

# Leasehold Reform (Ground Rent) Act 2022

## **2022 CHAPTER 1**

Administration charges

### 18 Administration charges for peppercorn rents

- (1) Schedule 11 to the Commonhold and Leasehold Reform Act 2002 (administration charges) is amended as follows.
- (2) For the heading of Part 1 substitute "Administration charges".
- (3) After paragraph 2 insert—

### "No administration charge payable for certain rents

- 2A (1) No administration charge is payable for, in connection with or in respect of, the payment of a relevant rent.
  - (2) A "relevant rent" is a rent (or any part of a rent) which, by virtue of the Leasehold Reform (Ground Rent) Act 2022, is permitted only to be a peppercorn rent.
  - (3) "Peppercorn rent" has the same meaning as in that Act (see section 4(3) of that Act)."
- (4) Before paragraph 3 insert the heading "Application for order varying lease".
- (5) In paragraph 3(1)—
  - (a) omit the "or" at the end of paragraph (a);
  - (b) at the end of paragraph (b) insert ", or
    - "(c) an administration charge specified in the lease is not payable because of paragraph 2A."
- (6) In section 24 of the Landlord and Tenant Act 1987 (appointment of manager by tribunal)—

**Changes to legislation:** There are currently no known outstanding effects for the Leasehold Reform (Ground Rent) Act 2022, Section 18. (See end of Document for details)

- (a) in subsection (2)(aba) after "charges" insert "or prohibited administration charges";
- (b) at the end of subsection (2B) insert ", and "prohibited administration charge" means an administration charge which is not payable because of paragraph 2A of that Schedule."

#### **Commencement Information**

- I1 S. 18 not in force at Royal Assent, see s. 25(2)
- I2 S. 18 in force at 30.6.2022 for specified purposes by S.I. 2022/694, reg. 3
- I3 S. 18 in force at 1.4.2023 in so far as not already in force by S.I. 2022/694, reg. 4

## Changes to legislation:

There are currently no known outstanding effects for the Leasehold Reform (Ground Rent) Act 2022, Section 18.