal under subsection (4)(b), or by a failure to comply with the said subsection, or by the calculation of maximum amount of loan mentioned in subsection (3) may, within 2 months of the date of the refusal or failure or of the offer of loan, as the case may be, raise proceedings by way of summary application in the sheriff court for the district in which the house is situated for declarator that he is entitled to a loan in accordance with subsection (3).
- (8) Where in proceedings under subsection (7) the sheriff grants declarator that the applicant is entitled to a loan, such declarator shall have effect as if it were an offer of loan of the amount specified in the declarator duly issued under this section by the landlord or other body.
- (9) A statutory instrument made under subsection (3) or (6) shall be subject to annulment in pursuance of a resolution of either House of Parliament.

Duty of local authorities to offer loans to meet expenses of improvement of houses in housing action areas

- (1) Where the owner or the lessee of a house situated in a housing action area is willing to carry out improvement works which are, in the opinion of the local authority, required in order to bring the house up to the standard specified under section 90(3) or by virtue of section 91(3), he may, not later than 9 months from the date of publication and service of a notice of a final resolution passed under Part I of Schedule 8, apply to the local authority for a loan.
- (2) Subject to this section, if the local authority are satisfied that the applicant can reasonably be expected to meet obligations assumed by him in pursuance of this section in respect of a loan of the amount of the expenditure to which the application relates, the authority shall offer to make a loan of that amount to the applicant, the loan to be secured to the authority by a standard security over the premises consisting of or comprising the house.
- (3) Subject to this section, if the local authority are not so satisfied, but consider that the applicant can reasonably be expected to meet obligations assumed by him in pursuance of this section in respect of a loan of a smaller amount, the authority may, if they think fit, offer to make a loan of that smaller amount to the applicant, the loan to be secured as aforesaid.
- (4) Any offer made by the local authority under this section shall contain a condition to the effect that, if an improvement grant or a repairs grant becomes payable under Part XIII in respect of the expenditure to which the application under this section relates, the authority shall not be required to lend a sum greater than the amount of the expenditure to which the application relates after deduction of the amount of the grant.
- (5) The local authority shall not make an offer under the foregoing provisions of this section unless they are satisfied that—
 - (a) the applicant's estate or interest in the house amounts to ownership or a lease for a period which will not expire before the date for final repayment of the loan, and

- (b) according to a valuation made on behalf of the local authority, the amount of the principal of the loan does not exceed the value which it is estimated the subjects comprised in the security will bear after improvement of the house or houses to the standard specified under section 90(3) or by virtue of section 91(3).
- (6) The rate of interest payable on a loan under this section shall be a variable rate calculated under section 219.
- (7) Subject to this section, the loan offered by the local authority under this section shall be subject to such reasonable terms as the authority may specify in their offer.
- (8) The local authority's offer may in particular include any such terms as are described in paragraphs 4 to 7 of Schedule 17 (repayment of principal and interest) and provision for the advance being made by instalments from time to time as the works of improvement progress.
- (9) Where an improvement grant or repairs grant is payable partly in respect of expenditure to which the application under this section relates, and partly in respect of other expenditure, the reference in subsection (4) to an improvement grant or repairs grant shall be taken as a reference to the part of the grant which in the opinion of the local authority is attributable to the expenditure to which the application under this section relates.

218 Duty of local authority to offer loans to meet expenses of repairs

- (1) Where the person having control of a house is willing to carry out the works necessary to rectify the defects specified in the notice under section 108(2), he may, not later than 21 days from the date of service of the said notice, or from the date of determination of any appeal, apply to the local authority for a loan.
- (2) Subsections (2) to (8) of section 217 shall apply for the purposes of this section as they apply for the purposes of that section, but as if in subsection (5)(b) for the words from "improvement" to the end there were substituted the words "the works necessary to rectify the defects specified in the repair notice have been executed.".

Rates of interest on home loans

219 Local authority home loan interest rates

- (1) Subject to subsections (2) and (3)—
 - (a) any advance of money under a power conferred by section 214 or under any other power to make loans for the like purposes; and
 - (b) any sum secured under any arrangement by which the price or part of the price of a house sold by a local authority is secured by a standard security; and
 - (c) any sum secured under any security which is taken over by a local authority under a power conferred by section 229 (local authority indemnities for building societies, etc.),

is a variable interest home loan for the purposes of this section.

(2) This section does not apply to an advance made before 3rd October 1980 or to a sum secured in respect of the price of a house agreed to be sold before then or (where subsection 1(c) applies) to a security granted before then.

- (3) This section shall not apply to an advance made in implement of a contract constituted by an offer of advance made before that date and an unqualified acceptance of that offer thereafter.
- (4) Subject to section 220, a local authority shall, in respect of their variable interest home loans, charge a rate of interest which shall be equal to whichever is the higher of the following—
 - (a) the standard rate for the time being, as declared by the Secretary of State in accordance with subsection (5);
 - (b) the locally determined rate calculated in accordance with subsection (6).
- (5) In considering what rate to declare as the standard rate for the purposes of subsection (4), the Secretary of State shall take into account interest rates charged by building societies in the United Kingdom and any movement in those rates.
- (6) The locally determined rate for the purposes of this section shall be the rate which is necessary to service loan charges on money which is to be applied to making variable interest home loans during the relevant period of six months (referred to in subsection (7)), together with the addition of one quarter per cent. to cover the administration cost of making and managing variable interest home loans.
- (7) The locally determined rate, for the purposes of this section, shall be determined by each local authority for the period of 6 months not less than one month before the beginning of the relevant period.
- (8) Nothing in this or the following two sections shall affect the operation of section 223(1)(b) (under which a part of certain loans may be free of interest for up to 5 years).

220 Variation of rate by local authority

- (1) Where the declaration of a new standard rate or, as the case may be, the determination of a new locally determined rate, affects the rate of interest chargeable under section 219 by a local authority the authority shall, as soon as practicable after such declaration or determination, serve in respect of each of its variable interest home loans a notice on the borrower which shall, as from the appropriate day—
 - (a) vary the rate of interest payable by him; and
 - (b) where, as the result of the variation, the amount outstanding under the advance or security would increase if the periodic repayments were not increased, increase the amount of the periodic repayments to such an amount as will ensure that the said outstanding amount will not increase.
- (2) In subsection (1), "the appropriate day" means such day as shall be specified in the notice, being—
 - (a) in the case of a new standard rate, a day not less than 2 weeks, nor more than 6 weeks, after service of the notice; and
 - (b) in the case of a new locally determined rate, the first day of the relevant period of 6 months.

221 Variation of rate by Secretary of State

—Notwithstanding anything contained in sections 219 and 220, but subject to section 230, the Secretary of State may, where he considers that the interest rate

charged by a local authority does not satisfy the requirements of section 219(4), direct a local authority—

- (a) to charge an interest rate specified in the direction; and
- (b) to vary the rate in accordance with the provisions of section 220.

Assistance for first-time buyers

222 Advances to recognised lending institutions to assist first-time buyers

- (1) The Secretary of State may make advances to recognised lending institutions enabling them to provide assistance to first-time purchasers of house property in Great Britain where—
 - (a) the purchaser intends to make his home in the property,
 - (b) finance for the purchase of the property (and improvements, if any) is obtained by means of a secured loan from the lending institution, and
 - (c) the purchase price is within the prescribed limits.
- (2) In this section "prescribed" means prescribed by order of the Secretary of State.
- (3) An order—
 - (a) may prescribe different limits for properties in different areas, and
 - (b) shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of the House of Commons.

223 Forms of assistance and qualifying conditions

- (1) Assistance under section 222 (assistance for first-time buyers) may be given in the following ways—
 - (a) the secured loan may be financed by the Secretary of State to the extent of £600 (that amount being normally additional to that which the institution would otherwise have lent, but not so that the total loan exceeds the loan value of the property);
 - (b) £600 of the total loan may be made free of interest, and of any obligation to repay principal, for up to 5 years from the date of purchase; and
 - (c) the institution may provide the purchaser with a bonus on his savings (which bonus shall be tax-exempt) up to a maximum of £110, payable towards the purchase or expenses arising in connection with it.
- (2) The purchaser qualifies for assistance under subsection (1)(a) and (b) (interest-free loan) by satisfying the following conditions with respect to his own savings—
 - (a) that he has been saving with a recognised savings institution for at least 2 years preceding the date of his application for assistance,
 - (b) that throughout the 12 months preceding that date he had at least £300 of such savings, and
 - (c) that by that date he has accumulated at least £600 of such savings; and he qualifies for assistance under subsection (1)(c) (bonus on savings) by satisfying the conditions specified in paragraphs (a) and (b) above.
- (3) The Secretary of State may allow for the conditions to be relaxed or modified in particular classes of case.

- (4) No assistance shall be given in any case unless the amount of the secured loan is at least £1,600 and amounts to not less than 25 per cent. of the purchase price of the property.
- (5) The Secretary of State may by order made with the consent of the Treasury—
 - (a) alter any of the money sums specified in this section;
 - (b) substitute a longer or shorter period for either or both of the periods mentioned in subsection (2)(a) and (b) (conditions as to savings);
 - (c) alter the condition in subsection (2)(c) so as to enable the purchaser to satisfy it with lesser amounts of savings and to enable assistance to be given in such a case according to reduced scales specified in the order;
 - (d) alter the percentage mentioned in subsection (4) (minimum secured loan).
- (6) An order shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of the House of Commons.

224 Recognised lending institutions

(1) The lending institutions recognised for the purposes of section 222 (assistance for first-time buyers) are—

building societies,

local authorities,

development corporations,

The Scottish Special Housing Association,

banks.

insurance companies, and

friendly societies.

- (2) The Secretary of State may by order made with the consent of the Treasury—
 - (a) add to the list in subsection (1), or
 - (b) direct that a named body shall no longer be a recognised lending institution; but before making an order under paragraph (b) he shall give an opportunity for representations to be made on behalf of the body concerned.
- (3) An order shall be made by statutory instrument.

225 Recognised savings institutions

(1) The savings institutions recognised for the purposes of section 223 (qualifying conditions as to savings) are—

building societies,

local authorities,

banks,

friendly societies,

the Director of Savings, and

the Post Office,

and savings institutions recognised for the purposes of the corresponding provisions in force in England or Wales or Northern Ireland.

In this section and in section 227 those corresponding provisions are—

(a) in relation to England and Wales, sections 445 to 449 of the Housing Act 1985;

- (b) in relation to Northern Ireland, Part IX of the Housing (Northern Ireland) Order 1981.
- (2) The Secretary of State may by order made with the consent of the Treasury—
 - (a) add to the list in subsection (1), or
 - (b) direct that a named body shall no longer be a recognised savings institution, but before making an order under paragraph (b) he shall give an opportunity for representations to be made on behalf of the body concerned.
- (3) An order shall be made by statutory instrument.

226 Terms of advances and administration

- (1) Advances to lending institutions under section 222 (assistance for first-time buyers) shall be on such terms as to repayment and otherwise as may be settled by the Secretary of State, with the consent of the Treasury, after consultation with lending and savings institutions or organisations representative of them; and the terms shall be embodied in directions issued by the Secretary of State.
- (2) The following matters, among others, may be dealt with in directions issued by the Secretary of State—
 - (a) the cases in which assistance is to be provided;
 - (b) the method of determining the loan value of property for the purpose of section 223(1)(a) (limit on total loan);
 - (c) the method of quantifying bonus by reference to savings;
 - (d) the considerations by reference to which a person is or is not to be treated as a first-time purchaser of house property;
 - (e) the steps which must be taken with a view to satisfying the conditions in section 223(2) (conditions as to purchaser's own savings), and the circumstances in which those conditions are or are not to be treated as satisfied;
 - (f) the supporting evidence and declarations which must be furnished by a person applying for assistance, in order to establish his qualification for it, and the means of ensuring that restitution is made in the event of it being obtained by false representations;
 - (g) the way in which amounts paid over by way of assistance are to be repaid to the lending institutions and to the Secretary of State.
- (3) The Secretary of State may, to the extent that he thinks proper for safeguarding the lending institutions, include in the terms an undertaking to idemnify the institutions in respect of loss suffered in cases where assistance has been given.

Modifications of building society law and disapplication of provisions of the Restrictive Trade Practices Act 1976 in relation to assistance for first-time buyers

- (1) So much of an advance by a building society which is partly financed under section 222 (assistance for first-time buyers) or the corresponding English or Northern Ireland provisions as is so financed shall be treated as not forming part of the advance for the purpose of determining—
 - (a) whether the advance, or any further advance made within two years of the date of purchase, is beyond the powers of the society, and

- (b) the classification of the advance, or any such further advance, for the purposes of Part III of the Building Societies Act 1986.
- (2) Section 16(3) and (5) of the Restrictive Trade Practices Act 1976 (recommendations by service supply associations to members) shall not apply to recommendations made to lending institutions and savings institutions about the manner of implementing sections 222 to 226 (assistance for first-time buyers) or the corresponding English or Northern Ireland provisions, provided that the recommendations are made with the approval of the Secretary of State, or as the case may be, the Department of Environment for Northern Ireland, which may be withdrawn at any time on one month's notice.

228 Exclusion of Restrictive Trade Practices Act: agreements as to loans on security of new houses

- (1) In determining for the purposes of the Restrictive Trade Practices Act 1976 whether an agreement between building societies is one to which that Act applies by virtue of an order made, or having effect as if made, under section 11 of that Act (restrictive agreements as to services), no account shall be taken of any term (whether or not subject to exceptions) by which the parties or any of them agree not to grant loans on the security of new houses unless they have been built by or at the direction of a person who is registered with, or has agreed to comply with the standards of house building laid down or approved by, an appropriate body.
- (2) In subsection (1)—
 - "appropriate body" means a body concerned with the specification and control of standards of house building which—
 - (a) has its chairman, or the chairman of its board of directors or other governing body, appointed by the Secretary of State, and
 - (b) promotes or administers a scheme conferring rights in respect of defects in the condition of houses on persons having or acquiring interest in them, and

"new house" means a building or part of a building intended for use as a private dwelling and not previously occupied as such.

(3) The reference in subsection (1) to a term agreed to by the parties or any of them includes a term to which the parties or any of them are deemed to have agreed by virtue of section 16 of the Restrictive Trade Practices Act 1976 (recommendations of services supply associations).

Other assistance

229 Local authority indemnities for building societies, etc.

- (1) A local authority may, with the approval of the Secretary of State, enter into an agreement with a building society or recognised body under which the authority binds itself to indemnify the building society or recognised body in respect of—
 - (a) the whole or any part of any outstanding indebtedness of a borrower; and
 - (b) loss or expense to the building society or recognised body resulting from the failure of the borrower duly to perform any obligation imposed on him by a heritable security.

- (2) The agreement may also, where the borrower is made party to it, enable or require the authority in specified circumstances to take an assignation of the rights and liabilities of the building society or recognised body under the heritable security.
- (3) Approval of the Secretary of State under subsection (1) may be given generally in relation to agreements which satisfy specified requirements, or in relation to individual agreements, and with or without conditions, as he thinks fit, and such approval may be withdrawn at any time on one month's notice.
- (4) Before issuing any general approval under subsection (1) the Secretary of State shall consult with such bodies as appear to him to be representative of local authorities, and of building societies, and also with the Building Societies Commission.
- (5) Section 16(3) and (5) of the Restrictive Trade Practices Act 1976 (recommendations by services supply association to members) shall not apply to recommendations made to building societies or recognised bodies about the making of agreements under this section provided that the recommendations are made with the approval of the Secretary of State.
- (6) In this section "recognised body" means a body designated, or of a class or description designated, in an order under this subsection made by statutory instrument by the Secretary of State with the consent of the Treasury.
- (7) Before making an order under subsection (6) varying or revoking an order previously so made, the Secretary of State shall give an opportunity for representations to be made on behalf of a recognised body which, if the order were made, would cease to be such a body.

Assistance by local authority for acquiring houses in need of repair and improvement

- (1) Notwithstanding any other provision of sections 219, 220 and 221, a local authority may, where the conditions set out in subsection (2) are satisifed, give assistance to a person acquiring a house in need of repair or improvement by making provision for waiving or reducing, for a period ending not later than 5 years after the date of an advance of money of the kind mentioned in section 219(1)(a) or of the granting of a security under an arrangement of the kind mentioned in section 219(1)(b), the interest payable on the sum advanced or remaining outstanding under the security, as the case may be.
- (2) The conditions mentioned in subsection (1) are that—
 - (a) the assistance is given in accordance with a scheme which has been approved by the Secretary of State or which conforms with such requirements as may be specified by the Secretary of State by order made by statutory instrument with the consent of the Treasury; and
 - (b) the person acquiring the house has entered into an agreement with the local authority to carry out, within a period specified in the agreement, works of repair or improvement therein specified.

231 Loans by Public Works Loan Commissioners for provision or improvement of housing accommodation

- (1) The Public Works Loan Commissioners may, subject to the provisions of this section, lend money to any person entitled to any land either as owner or as lessee under a lease of which a period of not less than 50 years remains unexpired at the date of the loan for the purpose of constructing or improving, or facilitating or encouraging the construction or improvement of, houses, and any such person may borrow from the Public Works Loan Commissioners such money as may be required for the purposes aforesaid.
- (2) A loan for any of the purposes specified in subsection (1) shall be secured with interest by a heritable security over the land and houses in respect of which that purpose is to be carried out and over such other land and houses, if any, as may be offered as security for the loan.
- (3) Any such loan may be made whether the person receiving the loan has or has not power to borrow on bond and disposition in security or otherwise, independently of this Act, but nothing in this Act shall affect any regulation, statutory or otherwise, whereby any company may be restricted from borrowing until a definite portion of capital is subscribed for, taken or paid up.
- (4) The following conditions shall apply in the case of any such loan—
 - (a) the period for repayment shall not exceed 40 years;
 - (b) no money shall be lent on the security of any land or houses unless the estate or interest therein proposed to be burdened is either ownership or a lease of which a period of not less than 50 years remains unexpired at the date of the loan:
 - (c) the money lent shall not exceed such proportion as is hereinafter authorised of the value, to be ascertained to the satisfaction of the Public Works Loan Commissioners, of the estate or interest in the land or houses proposed to be burdened in pursuance of subsection (2); but loans may be made by instalment from time to time as the building of houses or other work on the land so burdened progresses, so, however, that the total loans do not at any time exceed the amount aforesaid; and the heritable security may be granted accordingly to secure such loans so to be made from time to time.
- (5) The proportion of such value as aforesaid authorised for the purpose of the loan shall be three-fourths but if the loan exceeds two-thirds of such value, the Public Works Loan Commissioners shall require, in addition to such heritable security as is mentioned in subsection (2), such further security as they may think fit.

232 Powers of court in cases relating to instalment purchase agreements

- (1) Where, under the terms of an instalment purchase agreement, a person has been let into possession of a house and, on the termination of the agreement or of his right to possession under it, proceedings are brought for possession of the house, the court may—
 - (a) adjourn the proceedings; or
 - (b) on making an order for possession of the house, supersede extract or postpone the date of possession;

for such period or periods as the court thinks fit.

- (2) On any such adjournment, superseding of extract, or postponement, the court may impose such conditions with regard to the payment by the person in possession in respect of his continued occupation of the house and such other conditions as the court thinks fit.
- (3) The court may revoke or from time to time vary any condition imposed by virtue of this section.
- (4) In this section "instalment purchase agreement" means an agreement for the purchase of a house under which the whole or part of the purchase price is to be paid in 3 or more instalments and the completion of the purchase is deferred until the whole or a specified part of the purchase price has been paid.

233 Power of local authority to assist in provision of seperate service water pipes for houses

- (1) A local authority may if they think fit give assistance in respect of the provision of a separate service pipe for a house in their district which has a piped supply of water from a water main, but no separate service pipe.
- (2) Subject to this section, the assistance shall be by way of making a grant in respect of all or any part of the expenses incurred in the provision of the separate service pipe.
- (3) The reference to expenses in subsection (2) includes, in a case where all or any part of the works required for the provision of the separate service pipe are carried out by a water authority (whether in exercise of default powers or in any other case), a reference to sums payable by the owner of the house, or any other person, to the water authority for carrying out the works.

234 Financial assistance towards tenants' removal expenses

- (1) A local authority shall, in the performance of the functions of management of houses conferred on them by section 17, have power, subject to subsections (2) and (3), in every case where a tenant of a house held by it for housing purposes moves to another house, whether or not that other house is also owned by the local authority—
 - (a) to pay any expenses of the removal;
 - (b) where the tenant is purchasing the house, to pay any expenses incurred by him in connection with the purchase other than the purchase price.
- (2) Paragraph (b) of subsection (1) shall only apply in a case where a tenant of a house moves to another house of the local authority if that house has never been let.
- (3) A local authority may make their payment of expenses in connection with the purchase of a house subject to such conditions as they think fit.
- (4) Nothing in this section shall affect the operation of section 34 of the Land Compensation (Scotland) Act 1973 (disturbance payments for persons without compensatable interests).
- (5) The power conferred on a local authority by subsection (1) to make allowances towards the expenses incurred in removing by persons displaced in consequence of the exercise by the authority of their powers shall include power to make allowances to persons so displaced temporarily in respect of expenses incurred by them in storage of furniture.

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(6) Where, as a result of action taken by a local authority under Part IV, the population of the locality is materially decreased, the authority may pay to any person carrying on a retail shop in the locality such reasonable allowance as they may think fit towards any loss which, in their opinion, he will thereby sustain, so, however, that in estimating any such loss they shall have regard to the probable future development of the locality.

Contributions to assistance for elderly, etc.

Contributions by other local authorities towards expenses of housing pensioners and disabled persons

A regional or islands council may make any contribution they think fit towards expenditure incurred by a local authority in connection with—

- (a) the provision, maintenance and management, under this Act, of housing accommodation for disabled persons and persons of pensionable age; and
- (b) the exercise, in relation to housing accommodation so provided, or for the benefit of persons occupying such accommodation, of any of their functions under section 3, 4 or 5.

PART XIII

LOCAL AUTHORITY GRANTS FOR IMPROVEMENT, REPAIR AND CONVERSION

Improvement grants

236 Power of local authorities to make improvement grants

- (1) Subject to the provisions of this Part, a local authority may give assistance by making an improvement grant in respect of—
 - (a) works required for the provision of houses by the conversion of houses or other buildings;
 - (b) works required for the improvement of houses.
- (2) Subject to subsection (4), in this Part—
 - (a) "improvement", in relation to a house, includes—
 - (i) alteration and enlargement, and
 - (ii) in relation to a house for a disabled occupant, the doing of works required for making it suitable for his accommodation, welfare or employment;
 - (b) any reference to works required for the provision or improvement of a house, whether generally or in any particular respect, includes a reference to any works of repair or replacement needed in the opinion of the local authority paying the grant for the purpose of enabling the house to which the improvement relates to attain a good state of repair,

and "improved" shall be construed accordingly.

(3) In this section—

"disabled occupant" means a disabled person for whose benefit it is proposed to carry out works in respect of which an improvement grant is sought;

"disabled person" means a person who is substantially handicaped by illness, injury or congenital deformity;

"house for a disabled occupant" means a house which—

- (a) is a disabled occupant's only or main residence when an application for an improvement grant in respect of it is made; or
- (b) is likely in the opinion of the local authority to become a disabled occupant's only or main residence not later than the expiry of a reasonable period after the completion of the works in respect of which an improvement grant is sought.
- (4) Any reference in this Part to works required for the improvement of a house does not include a reference to works specified in a notice under section 162 (which empowers a local authority to require the provision of means of escape in the case of fire in a house in multiple occupation) or to works required in connection with works so specified.

Form of application

An application for an improvement grant shall be in such form as may from time to time be prescribed and shall contain full particulars of—

- (a) the works which are proposed to be or are being carried out together with plans and specifications of the works;
- (b) the land on which those works are proposed to be or are being carried out; and
- (c) the expenses (including any professional fees) estimated to be incurred in executing the works, and where the application relates to the provision or improvement of more than one house, the estimate shall specify the proportion of the expenses attributable to each house proposed to be provided or improved.

238 Powers of local authority

- (1) Subject to this Part, a local authority may approve, or refuse to approve, such an application.
- (2) If it approves the application, it shall make an improvement grant.

239 Consent of Secretary of State

- (1) The Secretary of State may give directions to a local authority or to local authorities generally, requiring that an application for an improvement grant or all such applications of any class specified in the directions shall not be approved except with the consent of the Secretary of State and subject to any conditions which he may impose.
- (2) It shall be the duty of any local authority to comply with any such directions.

240 Conditions for approval of applications for improvement grant other than applications relating exclusively to the provision of standard amenities

(1) A local authority shall not approve an application for an improvement grant—

- (a) unless they are satisfied that the owner of every parcel of land on which the improvement works are to be or are being carried out, (other than land proposed to be sold or leased under section 9(4)), has consented in writing to the application and to being bound by any conditions imposed by or under section 246;
- (b) if the improvement works specified in it have been begun, unless they are satisfied that there were good reasons for beginning the works before the application was approved.
- (2) A local authority shall not approve any such application, other than an application to which section 244 (provision of standard amenities) applies—
 - (a) unless, subject to subsection (6), they are satisfied that—
 - (i) the house or houses to which the application for an improvement grant relates will provide satisfactory housing accommodation for such period and conform with such requirements with respect to construction and physical condition and the provision of services and amenities as may be specified for the time being for the purposes of this section by the Secretary of State, and
 - (ii) in a case where the house or houses to which the said application relates is or are comprised in a building containing more than one house, the works to be carried out on the house or houses will not prevent the improvement of any other house in that building;
 - (b) if the application is in respect of the improvement or conversion of a house provided after 15th June 1964, but the Secretary of State may give directions, either generally or with respect to any particular case, as to the waiving of this provision;
 - (c) if, subject to subsections (3) to (6), it is made by the owner of the house to which the application relates or by a member of his family and the house or any part thereof is to be occupied by that owner or by a member of his family after completion of the works and—
 - (i) the rateable value of the occupied premises exceeds the prescribed limit; or
 - (ii) if it is to be provided by the conversion of two or more houses, the aggregate of the rateable values of those houses exceeds the prescribed limit:

Provided that where sub-paragraph (i) applies, a local authority may approve such an application if it is made in relation to a part of the house which after completion of the works will be self-contained and is not to be occupied by the owner or by a member of his family.

- (3) Paragraph (c) of subsection (2) shall not apply—
 - (a) where the house to which the application relates is in a housing action area for improvement declared under section 90 and is listed in the final resolution under section 92(4)(b) or (c) as requiring improvement or integration;
 - (b) where the house to which the application relates is subject to an improvement order made under section 88(1);
 - (c) in relation to an application for an improvement grant for the conversion of a building which does not at the date of the application consist of or include a house; or
 - (d) to a house which is to be occupied by a disabled person (as defined in section 236(3)) in so far as the application is in respect of works which

his disability renders necessary if the house is to be suitable for his accommodation, welfare or employment.

(4) In paragraph (c) of subsection (2)—

"prescribed limit" means such limit of rateable value as the Secretary of State with the consent of the Treasury may prescribe; and different limits may be so prescribed for different cases and for different classes of cases; and a limit so prescribed shall be prescribed by order of the Secretary of State made by statutory instrument which shall be subject to annulment by resolution of either House of Parliament; and

"rateable value" means the rateable value entered in the valuation roll and in force on the date of the application.

- (5) The Secretary of State may by order made in a statutory intrument which shall be subject to annulment by resolution of either House of Parliament vary the provisions of paragraph (c) of subsection (2).
- (6) The local authority may, with the approval of the Secretary of State, disregard any requirement specified by him under subsection (2)(a)(i) in any case where, in the opinion of the local authority, conformity with that requirement would not be practicable at a reasonable expense.

241 Approval of application for improvement grant

- (1) Where a local authority approve an application made under the provisions of this Part for an improvement grant, they shall notify the applicant and where appropriate, the owner, of the amount of the expense (as estimated in the application) approved by them as being attributable to each house proposed to be provided or improved (an amount hereinafter referred to in relation to improvement works as the "approved expense" of executing those works), and of the amount payable, expressed as a percentage of the approved expense and as a cash amount.
- (2) In approving an application for an improvement grant a local authority may require as a condition of paying the grant that the improvement works are carried out within such period (which must not be less than a period of 12 months) as the local authority may specify or within such further period as the local authority may allow.
- (3) Where a local authority—
 - (a) refuse an application, or
 - (b) approve an application but fix as the amount of an improvement grant an amount less than that which may be fixed by virtue of section 242 or 244,

they shall notify the applicant in writing of the grounds of their decision.

242 Amount of improvement grant

(1) Subject to the following provisions of this section, the amount of an improvement grant other than a grant paid under section 244 shall not exceed 50 per cent., or such other percentage as may be prescribed of the approved expense of executing the works, but the approved expense for an improvement grant including any amount allowed for the purposes of subsection (4) shall be subject to a maximum of £10,200 or such other maximum as may be prescribed, in respect of each house to which the application relates.

- (2) If, after an application for a grant has been approved by a local authority, the authority are satisfied that owing to circumstances beyond the control of the applicant the expense of the works will exceed the estimate contained in the application, they may, on receiving a further estimate, substitute a higher amount as the amount of the approved expense of executing the works, but that amount shall not exceed the maximum authorised by virtue of subsection (1).
- (3) A local authority may allow for works for repair and replacement needed, in their opinion, for the purposes of enabling the house to attain a good state of repair—
 - (a) where an application for an improvement grant relates wholly or partly to the provision of any or all of the standard amenities and—
 - (i) on completion of the works the house is in the opinion of the local authority likely to be available for use as a house for a period of at least 10 years, a maximum approved expense not exceeding £3,000 or such other amount as may be prescribed, or 50 per cent., or such other percentage as may be prescribed of the approved expense of executing the improvement works, whichever is the greater; or
 - (ii) on completion of the works the house is in the opinion of the local authority likely to be available for use as a house for a period of less than 10 years, a maximum approved expense not exceeding £300 (or such other amount as may be prescribed) for each standard amenity provided, but subject to a maximum of £1,200 or such other amount as may be prescribed;
 - (b) where an application does not so relate, a maximum approved expense not exceeding 50 per cent., or such other percentage as may be prescribed of the approved expense of executing the improvement works.
- (4) If the local authority are satisfied that in any particular case—
 - (a) there are good reasons for fixing a higher amount than that payable by virtue of subsection (1), that amount may be exceeded by such amount as the Secretary of State may approve; and the approval of the Secretary of State may be given either with respect to a particular case or with respect to a particular class of case;
 - (b) the expense of executing the works was materially enhanced by measures taken to preserve the architectural or historic interest of the house or building to which the application relates, the amount payable by virtue of subsection (1) may be exceeded by such amount as the Secretary of State may approve.
- (5) In any case where—
 - (a) an improvement grant or repairs grant within the meaning of Part I of the Act of 1974, or
 - (b) an improvement grant or repairs grant within the meaning of this Part, or
 - (c) assistance under either of the following enactments—
 - (i) section 1 of the Hill Farming Act 1946,
 - (ii) section 22(2) of the Crofters (Scotland) Act 1955;

has been made or given in respect of a house and, within the period of 10 years beginning on the date on which the grant or assistance was paid or, if it was paid by instalments, the date on which the last instalment was paid, an improvement grant under this Part, other than a grant payable under section 244 or in respect of works for the benefit of a disabled occupant within the meaning of section 236, is made in respect of that house, the

amount payable in relation to that improvement grant shall, when added to the unrepaid amount, if any, of that previous grant or assistance, not exceed 50 per cent., or such other percentage as may be prescribed in pursuance of subsection (1), of the maximum approved expense so prescribed.

- (6) Where by virtue of the making on any occasion of an improvement grant in respect of the improvement of a house, the conditions specified in section 236 are required to be observed with respect to the house before the observance thereof by virtue of the making of an improvement grant on a previous occasion has ceased to be requisite, the provisions of sections 246, 247, 252(4) and Schedule 19 shall apply in relation to the house as regards each occasion on which an improvement grant is so made as if it were the only occasion on which it was so made.
- (7) The percentage of the approved expense that may be prescribed under subsection (1) or (3) shall be prescribed by order of the Secretary of State made with the consent of the Treasury.
- (8) An order made under subsection (7) shall be made by statutory instrument and shall not be made unless a draft has been laid before and approved by resolution of the House of Commons.
- (9) The maximum approved expense that may be prescribed under subsection (1) or (3) shall be prescribed by order of the Secretary of State made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (10) An order under this section may make different provision with respect to different cases or descriptions of case.

243 Payment of improvement grant

- (1) An improvement grant in respect of the expenses incurred for the purpose of the execution of improvement works shall, subject to the following provisions of this section, be paid—
 - (a) within one month of the date on which, in the opinion of the local authority, the house first becomes fit for occupation after the completion of the works; or
 - (b) partly in instalments paid from time to time as the works progress and with a final settlement of the balance within one month of the completion of the works but the aggregate of the instalments paid shall not at any time before the completion of the improvement works exceed 50 per cent., or such other percentage fixed by virtue of section 242(1), or, as the case may be, section 244(6) of the aggregate approved expense of the works executed up to that time.
- (2) The payment of an improvement grant or of an instalment or the balance thereof shall be conditional on the improvement works, or, as the case may be, the part of the works which the local authority consider will entitle the applicant to payment of the instalment or of the balance of the grant, being executed to the satisfaction of the local authority.
- (3) Where an instalment of an improvement grant is paid before the completion of the works, and the works are not completed within 12 months of the date of payment of the instalment, then that instalment and any further instalment paid by the local authority on account of the grant shall, on being demanded by the authority, forthwith become payable to them by the person to whom the instalments were paid, and the instalments

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shall carry interest at such reasonable rate as the local authority may determine from the date on which they were paid by the authority until repaid under this subsection.

Duty of local authorities to make improvement grants where an application relates exclusively to the provision of standard amenities or to disabled occupant; and amount thereof

- (1) Subject to the provisions of this Part, a local authority shall, where an application in that behalf is made to the local authority, give assistance in respect of the improvement of any house by way of making an improvement grant in respect of the cost of executing works required for the house to be provided with one or more of the standard amenities which it presently lacks, if on completion of the works the house will, in the opinion of the local authority—
 - (a) be provided with all of the standard amentities for the exclusive use of its occupants; and
 - (b) meet the tolerable standard.
- (2) A local authority shall not make an improvement grant under this section in respect of a house comprised in a building containing more than one house, unless they are satisfied that the works carried out on the house will not prevent the improvement of any other house in the building.
- (3) Where an application in that behalf is made to a local authority in relation to any house, an improvement grant shall be made under subsection (1) in respect of the cost of executing works required for the house to be provided with a standard amenity, notwithstanding that the house already has such a standard amenity, if in the opinion of the local authority the additional standard amenity to be provided is essential to the needs of a disabled occupant.
- (4) Paragraph (a) of subsection (1) shall not apply where the house in respect of which application for a grant is made is not likely to be available for use as a house for a period of at least 10 years.
- (5) Subsection (1) shall not apply in respect of a house which is or forms part of a house or building as regards which the local authority are satisfied that they have power to serve a notice under section 161 (power to require execution of works of descriptions other than work to make good neglect).
- (6) Subject to subsection (8), the standard amenities for the purposes of this Part are the amenities which are described in the first column of Part I of Schedule 18 and which will be for the exclusive use of the occupants of the house to which the application relates.
- (7) The amount of an improvement grant made under this section shall be 50 per cent. or such other percentage as may be prescribed of the approved expense, which shall be subject to a limit determined in accordance with Part II of Schedule 18.
- (8) The Secretary of State may by order vary the provisions of Schedule 18, and any such order may contain such transitional or other supplementary provisions as appear to the Secretary of State to be expedient.
- (9) Section 86 shall have effect for determining whether a house meets the tolerable standard for the purposes of subsection (1) as it has effect for determining whether a house meets that standard for the purposes of Part IV.

- (10) The Secretary of State may by order—
 - (a) vary the requirements of subsection (1)(a) and (b);
 - (b) vary the amount specified in subsection (6), so as to provide for different amounts of grant to apply for different classes of cases.
- (11) Schedule 18 shall have effect for the purpose of specifying the standard amenities and the maximum eligible amount of improvement grant in respect thereof.
- (12) The percentage of the approved expense that may be prescribed under subsection (7) or (10)(b) shall be prescribed by order of the Secretary of State made with the consent of the Treasury.
- (13) An order made under subsection (8) or (10)(a) shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (14) An order made under subsection (12) shall be made by statutory instrument and shall not be made unless a draft has been laid before and approved by resolution of the House of Commons.

245 Grants restricted to applicant and his personal representatives

In relation to a grant or an application for a grant, any reference in the preceding provisions of this Part to the applicant shall be construed, in relation to any time after his death, as a reference to his personal representatives.

246 Conditions to be observed with respect to houses in respect of which an improvement grant has been made, and registration thereof

- (1) Where an application for an improvement grant has been approved by a local authority, the provisions of this section shall apply with respect to the house for a period of 5 years beginning with the date on which, in the opinion of the local authority, it first becomes fit for occupation after the completion of the improvement works, and shall, so long as those provisions are required to be so observed, be deemed to be part of the terms of any lease or tenancy of the house and shall be enforced accordingly.
- (2) It shall be a condition of the grant that—
 - (a) the house shall not be used for the purposes other than those of a private dwelling-house, but a house shall not be deemed to be used for the purposes other than those of a private dwellinghouse by reason only that part thereof is used as a shop or office, or for business, trade or professional purposes;
 - (b) the house shall not be occupied by the owner or a member of his family except as his only or main residence within the meaning of Part V of the Capital Gains Tax Act 1979;
 - (c) all such steps as are practicable shall be taken to (secure the maintenance of the house in a good state of repair.
- (3) The owner of the house shall, on being required to do so by the local authority, certify that the conditions specified in subsection (2) are being observed with respect to the house, and any tenant of the house shall, on being so required in writing by the owner, furnish to him such information as he may reasonably require for the purpose of enabling him to comply with the provisions of this subsection.

- (4) A local authority shall not, as a prerequisite of approving a grant, require any conditions or obligations, other than the conditions mentioned in this Part or other statutory obligations to be observed with respect to a house in respect of which an improvement grant has been made under this Part.
- (5) The provisions of Schedule 19 shall have effect in the event of a breach of any of the conditions mentioned in this section at a time when they are required to be observed with respect to a house.
- (6) Where a local authority pay an improvement grant or, in a case where an improvement grant is payable partly in instalments as the improvement works progress and the balance after the completion of the works in respect of a house, they shall specify in the notice or record mentioned respectively in subsections (7) and (8) the matters specified in subsection (9).
- (7) If subsection (6) applies, the local authority shall, where the applicant for the grant was not a tenant-at-will or was a tenant-at-will who since applying, has acquired his landlord's interest in the tenancy, cause to be recorded in the General Register of Sasines or registered in the Land Register, as the case may be, a notice in such form as may be prescribed.
- (8) If subsection (6) applies, the local authority shall, where that applicant was and continues to be a tenant-at-will, keep a written record.
- (9) The matters to be specified are—
 - (a) the conditions mentioned in this section which are required to be observed with respect to the house;
 - (b) the period for which the conditions are to be observed; and
 - (c) the provisions of Schedule 19 under which, on a breach of any of the said conditions at a time when they require to be observed, the owner of the house becomes liable to repay to the authority the amount repayable by virtue of that Schedule.
- (10) Any expenses incurred under subsection (7) recording the notice in the Register of Sasines or registering it in the Land Register, as the case may be, shall be repaid to the local authority by the applicant.

Voluntary repayment of improvement grants

- (1) The owner of a house in respect of the provision or improvement of which an improvement grant has been made or the holder of a heritable security over the house, being a heritable creditor entitled to exercise his power of sale, may, at any time when the conditions specified in section 246 are required to be observed with respect to the house, pay to the local authority the like amount as would become payable to them by virtue of Schedule 19 in the event of a breach of any of the conditions referred to in section 246(2), and on the making of the payment observance with respect to the house of those conditions shall cease to be requisite and the provisions of paragraph 7 of the said Schedule shall apply for the purposes of this subsection as they apply for the purposes of that Schedule.
- (2) A sum paid under subsection (1) by a heritable creditor shall be treated as part of the sum secured by the heritable security.

Repairs grants

248 Repairs grants

- (1) Subject to the provisions of this section, where an application for a repairs grant is duly made a local authority—
 - (a) shall approve the application in so far as it relates to the execution of works required by a notice under section 108(1) (repair notices); and
 - (b) in so far as it does not so relate, may approve the application in such circumstances as they think fit.
- (2) A local authority shall not approve an application under this section unless they are satisfied that the house to which the application relates will provide satisfactory housing accommodation for such period as they consider reasonable.
- (3) In considering whether or not to approve an application for a repairs grant, a local authority shall have regard to the question whether, in their opinion, the owner would, without undue hardship, be able to finance the expense of the relevant works without the assistance of a repairs grant:
 - Provided that this subsection shall not apply in any such case as may be prescribed.
- (4) The amount of a repairs grant shall not exceed 50 per cent., or such other percentage as may be prescribed, of the approved expense of the works, but the approved expense shall not exceed £4,800 or such other amount as may be prescribed in respect of each house to which the application relates.
- (5) Sections 237 to 247 (other than sections 240, 242(1), (4) and (7)) shall apply to an application for a repairs grant as they apply to an application for an improvement grant, except that for the purposes of the application of section 243(1)(b), for the words "section 242(1) or as the case may be section 244(6)" are substituted the words "section 248(4)":
 - Provided that section 240(2)(c) shall not apply in relation to an application for a repairs grant in respect of the replacement in a different material of such pipes, cisterns, taps or other equipment used for the supply of water to a house as are wholly or partly made of lead.
- (6) References in this section to a house shall, in relation to an application made under this section for a grant in respect of works which are to rectify defects specified in a notice under section 108(1), be construed as including references to premises other than a house; but where such an application relates to such premises—
 - (a) the local authority shall not, under subsection (2), approve the application unless they are satisfied that the premises form part of a building which contains a house or houses and that house or, as the case may be, all those houses will provide satisfactory housing accommodation as mentioned in that subsection;
 - (b) subsection (4) shall be construed as if the reference in it to each house were a reference to each of the premises other than a house; and
 - (c) subsection (5) shall be construed as if the enactments excepted by that subsection included sections 240(2) to (6), 246(1), (2), (3), and (5) to (10).

- (7) A case that is prescribed under the proviso to subsection (3) shall be prescribed by order of the Secretary of State made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (8) The percentage of the approved expense that may be prescribed under subsection (4) shall be prescribed by order of the Secretary of State made with the consent of the Treasury.
- (9) An order made under subsection (8) shall be made by statutory instrument and shall not be made unless a draft has been laid before and approved by resolution of the House of Commons.
- (10) The maximum approved expense that may be prescribed under subsection (4) shall be prescribed by order of the Secretary of State made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.

Grants for fire escapes

249 Grants for fire escapes for houses in multiple occupation

- (1) Subject to the provisions of this section, where an application for a grant for a fire escape in a house in multiple occupation is duly made, a local authority—
 - (a) shall approve the application in so far as it relates to the execution of works specified in a notice served on any person, other than a public body, under section 162 (which empowers a local authority to require the provision of a means of escape from fire in a house in multiple occupation);
 - (b) in so far as it is not so specified but is required in connection with works so specified, may approve the application.
- (2) A local authority shall not approve an application under this section unless they are satisfied that at the time of completion of the works to which the application relates the house will be in reasonable repair (disregarding the state of internal decorative repair) having regard to its age, character and location.
- (3) Where a local authority approve an application under this section they shall determine the maximum amount of" expenses which they think proper to be incurred for the relevant works; but so much of such amount as relates to works referred to in—
 - (a) paragraph (a) of subsection (1) shall not exceed £8,100 or such other amount as may be prescribed under subsection (8);
 - (b) paragraph (b) of that subsection shall not exceed £3,000 or such other amount as may be prescribed under subsection (8).
- (4) Subject to subsection (5), the amount of grant payable under subsection (1) above in relation to any application shall be 75 per cent. of the maximum amount determined under subsection (3) above in relation thereto or such other percentage of that maximum amount as may be prescribed under subsection (9).
- (5) If, in any case, it appears to the local authority by whom the application is approved that the applicant will not without undue hardship be able to finance the cost of so much of the work as is not met by the grant, they may, as regards that case, increase the percentage referred to in subsection (4) above to such percentage, not exceeding 90 per cent., as they think fit.

- (6) Sections 236 to 239 and 241 to 247 (other than section 241(3)(b), section 242(1), (1A), (3), (4), (6) and (7) and section 244) shall apply to an application for a grant under subsection (1) as they apply to an application For an improvement grant, except that for the purposes of the application of section 243(1)(b), for the words "section 242(1) or as the case may be section 244(6)" are substituted the words "section 248(4) or (5) as the case may be".
- (7) In subsection (1), "public body" means a regional, islands or district council or such other body as the Secretary of State may by order made by statutory instrument specify.
- (8) The maximum amount of expenses prescribed under subsection (3)(a) or (b) shall be prescribed by order of the Secretary of State made by statutory instrument which shall be subject to annulment in pursuance of a resolution of either House of Parliament.
- (9) The percentage of the maximum amount that may be prescribed under subsection (4) shall be prescribed by order of the Secretary of State made with the consent of the Treasury.
- (10) An order made under subsection (9) shall be made by statutory instrument and shall not be made unless a draft has been laid before and approved by resolution of the House of Commons.

Grants for houses in housing action areas

Application of this Part to houses situated in a housing action area and power of local authority to give repairs grants in such areas and amount thereof

- (1) The provisions of this Part shall apply to houses which are to be brought up to the standard specified by a local authority under section 90, or 91 and which are situated in housing action areas for improvement or for demolition and improvement within the meaning of Part IV, but subject to the modifications contained in subsections (2) to (7) below.
- (2) In section 242(1), for "not exceed 50 per cent." there shall be substituted "be 75 per cent.".
- (3) In section 243(1), for "50 per cent." there shall be substituted "75 per cent.".
- (4) In section 254(2), for "75 per cent." there shall be substituted "90 per cent.".
- (5) If, in the case of a house which is in a housing action area on the date on which the application is approved for a grant under section 242(1) as read with subsection (2), it appears to the local authority by whom the application is approved that the applicant will not without undue hardship be able to finance the cost of so much of the improvement work as is not met by the grant, they may increase the percentage under the said subsection from 75 per cent. to such percentage, not exceeding 90 per cent., as they think fit; but this subsection shall not apply where an applicant for an improvement grant is not the owner of the land to which the application relates.
- (6) Sections 238(1), in so far as it relates to refusal to approve an application, and 244 shall not apply, but a local authority shall make an improvement grant to an owner of a house situated in a housing action area as aforesaid in respect of such improvement works as may, in their opinion, be required for the house to be brought up to the standard

specified by the local authority in a resolution passed under section 90 or 91 in relation to that area:

Provided that an improvement grant shall not be made in pursuance of this subsection in respect of a house which is comprised in a building containing more than one house, if the local authority are of the opinion that the improvement works to be carried out on that house would prevent any other house in that building from being brought up to the standard specified as aforesaid.

(7) In section 248—

- (a) for subsections (1) and (2) there shall be substituted the following subsections—
 - "(1) Subject to the following provisions of this section, where an application for a repairs grant is duly made, a local authority shall approve the application in so far as it relates to the execution of works to houses to which the provisions of this Part are applied by section 250(1).
 - (2) A local authority shall not approve an application under this section unless on completion of the works the house will attain the standard specified in the resolution passed under section 90 or 91.";
- (b) in subsection (4), at the beginning there shall be inserted the words "Subject to section 249(5)" and for the words "50 per cent." there shall be substituted the words "75 per cent.";
- (c) in subsection (5), after the words "section 244" there shall be inserted the words "and subsections (3), (4) and (5) of section 249".

Improvement of amenity grants

251 Powers of local authority for improvement of amenities

- (1) For the purpose of securing the improvement of the amenities of a predominantly residential area within their district, a local authority may—
 - (a) carry out any works on land owned by them and assist (whether by grants or loans or otherwise) in the carrying out of any works on land not owned by them;
 - (b) with the agreement of the owner of any land, carry out or arrange for the carrying out of works on that land at his expense, or at the expense of the local authority, or in part at the expense of both;
 - (c) acquire any land by agreement;

and may be authorised by the Secretary of State to purchase any land compulsorily.

(2) The Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 shall apply to a compulsory purchase of land under subsection (1) as if that subsection had been in force immediately before the commencement of this Act.

Grants for thermal insulation

252 Schemes for grants for thermal insulation

- (1) Local authorities shall make grants, in accordance with such schemes as may be prepared and published by the Secretary of State and laid by him before Parliament, towards the cost of works undertaken to improve the thermal insulation of dwellings in their district.
- (2) Schemes under this section shall specify—
 - (a) the descriptions of dwelling and the insulation works qualifying for grants, and
 - (b) the persons from whom applications may be entertained in respect of different descriptions of dwelling.
- (3) The grant shall be such percentage of the cost of the works qualifying for grant as may be prescribed, or such money sum as may be prescribed, whichever is the less.
- (4) A scheme may provide for grants to be made only to those applying on grounds of special need or to be made in those cases on a prescribed higher scale; and for this purpose "special need" shall be determined by reference to such matters personal to the applicant (such as age, disability, bad health and inability without undue hardship to finance the cost of the works) as may be specified in the scheme.
- (5) In this section, "prescribed" means prescribed by order of the Secretary of State made with the approval of the Treasury.
- (6) An order shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of the House of Commons.

253 Finance and administration of schemes under s. 252

- (1) Finance for the making of grants under section 252 shall be provided to local authorities from time to time by the Secretary of State.
- (2) A local authority is not required, nor has power, to make grants under section 252 in any year beyond those for which the Secretary of State has notified them that finance is committed for that year in respect of the authority's district.
- (3) In the administration of grants under section 252 local authorities shall comply with any directions given to them by the Secretary of State after consultation with their representative organisations.
- (4) The Secretary of State may, in particular, give directions as to—
 - (a) the way in which applications for grants are to be dealt with, and the priorities to be observed between applicants and different categories of applicant, and
 - (b) the means of authenticating applications, so that grants are only given in proper cases, and of ensuring that the works are carried out to any standard specified in the applicable scheme.
- (5) The Secretary of State shall, with the approval of the Treasury, pay such sums as he thinks reasonable in respect of the administrative expenses incurred by local authorities in operating schemes under section 252.

Exchequer contributions

254 Exchequer contributions towards improvement or repairs grants or grants for fire escapes

- (1) The Secretary of State may make Exchequer contributions towards the expense incurred by a local authority in making an improvement grant or a repairs grant or a grant under section 250 (grants for fire escapes).
- (2) Subject to any order made by the Secretary of State under subsection (5), an Exchequer contribution under subsection (1) shall be a sum equal to 75 per cent. (in the case of an improvement or repairs grant), or 90 per cent. (in the case of a grant under section 250) of the annual loan charges referable to the amount of the grant, payable for each of the 20 financial years beginning with the year in which were completed the works in respect of which the grant was made.
- (3) For the purposes of this section, the annual loan charges referable to the amount of a grant shall (whatever may be the manner in which the local authority have provided or intend to provide the money requisite for making the grant) be the annual sum which, in the opinion of the Secretary of State, would fall to be provided by the authority for the payment of interest on, and the repayment of, an amount of borrowed money equal to the amount of the grant, being money the period for the repayment of which is 20 years.
- (4) A local authority shall pay to the Secretary of State such percentage as may have been paid to them by virtue of subsection (2) of any sum—
 - (a) recovered by them by virtue of section 246 in consequence of a breach of any of the conditions required to be observed with respect to the house, or
 - (b) paid to them under section 247 in respect of the house.
- (5) The Secretary of State may by order made with the consent of the Treasury vary, either generally or in relation to classes of houses, with respect to grants made in pursuance of applications approved by local authorities after such date as may be specified in the order, the percentages fixed by virtue of subsection (2):

Provided that the said percentages shall not be reduced to less than 65 per cent.

- (6) An order under subsection (5)—
 - (a) shall not be made unless a draft thereof has been approved by a resolution of the House of Commons; and
 - (b) shall not specify under that subsection a date earlier than the date of the laying of the draft;

and before laying such a draft the Secretary of State shall consult with such associations of local authorities as appear to him to be concerned and with any local authority with whom consultation appears to him to be desirable.

255 Exchequer contributions to local authority towards expenditure incurred for improvement of amenities

(1) Subject to the provisions of this section, the Secretary of State may, subject to any directions of the Treasury, pay an Exchequer contribution to a local authority towards such expenditure incurred by them for improvement of amenities under section 248—

- (a) in carrying out works, whether in pursuance of arrangements made or otherwise, or acquiring or appropriating land, or
- (b) in making contributions to any other authority or person towards expenses which might be so incurred by the local authority,

as he may approve for the purposes of this section on an application by the local authority.

- (2) This section does not apply to land to which the housing revenue account relates.
- (3) The approval of the Secretary of State under subsection (1) shall not be given if the works have been begun, unless he is satisfied that there were good reasons for beginning the works before the application had been approved by him.
- (4) For the purposes of this section—
 - (a) the cost of any works shall be taken to be the amount certified by the local authority as appearing to them to be the cost likely to be incurred by them in carrying out those works whether in pursuance of arrangements made or otherwise; and
 - (b) the cost of any land acquired by a local authority under section 248 shall be taken to be the expenses incurred by the authority in connection with the acquisition, and the cost of any land appropriated by a local authority for the purposes of that section shall be taken to be such amount as the Secretary of State may determine.
- (5) An Exchequer contribution under this section shall be a sum payable annually for a period of 20 years beginning with the financial year in which the works are completed and that sum shall be equal to the annual loan charges referable to such percentage of the expenditure approved for the purposes of this section as the Secretary of State shall, with the consent of the Treasury, prescribe by order made by statutory instrument which shall be subject to annulment in pursuance of a resolution of the House of Commons.
- (6) The aggregate of any expenditure approved for the purposes of this section (whether on one or more applications) shall not exceed the sum arrived at by taking £600 for each of the dwellings in the area.
- (7) The Secretary of State may, with the consent of the Treasury, by order substitute another amount for the amount of £600 mentioned in subsection (6), and any such order shall be made by statutory instrument, which shall be subject to annulment in pursuance of a resolution of the House of Commons.
- (8) Without prejudice to subsection (7), the Secretary of State may direct that in the case of a class or classes of predominantly residential areas or in the case of a particular predominantly residential area, subsection (6) shall have effect as if for the amount of £600, or such other amount as may be substituted for that amount under subsection (7), there were substituted a greater amount.
- (9) For the purposes of this section, the annual loan charges referable to any amount shall be the annual sum which, in the opinion of the Secretary of State, would fall to be provided by a local authority for the payment of interest on, and the repayment of, a loan of that amount, being money the period for the repayment of which is 20 years.
- (10) Where any arrangements made between a local authority and a registered housing association so provide, any expenditure incurred by the housing association in pursuance of the arrangements which might have been incurred by the local authority

under section 248 shall be treated for the purposes of subsection (1) as if it were expenditure so incurred by the local authority; and where any such expenditure is approved by the Secretary of State for the purposes of this section—

- (a) subsection (9) shall have effect, in relation to it, as if the reference therein to a local authority were a reference to the housing association, and
- (b) the local authority shall pay to the housing association by way of annual grant an amount not less than so much of the Exchequer contribution paid to the local authority under this section as is referable to that expenditure.

Agricultural tenants, etc.

256 Application of this Part to agricultural tenants, etc.

- (1) For the purposes of the provisions of this Part, a tenant, crofter, landholder or statutory small tenant shall be deemed to be the owner of any house, building or other land on his farm, croft or holding if in respect of the execution thereon of improvement works he would, on the termination of his tenancy, be entitled to compensation under the Agricultural Holdings (Scotland) Act 1949 or the Crofters (Scotland) Acts 1955 and 1961 or the Small Landholders (Scotland) Acts, 1886 to 1931 (as the case may be) as for an improvement.
- (2) Where by virtue of subsection (1) an improvement grant or a repairs grant is made to a crofter, a landholder or a statutory small tenant in respect of a house on his croft or holding, the local authority shall forthwith intimate to the landlord of the croft or holding that an improvement grant or a repairs grant has been so made, and shall inform him of the amount thereof.
- (3) If at any time within the period during which conditions are required by section 246 to be observed with respect to a house provided on a farm, croft or holding otherwise than by the landlord thereof, compensation becomes payable in respect of the house, or of any improvement works executed in relation thereto, as for an improvement under the Agricultural Holdings (Scotland) Act 1949 or the Crofters (Scotland) Act 1955 and 1961 or the Small Landholders (Scotland) Acts 1886 to 1931 (as the case may be), so much of the value of the house or works as is attributable to the sum paid by way of improvement grant or repairs grant, shall be taken into account in assessing the compensation so payable and shall be deducted therefrom.
- (4) The landlord of a farm, croft or holding on which there is a house with respect to which conditions are for the time being required to be observed by virtue of section 246, shall not at any time within the period during which those conditions are so required to be observed be entitled to obtain any consideration by way of rent or otherwise in respect of so much of the value of the house, or of any improvement works executed in relation thereto, as is attributable to the sum paid by way of improvement grant or repairs grant.

PART XIV

ASSISTANCE FOR OWNERS OF DEFECTIVE HOUSING

Eligibility for assistance

257 Designation of defective dwellings by Secretary of State

- (1) The Secretary of State may designate as a class any buildings each of which consists of or includes one or more dwellings if it appears to him that—
 - (a) buildings in the proposed class are defective by reason of their design or construction, and
 - (b) by virtue of the circumstances mentioned in paragraph (a) having become generally known, the value of some or all of the dwellings concerned has been substantially reduced.
- (2) A dwelling which is, or is included in a building in a class so designated is referred to in this Part as a "defective dwelling"; and in this Part in relation to such a dwelling—
 - (a) "the qualifying defect" means what, in the opinion of the Secretary of State, is wrong with the buildings in that class; and
 - (b) "the cut-off date" means the date by which, in the opinion of the Secretary of State, the circumstances mentioned in subsection (1)(a) became generally known.
- (3) A designation shall describe the qualifying defect and specify—
 - (a) the cut-off date,
 - (b) the date (being a date on or after the cut-off date) on which the designation is to come into operation,
 - (c) the period within which persons may seek assistance under this Part in respect of the defective dwellings concerned.
- (4) A designated class shall not be described by reference to the area in which the buildings concerned are situated.
- (5) Notice of a designation shall be published in the Edinburgh Gazette.
- (6) Any question arising as to whether a building is or was at any time in a class designated under this section shall be determined by the Secretary of State.

258 Variation or revocation of designation

- (1) The Secretary of State may—
 - (a) vary a designation under section 257, but not so as to vary the cut-off date, or
 - (b) revoke such a designation.
- (2) The Secretary of State may by a variation of the designation extend the period referred to in section 257(3)(c) (period within which assistance must be applied for) whether or not it has expired.
- (3) The variation or revocation of a designation does not affect the operation of the provisions of this Part in relation to a dwelling if, before the variation or revocation comes into operation, the dwelling is a defective dwelling by virtue of the designation in question and an application for assistance under this Part has been made.

(4) Notice of the variation or revocation of a designation shall be published in the Edinburgh Gazette.

259 Conditions of eligibility

- (1) Subject to the following provisions of this Part, a person to whom this section applies is eligible for assistance in respect of a defective dwelling for the purposes of this Part if—
 - (a) his interest in the dwelling is that of owner ("the owner's interest"), and
 - (b) one of the following sets of conditions is satisfied.
- (2) This section applies to—
 - (a) an individual who is not a trustee,
 - (b) trustees, if all the beneficiaries are individuals, and
 - (c) personal representatives.
- (3) The first set of conditions is that—
 - (a) there was a disposal by a public sector authority of the owner's interest in the dwelling before the cut-off date; and
 - (b) there has been no disposal for value by any person of owner's interest in the dwelling on or after the cut-off date;

and for the purposes of this subsection where a public sector authority hold an interest in a dwelling a disposal of that interest by or under any enactment is to be treated as a disposal by the authority.

- (4) The second set of conditions is that—
 - (a) a person to whom this section applies acquired the owner's interest in the dwelling on a disposal for value occurring within the period of 12 months beginning with the cut-off date;
 - (b) on the date of that disposal he was unaware of the association of the dwelling with the qualifying defect;
 - (c) the value by reference to which the price for the disposal was calculated did not take any, or any adequate, account of the qualifying defect; and
 - (d) if the cut-off date had fallen immediately after the date of the diposal, the first set of conditions would have been satisfied.

260 Exceptions to eligibility

A person is not eligible for assistance in respect of a defective dwelling if the local authority are of the opinion that—

- (a) work to the building that consists of or includes the dwelling has been carried out in order to deal with the qualifying defect, and
- (b) on the completion of the work, no further work relating to the dwelling was required to be done to the building in order to deal satisfactorily with the qualifying defect.

261 Construction of references to disposal, etc.

(1) References in this Part to a disposal include a part disposal; but for the purposes of this Part a disposal of an interest in a dwelling is a disposal of a relevant interest in

- the dwelling only if on the disposal the person to whom it is made acquires a relevant interest in the dwelling.
- (2) Subject to subsection (3), where any interest in land is disposed of, the time at which the disposal is made is, for the purposes of this Part, the time the missives are concluded (and not, if different, the date of entry specified in the missives).
- (3) If the missives contain a condition precedent (and in particular if they contain a condition relating to the exercise of an option) the time at which the disposal is made for those purposes is the time when the condition precedent is satisfied.
- (4) References in this Part to a disposal of an interest for value are to a disposal for money or money's worth, whether or not representing full value for the interest disposed of.
- (5) In relation to a person holding an interest in a dwelling formed by the conversion of another dwelling, references in this Part to a previous disposal of an interest in the dwelling include a previous disposal on which an interest in land which included that part of the original dwelling in which his interest subsists was acquired.

Determination of entitlement

262 Application for assistance

A person seeking assistance under this Part in respect of a defective dwelling shall make a written application to the local authority within the period specified in the relevant designation.

263 Application not to be entertained where grant application pending or approved

- (1) The local authority shall not entertain an application for assistance under this Part if—
 - (a) an application has been made in respect of the defective dwelling (whether before or after the relevant designation came into operation) for a grant under Part XIII, and
 - (b) the relevant works in relation to that grant include the whole or part of the work required to reinstate the dwelling,

unless the grant application has been refused or has been withdrawn under subsection (2) or the relevant works have been completed.

- (2) Where a person has applied for such a grant in respect of a dwelling and—
 - (a) the dwelling is a defective dwelling, and
 - (b) the relevant works include the whole or part of the work required to reinstate it, he may withdraw his application, whether or not it has been approved, if the relevant works have not been begun.
- (3) In this section "relevant works", in relation to a grant, means works of improvement or repair within the meaning of Part XIII.

264 Determination of eligibility

(1) A local authority receiving an application for assistance under this Part shall as soon as reasonably practicable give notice in writing to the applicant stating whether in their opinion he is eligible for assistance in respect of the defective dwelling.

- (2) If they are of opinion that he is not so eligible, the notice shall state the reasons for their view.
- (3) If they are of opinion that he is so eligible, the notice shall inform him of his right to make such a claim as is mentioned in section 265(2) (claim that assistance by way of reinstatement grant is inappropriate in his case).

265 Determination of form of assistance to which applicant is entitled

- (1) A local authority receiving an application for assistance under this Part shall, if the applicant is eligible for assistance, determine whether he is entitled to assistance by way of reinstatement grant or by way of repurchase.
- (2) If the authority are satisfied, on a claim by the applicant to that effect, that it would be unreasonable to expect him to secure or await the carrying out of the work required to reinstate the defective dwelling, the applicant is entitled to assistance by way of repurchase.
- (3) Subject to subsection (2), the applicant is entitled to assistance by way of reinstatement grant if the authority are satisfied that the conditions for such assistance set out in section 266 are met, and otherwise to assistance by way of repurchase.

266 Conditions for assistance by way of reinstatement grant

- (1) The conditions for assistance by way of reinstatement grant are, subject to any order under subsection (2)—
 - (a) that the dwelling is a house (as denned in section 302);
 - (b) that if the work required to reinstate the dwelling (together with any other work which the local authority are satisfied the applicant proposes to carry out) were carried out—
 - (i) the dwelling would be likely to provide satisfactory housing accommodation for a period of at least 30 years, and
 - (ii) an individual acquiring ownership of the dwelling with vacant possession would be likely to be able to obtain a loan on the security of it on satisfactory terms from a lending institution;
 - (c) that giving assistance by way of reinstatement grant is justified having regard, on the one hand, to the amount of reinstatement grant that would be payable in respect of the dwelling and, on the other hand, to the likely value of the dwelling with vacant possession after the work required to reinstate it has been carried out; and
 - (d) that the amount of reinstatement grant would not be likely to exceed the aggregate of the price payable on the acquisition of the applicant's interest in the dwelling in pursuance of this Part and the amount to be reimbursed under section 280 (reimbursement of expenses incidental to repurchase).
- (2) The Secretary of State may by order amend the conditions set out in subsection (1) so as to modify or omit any of the conditions or to add or substitute for any of the conditions other conditions.
- (3) An order—
 - (a) may make different provision for different classes of case,
 - (b) shall be made by statutory instrument, and

- (c) shall not be made unless a draft of it has been laid before and approved by a resolution of each House of Parliament.
- (4) An order does not affect an application for assistance made before the order comes into force.

267 Meaning of "work required for reinstatement" and "associated arrangement"

- (1) For the purposes of this Part the work required to reinstate a defective dwelling is the work relating to the dwelling that is required to be done to the building that consists of or includes the dwelling in order to deal satisfactorily with the qualifying defect, together with any further work—
 - (a) required to be done, in order to deal satisfactorily with the qualifying defect, to any garage or outhouse designed or constructed as that building is designed or constructed, being a garage or outhouse in which the interest of the person eligible for assistance subsists and which is occupied with and used for the purposes of the dwelling or any part of it, or
 - (b) reasonably required in connection with other work falling within this subsection.
- (2) In this Part, "associated arrangement" means an arrangement which is entered into in connection with the execution of the work required to reinstate a defective dwelling and is likely to contribute towards the dwelling being regarded as an acceptable security by a lending institution.

268 Notice of determination

- (1) Where an applicant is eligible for assistance, the authority to whom the application was made shall as soon as reasonably practicable give him notice in writing (a "notice of determination") stating the form of assistance to which he is entitled.
- (2) If, on such a claim by the applicant as is mentioned in section 265(2) (claim that assistance by way of reinstatement grant is inappropriate in his case), the authority are not satisfied that it would be unreasonable to expect him to secure or await the carrying out of the work required to reinstate the defective dwelling, the notice shall state the reasons for their view.
- (3) A notice stating that the applicant is entitled to assistance by way of reinstatement grant shall also state—
 - (a) the grounds for the authority's determination;
 - (b) the work which, in their opinion, is required to reinstate the defective dwelling;
 - (c) the amount of expenditure which, in their opinion, may properly be incurred in executing the work;
 - (d) the amount of expenditure which, in their opinion, may properly be incurred in entering into an associated arrangement;
 - (e) the condition required by section 270 (execution of work to satisfaction of authority within specified period), including the period within which the work is to be carried out; and
 - (f) their estimate of the amount of grant payable in respect of the dwelling in pursuance of this Part.

- (4) A notice stating that the applicant is entitled to assistance by way of repurchase shall also state the grounds for the authority's determination and the effect of—
 - (a) paragraphs 1 to 3 of Schedule 20 (request for notice of proposed terms of repurchase), and
 - (b) sections 281, 283 and 284(1) (provisions for grant of tenancy to former owner-occupier of repurchased dwelling).
- (5) References in the following provisions of this Part to a person entitled to assistance by way of reinstatement grant or, as the case may be, by way of repurchase are to a person who is eligible for assistance in respect of the dwelling and on whom a notice of determination has been served stating that he is entitled to that form of assistance.

Assistance by way of reinstatement grant

269 Reinstatement grant

- (1) Where a person is entitled to assistance by way of reinstatement grant, the local authority shall pay reinstatement grant to him in respect of—
 - (a) the qualifying work, and
 - (b) any associated arrangement,

subject to and in accordance with the following provisions of this Part.

(2) The "qualifying work" means the work stated in the notice of determination, or in a notice under section 272 (notice of change of work required), to be the work which in the opinion of the local authority is required to reinstate the dwelling.

270 Conditions of payment of reinstatement grant

- (1) It is a condition of payment of reinstatement grant that the qualifying work is carried out—
 - (a) to the satisfaction of the local authority, and
 - (b) within the period specified in the notice of determination, or that period as extended.
- (2) The period so specified shall be such reasonable period (of at least 12 months), beginning with service of the notice, as the authority may determine.
- (3) The authority shall, if there are reasonable grounds for doing so, by notice in writing served on the person entitled to assistance, extend or further extend the period for carrying out the qualifying work (whether or not the period has expired).
- (4) Payment of reinstatement grant shall not be subject to any other condition, however expressed.

271 Amount of reinstatement grant

- (1) The amount of reinstatement grant payable is the appropriate percentage of whichever is the least of—
 - (a) the amount stated in the notice of determination, or in a notice under section 272 (notice of change in work required or expenditure permitted), to be the amount of expenditure which, in the opinion of the local authority, may

- properly be incurred in executing the qualifying work and entering into any associated arrangement,
- (b) the expenditure actually incurred in executing the qualifying work and entering into any associated arrangement, and
- (c) the expenditure which is the maximum amount permitted to be taken into account for the purposes of this section.
- (2) The appropriate percentage is 90 per cent. or, in a case where the authority are satisfied that the person entitled to assistance would suffer financial hardship unless a higher percentage of the expenditure referred to in subsection (1) were paid to him, 100 per cent.
- (3) The Secretary of State may by order vary either or both of the percentages mentioned in subsection (2).
- (4) The maximum amount of expenditure permitted to be taken into account for the purposes of this section is the amount specified as the expenditure limit by order made by the Secretary of State, except in a case or description of case in which the Secretary of State, on the application of a local authority, approves a higher amount.
- (5) An order under subsection (4) may make different provision for different areas, different designated classes and different categories of dwelling.
- (6) An order under this section shall be made by statutory instrument which shall be subject to annulment in pursuance of a resolution of the House of Commons.

272 Changes in work or expenditure

Where the local authority are satisfied that—

- (a) the work required to reinstate the defective dwelling is more extensive than that stated in the notice of determination or in a previous notice under this section, or
- (b) the amount of the expenditure which may properly be incurred in executing that work is greater than that so stated, or
- (c) there is an amount of expenditure which may properly be incurred in entering into an associated arrangement but no such amount is stated in the notice of determination or a previous notice under this section, or
- (d) where such an amount is so stated, the amount of expenditure which may be properly so incurred is greater than that amount,

they shall by notice in writing served on the person entitled to assistance state their opinion as to that amount or, as the case may be, that work and that amount; and the amount of reinstatement grant shall be adjusted accordingly.

273 Payment of reinstatement grant

- (1) The local authority may pay reinstatement grant in respect of the qualifying work in a single sum on completion of the work or by instalments.
- (2) No instalment shall be paid if the instalment, together with any amount previously paid, would exceed the appropriate percentage of the cost of so much of the qualifying work as has been executed at that time.

(3) The authority shall pay reinstatement grant in respect of an associated arrangement when payment in respect of the expenditure incurred in entering into the arrangement falls to be made.

274 Repayment of grant for breach of condition

- (1) Where an amount of reinstatement grant has been paid in one or more instalments and the qualifying work is not completed within the period for carrying out the work, the local authority may, if they think fit, require the person who was entitled to assistance to repay that amount to them forthwith.
- (2) The amount required to be repaid (or, if it was paid in more than one instalment, the amount of each instalment) shall carry interest, at such reasonable rate as the authority may determine, from the date on which it was paid until repayment.

Assistance by way of repurchase

275 Repurchase

Schedule 20 shall have effect with respect to assistance by way of repurchase, as follows—

Part I—The agreement to repurchase.

Part II—Price payable and valuation.

276 Repurchase by authority other than local authority

Where the local authority give a notice of determination to a person stating that he is entitled to assistance by way of repurchase and they are of opinion that—

- (a) a relevant interest in the dwelling was disposed of by a public sector authority mentioned in column 1 of the following Table (or a predecessor mentioned there of such an authority),
- (b) there has been no disposal within paragraph (a) since the time of that disposal, and
- (c) any conditions mentioned in column 2 of the Table in relation to the authority are met,

they shall forthwith give that other authority a notice in writing, together with a copy of the notice of determination, stating that the authority may acquire, in accordance with this Part, the interest of the person entitled to assistance.

TABLE

Public sector authority	Conditions
1. A registered housing association (other than a co-operative housing association) or a predecessor housing association of that association.	None.
2. The Scottish Special Housing Association.	None.

Public sector authority	Conditions
3. A development corporation.	None.
4. Another local authority or a predecessor of that authority.	The local authority provide housing accommodation in the vicinity of the defective dwelling with which the dwelling may conveniently be managed.
5. Any other public sector authority prescribed by order of the Secretary of State, or a predecessor so prescribed.	Any conditions prescribed by the order.

- (2) The other authority may, within the period of four weeks beginning with the service of the notice on them, give notice in writing to the local authority—
 - (a) stating that they wish to acquire the interest, and
 - (b) specifying the address of the principal office of the authority and any other address which may also be used as an address for service;

and the local authority shall forthwith give to the person entitled to assistance a transfer notice, that is, a notice in writing of the contents of the notice received by them and the effect of subsection (3).

- (3) After a transfer notice has been given to the person entitled to assistance, the other authority shall be treated as the appropriate authority for the purposes of anything done or falling to be done under this Part, except that—
 - (a) a request under paragraph 2 of Schedule 21 (request for notice of proposed terms of acquisition) may be made either to the local authority or to the other authority, and
 - (b) any such request given to the local authority (whether before or after the notice) shall be forwarded by them to the other authority;

and references in this Part to "the purchasing authority" shall be construed accordingly.

(4) An order under this section shall be made by statutory instrument.

277 Interest subject to right of pre-emption, etc.

- (1) This section applies where a person ("the owner") is entitled to assistance by way of repurchase in respect of a defective dwelling and there is a condition in the title relating to his interest in the dwelling whereby—
 - (a) before disposing of the interest he must offer to dispose of it to a public sector authority, or
 - (b) in the case of an interest under a lease, he may require a public sector authority who are his landlords to accept a surrender of the lease but is otherwise prohibited from disposing of it.
- (2) If the public sector authority are the local authority in whose area the dwelling is situated, the condition in the title shall be disregarded for the purposes of Schedule 20 (repurchase).
- (3) If the public sector authority are not the local authority, the provisions of this Part as to repurchase do not apply so long as there is such a condition in the title; but if—
 - (a) the owner disposes of his interest to the public sector authority in pursuance of the condition in the title or lease, and

(b) the interest acquired by that authority on the disposal subsists only in the land affected, that is to say, the defective dwelling and any garage, outhouse, garden, yard and pertinents belonging to or usually enjoyed with the dwelling or any part of it,

the owner is entitled to be paid by the local authority the amount (if any) by which 95 per cent. of the defect-free value exceeds the consideration for the disposal.

- (4) For the purposes of this section—
 - (a) the "consideration for the disposal" means the amount before any reduction required by section 72 (reduction corresponding to amount of discount repayable) or any provision to the like effect, and
 - (b) the "defect-free value" means the amount that would have been the consideration. for the disposal if none of the defective dwellings to which the designation in question related had been affected by the qualifying defect.

Compulsory purchase compensation to be made up to 95 per cent of defect-free value

- (1) Where a person ("the owner") has disposed of an interest in a defective dwelling, otherwise than in pursuance of Schedule 20 (repurchase), to an authority possessing compulsory purchase powers and—
 - (a) immediately before the time of the disposal he was eligible for assistance under this Part in respect of the dwelling,
 - (b) the amount paid as consideration for the disposal did not include any amount attributable to his right to apply for such assistance, and
 - (c) on the disposal the authority acquired an interest in any of the affected land, that is to say, the defective dwelling and any garage, outhouse, garden, yard and pertinents belonging to or usually enjoyed with the dwelling or any part of it,

he is entitled, subject to the following provisions of this section, to be paid by the local authority the amount (if any) by which 95 per cent. of the defect-free value exceeds the amount of the compensation for the disposal.

- (2) For the purposes of this section—
 - (a) the "amount of compensation for the disposal" means the amount that would have been the proper amount of compensation for the disposal (having regard to any relevant determination of the Lands Tribunal) or, if greater, the amount paid as the consideration for the disposal, and
 - (b) the "defect-free" value means the amount that would have been the proper amount of compensation for the disposal if none of the defective dwellings to which the designation in question related had been affected by the qualifying defect:

but excluding, in either case, any amount payable for disturbance or for any other matter not directly based on the value of land.

- (3) For the purposes of this section, it shall be assumed that the disposal occurred on a compulsory acquisition (in cases where it did not in fact do so).
- (4) Where the compensation for the disposal fell to be assessed by reference to the value of the land as a site cleared of buildings and available for development, it shall be assumed for the purposes of determining the defect-free value that it did not fall to be so assessed.

- (5) The amount payable by the local authority under this section shall be reduced by the amount of any payment made in respect of the defective dwelling under section 304 or 305 (payments for well-maintained houses).
- (6) In this section "authority possessing compulsory purchase powers" has the same meaning as in the Land Compensation (Scotland) Act 1963.

279 Supplementary provisions as to payments under s. 277 or 278

- (1) The local authority are not required to make a payment to a person under—
 - (a) section 277 (making-up of consideration on disposal in pursuance of right of pre-emption, etc.), or
 - (b) section 278 (making up of compulsory purchase compensation), unless he makes a written application to them for payment before the end of the period of two years beginning with the time of the disposal.
- (2) Where the authority—
 - (a) refuse an application for payment under section 277 on any grounds, or
 - (b) refuse an application for payment under section 278 on the grounds that the owner was not eligible for assistance in respect of the defective dwelling,

they shall give the applicant written notice of the reasons for their decision.

- (3) Any question arising—
 - (a) under section 277 or 278 as to the defect-free value, or
 - (b) under section 278 as to the amount of compensation for the disposal, shall be determined by the district valuer if the owner or the local authority so require by notice in writing served on the district valuer.
- (4) A person serving a notice on the district valuer in pursuance of subsection (3) shall serve notice in writing of that fact on the other party.
- (5) Before making a determination in pursuance of subsection (3), the district valuer shall consider any representation by the owner or the authority made to him within 4 weeks from the service of the notice under that subsection

280 Reimbursement of expenses incidental to repurchase

- (1) A person whose interest in a defective dwelling is acquired by the purchasing authority in pursuance of Schedule 20 (repurchase) is entitled to be reimbursed by the purchasing authority the proper amount of—
 - (a) expenses in respect of legal services provided in connection with the authority's acquisition, and
 - (b) other expenses in connection with negotiating the terms of that acquisition, being in each case expenses which are reasonably incurred by him after receipt of a notice under paragraph 3 of that Schedule (authority's notice of proposed terms of acquisition).
- (2) An agreement between a person and the purchasing authority is void in so far as it purports to oblige him to bear any part of the costs or expenses incurred by the authority in connection with the exercise by him of his rights under this Part.

Effect of repurchase on occupier

Effect of repurchase on certain existing tenancies

- (1) Where an authority mentioned in section 44 (authorities satisfying the landlord condition for secure tenancy) acquire an interest in a defective dwelling in pursuance of Schedule 20 (repurchase) and—
 - (a) the land in which the interest subsists is or includes a house occupied as a separate dwelling, and
 - (b) the interest of the person entitled to assistance by way of repurchase is, immediately before the completion of the authority's acquisition, subject to a tenancy of the house,

the tenancy shall not, on or after the acquisition, become a secure tenancy unless the conditions specified in subsection (2) are met.

(2) The conditions are—

- (a) that the tenancy was a protected tenancy throughout the period beginning with the making of an application for assistance under this Part in respect of the defective dwelling and ending immediately before the authority's acquisition; and
- (b) no notice was given in respect of the tenancy in accordance with any of Cases 11 to 14 and 16 to 21 in Schedule 2 to the Rent (Scotland) Act 1984 (notice that possession might be recovered under that Case) or under section 34(1)(d) of the Tenants Rights Etc. (Scotland) Act 1980 (notice that tenancy is to be a protected short tenancy).

282 Grant of tenancy to former owner-occupier

- (1) Where an authority acquire an interest in a defective dwelling in pursuance of Schedule 20 (repurchase), or in the circumstances described in section 277(3) (exercise of right of pre-emption, etc.), and—
 - (a) the land in which the interest subsists is or includes a house occupied as a separate dwelling, and
 - (b) an individual is an occupier of the house throughout the period beginning with the making of an application for assistance under this Part in respect of the dwelling and ending immediately before the completion of the authority's acquisition, and
 - (c) he is a person entitled to assistance by way of repurchase in respect of the defective dwelling, or the persons so entitled are in relation to the interest concerned his trustees.

the authority shall, in accordance with this section, either grant or arrange for him to be granted a tenancy of that house or another on the completion of their acquisition of the interest concerned.

- (2) If the authority are among those mentioned in section 44(1) (public sector authorities capable of granting secure tenancies) their obligation is to grant a secure tenancy.
- (3) In any other case their obligation is to grant or arrange for the grant of either—
 - (a) a secure tenancy, or

- (b) a protected tenancy other than one under which the landlord might recover possession under one of the cases in Part II of Schedule 2 to the Rent (Scotland) Act 1984 (cases in which the court must order possession).
- (4) Where two or more persons qualify for the grant of a tenancy under this section in respect of the same house, the authority shall grant the tenancy, or arrange for it to be granted, to such one or more of them as they may agree among themselves or (if there is no such agreement) to all of them.

283 Grant of tenancy to former statutory tenant

- (1) Where an authority mentioned in section 44 (public sector authorities capable of granting secure tenancies) acquire an interest in a defective dwelling in pursuance of Schedule 20 (repurchase), and—
 - (a) the land in which the interest subsists is or includes a house occupied as a separate dwelling, and
 - (b) an individual is an occupier of a house throughout the period beginning with the making of an application for assistance under this Part in respect of the dwelling and ending immediately before the completion of the authority's acquisition, and
 - (c) he is a statutory tenant of the house at the end of that period, and
 - (d) no notice was given in respect of the original tenancy in accordance with any of Cases 11 to 14 and 16 to 21 in Schedule 2 to the Rent (Scotland) Act 1984 (notice that possession might be recovered under that Case) or under section 34(1)(d) of the Tenant's Rights Etc. (Scotland) Act 1980 (notice that tenancy is to be a protected shorthold tenancy), and
 - (e) the interest of the person entitled to assistance would, if the statutory tenancy were a contractual tenancy, be subject to the tenancy at the end of the period mentioned in paragraph (b),

the authority shall grant him a secure tenancy (of that house or another) on the completion of their acquisition of the interest concerned.

- (2) Where two or more persons qualify for the grant of a tenancy under this section in respect of the same house, the authority shall grant the tenancy to such one or more of them as they may agree among themselves or (if there is no such agreement) to all of them.
- (3) If at any time after the service of a notice of determination it appears to the purchasing authority that a person may be entitled to request them to grant him a secure tenancy under this section, they shall forthwith give him notice in writing of that fact.

284 Alternative accommodation under s. 282 or 283

- (1) The house to be let under the tenancy granted to a person—
 - (a) under section 282 or 283 (grant of tenancy to former owner occupier or statutory tenant of defective house acquired by authority), or
 - (b) under arrangements made for the purposes of section 283,

shall be the house of which he is the occupier immediately before the completion of the authority's acquisition (the "current house"), except in the following Cases—

Case 1

By reason of the condition of any building of which the current house consists or of which it forms part, the house may not safely be occupied for residential purposes.

Case 2

The authority intend, within a reasonable time of the completion of their acquisition of the interest concerned—

- (a) to demolish or reconstruct the building which consists of or includes the defective dwelling in question, or
- (b) to carry out work on any building or land in which the interest concerned subsists,

and cannot reasonably do so if the current house remains in residential occupation.

- (2) In those Cases the house to be let shall be another house which, so far as is reasonably practicable in the case of that authority, affords accommodation which is—
 - (a) similar as regards extent and character to the accommodation afforded by the current house,
 - (b) reasonably suitable to the means of the prospective tenant and his family, and
 - (c) reasonably suitable to the needs of the prospective tenant and his family as regards proximity to place of work and place of education.

285 Request for tenancy under s. 282 or 283

- (1) An authority are not required to grant, or arrange for the grant of, a tenancy to a person under section 282 or 283 unless he requests them to do so in writing before—
 - (a) in the case of an acquisition under Schedule 20 (repurchase), the service on the person entitled to assistance of an offer to purchase under paragraph 4 of that Schedule, or
 - (b) in the case of an acquisition in the circumstances described in section 277(3) (acquisition in pursuance of right of pre-emption, etc.), the time of the disposal.
- (2) An authority receiving a request under subsection (1) shall, as soon as reasonably practicable, give notice in writing to the person making the request stating whether in their opinion either of the Cases in section 284(1) applies (cases in which tenancy may be of a house other than the current house).
- (3) If their opinion is that either Case does apply, the notice shall also state which of the Cases is applicable and the effect of section 284.

286 Interpretation of ss. 281 to 285

In sections 281 to 285 (effect of repurchase on occupier)—

- (a) "house" has the same meaning as in Part III (secure tenancies);
- (b) "occupier", in relation to a house, means a person who occupies the house as his only or principal home or (in the case of a statutory tenant) as his residence;
- (c) references to the grant of a secure tenancy are to the grant of a tenancy which would be a secure tenancy assuming that the tenant under the tenancy occupies the house as his only or principal home.

Local schemes

287 Designation of defective dwellings under local schemes

- (1) A local authority may by resolution designate as a class buildings in their area each of which consists of or includes one or more dwellings if it appears to them that—
 - (a) buildings in the proposed class are defective by reason of their design or construction, and
 - (b) by virtue of the circumstances mentioned in paragraph (a) having become generally known, the value of some or all of the dwellings concerned has been substantially reduced.
- (2) Subsection (1) does not apply to a building in a class designated under section 257 (designation by Secretary of State); but a building does not cease to be included in a class designated under this section by virtue of its inclusion in a class designated under that section.
- (3) A dwelling which is, or is included in, a building in a class so designated is referred to in this Part as a "defective dwelling"; and in this Part, in relation to such a dwelling—
 - (a) "the qualifying defect" means what, in the opinion of the authority, is wrong with the buildings in that class, and
 - (b) "the cut-off date" means the date by which, in the opinion of the authority, the circumstances mentioned in subsection (1)(a) became generally known.
- (4) A designation shall describe the qualifying defect and specify—
 - (a) the cut-off date,
 - (b) the date (being a date falling on or after the cut-off date) on which the designation is to come into operation, and
 - (c) the period within which persons may seek assistance under this Part in respect of the defective dwellings concerned.
- (5) A designation may not describe a designated class by reference to the area (other than the authority's district) in which the buildings concerned are situated; but may be so described that within the authority's area there is only one building in the class.
- (6) Any question arising as to whether a building is or was at any time in a class designated under this section shall be determined by the local authority concerned.

288 Variation or revocation of designation under local schemes

- (1) The local authority may by resolution—
 - (a) vary a designation under section 287, but not so as to vary the cut-off date, or
 - (b) revoke such a designation.
- (2) The authority may by a variation of the designation extend the period referred to in section 287(4)(c) (period within which assistance must be applied for) whether or not it has expired.
- (3) The variation or revocation of a designation does not affect the operation of the provisions of this Part in relation to a dwelling if, before the variation or revocation comes into operation, the dwelling is a defective dwelling by virtue of the designation in question and application for assistance under this Part has been made.

289 Secretary of State's control over designation, variation or revocation

- (1) Where a local authority have passed a resolution under—
 - (a) section 287 (designation under local scheme), or
 - (b) section 288 (variation or revocation of designation under local scheme), they shall give written notice to the Secretary of State of the resolution before the expiry of the period of 28 days beginning with the date on which it is passed.
- (2) The designation, variation or revocation shall not come into operation before the expiry of the period of 2 months beginning with the receipt by the Secretary of State of the notice under subsection (1).
- (3) If within that period the Secretary of State serves notice in writing to that effect on the authority, the designation, revocation or variation shall not come into operation.

Miscellaneous

290 Duty of local housing authority to publicise availability of assistance

- (1) A local authority shall, within the period of 3 months beginning with the coming into operation of—
 - (a) a designation under section 257 (designation of defective dwellings by Secretary of State) or section 287 (designation of defective dwellings under local scheme), or
 - (b) a variation of such a designation,

publish in a newspaper circulating in their area notice suitable for the purpose of bringing the effect of the designation or variation to the attention of persons who may be eligible for assistance in respect of such of the dwellings concerned as are situated within their area.

- (2) No such notice need be published by a local housing authority who are of opinion—
 - (a) that none of the dwellings concerned are situated in their area, or
 - (b) that no-one is likely to be eligible for assistance in respect of the dwellings concerned which are situated in their area.
- (3) If at any time it becomes apparent to a local authority that a person is likely to be eligible for assistance in respect of a defective dwelling within their area, they shall forthwith take such steps as are reasonably practicable to inform him of the fact that assistance is available.

291 Duties of public sector authority disposing of defective dwelling

- (1) A public sector authority shall, where a person is to acquire a relevant interest in a defective dwelling on a disposal by the authority, give him notice in writing before the time of the disposal—
 - (a) specifying the qualifying defect, and
 - (b) stating that he will not be eligible for assistance under this Part in respect of the dwelling.
- (2) A public sector authority shall, before they convey a relevant interest in a defective dwelling in pursuance of completed missives to a person on whom a notice under subsection (1) has not been served, give him notice in writing—

- (a) specifying the qualifying defect,
- (b) stating, where the time of disposal of the interest falls after the cut-off date, that he will not be eligible for assistance under this Part, and
- (c) stating the effect of subsection (3).
- (3) A person on whom a notice under subsection (2) is served—
 - (a) is not obliged to complete the conveyance before the expiry of the period of 6 months beginning with the service of that notice on him, and
 - (b) may within that period withdraw from the transaction by notice in writing to the authority to that effect.
- (4) Where a public sector authority are required to serve a notice under section 63(2), 68, 69 or 70 (landlord's response to notice claiming to exercise right to buy) in respect of a defective dwelling, the notice under subsection (1) shall be served with that notice.
- (5) A notice under subsection (1) or (2) shall, (except in the case of a notice under subsection (1) which is served in accordance with subsection (4)), be served at the earliest date at which it is reasonably practicable to do so.

292 Reinstatement of defective dwelling by local authority

- (1) Where a relevant interest in a defective dwelling has been disposed of by a public sector authority, the local authority may, before the end of the period within which a person may seek assistance under this Part in respect of the dwelling, enter into an agreement with—
 - (a) any person holding an interest in the dwelling, or
 - (b) any person who is a statutory tenant of it,

to execute at his expense any of the work required to reinstate the dwelling.

(2) For the purposes of this section a disposal by or under an enactment of an interest in a dwelling held by a public sector authority shall be treated as a disposal of the interest by the authority.

293 Death of person eligible for assistance, etc.

- (1) Where a person who is eligible for assistance in respect of a defective dwelling—
 - (a) dies, or
 - (b) disposes of his interest in the dwelling (otherwise than on a disposal for value) to such a person as is mentioned in section 259(2) (persons qualifying for assistance: individuals, trustees for individuals and personal representatives),

this Part applies as if anything done (or treated by virtue of this subsection as done) by or in relation to the person so eligible had been done by or in relation to his personal representatives or, as the case may be, the person acquiring his interest.

(2) In sections 277 to 279 (subsidiary forms of financial assistance) references to the owner of an interest in a defective dwelling include his personal representatives.

294 Dwellings included in more than one designation

The provisions of Schedule 21 have effect with respect to dwellings included in more than one designation.

295 Application of Act in relation to lenders on security of defective dwelling

- (1) The Secretary of State may by regulations made by statutory instrument subject to annulment by either House of Parliament make provision for the purpose of conferring rights and obligations on any person who has granted a loan on the security of a defective dwelling where—
 - (a) a power of sale is exercisable by the lender, and
 - (b) the borrower is eligible for assistance in respect of the defective dwelling.
- (2) The rights that may be conferred on a lender by regulations under this section are—
 - (a) rights corresponding to those conferred by this Part on a person holding a relevant interest in the defective dwelling, and
 - (b) the right to require the local authority to acquire in accordance with the regulations any interest in the defective dwelling to be disposed of in exercise of the power of sale,

and the rights that may be so conferred may be conferred in place of any rights conferred on any other person by this Part.

- (3) Regulations under this section may provide that, where the conditions in subsection (1) (a) and (b) are or have been satisfied, this Part, the power of sale and any enactment relating to the power of sale in question shall have effect subject to such modifications as may be specified in the regulations.
- (4) Regulations under this section—
 - (a) may make different provision for different cases, and
 - (b) may make incidental and consequential provision.

Contributions by Secretary of State

296 Contributions by Secretary of State

- (1) The Secretary of State may, if he thinks fit in any case contribute towards the expense incurred by a local authority—
 - (a) in giving assistance by way of reinstatement grant,
 - (b) in giving assistance by way of repurchase of a dwelling which is a defective dwelling by virtue of a designation under section 257 (designation by Secretary of State), or
 - (c) in making payments under section 277 (making up of consideration on disposal in pursuance of right of pre-emption, etc.) or section 278 (making up of compulsory purchase compensation).
- (2) The contributions shall be annual payments—
 - (a) in respect of a period of 20 years beginning with the financial year in which, as the case may be, the work in respect of which the grant was payable was completed, the acquisition of the interest concerned was completed or the payment was made, and
 - (b) of a sum equal to the relevant percentage of the annual loan charges referable to the amount of the expenses incurred.
- (3) The relevant percentage is—
 - (a) 90 per cent. in the case of reinstatement grant,

- (b) 75 per cent. in the case of repurchase or a payment under section 277 or 278 where there has at any time been a disposal of a relevant interest in the defective dwelling by the local authority or a predecessor of that authority, and
- (c) 100 per cent. in the case of repurchase or a payment under those sections not within paragraph (b);

or such other percentage as, in any of those cases, may be provided by order under section 297.

- (4) The amount of the expense incurred is—
 - (a) in the case of reinstatement grant, the amount of the grant,
 - (b) in the case of repurchase, the price paid for the acquisition, together with any amount reimbursed under section 280 (incidental expenses), less the value of the interest at the relevant time determined in accordance with paragraph 8 of Schedule 21 (value for purposes of repurchase) but without the assumption required by paragraph 8(1)(a) (assumption that dwelling is defect free),
 - (c) in the case of a payment under section 277 or 278, the amount of the payment.
- (5) The annual loan charges referable to the amount of the expense incurred means the annual sum which, in the opinion of the Secretary of State, would fall to be provided by a local authority for the payment of interest on, and the repayment of, a loan of that amount repayable over a period of 20 years.
- (6) Payment of contributions under this section is subject to the making of a claim in such form, and containing such particulars, as the Secretary of State may determine; and the contributions are payable at such times, in such manner and subject to such conditions, as to records, certificates, audit or otherwise, as the Secretary of State may, with the agreement of the Treasury, determine.

297 Power to vary relevant percentage

- (1) The Secretary of State may by order made with the consent of the Treasury vary all or any of the percentages specified in section 296(3) (relevant percentages for purposes of contribution to expenditure of local authority) in respect of assistance or payments, or a class of assistance or payments specified in the order.
- (2) An order—
 - (a) may make different provision for assistance given or payments made in respect of defective dwellings in different areas or under different provisions or for different purposes of the same provision;
 - (b) shall be made by statutory instrument, and
 - (c) shall not be made unless a draft of it has been laid before and approved by a resolution of the House of Commons.
- (3) An order applies to assistance given or payments made in pursuance of applications made after such date as may be specified in the order, and the specified date shall not be earlier than the date of the laying of the draft.

Supplementary provisions

298 Service of notices

- (1) A notice or other document under this Part may be given to or served on a person, and an application or written request under this Part may be made to a person—
 - (a) by delivering it to him or leaving it at his proper address, or
 - (b) by sending it to him by post,

and also, where the person concerned is a body corporate, by giving or making it to or serving it on the secretary of that body.

- (2) For the purposes of this section, and of section 7 of the Interpretation Act 1978 as it applies for the purposes of this section, the proper address of a person is—
 - (a) in the case of a body corporate or its secretary, the address of the principal office of the body,
 - (b) in any other case, his last known address)

and also, where an additional address for service has been specified by that person in a notice under section 276(2) (notice of intention to assume responsibility for repurchase), that address.

299 Jurisdiction of sheriff in Scotland

- (1) A sheriff of the sheriff court district within which the defective dwelling is situated has jurisdiction—
 - (a) to determine any question arising under this Part; and
 - (b) to entertain any proceedings brought in connection with the performance or discharge of any obligations so arising, including proceedings for the recovery of damages or compensation in the event of the obligations not being performed.
- (2) Subsection (1) has effect subject to—
 - (a) sections 257(6) and 287(6) (questions of designation to be decided by designating authority),
 - (b) section 279(3) and paragraph (9) of Schedule 21 (questions of valuation to be determined by district valuer).
- (3) Where an authority required by section 270(3) or paragraph 7 of Schedule 20 to extend or further extend any period fail to do so, the sheriff may extend or further extend that period until such date as he may specify.

300 Meaning of "public sector authority"

- (1) In this Part—
 - (a) "public sector authority" means—

a regional, islands or district council (or a predecessor of such a council), a joint board and a joint committee of which every constituent member is, or is appointed by, such a council or predecessor of such a council, a water authority,

the Housing Corporation,

the Scottish Special Housing Association,

a registered housing association other than a co-operative housing association (or a predecessor housing association of such an association),

a development corporation,

the National Coal Board, or

the United Kingdom Atomic Energy Authority,

or a body corporate or housing association specified by order of the Secretary of State in accordance with the following provisions;

- (b) "co-operative housing association" means a fully mutual housing association which is a society registered under the Industrial and Provident Societies Act 1965, and "fully mutual", in relation to a housing association, means that the rules of the association—
 - (i) restrict membership to persons who are tenants or prospective tenants of the association, and
 - (ii) preclude the granting or assignation of tenancies to persons other than members.
- (2) The Secretary of State may provide that a body corporate shall be treated as a public sector authority if he is satisfied—
 - (a) that the affairs of the body are managed by its members, and
 - (b) that its members hold office by virtue of appointment (to that or another office) by a Minister of the Crown under an enactment,

or if he is satisfied that it is a subsidiary of such a body.

- (3) The Secretary of State may provide that a housing association shall be treated as a public sector authority if he is satisfied that the objects or powers of the association include the provision' of housing accommodation for individuals employed at any time by a public sector authority or dependants of such individuals.
- (4) Where the Secretary of State is satisfied that a body or association met the requirements of subsection (2) or (3) during any period, he may, whether or not he makes an order in respect of the body or association under that subsection, provide that it shall be treated as having been a public sector authority during that period.
- (5) If the Secretary of State is satisfied that a body or association specified in an order under subsection (2) or (3) has ceased to meet the requirements of that subsection on any date, he may by order provide that it shall be treated as having ceased to be a public sector authority on that date.
- (6) An order under this section shall be made by statutory instrument.

Disposal of certain Crown interests in land treated as disposal by public sector authority

References in this Part to a disposal of an interest in a dwelling by a public sector authority include a disposal of—

- (a) an interest belonging to Her Majesty in right of the Crown,
- (b) an interest belonging to, or held in trust for Her Majesty for the purposes of, a government department or Minister of the Crown.

302 Meaning of "dwelling" and "house"

- (1) In this Part, "dwelling" means any house, flat or other unit designed or adapted for living in.
- (2) For the purposes of this Part a building so designed or adapted is a "house" if it is a structure reasonably so called; so that where a building is divided into units so designed or adapted—
 - (a) if it is so divided horizontally, or a material part of a unit lies above or below another unit, the units are not houses (though the building as a whole may be), and
 - (b) if it is so divided vertically, the units may be houses.
- (3) Where a house which is divided into flats or other units is a defective dwelling in respect of which a person is eligible for assistance, the fact that it is so divided shall be disregarded for the purposes of section 266(1)(a) (first condition for assistance by way of reinstatement: that the dwelling is a house).

303 Interpretation

In this Part—

"associated arrangement" has the meaning given by section 267(2);

"cut-off date" is to be construed in accordance with section 257(2) or, as the case may be, 287(3);

"defective dwelling" is to be construed in accordance with section 257(2) or, as the case may be, 287(3);

"interest in dwelling" includes an interest in land which is or includes the dwelling;

"lending institution" means a building society, a bank or an insurance company;

"person entitled to assistance" (by way of reinstatement grant or repurchase) is to be construed in accordance with section 268(5);

"public sector authority" has the meaning given by section 300;

"purchasing authority" is to be construed in accordance with section 276(3);

"qualifying defect" is to be construed in accordance with section 257(2) or, as the case may be, section 287(3);

"relevant interest" means the interest of the owner;

"work required to reinstate a defective dwelling" is to be construed in accordance with section 267(1).

PART XV

COMPENSATION PAYMENTS

Payments for well-maintained houses

304 Payments in respect of well-maintained houses subject to closing orders, etc.

(1) If—

- (a) a house has been vacated in pursuance of a closing order or a demolition order, or purchased compulsorily under section 121 instead of the making of a closing order or a demolition order in respect of the building in which it is comprised; and
- (b) any person has, within 3 months after the service of the closing order or demolition order, or of the notice of determination to purchase required by section 121 (3), or after the confirmation of a compulsory purchase order, made a representation to the local authority that the house has been well maintained and that the good maintenance of the house is attributable wholly or partly to work carried out by him or at his expenses; and
- (c) leaving out of account any defects in the house in respect of any such matters as are mentioned in section 86, the representation is correct;

the local authority shall make to that person in respect of that house a payment calculated in accordance with section 306.

- (2) If, on receiving a representation under subsection (1), the local authority consider that the condition specified in paragraph (c) of that subsection is not satisfied, they shall serve on the person by whom the representation was made notice that no payment falls to be made to him under that subsection.
- (3) For the purposes of this section, a house comprised in a building which might have been the subject of a demolition order but which has, without the making of such an order, been vacated and demolished in pursuance of an undertaking for its demolition given to the local authority shall be deemed to have been vacated in pursuance of a demolition order made and served at the date when the undertaking was given.

Payments in respect of well-maintained houses subject to compulsory purchase as not meeting the tolerable standard

- (1) Where as respects a house which is made the subject of a compulsory purchase order under Part IV as not meeting the tolerable standard, the local authority are satisfied that it has been well maintained, they shall make a payment calculated in accordance with section 306 in respect of the house.
- (2) A payment under this section shall be made—
 - (a) if the house is occupied by an owner thereof, to him, or
 - (b) if the house is not so occupied, to the person or persons liable to maintain and repair the house, and, if more than one person is so liable, in such shares as the local authority think equitable in the circumstances:

Provided that, if any other person satisfies the local authority that the good maintenance of the house is attributable to a material extent to work carried out by him or at his expense, the authority may, if it appears to them to be equitable in the circumstances, make the payment, in whole or in part to him.

- (3) The local authority shall, along with the notice which they serve on any person under paragraph 3(b) of Schedule 1 to the Acquisition of Land (Authorisation Procedure) (Scotland) Act 1947 in respect of the compulsory purchase of a house under Part IV, enclose a notice stating, subject to the calculation to be made under section 306, whether or not they intend to make a payment under this section in respect of the house.
- (4) Any person aggrieved by a notice under subsection (3) which states that the local authority do not intend to make a payment under this section in respect of a house may, within 21 days of service on him of that notice, refer the matter to the Secretary

of State; and the Secretary of State may, if he thinks it appropriate to do so (after, if he considers it necessary, causing the house to be inspected by one of his officers), direct the local authority to make such a payment.

306 Calculation of amount payable for well-maintained houses

- (1) This section shall apply in relation to any payment in respect of a well maintained house under section 304 or section 305.
- (2) Subject to subsection (4), a payment to which this section applies shall be of an amount equal to the rateable value of the house multiplied by such multiplier as may from time to time be specified in an order made by the Secretary of State.
- (3) An order made under subsection (2) shall be made by statutory instrument which shall be of no effect unless it is approved by a resolution of each House of Parliament.
- (4) A payment to which this section applies shall not in any case exceed the amount (if any) by which the full compulsory purchase value of the house exceeds the restricted value thereof; and any question as to such value shall be determined, in default of agreement, as if it had been a question of disputed compensation arising on such a purchase.
- (5) Where a payment falls to be made in respect of any interest in a house under section 308, no payment shall be made in respect of that house under section 304 or 305.
- (6) In this section—

"full compulsory purchase value" has the same meaning as in section 311(2);

"rateable value" means the rateable value entered in the valuation roll last authenticated prior to the relevant date;

"restricted value" has the same meaning as in section 311(2); and

"the relevant date" in relation to any payment made with respect to any house means—

- (a) if the house was purchased compulsorily in pursuance of a notice served under section 121, the date when the notice was served;
- (b) if the house was vacated in pursuance of a demolition order or a closing order, or was declared not to meet the tolerable standard by an order under paragraph 2(1) of Schedule 2 to the Land Compensation (Scotland) Act 1963, the date when the order was made.

Repayment of certain payments

307 Repayment of payments made in connection with closing or demolition order when revoked

Where a payment in respect of a house has been made by a local authority under section 304, 305 or 308 in connection with a demolition order or a closing order and, the demolition order or the closing order is revoked by an order under section 116, then if at any time the person to whom the payment was made is entitled to an interest in the house (within the meaning of section 311(2)), he shall on demand repay the payment to the authority.

Payments for houses not meeting tolerable standard

308 Right to and amount of payments for house not meeting tolerable standard

- (1) Where a house has been purchased at restricted value in pursuance of a compulsory purchase order made by virtue of sections 88 or 121 or paragraph 5 of Schedule 8, or in pursuance of an order under paragraph 2(1) of Schedule 2 to the Land Compensation (Scotland) Act 1963, or has been vacated in pursuance of a demolition order under section 115 or a closing order under section 114 or 119, then if—
 - (a) on the relevant date and throughout the qualifying period the house was occupied as a private dwelling, and the person so occupying the house (or, if during that period it was so occupied by two or more persons in succession, each of those persons) was a person entitled to an interest in that house or a member of the family of a person so entitled, and
 - (b) the full compulsory purchase value of the interest is greater than its restricted value,

the authority concerned shall make in respect of that interest a payment of an amount equal to the difference between the full compulsory purchase value and the restricted value.

- (2) Any question as to the values referred to in subsection (1) shall be determined, in default of agreement, as if it had been a question of disputed compensation arising on such a purchase.
- (3) Where an interest in a house purchased or vacated as described in subsection (1) was acquired by any person (in this subsection referred to as the first owner) on or after 1st August 1968 and less than 2 years before the relevant date, and a payment under the said subsection (1) in respect of that interest would have fallen to be made by the authority concerned had the qualifying period been a period beginning with the acquisition and ending with the relevant date, the authority concerned shall make to the person who was entitled to the interest at the date when the house was purchased or vacated a payment of the like amount, if—
 - (a) the authority are satisfied that before acquiring the interest the first owner had made all reasonable inquiries to ascertain whether it was likely that the notice, resolution or order, by reference to which the relevant date is defined in section 311 would be served, passed or made within 2 years of the acquisition and that he had no reason to believe that it was likely; and
 - (b) the person entitled to the interest at the date when the house was purchased or vacated was the first owner or a member of his family.

Right of parties to certain agreements secured on, or related to, houses not meeting the tolerable standard to apply to sheriff for adjustment of the agreements

(1) This section shall apply whether or not a payment falls to be made in respect of an interest in a house under section 308 where a house is purchased at restricted value in pursuance of a compulsory purchase order made by virtue of section 88,120 or 121, or paragraph 5 of Schedule 8, or in pursuance of an order under paragraph 2(1) of Schedule 2 to the Land Compensation (Scotland) Act 1963, or has been vacated in pursuance of a demolition order or a closing order, and on the date of the making of the compulsory purchase or other order the house is occupied in whole or part as a private dwelling by a person who throughout the relevant period—

- (a) holds an interest in the house, being an interest subject to a heritable security or charge, or
- (b) is a party to an agreement to purchase the house by instalments.
- (2) Where the provisions of subsection (1) apply in the case of any house, any party to the heritable security, charge or agreement in question may apply to the sheriff who, after giving to other parties an opportunity of being heard, may, if he thinks fit, make an order—
 - (a) in the case of a house which has been purchased compulsorily, discharging or modifying any outstanding liabilities of the person having an interest in the house, being liabilities arising by virtue of any bond or other obligation with respect to the debt secured by the heritable security or charge, or by virtue of the agreement, or
 - (b) in the case of a house vacated in pursuance of a demolition order, or closing order, discharging or modifying the terms of the heritable security, charge or agreeement.

and, in either case, either unconditionally or subject to such terms and conditions, including conditions with respect to the payment of money, as the sheriff may think just.

- (3) In determining in any case what order, if any, to make under this section, the sheriff shall have regard to all the circumstances of the case, and in particular—
 - (a) in the case of a heritable security or charge—
 - (i) to whether the heritable creditor or person entitled to the benefit of the charge acted reasonably in advancing the principal sum on the terms of the heritable security or charge; and in relation to this subparagraph he shall be deemed to have acted unreasonably if, at the time when the heritable security or charge was created, he knew or ought to have known that in all the circumstances of the case the terms of the heritable security or charge did not afford sufficient security for the principal sum advanced, and
 - (ii) where the heritable security or charge secures a sum which represents all or any part of the purchase price payable for the interest, to whether the purchase price was excessive, or
 - (b) in the case of an agreement to purchase by instalments, to how far the amount already paid by way of principal, or, where the house has been purchased compulsorily, the aggregate of that amount and so much, if any, of the compensation in respect of compulsory purchase as falls to be paid to the seller, represents a fair price for the purchase.
- (4) In this section "the relevant period" means the period from the date of the making of the compulsory purchase or other order to—
 - (a) in the case of a compulsory purchase order, the date of service of notice to treat (or deemed service of notice to treat) for purchase of the house or, if the purchase is effected without service of notice to treat, the date of completion of that purchase, and
 - (b) in the case of any other order, the date of vacation of the house in pursuance of the order or of an order deemed to have been made and served in the terms of the next following subsection;
 - or, if the person referred to in subsection (1) dies before the date specified in paragraph (a) or (b), to the date of death.

(5) For the purposes of this section, a house which might have been the subject of a demolition order but which has, without the making of such an order, been vacated and demolished in pursuance of an undertaking for its demolition given to the local authority, shall be deemed to have been vacated in pursuance of a demolition order made and served at the date when the undertaking was given.

Provisions as to house subject to heritable security or purchased by instalments

Section 309 (right of parties to certain agreements secured on, or related to, houses not meeting tolerable standard to apply to sheriff for adjustment of agreements) shall apply, whether or not a payment falls to be made in respect of an interest in a house under section 308, where the house not meeting the tolerable standard is purchased at restricted value in pursuance of a compulsory purchase order made by virtue of section 88, 120 or 121 or paragraph 5 of Schedule 8, or in pursuance of an order under paragraph 2(1) of Schedule 2 to the Land Compensation (Scotland) Act 1963, or has been vacated in pursuance of a demolition order or a closing order as it applies where a house has been purchased or vacated before 25th August 1969 as described in section 309.

311 Interpretation of sections 308 to 310

- (1) In section 308, in relation to any house purchased or vacated, "the relevant date" and "the authority concerned" mean respectively—
 - (a) if the house was purchased compulsorily in pursuance of a notice served under section 121, the date when and the authority by whom the notice was served;
 - (b) if the house was comprised in an area declared by a final resolution passed under Part IV to be a housing action area, the date when notice of that resolution was published and served in accordance with the provisions of Part I of Schedule 8 and the authority by whom the resolution was passed;
 - (c) if the house was declared not to meet the tolerable standard by an order under paragraph 2(1) of Schedule 2 to the Land Compensation (Scotland) Act 1963, the date when the order was made and the acquiring authority within the meaning of that Act;
 - (d) if the house was vacated in pursuance of a demolition order or closing order, the date when and the authority by whom the order was made;
 - (e) if the house was compulsorily purchased under section 88(4), the date when and the authority by whom the order was served;

and "the qualifying period" means the period of 2 years ending with the relevant date, except that where that date is earlier than 31st July 1970, it means the period beginning with 1st August 1968 and ending with the relevant date.

(2) In sections 308 to 310—

"full compulsory purchase value", in relation to any interest in a house, means the compensation which would be payable in respect of the compulsory purchase of that interest if the house were not being dealt with under Part IV or Part VI as not meeting the tolerable standard, and, in the case of a house subject to a demolition order or closing order, the making of that order were a service of the notice to treat;

"interest" in a house does not include the interest of a tenant for a year or any less period or of a statutory tenant within the meaning of the Rent (Scotland) Act 1984;

"restricted value", in relation to the compulsory purchase of a house, means compensation in respect thereof assessed under or by virtue of section 120 or 121 or Part III of Schedule 8.

(3) For the purposes of section 308, a house which might have been the subject of a demolition order but which has, without the making of such an order, been vacated and demolished in pursuance of an undertaking for its demolition given to the local authority having power to make the order shall be deemed to have been vacated in pursuance of a demolition order made and served by that authority at the date when the undertaking was given.

Payments to other local authorities

312 Payment of purchase money or compensation by one local authority to another

- (1) Any purchase money or compensation payable by a local authority under this Act in respect of any land, right or interest of another local authority which would but for this section be paid into a bank as provided by the Lands Clauses Acts may be otherwise paid and applied as the Secretary of State approves and determines.
- (2) A determination of the Secretary of State under this section shall be final and conclusive.

PART XVI

GENERAL AND MISCELLANEOUS

Byelaws

313 Byelaws with respect to houses in multiple occupation

- (1) The power of making and enforcing byelaws under section 72 of the Public Health (Scotland) Act 1897 with respect to houses or parts of houses which are let in lodgings or occupied by members of more than one family shall extend to the making and enforcing of byelaws imposing any duty (being a duty which may be imposed by the byelaws and which involves the execution of work) on the owner within the meaning of that Act of the said house, in addition to or in substitution for any other person having an interest in the premises, and prescribing the circumstances and conditions in and subject to which any such duty is to be discharged.
- (2) For the purpose of discharging any duty so imposed, the owner or other person may at all reasonable times enter upon any part of the premises.
- (3) Where an owner or other person has failed to carry out any work which he has been required to carry out under the byelaws, the local authority may, after giving to him not less than 21 days' notice in writing, themselves carry out the works and recover the costs and expenses.
- (4) For the purpose of subsection (3), the provisions of Part V with respect to the enforcement of notices requiring the carrying out of work and the recovery of expenses by local authorities shall apply with such modifications as may be necessary.

(5) In this section "owner", in relation to a house mentioned in subsection (1), means the person entitled to receive, or who would if the premises were let, be entitled to receive the rents of the premises, and includes a trustee, factor, tutor, or curator, and in the case of public or municipal property applies to the persons to whom the management is entrusted

314 Byelaws with respect to accommodation for agricultural workers

- (1) A local authority shall make, with respect to bothies, chaumers and similar premises which are used for the accommodation of agricultural workers and are not part of a farmhouse, byelaws regarding any of the following matters—
 - (a) the provision of a separate entrance in any case where the premises form part of other premises;
 - (b) the provision of ventilation and floor area;
 - (c) the provision of adequate heating and lighting;
 - (d) the prevention of and safety from fire;
 - (e) the provision of a ventilated larder and a fireplace or stove suitable for cooking food and sufficient cooking utensils;
 - (f) the provision of furnishing, including the provision of a separate bed and bedding for each worker;
 - (g) the provision of accommodation for personal clothing, and of facilities for personal ablution;
 - (h) the painting, whitewashing or other cleansing of the premises at regular intervals;
 - (i) intimation to the local authority by farmers of the number of workers employed by them who are accommodated in bothies or in chaumers or similar premises;
 - (i) such other matters as may from time to time be prescribed:

Provided that, if the local authority show to the satisfaction of the Secretary of State that it is unnecessary to make byelaws under this section, the Secretary of State may dispense with the making of such byelaws.

- (2) Byelaws regarding the matters specified in paragraph (e) of subsection (1) shall apply only to premises in which the occupants cook their meals.
- (3) Byelaws made by a local authority under this section may be limited to particular parts of the authority's area.
- (4) Where a local authority fail, within such period as the Secretary of State may allow, to make with respect to any of the matters specified in subsection (1) byelaws which are in the opinion of the Secretary of State sufficient and satisfactory, the Secretary of State may himself make such byelaws which shall be of the like force and effect as if they had been made by the authority and confirmed.

315 Byelaws with respect to accommodation for seasonal workers

- (1) Subject to the provisions of this section, a local authority shall make byelaws for the whole or any part of their area with a view to providing proper accommodation for seasonal workers in respect of—
 - (a) intimation to the local authority of the intention to employ seasonal workers;

- (b) the nature and extent of the accommodation to be provided for such workers, including due provision for—
 - (i) sleeping accommodation and separation of the sexes;
 - (ii) lighting, ventilation, cubic space, cleanliness and furnishing, including beds and bedding and cooking utensils;
 - (iii) storage of food, washing of clothes and drying of wet clothes;
 - (iv) water closets or privies for the separate use of the sexes; and
 - (v) a suitable supply of water;
- (c) determining the persons responsible for the provision of the accommodation required by the byelaws, taking into account the terms of current contracts;
- (d) inspection of the premises;
- (e) exhibition on the premises of the byelaws;
- (f) such other matters relating to the accommodation of seasonal workers (including determining the persons responsible for regulating the use by the workers of the accommodation) as may from time to time be prescribed.
- (2) If the local authority show to the satisfaction of the Secretary of State that it is unnecessary to make bylaws under this section, the Secretary of State may dispense with the making of such byelaws.
- (3) The Secretary of State may suspend, as respects the area of any local authority or any part of that area, the operation of any byelaw made under this section which affects agricultural interests in cases of emergency.
- (4) If in consequence of any byelaws made under this section a farmer or a fruit grower is required to provide accommodation involving the erection of additional buildings, he may require the landlord to erect such buildings on terms and conditions to be determined, failing agreement, by the Secretary of State.
- (5) In this section the expression "seasonal workers" includes navvies, harvesters, potatoworkers, fruit-pickers, herring-gutters, and such other workers engaged in work of a temporary nature as may from time to time be prescribed.
- (6) Where a local authority fail, within such period as the Secretary of State may allow, to make in respect of any of the matters specified in subsection (1) byelaws which are in the opinion of the Secretary of State sufficient and satisfactory, the Secretary of State may himself make such byelaws which shall have force and effect as if they had been made by the authority and confirmed.

316 Confirmation of byelaws

For the purposes of section 202 of the Local Government (Scotland) Act 1973 (which relates to the procedure and other matters connected with the making of byelaws) the Secretary of State shall be the person by whom byelaws made under this Act are to be confirmed.

Entry

317 Power of entry for survey, etc.

- (1) Subject to the provisions of this section, any person authorised by a local authority or by the Secretary of State may at all reasonable times enter any house, premises or building—
 - (a) for the purpose of survey and examination, where it appears to the local authority or the Secretary of State that survey or examination is necessary in order to determine whether any powers under this Act should be exercised in respect of any house, premises or building;
 - (b) for the purpose of survey and examination, in the case of any house in respect of which a notice under this Act requiring the execution of works has been served or a closing order, or a demolition order has been made;
 - (c) for the purpose of survey or valuation, in the case of houses, premises or buildings which the local authority are authorised to purchase compulsorily under this Act;
 - (d) for the purpose of measuring the rooms of a house in order to ascertain for the purposes of Part VII the number of persons permitted to use the house for sleeping;
 - (e) for the purpose of ascertaining whether there has been a contravention of any regulation or direction made or given under Part VIII;
 - (f) for the purpose of ascertaining whether there has been an offence under section 165.
- (2) Any person so authorised shall, except where entry is only for the purpose mentioned in paragraph (e) or paragraph (f) of subsection (1), give 24 hours' notice of his intention to enter any house, premises or building to the occupier thereof and to the owner, if the owner is known.
- (3) An authorisation under this section shall be in writing and shall state the particular purpose or purposes for which the entry is authorised.

Offences

318 Penalty for obstructing execution of Act

If any person obstructs any officer of a local authority or any officer of the Secretary of State or any person authorised to enter houses, premises or buildings in pursuance of this Act in the performance of anything which such officer, authority or person is by this Act required or authorised to do, he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 3 on the standard scale.

319 Penalty for preventing execution of works, etc.

- (1) If any person, after receiving notice of the intended action—
 - (a) being the occupier of any premises, prevents the owner or other person having control of them, or his officers, agents, servants or workmen from carrying into effect with respect to those premises any of the provisions of Part VIII (other than section 173 and the provisions relating to control orders) or any

- of the provisions of Part V or any of the provisions of a byelaw made under section 313; or
- (b) being the owner or occupier of any premises, or a person having control of any premises, prevents any officers, agents, servants or workmen of the local authority, from so doing; or
- (c) being the occupier of any part of a house subject to a control order under Part VIII, prevents any officers, agents, servants or workmen of the local authority from carrying out any works in the house,

the sheriff or any two justices of the peace sitting in open court or any magistrate having jurisdiction in the place on proof thereof may order that person to permit to be done on the premises all things requisite for carrying into effect such provisions with respect to the premises or, in a case falling under paragraph (c), everything which the local authority consider necessary.

(2) If any such person fails to comply with such an order, he shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 3 on the standard scale.

320 Penalty for damage to houses, etc.

Any person who wilfully or by culpable negligence damages or suffers to be damaged any house provided under this Act, or any of the fittings or appurtenances of any such house, including the drainage and water supply and any apparatus connected with the drainage or water supply, and the fence of any enclosure, shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 1 on the standard scale, without prejudice to any remedy for the recovery of the amount of the damage.

321 Liability of directors, etc. in case of offence by body corporate

- (1) Where an offence under this Act committed by a body corporate is proved to have been committed with the consent or connivance of, or to be attributable to any neglect on the part of, a director, manager, secretary or other similar officer of the body corporate, or a person purporting to act in any such capacity, he, as well as the body corporate, is guilty of an offence and liable to be proceeded against and punished accordingly.
- (2) Subject to subsection (3), where a person is convicted of an offence under subsection (1) and the body corporate in question is liable under sections 152 to 177 to a higher penalty by reason of a previous conviction than it would have been if not so convicted, that person shall be liable under those sections to the same penalties as the body corporate would be liable if a natural person, including imprisonment.
- (3) The person mentioned in subsection (2) shall not be so liable if he shows—
 - (a) at the time of the offence he did not know of the previous conviction; and
 - (b) at the time of the previous conviction he was not acting, or purporting to act, as a director, manager, secretary, or other similar officer of the body corporate.

Powers of sheriff for housing purposes

322 Sheriff may determine lease in certain cases

(1) Where in respect of any premises that are leased—

- (a) a closing order, a demolition order or a resolution passed under section 125 has become operative, and
- (b) the lease is not determined.

the landlord, the tenant, or any other person deriving right under the lease may apply to the sheriff within whose jurisdiction the premises are situated for an order determining the lease.

- (2) On any such application the sheriff, after giving to any subtenant or other person whom he considers to be interested in the matter an opportunity of being heard, may, if he thinks fit, order that the lease shall be determined, either unconditionally or subject to such terms and conditions (including conditions with respect to the payment of money by any party to the proceedings to any other party thereto by way of compensation or damages or otherwise) as he may think it just and equitable to impose.
- (3) In making an order under subsection (2) the sheriff shall have regard to the respective rights, obligations and liabilities of the parties under the lease and to all the other circumstances of the case.
- (4) The sheriff shall not be entitled to order any payment to be made by the landlord to the tenant in respect of the lease of a house.
- (5) In this section the expression "lease" includes a sublease and any tenancy or tacit relocation following on a lease.

323 Sheriff may authorise superior to execute works, etc.

- (1) Subject to the provisions of this section, the superior of any lands and heritages may apply to the sheriff for an order entitling him to enter on those lands and heritages to execute works (including demolition works) within such period as may be specified in the order.
- (2) The sheriff may make such an order if—
 - (a) the following notices or orders under this Act in respect of those lands and heritages are not being complied with—
 - (i) a notice requiring the execution of works, or
 - (ii) a closing order, or
 - (iii) a notice or resolution requiring the demolition of a building under Part VI, and
 - (b) the interests of the superior are thereby prejudiced, and
 - (c) the sheriff thinks it just to make the order.
- (3) Before an order is made under this section notice of the application shall be given to the local authority.

324 Procedure on applications and appeals to sheriff

- (1) An application to the sheriff under paragraph 5 of Schedule 10 (restriction on contracting out) or section 110 (recovery of expenses by lessee) or Part VIII (houses in multiple occupation) shall be made by a summary application, and the sheriff's decision on any such application shall be final.
- (2) The Court of Session may prescribe by rules of court the procedure on any appeal to the sheriff under this Act.

- (3) The sheriff may, before considering an appeal which may be made to him under this Act, require the appellant to deposit such sum to cover the expenses of the appeal as may be prescribed by rules of court.
- (4) The sheriff in deciding an appeal under this Act may make such order as he thinks just.
- (5) Any such order shall be final.
- (6) In the case of an appeal against a notice given or an order made by a local authority, the sheriff may either confirm, vary or quash the notice or order.
- (7) The sheriff—
 - (a) may at any stage of the proceedings on an appeal under this Act, state a case to the Court of Session on any question of law that arises;
 - (b) shall do so if so directed by the Court of Session.
- (8) A notice or order in respect of which an appeal lies to the sheriff under this Act (other than Part VIII) shall not have effect until either—
 - (a) the time for appealing has expired without an appeal being made, or
 - (b) in a case where an appeal is made, the appeal is determined or abandoned, and no work shall be done or proceedings taken under such notice or order until it has effect.

Service

325 Occupier or tenant may be required to state interest

- (1) A local authority may, for the purpose of enabling them to serve—
 - (a) any order made by them under section 114 or section 115, or section 119; or
 - (b) any notice which they are by this Act authorised or required to serve,
 - require the occupier of any premises and any person who, either directly or indirectly, receives rent in respect of any premises to state in writing the nature of his own interest in the premises and the name and address of any other person known to him as having an interest in them whether as holder of a heritable security, lessee or otherwise.
- (2) Any person who has been required by a local authority under subsection (1) to give them any information and either fails to do so or knowingly makes a false statement, shall be guilty of an offence and shall be liable on summary conviction to a fine not exceeding level 1 on the standard scale.

Service by description on certain persons whose identity is unknown and on a number of persons of one description

(1) An order, notice or other document required or authorised to be served under this Act on any person as a person having control of premises may, if it is not practicable after reasonable enquiry to ascertain the name or address of that person, be served by addressing it to him by the description of "person having control of the premises (naming them) to which it relates and by delivering it to some person on the premises or, if there is no person on the premises to whom it can be delivered, by affixing it, or a copy of it, to some conspicuous part of the premises.

(2) A document to be served on the person having control of premises, or on the person managing premises, or on the owner of premises under Parts IV, V, VI and VIII may be served on more than one person who comes within those descriptions.

Landlord's identity

327 Disclosure of landlord's identity

- (1) If the tenant of premises occupied as a house makes a written request for the landlord's name and address to any person who demands or to the last person who received rent payable under the tenancy or to any other person for the time being acting as agent for the landlord in relation to the tenancy, and that person fails without reasonable excuse to supply a written statement of the name and address within the period of 21 days beginning with the day on which he receives the tenant's request, that person shall be guilty of an offence and liable on summary conviction to a fine not exceeding level 4 on the standard scale.
- (2) In any case where—
 - (a) in response to a request under subsection (1), a tenant is supplied with the name and address of the landlord of the premises concerned; and
 - (b) the landlord is a body corporate; and
 - (c) the tenant makes a further written request to the landlord for information under this subsection,

the landlord shall, within the period of 21 days beginning with the day on which he receives the request under this subsection, supply to the tenant a written statement of the name and address of every director and the secretary of the landlord.

- (3) Any reference in subsection (1) or subsection (2) to a person's address is a reference to his place of abode or his place of business or, in the case of a company, its registered office.
- (4) A request under subsection (2) shall be deemed to be duly made to the landlord if it is made to an agent of the landlord or to a person who demands the rent of the premises concerned, and any such agent or person to whom such a request is made shall as soon as may be forward it to the landlord.
- (5) A landlord who fails without reasonable excuse to comply with a request under subsection (2) within the period mentioned in that subsection and a person who fails without reasonable excuse to comply with any requirement imposed on him by subsection (4) shall be guilty of an offence and liable on summary conviction to a fine not exceeding level 4 on the standard scale.
- (6) In this section—

"landlord" means the immediate landlord and, in relation to premises occupied under a right conferred by an enactment, includes the person who, apart from that right, would be entitled to possession of the premises;

"tenant" includes a sub-tenant and a tenant under a right conferred by an enactment.

328 Duty to inform tenant of assignation of landlord's interest

- (1) If the interest of the landlord under a tenancy of premises which consist of or include a house is assigned, the person to whom that interest is assigned (in this section referred to as "the new landlord") shall, within the appropriate period, give notice in writing to the tenant of the assignation and of the name and address of the new landlord.
- (2) In subsection (1), "the appropriate period" means the period beginning on the date of the assignation in question and ending either two months after that date or, if it is later, on the first day after that date on which rent is payable under the tenancy.
- (3) Subject to subsection (4), the reference in subsection (1) to the new landlord's address is a reference to his place of abode or his place of business or, if the new landlord is a company, its registered office.
- (4) If trustees as such constitute the new landlord, it shall be a sufficient compliance with the obligation in subsection (1) to give the name of the new landlord to give a collective description of the trustees as the trustees of the trust in question, and where such a collective description is given—
 - (a) the address of the new landlord for the purpose of that subsection may be given as the address from which the affairs of the trust are conducted; and
 - (b) a change in the persons who are for the time being the trustees of the trust shall not be treated as an assignation of the interest of the landlord.
- (5) If any person who is the new landlord under a tenancy falling within subsection (1) fails, without reasonable excuse, to give the notice required by that subsection, he shall be guilty of an offence and liable on summary conviction to a fine not exceeding level 4 on the standard scale.
- (6) In this section, "tenancy" includes a sub-tenancy and a statutory tenancy, within the meaning of the Rent (Scotland) Act 1984 and "tenant" shall be construed accordingly.
- (7) In this section, "assignation" means a conveyance or other transfer (other than in security), and any reference to the date of the assignation means the date on which the conveyance or other transfer was granted, delivered or otherwise made effective.

Powers of Secretary of State

Power of Secretary of State in event of failure of local authority to exercise powers

- (1) In any case where—
 - (a) a complaint has been made to the Secretary of State as respects the district of any local authority, by any four or more local government electors of the area, that the local authority have failed to exercise any of their powers under this Act in any case where those powers ought to have been exercised; or
 - (b) the Secretary of State is of opinion that an investigation should be made as to whether a local authority have so failed,

the Secretary of State may cause a public local inquiry to be held.

(2) If, after the inquiry has been held, the Secretary of State is satisfied that there has been such a failure on the part of the local authority, he may, after giving the authority an opportunity of making representations, make an order enabling him to exercise such of those powers as may be specified in the order.

- (3) Any expenses incurred by the Secretary of State in exercising such powers shall be paid in the first instance out of moneys provided by Parliament, but the amount of those expenses as certified by the Secretary of State shall on demand be paid by the local authority to the Secretary of State and shall be recoverable as a debt due to the Crown.
- (4) The payment of any such expenses shall, so far as the expenses are of a capital nature, be a purpose for which a local authority may borrow money.
- (5) The Secretary of State may by order vest in and transfer to the local authority any property, debts or liabilities acquired or incurred by him in exercising the powers of the authority.
- (6) If an order made under subsection (2) is revoked, the Secretary of State may, either by the revoking order or by a supplementary order, make such provision as appears to him desirable with respect to the transfer, vesting and discharge of any property, debts or liabilities acquired or incurred by the Secretary of State in exercising the powers and duties to which the order so revoked related.

Power of Secretary of State to prescribe forms, etc.

- (1) Subject to the provisions of this Act, the Secretary of State may by statutory instrument make regulations prescribing—
 - (a) the form of any notice, advertisement, statement or other document which is required or authorised to be used under, or for the purposes of, this Act;
 - (b) any other thing required or authorised to be prescribed under this Act.
- (2) The forms so prescribed or forms as near as may be to these forms shall be used in all cases to which those forms apply.

331 Regulations: procedure

Subject to the provisions of this Act, regulations made by a statutory instrument under this Act shall be subject to annulment in pursuance of a resolution of either House of Parliament.

332 Secretary of State's power to dispense with advertisements and notices

- (1) The Secretary of State may dispense with the publication of advertisements or the service of notices required to be published or served by a local authority under this Act, if he is satisfied that there is reasonable cause for dispensing with the publication or service.
- (2) Any such dispensation may be given by the Secretary of State either before or after the time at which the advertisement is required to be published or the notice is required to be served, and either unconditionally or upon such conditions as to the publication of other advertisements or the service of other notices or otherwise as the Secretary of State thinks fit, due care being taken by the Secretary of State to prevent the interests of any person being prejudiced by the dispensation.

333 Local inquiries

For the purposes of the execution of his powers and duties under this Act, the Secretary of State may cause such local inquiries to be held as he may think fit.

Miscellaneous

Power of heir of entail to sell land for housing purposes

Without prejudice to any powers, whether statutory or otherwise, already enjoyed by an heir of entail in possession of an entailed estate in Scotland to sell any part of such estate, any such heir in possession may, notwithstanding any prohibition or limitation in any deed of entail or in any Act of Parliament, sell any part or parts of such estate—

- (a) to a local authority for any purpose for which a local authority may acquire land under this Act, or
- (b) to a housing association for the purpose of the provision of houses,

without its being necessary to obtain the consent of the next heir, and without any restrictions as to the extent of ground to be sold, excepting however, from the provisions of this section the subjects excepted in section 4 of the Entail (Scotland) Act 1914:

Provided that the price of land so sold shall, in accordance with the provisions of the Entail Acts, be invested for behoof of the heir of entail in possession and succeeding heirs of entail.

335 Crown rights

Nothing in this Act shall affect prejudicially any estate, right, power, privilege or exemption of the Crown, or authorise the use of or interference with any land (including tidal lands below high-water mark of ordinary spring tides) belonging to Her Majesty in right of the Crown or to any government department, without the consent of Her Majesty or the government department, as the case may be.

Limitation on liability of trustee, etc. for expenses incurred by local authority

(1) Where a local authority seek to recover expenses incurred by them under any enactment in respect of work done on a house from a person mentioned in subsection (2), that person's liability shall, if he proves the matters mentioned in subsection (3), be limited to the total amount of the funds, rents and other assets which he has, or has had, in his hands.

In this section "house" includes a building which contains a house, or a part of such a building.

- (2) The person mentioned in subsection (1) is a person who receives the rent of the house as trustee, tutor, curator, factor or agent for or of some other person or as the liquidator of a company.
- (3) The matters that person requires to prove are—
 - (a) that he is a person mentioned in subsection (2); and
 - (b) that he has not, and since the date of service on him of a demand for payment of the expenses has not had, in his hands on behalf of that other person or, in the case of a liquidator of a company, on behalf of the creditors or members

of the company, sufficient funds, rents and other assets to pay those expenses in full.

(4) Nothing in this section affects any right of a local authority to recover the whole or any part of those expenses from any other person.

337 Fair wages

Every local authority that provides housing accommodation under this Act or any other enactment relating to housing, with or without financial assistance from the Secretary of State, shall secure the insertion in all contracts relating to such provision of a fair wages clause, complying with the requirements of any resolution of the House of Commons for the time being in force with respect to contracts of government departments.

338 Interpretation

(1) In this Act, unless the context otherwise requires—

"Act of 1966" means the Housing (Scotland) Act 1966;

"Act of 1968" means the Housing (Financial Provisions) (Scotland) Act 1968;

"Act of 1969" means the Housing (Scotland) Act 1969;

"Act of 1972" means the Housing (Financial Provisions) (Scotland) Act 1972;

"Act of 1974" means the Housing (Scotland) Act 1974;

"Act of 1978" means the Housing (Financial Provisions) (Scotland) Act 1978;

"Act of 1980" means the Tenants' Rights, Etc. (Scotland) Act 1980;

"Act of 1985" means the Housing Act 1985;

"Act of 1986" means the Housing (Scotland) Act 1986;

"agricultural holding" means an agricultural holding within the meaning of the Agricultural Holdings (Scotland) Act 1949;

"agriculture" means the use of land for agricultural or pastoral purposes, or for the purpose of poultry farming or market gardening, or as an orchard or woodlands, or for the purpose of afforestation, and "agricultural worker" shall be construed accordingly;

"apparatus" means sewers, drains, culverts, water-courses, mains, pipes, valves, tubes, cables, wires, transformers and other apparatus laid down or used for or in connection with the carrying, conveying of supplying to any premises of a supply of water, water for hydraulic power, gas or electricity, and standards and brackets carrying road lighting;

"bank" means-

- (a) an institution authorised under the Banking Act 1987, or
- (b) a company as to which the Secretary of State was satisfied immediately before the repeal of the Protection of Depositors Act 1963 that it ought to be treated as a banking company or discount company for the purposes of that Act;

"building regulations" means any statutory enactments, byelaws, rules and regulations or other provisions under whatever authority made, relating to the

construction of new buildings and the laying out of and construction of new roads;

"building society" means a building society within the meaning of the Building Societies Act 1986;

"closing order" means a closing order made under sections 114 or 119;

"Corporation" means the Housing Corporation;

"croft" and "crofter" have the like meanings respectively as in the Crofters (Scotland) Acts 1955 and 1961;

"demolition order" has the meaning assigned to it by section 115;

"development corporation" means a development corporation established by an order made or having effect as if made under the New Towns (Scotland) Act 1968;

"disabled occupant" has the meaning assigned to it by section 236;

"disabled person" has the meaning assigned to it by section 236;

"Exchequer contribution" means a payment (other than a payment by way of advance or loan) which the Secretary of State is required or authorised by or under any Act relating to housing, to make for housing purposes;

"family" and any reference to membership thereof shall be construed in accordance with section 83;

"financial year", in relation to a local authority, has the same meaning as in section 96(5) of the Local Government (Scotland) Act 1973;

"flat" means a separate and self-contained set of premises, whether or not on the same floor and forming part of a building from some other part of which it is divided horizontally;

"friendly society" means a society registered under the Friendly Societies Act 1974 or earlier legislation;

"holding" has the like meaning as in the Small Landholders (Scotland) Acts 1886 to 1931;

"hostel" has the meaning assigned to it by section 2(5);

"house" (except in relation to Part XIV) includes any part of a building, being a part which is occupied or intended to be occupied as a separate dwelling, and, in particular, includes a flat, and includes also any yard, garden, out-houses and pertinents belonging to the house or usually enjoyed therewith and also includes any structure made available under section 1 of the Housing (Temporary Accommodation) Act 1944;

"housing action area" means a housing action area within the meaning of Part IV;

"housing association" has the same meaning as it has in the Housing Associations Act 1985;

"housing support grant" has the meaning assigned to it by section 191;

"improvement" has the meaning assigned to it by section 236(2);

"improvement grant" has the meaning assigned to it by section 236(1);

"insurance company" means an insurance company to which Part II of the Insurance Companies Act 1982 applies;

"land" includes any estate or interest in land;

"landholder" has the like meaning as in the Small Landholders (Scotland) Acts 1886 to 1931;

"Lands Tribunal" means the Lands Tribunal for Scotland;

"loan charges" means, in relation to any borrowed moneys, the sum required for the payment of interest on those moneys and for the repayment thereof either by instalments or by means of a sinking fund;

"local authority" means an islands council or a district council, and the district of a local authority means the islands area or the district, as the case may be;

"official representation" means, in the case of a local authority, a representation made to the authority by the proper officer of the local authority;

"open space" means any land laid out as a public garden or used for the purposes of public recreation, and any disused burial ground;

"order for possession" has the meaning assigned to it by section 115(1) of the Rent (Scotland) Act 1984;

"overspill agreement" has the same meaning as in section 9(1) of the Housing and Town Development (Scotland) Act 1957;

"owner" includes any person who under the Lands Clauses Acts would be enabled to sell and convey land to the promoters of an undertaking, but in Part XIII and sections 99 to 104, in relation to a house, means the person who is for the time being entitled to receive the rent of the house or who, if the house were let, would be so entitled and a tenant-at-will;

"prescribed" means prescribed by regulations made by the Secretary of State by statutory instrument;

"proper officer", in relation to any purpose of a local authority, means an officer appointed for that purpose by that authority;

"public undertakers" means any corporation, company, body or person carrying on a railway, canal, inland navigation, dock, harbour, tramway, gas, electricity, water or other public undertaking;

"registered housing association" means a housing association registered under the Housing Associations Act 1985;

"regular armed forces of the Crown" means the Royal Navy, the regular forces as defined by section 225 of the Army Act 1955, the regular air force as defined by section 223 of the Air Force Act 1955, Queen Alexandra's Royal Naval Nursing Service and the Women's Royal Naval Service;

"repairs grant" has the meaning assigned to it by section 248;

"road" has the same meaning as it has in the Roads (Scotland) Act 1984;

"secure tenancy" has the meaning assigned to it by section 44; "sell" and "sale" include feu;

"a service charge" means any charge referred to in section 211;

"standard amenities" has the meaning assigned to it by section 244(5);

"statutory small tenant" has the like meaning as in the Small Landholders (Scotland) Acts 1886 to 1931;

"statutory tenant" has the same meaning as it has in section 3 of the Rent (Scotland) Act 1984;

"superior" includes the creditor in a ground annual;

"tenancy" in Parts IV and XIII includes a sub-tenancy, a statutory tenancy within the meaning of section 115(1) of the Rent (Scotland) Act 1984 and a contract to which Part VII of that Act applies and "tenant" shall be construed accordingly; and any reference to a tenancy of a house or to the tenant thereof

shall be construed as including a reference to all the tenancies of that house or to all the tenants thereof as the case may be;

"tolerable standard" has the meaning assigned to it by section 86;

"water authority" has the meaning assigned to it by section 148 of the Local Government (Scotland) Act 1973;

"water development board" has the meaning assigned to it by section 109 of the Water (Scotland) Act 1980;

"year" means, in relation to a local authority, a financial year within the meaning of section 96(5) of the Local Government (Scotland) Act 1973 and, in relation to a development corporation, the Scottish Special Housing Association or a housing association, means a year ending on 31st March;

"the year 1986-87" means the year beginning in 1986 and ending in 1987, and so on.

(2) For the purposes of this Act—

- (a) the person who for the time being is entitled to receive, or would, if the same were let, be entitled to receive, the rent of any premises, including a trustee, tutor, curator, factor or agent, shall be deemed to be the person having control of the premises; and
- (b) a crofter or a landholder shall be deemed to be the person having control of any premises on his croft or holding in respect of which he would, on the termination of his tenancy, be entitled to compensation under the Crofters (Scotland) Acts 1955 and 1961 or, as the case may be, the Small Landholders (Scotland) Acts 1886 to 1931, as for an improvement.
- (3) In this Act, any reference to the demolition of a building shall be deemed to include a reference to such reconstruction of the building as the local authority may approve; and where a building is so reconstructed any reference to selling, letting or appropriating the land, the building on which has been or will be demolished, shall, unless the context otherwise requires, be construed as a reference to selling, letting or appropriating the land and the reconstructed building.

339 Minor and consequential amendments, transitional provisions and repeals

- (1) This Act shall have effect subject to the transitional provisions and savings contained in Schedule 22.
- (2) The enactments specified in Schedule 23 shall have effect subject to the amendments set out in that Schedule being minor amendments and amendments consequential on the provisions of this Act.
- (3) The enactments specified in Schedule 24 are hereby repealed to the extent specified in the third column of that Schedule.

340 Citation, commencement and extent

- (1) This Act may be cited as the Housing (Scotland) Act 1987.
- (2) This Act shall come into force at the end of the period of 3 months beginning with the day on which it is passed.
- (3) This Act extends to Scotland only.