

# Commonhold and Leasehold Reform Act 2002

# **CHAPTER 15**

# COMMONHOLD AND LEASEHOLD REFORM ACT 2002

# PART 1

## COMMONHOLD

# Nature of commonhold

1 Commonhold land

# Registration

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

# Effect of registration

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

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- 12 Unit-holder
- 13 Joint unit-holders

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- 16 Transfer: effect
- 17 Leasing: residential
- 18 Leasing: non-residential
- 19 Leasing: supplementary
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- 23 Changing size
- 24 Changing size: charged unit

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Status: This is the original version (as it was originally enacted).

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- 1 Introduction
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- 4 The memorandum and articles of association of the commonhold association....
- 5 Commonhold community statement
- 6 Consent
- 7 Certificate

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

# SCHEDULE 3 — Commonhold association

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- 1 Introduction
- 2 Form and content
- 3 Alteration
- 4 Disapplication of Companies Act 1985

#### Part 2 — MEMBERSHIP

- 5 Pre-commonhold period
- 6 Transitional period
- 7 Unit-holders
- 8 Joint unit-holders
- 9 Self-membership
- 10 No other members
- 11 Effect of registration
- 12 Termination of membership
- 13 A member of a commonhold association may resign by notice...
- 14 Register of members
- 15 Companies Act 1985

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- 16 Name
- 17 Statutory declaration

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

## SCHEDULE 5 — Commonhold: consequential amendments

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

# SCHEDULE 6 — Premises excluded from right to manage

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

## SCHEDULE 7 — Right to manage: statutory provisions

- 1 Covenants not to assign etc.
- 2 Defective premises
- 3 Repairing obligations
- 4 Service charges
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- 6 Managing agents
- 7 Right of first refusal
- 8 Appointment of manager
- 9 Right to acquire landlord's interest

- 10 Variation of leases
- 11 Service charges to be held in trust
- 12 Information to be furnished to tenants
- 13 Statutory duties relating to certain covenants
- 14 Tenants' right to management audit
- 15 Right to appoint surveyor
- 16 Administration charges

## SCHEDULE 8 — Enfranchisement by company: amendments

- 1 Land Compensation Act 1973 (c. 26)
- 2 Leasehold Reform, Housing and Urban Development Act 1993 (c. 28)
- 3 (1) Section 1 (right to collective enfranchisement) is amended as...
- 4 For section 2(1) (acquisition of leasehold interests) substitute—
- 5 In section 11(4) (right of qualifying tenant to obtain information...
- 6 (1) Section 13 (initial notice) is amended as follows.
- 7 (1) Section 17 (access for valuation purposes) is amended as...
- 8 (1) Section 18 (duty to disclose existence of agreements affecting...
- 9 (1) Section 20 (right of reversioner to require evidence of...
- 10 (1) Section 21 (reversioner's counter notice) is amended as follows....
- 11 (1) Section 22 (proceedings relating to validity of initial notice)...
- 12 In section 23 (claim liable to be defeated where landlord...
- 13 (1) Section 24 (applications where terms in dispute or failure...
- 14 (1) Section 25 (application where reversioner fails to give counternotice...
- 15 (1) Section 26 (applications where relevant landlord cannot be found)...
- 16 (1) Section 27 (supplementary provisions about vesting orders under section...
- 17 (1) Section 28 (withdrawal from acquisition) is amended as follows....
- 18 (1) Section 29 (deemed withdrawal of initial notice) is amended...
- 19 In section 30(5) (service of notice to treat before completion...
- 20 (1) Section 31 (effect on initial notice of designation or...
- 21 (1) Section 32 (determination of price) is amended as follows....
- 22 (1) Section 33 (costs of enfranchisement) is amended as follows....
- 23 In section 34 (conveyance), for "nominee purchaser" (in each place,...
- 24 In section 35 (discharge of existing mortgages on transfer), for...
- 25 (1) Section 36 (requirement to grant leases back to former...
- 26 (1) Section 37A (compensation for postponement of termination in connection...
- 27 (1) Section 38 (interpretation) is amended as follows.
- 28 (1) Section 41 (right of qualifying tenant to obtain information...
- 29 (1) Section 54 (suspension of tenant's notice during currency of...
- 30 (1) Section 74 (effect of scheme application on claim to...
- 31 (1) Section 91 (jurisdiction of leasehold valuation tribunals) is amended...
- 32 (1) In section 93 (agreements excluding or modifying rights of...
- 33 (1) Section 93A (powers of trustees in relation to rights)...
- 34 In section 97(1) (registration)— (a) for "the tenant" substitute "a...
- 35 In section 98(2) (power to prescribe procedure), for "nominee purchaser"...
- 36 (1) Schedule 1 (conduct of proceedings by reversioner on behalf...
- 37 (1) Schedule 3 (restrictions on participation, effect of claim on...
- 38 In Schedule 4 (information to be furnished by reversioner about...
- 39 (1) Schedule 5 (vesting orders under sections 24 and 25)...

- 40 (1) Schedule 6 (purchase price) is amended as follows.
- 41 (1) Schedule 7 (conveyance to nominee purchaser on enfranchisement)
- 42 (1) Schedule 8 (discharge of mortgages etc: supplementary provisions) is...
- 43 In Schedule 9 (grants of lease back to former purchaser),...

## SCHEDULE 9 — Meaning of service charge and management

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

# SCHEDULE 10 — Service charges: minor and consequential amendments

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

# SCHEDULE 11 — Administration charges

## Part 1 — REASONABLENESS OF ADMINISTRATION CHARGES

- 1 Meaning of "administration charge"
- 2 Reasonableness of administration charges
- 3 (1) Any party to a lease of a dwelling may...
- 4 Notice in connection with demands for administration charges
- 5 Liability to pay administration charges
- 6 Interpretation
  - Part 2 AMENDMENTS OF LANDLORD AND TENANT ACT 1987

- 7 The 1987 Act has effect subject to the following amendments....
- 8 (1) Section 24 (appointment of manager by leasehold valuation tribunal)...
- 9 In section 46 (interpretation of provisions concerning information to be
- 10 (1) Section 47 (landlord's name and address to be contained...
- 11 (1) Section 48 (notification by landlord of address for service...

## SCHEDULE 12 — Leasehold valuation tribunals: procedure

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

#### SCHEDULE 13 — Leasehold valuation tribunals: amendments

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

# SCHEDULE 14 — Repeals