

FIRST-TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case reference : LON/00AG/LDC/2022/0190

Properties : Various residential leasehold properties

in the London Borough of Camden

Applicant : London Borough of Camden

**Judge & Priestley LLP** 

**Representative**: (ref: CAMD009/0319)

moakley@judge-priestley.co.uk

Long residential leaseholders in the

Respondents : Borough subject to communal

electricity and gas supplies

To dispense with the requirement to

Type of application : consult leaseholders about a long-term

agreement for the supply of electricity

to communal areas

Judge Hawkes

Marsha Phillips- Legal Officer

Date of directions : 12 October 2022

19 October 2022

# AMENDED DIRECTIONS ON AN APPLICATION UNDER SECTION 20ZA OF THE LANDLORD AND TENANT ACT 1985

The parties may agree between themselves any reasonable change to the dates in these Directions EXCEPT for the date of sending the bundles and the hearing date/s.

#### **Covid-19 Arrangements**

 For the tribunal's current procedures, please see the Guidance for Users at: <a href="https://www.judiciary.uk/wp-content/uploads/2021/02/Guidance-for-Users-February-2021-final.pdf">https://www.judiciary.uk/wp-content/uploads/2021/02/Guidance-for-Users-February-2021-final.pdf</a>

- Unless directed otherwise, all communications to the tribunal, including
  the filing of documents and bundles, should be by email ONLY,
  attaching a letter in Word format. Emails must be sent to
  London.RAP@justice.gov.uk. The attachment size limit is 36MB. If your
  attachments are larger than 36MB they must be split over several emails.
- If a party does not have email, access to the Internet and/or cannot prepare digital documents, they should contact the case officer about alternative arrangements.

## **Background to the Application**

- (A) The Applicant landlord seeks dispensation under section 20ZA of the Landlord and Tenant Act 1985 from some of the consultation requirements imposed on the landlord by section 20 of the 1985 Act<sup>1</sup>.
- (B) The Applicant proposes to enter into new agreements for:
  - The supply of electricity to blocks and estates and street properties for landlords' lighting, staircase lighting, lifts, estate lighting, boiler rooms and communal services such as door entry systems and fire alarms serving the Applicant's residential leasehold properties.
  - The supply of gas to the central boiler room on estates, communal block boilers, communal supplies on smaller blocks and some flats directly.
- (C) The Applicant intends to procure the new contracts making use of a framework established by the public sector central purchasing authority known as LASER. The benefit of using LASER is said to be that it allows the Borough to work collectively with others to buy energy on the wholesale market when market conditions are favourable, and to secure lower prices than the Borough could secure on its own.
- (D) Full details of the Applicant's case are set out in the Statement of Case which accompanies the application.
- (E) The new contract will run from 1 October 2024, after the current contract has expired on 30 September 2024. The Applicant seeks dispensation from consultation requirements under section 20 of the Landlord and Tenant Act 1985, on the basis that it will be able to take advantage of more competitive energy prices if it enters into these agreements and, because of the volatile nature of energy procurement, it would not be able to obtain

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<sup>&</sup>lt;sup>1</sup> See the Service Charges (Consultation Requirements) (England) Regulations 2003 (SI 2003/1987)

- significant cost savings for the benefit of the leaseholders, if it were required to carry out the section 20 consultation process.
- (F) In addition, the Applicant would be unable to provide estimated costs to leaseholders, as required under the Service Charges (Consultation) Regulations 2003, because the energy will be purchased as and when a competitive price is identified by LASER on the wholesale energy market.
- (G) The only issue for the Tribunal is whether it is reasonable to dispense with the statutory consultation requirements. This application does not concern the issue of whether any service charge costs will be reasonable or payable.
- (H) The Tribunal Procedure (First-tier Tribunal) (Property Chamber) Rules 2013 give guidance on how the application will be dealt with.

### **DIRECTIONS**

- 1. The Applicant landlord must by **2** 5 November **2022**:
  - Write to each of the leaseholders and to any residential sub-lessee and to any recognised residents' association concerned by email, hand delivery or first-class post, setting out the following:
    - (a) Informing them of the application;
    - (b) Advising them that a copy of the application (with personal details deleted), statement of case, supporting documents and a copy of these directions will be available on the applicant's website, advising them of the URL address, and notifying them that any response to the application should be made by **23 November 2022**:
    - (c) Informing the leaseholders that if they wish to receive a printed copy of the application and these directions they should write to the applicants, who will then send printed copies (again, with any personal details deleted);
    - (d) Advise the leaseholders that as the application progresses additional documents will be added to the website, including the final decision of the tribunal, stating clearly that the final decision is likely to be uploaded on or after **16 January 2023**.
  - Confirm to the tribunal by email that this has been done and stating the date(s) on which this was done.
- 2. Those leaseholders who oppose the application must by **23 November 3**December **2022**:

- Complete the attached reply form and send it <u>by email</u> to the tribunal; and
- Send to the Applicant landlord, by email or by post, a statement in response to the application with a copy of the reply form. They should send with their statement copies of any documents upon which they wish to rely.
- 3. The Applicant landlord must by **14 21 December 2022**:
  - Prepare a digital, indexed and paginated Adobe PDF bundle of all relevant documents for use in the determination of the application, containing all of the documents on which the Applicant landlord relies, including the application form, these and any subsequent directions, copies of any replies from the leaseholders and any relevant correspondence with the tribunal;
  - Upload a copy of the bundle to their website;
  - Write to each of the leaseholders who have sent a reply form to oppose the application, by email and/or post, providing them with a link to the uploaded bundle or, if they request one, a paper copy of the bundle:
  - Also send an email to the tribunal at <u>London.Rap@justice.gov.uk</u> with a similar link to the uploaded bundle, that can be downloaded by the tribunal. The subject line of the email must read:" "BUNDLE FOR PAPER DETERMINATION: [case reference number]".

#### **Determination**

- 4. The tribunal will decide the application during the seven days commencing **9 23 January 2023** based on the documents.
- 5. However, any party may request a hearing. Any such **request should be made by 7 14 December 2022**, giving an indication of any dates to avoid. The hearing will have a time estimate of two hours, but either party should notify the tribunal if that time estimate is insufficient.
- 6. If a hearing is requested:
  - It shall take place on a date to be confirmed as a face to face hearing, at 10 Alfred Place, London WC1E 7LR, making use of the electronic documents received. The parties may if they wish (but are not obliged to) provide the tribunal and the other parties with a concise written summary of their case (referred to as a "skeleton argument") three days before the date of the listed hearing.
  - A party who is intending to rely upon oral witness evidence at a hearing must provide the witness with a copy of the hearing bundle for use at the hearing.

- Parties may wish to print out a copy of the digital hearing bundle(s) for use at the hearing. The tribunal will be using the digital hearing bundles provided, unless it directs otherwise.
- Any party may request, from another party, a physical paper copy of a hearing bundle relied upon by that party (this must be provided, free of charge, within seven days of the request).
- 7. As the tribunal is working electronically during the current pandemic, the tribunal deciding this application will not have access to a physical file, nor electronic access to documents sent to the tribunal. It is therefore essential that the parties include any relevant correspondence to the tribunal within the digital bundle.
- 8. The tribunal will send a copy of its eventual decision to the representative of every represented leaseholder and to any unrepresented leaseholders, who have completed and returned the reply form attached to these directions.
- 9. Furthermore, the Applicant must either send a copy of the tribunal's decision and appeal rights to all leaseholders, or upload a copy of the tribunal's decision and appeal rights on their website, if they have one, or on a web-based document storage site **within 7 days of receipt** and shall maintain it there for at least 3 months, with a sufficiently prominent link to both on their home page, or (if longer) until the new contract is entered into.

## **Attached: Reply Form for Leaseholders**

#### **NOTES**

- a. Whenever you send a letter or email to the tribunal you must also send a copy to the other parties (or, in the case of the applicant, post a copy on their website) and note this on the letter or email.
- b. Documents prepared for the tribunal should be easy to read. If possible, they should be typed and use a font-size of not less than 12.
- c. If the applicant fails to comply with these directions the tribunal may strike out all or part of their case pursuant to rule 9(3)(a) of the Tribunal Procedure (First-tier Tribunal) (Property Chamber) Rules 2013 ("the 2013 Rules").
- d. If the respondent fails to comply with these directions the tribunal may bar them from taking any further part in all or part of these proceedings and may determine all issues against it pursuant to rules 9(7) and (8) of the 2013 Rules.

# **Reply Form for Leaseholders**

| Case<br>Reference: | LON/00AG/LDC/2022/0190  |
|--------------------|---|
| Property:          | Various residential leasehold properties in the London<br>Borough of Camden |
| ONLY COME          | PLETE AND RETURN THIS FORM <u>IF YOU OBJECT</u> TO CATION                   |
| If you do object   | et please complete and return this form to:                                 |

The First-tier Tribunal Property Chamber (Residential Property) by email to: London.RAP@justice.gov.uk

And send a copy to the landlord's representative, Judge & Priestley LLP, Justin House, 6 West Street, Bromley, BR1 1JN (quoting ref: CAMDoo9/0319) or by email to: moakley@judge-priestley.co.uk

|   | Yes | No |
|---|-----|----|
| Have you sent a statement in response to the landlord?                            |     |    |
| Do you wish to request an oral hearing?   |     |    |
| Name address of any spokesperson or representative appointed for the leaseholder: |     |    |

# Please also complete the details below:

| Date:  |  |
|--|--|
| Signature:   |  |
| Print Name:  |  |
| Address of affected property:                        |  |
| Your<br>correspondence<br>address (if<br>different): |  |
| Telephone:   |  |
| Email:   |  |