

GUIDE TO LANDLORDS

DIRECTORY

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Chancellors

Chancellors is a trading name of The Chancellors Group of Estate Agents Ltd. Registered office is at One Station Square, Bracknell RG12 1QB. Registered in England No. 2345397

COMPLAINTS

Complaints about the service of The Chancellors Group of Estate Agents Ltd should be sent in writing to: The Directors, The Chancellors Group of Estate Agents Ltd, One Station Square, Bracknell RG12 1QB or emailed to: directors@chancellors.co.uk. We are a member of the Property Redress Scheme which may be able to help with your complaint if we are unable to.

The Property Redress Scheme website is www.theprs.co.uk

SECTION A: THE LETTINGS SERVICES

We have two types of Lettings Services, "Tenant Finding Only" and "Tenancy Management." Our Lettings Services specifically do not include any activities as detailed under any other section in this document.

TENANT FINDING ONLY

This service ends when the negotiations are completed for the Tenant, we have introduced to take occupation of the property. Our fees are due and payable upon the commencement of the Tenancy. All obligations for the Management of the Tenancy including the tenant taking up occupation of the property will be the responsibility of the Landlord. The obligation to arrange the inventory check out (should one be required) will also be the responsibility of the Landlord. CGEAL can arrange this for the Landlord subject to the appropriate fee being paid.

1. Market Appraisal

- A visit to the property and a discussion, which includes a market appraisal, advice and information on letting and related services.

2. Marketing & Advertising

- Advertising the availability of the property, from time to time, through whichever means in our opinion are appropriate.
- Erecting a "To Let" board.
- Automatic entry on to our website and other portals.
- Automatic distribution of the property to our network of offices, as appropriate.
- Please note that from time to time we may use external and internal pictures of properties we have let in general marketing campaigns stating the rental level achieved

3. Tenants

- Finding and introducing a Tenant.

4. Your Information and Other Services

We will use the information we collect from you to carry out this agreement and for statistical, administration and marketing purposes. We will disclose the information to our service providers and agents for these purposes.

We will offer a full range of services to you, potential tenants and actual tenants including estate agency, financial services, and conveyancing services from which we may get commission or fees.

5. Negotiation

- Negotiating an acceptable rent for the Tenancy period, being the length of the term.
- Negotiating Special Terms or Pre-Tenancy conditions in the Tenancy Agreement.

Where you instruct us to negotiate the rent, we highlight to you that pursuant to the legislation you are not permitted to increase the rent, if the amount of rent payable in one period is more than the amount of rent payable in any later period, where this is the case this would be a prohibited payment under the legislation.

6. Tenant Application to rent and Commitment To Rent Agreement

We will secure an application to rent document from potential tenants which will detail the terms of their application. It will detail terms they offer for the tenancy as well as statements from them as to their financial, credit, employment and adherence to previous tenancy terms. The application will be discussed with you so you are able to decide if you wish to progress the application on the basis of what has been offered and confirmed.

In order to ensure the potential tenants are motivated to fully commit to their application they will be asked to commit to a Commitment To Rent Agreement as part of the application. This agreement will commit the potential tenants to make payment to us as your agent for the work provided on your behalf in the event that:

- a) information they have provided turns out to be false or misleading which reasonably affects your decision to let the property to them with specific reference to the Employment/Employer, Accountant and Affordability, past tenancy and credit sections;
- b) references prove unsatisfactory on the basis that they identify that the tenant has provided false or misleading information;
- c) they request material changes be made to their application that are not agreeable to the you as new conditions after the offer has been submitted and agreed;
- d) they at any point withdraw the application before the deadline for agreement;
- e) you withdraw because completion cannot not take place at the agreed date due to any failure on their part to take all reasonable steps to enter an agreement when the you and/or your agent has done so; or
- f) they fail a Right to Rent check.

If one or more of these events occur and the tenancy does not progress the potential tenants will be liable for 1 weeks rent penalty payment. We will seek to secure the payment from the applicant via committed undertakings secured by us from the applicant(s) prior to the tenancy start date. Monies will be recovered via monies held where possible and any remaining balance being returned to the applicant(s) on the basis that the Tenancy Agreement cannot proceed.

These monies are due to us as the agent and no warrantee is provided by the us that these will be fully collected from the tenant through our credit control processes. No liability to provide any monies to you is committed to by us following the failure of a tenancy to complete with an applicant.

Refundable Holding Deposit

Within current regulations there is allowance for a Landlord to require a tenant to make payment of a Refundable Holding Deposit as part of an application. Regulations are however very restrictive regarding the rules for taking, holding and repaying these monies with potential fines for maladministration being at punitive levels. Accordingly, we do not recommend a Landlord look to secure a Refundable Holding Deposit from a tenant. If you propose to do so you should ensure that any terms you apply to the taking of a payment, the holding and any repayment is in line with current regulations. If you require a Refundable Holding Deposit the tenant will be referred directly to you on the matter and it will be made clear to them that they enter into any agreement outside any agreement with CGEAL. No Refundable Holding Deposit payment should be made through a CGEAL named bank account.

7. Communications & Instructions

Where to contact us:

- Until the property is tenanted all communications will be to and from the appropriate Lettings Office.
- Once a Tenancy has started communication will initially be to our Lettings Central Support Unit, One Station Square, Bracknell RG12 1QB
- E-mail: enquiries@chancellors.co.uk
- Subsequent communications will be from one of our specialist departments in the Lettings Central Support Unit and all responses should be directed back to the relevant department and not to your Lettings Office.
- Whilst we are acting as your Agent, we will communicate with you primarily by e-mail. We will regard any correspondence to or from you which is in writing, by fax, or by e-mail as being binding correspondence.
- We will accept instructions from you as being binding instructions if they are received in writing, by fax, or by e-mail. We will only accept oral instructions when they are followed up in writing.

8. Sole Agency

- The Landlord agrees to appoint us as Sole Agents for an agreed period from the date of our instruction, and thereafter until terminated by either party giving 4 weeks' written notice.
- While we are the sole agent of the property the landlord will be liable to pay remuneration to us, in addition to any other costs or charges, as agreed, if at any time unconditional contracts for the letting of the property are executed: -
 - With a tenant introduced by us during the period of sole agency;
 - With a tenant with whom we have held negotiations during the period of sole agency;
 - With a tenant introduced by another agent during the period of sole agency.

9. Deposit Holding

Where we have been instructed on a Tenant-Find Only basis the Landlord is responsible for ensuring that the Tenant is notified of the deposit protection within 30 days of the start of the tenancy, and within 30 days of each and every renewal or extension of the fixed term tenancy. This includes the provision to the Tenant of the Deposit Protection certificate where applicable plus the Prescribed Information and information booklet for the relevant deposit protection scheme. The Landlord is responsible for ensuring that the deposit is protected for the duration of the tenancy including re-protection on all renewals and extensions of the original term and that the Tenant receives notification of this. The above applies where the Landlord holds the deposit and where Chancellors hold the deposit as Stakeholder.

TENANCY MANAGEMENT

The Tenancy Management Service and the fees payable continue for a tenant(s) we have introduced throughout the entire original period of the Tenancy Agreement and any renewal of it or for its extension by any form of periodic tenancy (this therefore includes but is not limited to any period when the tenant we have introduced remains in residence).

Property Management is an additional separate service (detailed below in Section B).

The Tenancy Management Service includes all of the services and conditions as detailed in Tenant Finding Only plus: -

1. Consideration of References

- Our Referencing Service includes a Credit Check, income and prior rental payments verification and, as appropriate, references from an employer, an accountant, a solicitor, a previous landlord or lender, and a personal reference. Appropriate references are taken for company lets including reviewing the company's trading position, the last set of filed accounts and, if required, a trading reference. These will be presented to the Landlord so that the Landlord can decide if the profile of the applicant(s) meets the Landlord's requirements.
- If the landlord elects for our full Tenancy Management, Property Management and standard referencing service, our Rent Guarantee Scheme as detailed in Section H may be available.
- The Rent Guarantee Scheme are subject to the other terms and conditions set out in Section H
- If insufficient information has been obtained to satisfy a landlord of a tenants/applicants ability to meet the tenants responsibilities under a tenancy agreement it may be necessary to nominate a Guarantor who will act as security *for the percentage rent of the named tenant within the tenancy agreement* for the term of the Tenancy Agreement (*including any extension or renewal and any further period of occupation not specified in the Agreement extension or renewal agreements*).
- The Guarantor must be a UK based Property owner and will be referenced in the same way as the proposed Tenant. Each prospective Guarantor is liable to pay a documentation charge as outlined on the first page of this guide.
- A guarantor guaranteeing a specific sharer tenants percentage rent will still be jointly and severally liable for all of the other tenants' obligations set out in the tenancy agreement.

2. Legal Formalities

- Drafting the Tenancy Agreement.
- Executing and exchanging the Tenancy documents.
NOTE: For key release purposes we only recognise monies as Cleared Funds as indicated in sub section 5 below.
- Abiding by the rules of the Property Redress Scheme and the Tenancy Deposit Scheme and agreeing with any dispute resolution made by the Property Redress Scheme and indemnifying CGEAL for any outstanding monies or costs resulting from that decision.

Please note that a documentation fee applies for this part of the service as detailed in the Lettings Terms of Business.

3. Inventories & Schedules of Condition and Check-In

- Where selected when signing the Terms of Business, arranging the preparation on your behalf of a professional Inventory by an Independent Inventory Company
- Arranging Check-in and Check-Out.

4. Utilities, Council Tax and Water Supply Energy Supplier

The Landlord hereby authorises the Letting Agent, as its agent, to appoint OVO Energy Ltd, as the electricity and/or gas supplier for the property; however, this will not prevent the Landlord from changing to a different energy provider if desired.

The Landlord agrees that the Letting Agent may pass the Landlord's name and contact details to OVO Energy Ltd for the purposes of:

- (a) registering the electricity and/or gas meters at the property with OVO Energy Ltd, providing electricity and gas to the property and administering the Landlord's account;
- (b) registering the Landlord with the relevant local authority for the payment of council tax; and
- (c) registering the Landlord with the incumbent water supplier to the property. The water supplier may contact the Landlord in order to provide further information about its services and products and conclude an agreement with the Landlord for those services and products.

OVO Energy Ltd will use the Landlord's name and contact details only for the purposes set out above. OVO Energy Ltd will comply with its obligations as a data controller in the Data Protection Act 1998, the General Data Protection Regulation ((EU) 2016/679) and any other data protection legislation which is enacted in the UK and will handle the Landlord's data in the manner set out in OVO Energy Ltd standard terms and conditions and/or privacy policy. OVO Energy Ltd will not share the Landlord's details with any third party other than the relevant local authority and incumbent water supplier, and will hold the Landlord's details for the duration of any contract with OVO Energy Ltd. From 25 May 2018, the Landlord is reminded of their rights under the General Data Protection Regulation to access, rectification, erasure, restriction of processing, and portability of their data. If the Landlord is dissatisfied with the manner in which OVO Energy Ltd handles their details they may lodge a complaint with the Information Commissioner's Office. If the Landlord has any questions regarding the details or use of the Landlord's data held by OVO Energy Ltd, the Landlord may contact OVO Energy Ltd at 1 Rivergate, Temple Quay, Bristol, BS1 6ED or hello@ovoenergy.com.

5. Receiving Initial Monies

- Receiving Monies
- Receiving settlement of the initial account.
- Collecting and holding the Tenant's deposit as Stakeholder.
- Deposit disbursement will be in accordance with our standard procedures and those of the Tenancy Deposit Scheme, unless otherwise agreed.

Note: Cleared Funds

Note: Cleared Funds The banking system has a number of safe guards in place to ensure that the intentions of payers of monies are properly met. These include the ability of the banks to "claw back" monies credited to an account within certain timeframes known as Clearance Periods. Only after the Clearance Period has passed can the monies credited to an account be said to be "cleared funds". Our policy set out below can result in, in certain special circumstances, a "claw back" of monies after we have accounted to a client for the monies.

Clearance Periods:

Cheques:

Instant once the payment is 'Confirmed' Payment will be considered 'Confirmed' 5 working days from date of customer payment

Credit Cards: 4 working days

Debit Cards: 4 working days

BACS transfers: 3 working days

Online Chancellors SagePay payment via our website by debit or credit card :

Instant once payment lists as 'Confirmed', Payment will be considered 'Confirmed' 4 working days from date of customer payment

Initial Monies in Escrow

Any initial monies paid to The Chancellors Group of Estate Agents Ltd (including those intended to be used for rent and deposit) must be paid in cleared funds to us at the time of signing the Tenancy Agreement. These monies (less any payments for documentation fees due to Chancellors, which shall be immediately released to Chancellors) will be held in escrow in a client account to the order of the prospective Tenant.

You accept a Tenancy is created at the point the Tenancy Agreement is completed (being the point at which the Tenancy Agreement has been exchanged and you, the landlord, or we have completed the checks required by the Immigration Act 2014 and verified that each Prospective Tenant has a "Right To Rent" in the UK). Immediately a Tenancy is exchanged, these monies will be used as rent and deposit (as appropriate). If the Tenancy Agreement does not then complete then the monies will be returned to the prospective Tenant, less any monies due by them if they have failed to complete the tenancy process.

Rent Processing

- If requested, issuing demands before the rent due dates.
- Issuing reminders.
- Notifying Landlords when rent is more than 7 days overdue so that Landlords can take appropriate steps to recover monies due.

6. Prompt Accounting

- We will remit funds to the Landlord within 3 working days of them being allocated to the Landlord's account subject to reserve funds being available (please note for funds received by personal cheque & Online Chancellors Sagepay payments the period is 6 working days).
- All Statements of rent received, and associated transactions will be sent to you via a secure e-mail address, unless you instruct us otherwise.
- You must set your e-mail address to a secure setting to enable this to happen.
- All Remittance Notifications can be sent by text message to a mobile phone, unless you instruct us otherwise.
- Via the use of a PIN number you can have direct access to our secure database which will allow you access to your account online.
- In the case of joint Landlords, we will communicate with one party at one contact point and it will be the responsibility of the nominated Landlord to keep other Landlords informed.
- The Anti Money Laundering Legislation and HMRC rules state that we must only remit to the parties who are named as Landlords on the Tenancy Agreement.

7. Renewals, Extensions & Re-Lets

- We will review and negotiate, on the Landlord's behalf; the rent, deposit, special terms and length of a new, renewed or extended Tenancy at a cost.

8. Section 21 Notices (The right to obtain possession of a Landlords property)

In order for a Landlord to have the right to commence possession procedures against their tenant a 'section 21' notice must have been served upon the tenant.

In order to preserve a Landlords right to commence possession procedures at the earliest opportunity (should this be necessary) we will:

- Serve a Section 21 notice on the Tenants should the renewal documents not have been exchanged 70 (seventy) days before the end date of the tenancy.
- Serve a Section 21 notice to the Tenants if either party has indicated they do not wish to renew.
- NOTE: notice can no longer be given to tenants in the first 4 months of a new Assured

Shorthold Tenancy (Deregulation Act 2015).

- NOTE: notices must be enforced within 4 months of the date specified in the notice as the date the tenants are required to vacate.

In addition, under the Deregulation Act 2015, landlords and agents wishing to issue their tenants with a Section 21 Notice should:

- Ensure they have shared the [How to rent: the checklist for renting in England](#) guide with tenants;
- Make sure the property has an up to date Gas Safety Certificate and the tenants have seen it;
- Publish the property's Energy Performance Certificate (except when the property isn't required to have one);
- Inform tenants which scheme their deposit is protected in;
- Where the property is licensed, provide a copy of the licence to all the tenants.

This notice does not preclude the Tenancy subsequently formally or informally being renewed. Where served it does act as a 'insurance policy' to ensure the landlord can take action to gain possession in the Courts where for whatever reason the landlord has decided possession is required and the Tenant refuses to leave.

It should be noted that to secure local authority housing a tenant needs to have been served with an eviction order. If tenants have voluntarily made themselves homeless the local authority are not required to provide them with accommodation.

Retaliatory evictions

The Deregulation Act 2015 provides tenants with protection from eviction where they complain to a landlord about the condition of their property. In respect of all tenancies:

- where a tenant complains in writing to the landlord regarding the condition of the property (this includes the common parts of a shared building that affect the tenant's enjoyment of the property or which they are entitled to use and for which the Landlord holds a controlling interest);
- the landlord does not, within 14 days, provide an adequate response to the complaint – being a response that:
 - provides a description of the action that the landlord proposes to take to address the complaint, and
 - sets out a reasonable timescale within which that action will be taken;
- the tenant has complained to the relevant local housing authority about the same, or substantially the same, subject matter as the complaint to the landlord; and
- the relevant local housing authority serves a relevant notice in relation to the dwelling-house in response to the complaint,

a Section 21 notice may not be given, or will be invalid, for six months after the tenant has complained beginning with the day of service of a relevant notice by the local housing authority.

A "relevant notice" is an improvement notice served under the Housing Act 2004 (relating to category 1 or 2 hazards) or an emergency remedial action notice served under that act.

The local authority determines what is a Category 1 or 2 hazard based on the tenant and property. In general terms, Category 1 hazards represent an immediate threat to the health or safety of a tenant such as the property not having adequate heating. Category 2 hazards signify less urgent threats to the health or safety of a tenant.

9. Vacation Arrangements

- Serving the appropriate notices to terminate the fixed term of an Assured Shorthold Tenancy.
- Arranging Inventory Check-out.
- Dispersing the deposit as agreed between the parties in accordance with our standard procedures and the Tenancy Deposit Scheme (TDS) or Deposit Replacement Scheme guidelines.

10. Safety Checks

- We will arrange Gas Safety, Portable Appliance and Electrical Installation Safety Certificate for each new let and re-let.
- If we are not asked to arrange any or all of the above, Landlords must supply and keep us supplied with current certificates.
- We will require a valid replacement certificate no later than 48 business hours prior to the expiry of the current certificate. Should we not be in possession of a replacement certificate, including from British Gas, we will act under Agent of Necessity and order a replacement via our Approved Contractors. In the event that the landlord arranges the certificate directly and has provided contact details for their preferred contractor we will attempt to place the order with them. If they are unresponsive or unavailable, we will proceed with booking our Approved Contractors without reference.
- Please see Section M: Landlord Responsibilities relating to Legionella, Smoke Alarms and Carbon Monoxide Detectors. We can arrange risk assessments, installations of alarms or detectors and/or tests to be carried out on your behalf via our approved supplier.

11. Agent of Necessity

- If the Landlord is unavailable or have not met their obligations under the Tenancy Agreement or any Act of Parliament or regulation, or, if after reasonable enquiry we are unable to contact the Landlord, we reserve the right to arrange works without notice to ensure that the property meets statutory requirements and Health and Safety regulations and complies with best practice. If we are required to act as Agent of Necessity, the Landlord undertakes to fully reimburse us upon demand for all costs so incurred.
- Please note that in the case of emergency repairs we cannot guarantee to instruct any of the
- Landlord's preferred contractors.

12. Refund of Fees

- No refunds are payable where the term of the Tenancy Agreement ends before the end date specified in the Tenancy Agreement, whether as a result of an early termination by the agreement of the parties or one party serving a proper notice under a break clause (save where expressly agreed in writing). Where the term of the Tenancy Agreement ends before the end date specified in the Tenancy Agreement, and you instruct us to re-let the Property and new fees are paid for the letting and/or property management, the amount of the original fee that is "duplicated" will be credited to your account with us.

13. Debtor Management Service

For our Debtor Management Service, please see Section G.

14. Rent Guarantee Scheme

This scheme is only available to clients where CGEAL collect the rent on a monthly basis (please note minimum fee percentages apply).

The scheme is described in Section H of this document.

15. E-Services

We want to keep all our clients informed of key events throughout the marketing, letting and management of their properties. For more information please visit

www.chancellors.co.uk/pdf/e-services.pdf

16. Right To Rent: Immigration Act 2014

Landlords, or agents appointed on their behalf, must check that a tenant, lodger or occupant (over the age of 18) can legally rent in their residential property in England if a tenancy starts on or after 1 February 2016.

The Required Checks

Landlords, or agents appointed on their behalf, must:

- check which adults will live at the property as their only or main home – we will assume that it will be a tenant's only or main home unless appropriate and acceptable evidence that complies with the law is provided that demonstrates otherwise
- see the original documents that allow the applicant to live in the UK;
- check that the documents are genuine and belong to the applicant, with the applicant present; and make and keep copies of the documents and record the date the check was made.

Which original documents are acceptable?

There are different categories of acceptable documents

- List A – Groups 1 and 2: non time-limited documents.
- List B – time-limited documents.

The documents that make up this list can be found in the Home Office Code of Practice:

www.gov.uk/government/publications/right-to-rent-landlords-code-of-practice

For the avoidance of doubt, if you provide a time-limited document that expires before the start date of the tenancy for which you are applying it will not be acceptable.

Further checks

If an applicant's permission to stay in the UK is time limited (for example, their visa expires during the tenancy), landlords, or agents appointed on their behalf, must make a further check on that person to make sure they can still stay in the UK. This further check must be made within 28 days before:

- the expiry date of the tenant's right to stay in the UK; or
- 12 months after your previous check, whichever is the later.

No further check is required if an applicant does not have any time restrictions on their right to stay in the UK.

For the avoidance of doubt, if a landlord, or agent appointed on their behalf:

- conducts a further check and discovers that the applicant no longer has a “Right To Rent” in the UK or;
- seeks to conduct a further check and the applicant does not provide the relevant original documents required to conduct the check; or
- seeks to conduct a further check and the applicant does not provide the relevant original documents required to conduct the check but the applicant claims to have an ongoing application or appeal with the Home Office to vary or extend their leave in the UK, or that their documents are with the Home Office, the landlord, or agent appointed on their behalf, must request a right to rent check from the Landlords Checking Service and if the Landlords Checking Service informs the landlord, or their agent, that the applicant no longer has a right to rent, by way of a “no” response, the landlord, or agent appointed on their behalf, must make a report to the Home Office.

Where an Applicant fails to provide Right to Rent documents

If an applicant has returned a signed copy of their Tenancy Agreement to us and fails to enable the landlord or us to undertake the checks required by the Immigration Act 2014 and verify that each applicant has a “Right To Rent” in the UK before the tenancy start date set out in the signed Tenancy Agreement, the Tenancy Agreement will not complete (meaning that it will never, unless expressly agreed by the landlord, come into force) and shall be treated as null and void.

Our Appointment

Where you have instructed us to provide our Tenancy Management service, we agree to carry out the relevant “Right To Rent” checks on your behalf.

Where you have instructed us on a “Tenant Finding Only” basis, we only agree to carry out the relevant “Right To Rent” checks on your behalf if we are either collecting initial monies on your behalf from your tenants and/or releasing your keys to the tenants. Furthermore, we will only carry out “further checks” after the tenancy start date if you have instructed us to provide our Tenancy Management service.

If we have agreed, in accordance with the above to carry out the relevant “Right To Rent” checks on your behalf, and you do not want us to carry out these checks, you must inform us in writing that you wish to carry out the relevant checks.

FEES FOR THE TENANT FINDING ONLY AND TENANCY MANAGEMENT SERVICES

These fees are set out in our Lettings Terms of Business.

TRANSPARENCY OF REFERRAL FEES

The National Trading Standards Estate Agency Team have published its Guidance on Transparency of Fees Involving Property Sales in February 2019.

Pursuant to the guidance estate agencies are required to provide their clients and customers with information relating to the price of its services and any additional services provided under a referral agreement or arrangement for which they are paid a fee. In order to discharge this obligation, we have set out the services available to our clients and the average of those services in our Referral Facts Guide.

The Referral Facts Guide intends to provide a comprehensive table of all the potential referrals made to third parties, depending on whether or not the client or customer has opted to benefit from that service.

See our [Referral Facts Guide](#) link for further information.

DEFINITIONS & INTERPRETATIONS FOR THE TENANT FINDING ONLY AND TENANCY MANAGEMENT SERVICES

Sole Agency

While we are the sole agent for the letting of the property the Landlord will be liable to pay our fee, which is calculated as a percentage of the Gross Rent, plus VAT at the relevant rate. Our fee is due upon execution of a Tenancy Agreement with a Tenant in any of the following circumstances: -

- A Tenant introduced directly or indirectly by us during our period of sole agency;
- A Tenant with whom we have held negotiations during our period of sole agency.
- A Tenant introduced by another Agent during our period of sole agency

Please note that any applicable Charges will become due upon execution of contracts.

Multiple Agency

While we are instructed as multiple agent for the letting of the property the Landlord will be liable to pay our fee, which is calculated as a percentage of the Gross Rent, plus VAT at the relevant rate. Our fee is due upon execution of a Tenancy Agreement with a Tenant in any of the following circumstances: -

- A Tenant introduced directly or indirectly by us during our period of multiple agency;
- A Tenant with whom we have held negotiations during our period of multiple agency.

Please note that any applicable Charges will become due upon execution of contracts.

Fees and Charges

We will be providing you with a bespoke quotation. This will be contingent on a number of factors that will include: your requirements; the market for your property; the market for our services in your area; the type, condition, amenities, facilities and location of the property; type of tenant preferred; term of tenancy and period over which you plan to let the property.

For details of the structure of our fees and charges, ask in-branch for a copy of our Terms & Conditions or go to www.chancellors.co.uk/pdf/sampleterms.pdf

We also consider it important that you know what your prospective tenant's costs will be. You can see in full on our website at www.chancellors.co.uk/pdf/tenantfees.pdf

Our Terms of Business detail the circumstances when our fees become payable in relation to the letting of a property. The contract is therefore event-driven i.e. when an event as stated in the contract occurs our fee becomes payable. The right to the fees in relation to the letting of a property therefore cannot ever have any connection with any service-related matter. These must be dealt with via our complaint's procedure.

Our Property Management service is a service contract and may be ended by you giving us the other three months' written notice of in any case when the tenant(s) end the occupation.

Please be advised that where fees are outstanding, for whatever reason, 28 days after the due date we reserve the right, with or without notice, to take legal action to recover any sums properly due along with interest from the due date on the outstanding balance as well as any costs associated with our claim.

Renewal or Extension of a Tenancy

Each and every time a Tenancy is renewed or extended, or if an Option to Renew is exercised, whether or not negotiated by us, our fees and other charges will be as for a new let and are due at the commencement of each and every renewal and/or extension period, whether or not rent has been received.

Deemed Renewal or Extension of the Tenancy

Where a Tenant remains in the property beyond the agreed Tenancy period, but has not renewed or extended the Tenancy Agreement, the Tenancy will be deemed to be extended as a Periodic Tenancy for the same period as the original Tenancy and our fees and any other charges will be as for a new let.

Introduction of Other Parties by the Tenant

If during the course of, or at the end of the Tenancy Agreement, a new Tenancy Agreement for the same property is entered into by the Landlord with any party who was introduced to the Landlord, either directly or indirectly by the Tenant who we introduced to the Landlord, our fees will become payable in respect of that new letting and for each and every time an actual or deemed renewal or extension takes place. The fees and any other charges will be as for a new let.

Abortive Costs

If basic terms of a Tenancy have been agreed with the Landlord and we are instructed to proceed with the formalities and the Landlord then withdraws from the transaction, there will be an additional charge on the Landlord, as stated in the Lettings Terms of Business.

Where you, as the landlord, has accepted an offer to let you are committed to the transaction and should you decide to withdraw from the transactions then you are liable. If you have progressed multiple transactions in connection with the same property, you will likely fall foul of the legislation and you agree to fully indemnify us from any and all losses, liabilities, costs, damages and expenses incurred by us direct or indirectly brought from any tenant, applicant, government organisation and/or trade body as a result of you progressing multiple transactions.

The Landlord will also authorise and/or enable the reimbursement of the Tenant(s) for any administration charges they have incurred.

Cancellation Costs

If you sign your contract with us off-premises and we convey the contract to our offices, and you wish to cancel your contract within the 14 day cooling off period you will be charged for the activities up to the date of cancellation. Costs are available to view at

www.chancellors.co.uk/pdf/cancellationcosts.pdf

Property Availability

It is our policy unless agreed or instructed otherwise to continue to market properties until a bespoke tenancy agreement has been ordered from our contracts department. Our Memorandum of Lettings document will confirm this for each transaction.

CLIENT MONEY PROTECTION

CGEAL is a member of Propertymark Client Money Protection Scheme

SECTION B: PROPERTY MANAGEMENT

1. PROPERTY MANAGEMENT

As long as we hold sufficient of the Landlord's funds to meet on demand the resulting invoices and charges, the Property Management Service includes:

- Arranging Gas safety, portable appliance and Electrical Installation Safety Certificate as necessary.
- Arranging any cleaning and garden maintenance necessary to put the property in order before or after a Tenancy. Based on TDS and independent adjudication guidelines these costs are apportioned between Landlord and Tenant.
- Liaising with utility companies and arranging settlement of final accounts.
- Settlement of regular outgoings such as Ground Rent, Service Charges, Maintenance Charges, Note: - this does not include mortgage payments or insurance premiums.
- Periodic inspections of the property and the provision of a report on its general condition. The inspection will be limited to the property as stated in the Tenancy Agreement. In the case of flats, it will not include the common parts or structure of the building nor the external condition of the windows and frames or any part of the building that is normally the responsibility of block managers. Obvious defects or disrepair will be noted, but these inspections are not building surveys and they are not intended to identify or investigate latent or structural defects.

2. RESERVE FUND

The Landlord undertakes to provide us with a reserve fund for any emergency repairs to the property or its contents, and for the payment of any monies properly payable to us. The amount of the reserve shall be at the discretion of our relevant Property Manager but will not be less than £200 and will be in accordance with the requirements of the property. Please note that where you require a check out at the end of the tenancy a reserve will be raised accordingly at the point where it is identified that a tenant will not be renewing their tenancy with you.

When rent is collected from the Tenant upfront for the term of the Tenancy an increased reserve will be required. This will be agreed between the Landlord and our relevant Property Manager.

3. REPAIRS

Out of Hours Repairs

Outside of our office hours, Tenants calling us to report an emergency repair will be directed to our answering service, which will provide the Tenant with details of a contractor(s) who cover the area for emergency repairs.

Chancellors' emergency contractors have been designated as such and are aware of those situations which constitute a genuine emergency rather than an inconvenience. They will take the minimum action required to make the property and tenant safe and minimize damage.

In the event that an emergency repair is required we will notify the Landlord and the resultant invoice will be paid from the Landlord's management reserve or incoming rent. Where we do not hold sufficient funds to pay the invoice, the Landlord will be asked to provide these and undertakes to reimburse Chancellors for any costs incurred in this regard on their behalf.

Should the Landlord hold a maintenance contract for the property or any of the fixtures and this covers emergency repairs e.g. a British Gas Homecare agreement, the landlord is responsible for ensuring that the Tenant and Chancellors are provided with full details of the policy. Chancellors will **not** be liable for an emergency call out invoice where the Landlord cannot demonstrate that the Landlord has provided the Tenant with full information of a maintenance contract or any alternative arrangements. Should the Tenant not follow instructions provided and call out Chancellors' emergency contractor contrary to these, Chancellors will not be liable for any resultant invoice. The Landlord undertakes to pay the contractor for services supplied and may wish to seek

to reclaim this sum from the Tenant via a payment from them or via the deposit at the end of the tenancy.

In the event that a Tenant in a non-managed property calls out one of Chancellors' emergency contractors, the landlord will be provided with a copy of the invoice and will be responsible for the charge. We will either deduct from incoming rent or ask that the landlord send the required funds.

Reactive Repairs

When contacted by the Tenant about repairs to the property, or the contents belonging to the Landlord, we will arrange for repairs to be carried out, provided we consider such repairs to be appropriate and necessary and that their cost will not exceed £200 inc VAT.

If we are advised that the cost of repair is above £200 but less than £575 we will act in your best interests and make a decision based on the nature and urgency of the works and potential costs e.g. it is often financially beneficial to allow a contractor to proceed whilst on site rather to incur the cost of multiple visits.

When repairs are needed, the landlord's reserve will be increased, and the estimated/quoted cost of the work will be deducted from the next incoming rental. Where the landlord collects the rent directly or rental payments are not monthly or are insufficient to cover the cost of the work, the landlord will be asked to provide us with funds prior to a contractor being instructed. Further deductions from rents received or requests for funds may be made during the course of the tenancy to restore the reserve fund to the agreed amount if it has been reduced by repairs or other invoices. This ensures that the reserve is maintained throughout the tenancy and is available to be used for necessary repairs.

Where a landlord requires us to contact them for authorisation before arranging appropriate repairs, we will do so providing we have been provided with this instruction in writing. CGEAL will not accept responsibility for any delays in fixing faults and subsequent action from the Tenant as a result of this. This does not include repairs which fall under Agent of Necessity as defined in Section A.

Non-Reactive Repairs/Planned Maintenance

Where planned maintenance, improvements or non-reactive repairs are required, a quote can be obtained for the work needed and a comparison quote if required. Given the nature of these repairs and their likely cost, in most cases funds will be requested from the client and need to be in place before the contractor is instructed.

Contractors

We make a charge to contractors to be approved which covers:

- the cost of the "contingent public liability insurance" policy CGEAL has in place as, like owners, agents have in the past been looked to when, for whatever reason, the agent is found to have responsibility for the actions of the contractor and the contractor for whatever reason does not have insurance cover that can be accessed to cover any claim;
- the cost of managing the accounts the contractors have with our clients which we administer. With so many orders being placed across our portfolio of properties it is inevitable that considerable time is taken up with sorting out accounting problems, which in the main, result from contractors not following our procedures; chasing invoices, reconciling statements, dealing with wrong invoicing and all the other matters that come as a result of placing orders on behalf of clients in considerable volume.

Our fees to the contractor are based on the contractor's risk category, which is determined by their trade(s), and the number of jobs completed in the previous quarter. A banding is applied according to the volume of jobs and takes into account the number high cost jobs therefore high risk jobs.

The charge ensures we can provide our clients considerable protection at no cost to the client, as the charge is not based on the value of invoices, but the number above a minimum, and the risk associated with high value work.

4. KEYS

The Landlord agrees to provide us with three sets of keys to all external locks in the property. If we are required to arrange for keys to be cut there will be a charge in accordance with The Lettings Terms of Business.

5. CONTRACTORS

All contractors, whether arranged by us or by the Landlord are engaged on behalf of the Landlord. The resulting contract is between the Landlord and the Contractor. CGEAL is not a party to that contract. If the Landlord requires us to engage particular contractors, full details must be provided. These contractors must be suitably qualified. CGEAL is in no way responsible for contractors meeting their obligations.

We reserve the right to use our own contractors if, after reasonable enquiry, the Landlord's preferred contractors are unavailable, or in cases of emergency where we have to act as Agent of Necessity.

Electrical Contractors will be NICEIC qualified and authorised to provide a certificate under Building Regulations (Electrical Safety in Dwellings) Part P. They will provide an Electrical Installation Safety Certificate.

The Landlord also undertakes to ensure that any D.I.Y electrical work at the property which is notifiable under Part P is certificated by the Local Authority under the above Electrical Safety in Dwellings Part P Regulations.

Gas Contractors will be Gas Safe registered and authorised to issue Gas Certificates under the Gas Safety (Installation and Use Regulations) 1998 and as amended or replaced.

If we are instructed to deal with any Landlord "preferred contractors", rather than CGEAL approved contractors, we will ensure that the Landlord receives copies of all correspondence with that contractor.

As we have no control over Landlord preferred contractors we will undertake to contact them twice by e-mail. If after the second e-mail they fail to respond, we will advise the Landlord and it will become the Landlord's responsibility to instigate further communications with their preferred contractor.

We can accept no responsibility for any private arrangements made between the Landlord and their preferred contractor, or their failure to undertake works.

6. NOTIFICATION OF DEFECTS

Our offices, or emergency contractors, are on standby all year. This ensures that, when a Tenant reports an emergency, it will be dealt with promptly and in accordance with any pre-agreed instructions from the Landlord. Out of hours emergency contractors will gauge the seriousness of the situation and act to protect the property and its occupants.

7. INVENTORY & SCHEDULE OF CONDITION

It is a condition of our Property Management Service and our Rent Guarantee Scheme that the Landlord provides an independent and professionally prepared Inventory and Schedule of Condition. We can arrange this on the Landlord's behalf.

It is a practical requirement of the Tenancy Deposit Scheme that an Independent Inventory and Schedule of Condition be available to enable them to make a proper adjudication. Without such an Inventory, the Landlord will be unable to prove to the satisfaction of the TDS that any damage to the Property is the responsibility of the Tenant (See Section D below).

8. APPLIANCES

All appliances, including central heating, burglar and smoke/heat alarms, should be checked and serviced before the Tenant occupies the property. Whenever possible maintenance contracts should be taken out and given to our Property Management department if you are using our Property Management Service, otherwise they should be provided to the Tenant. Operating Manuals and Guarantee Cards must also be made available in the property.

9. DEPOSIT DISBURSAL

Tenant's Deposits are held as Stakeholder and Disbursal will be carried out in accordance with our standard procedures and those of the Tenancy Deposit Scheme ('TDS'). More details regarding this matter can be found in Section D below.

10. RENT GUARANTEE SCHEME

This scheme is only available to clients where CGEAL collect the rent on a monthly basis (please note minimum fee percentages apply). The scheme is described in Section H of this document.

11. END OF PROPERTY MANAGEMENT SERVICE

Our Property Management Service will not continue beyond the end of the tenancy. For other services refer to Section E "Vacant Property Services".

During the term of a Tenancy, the Property Management Service can be terminated by either the Landlord or us by giving the other party three months' notice, in writing. In the event that the Property Management Service is terminated by the Landlord, from the date of termination an additional 2.4% inc VAT (2% plus VAT) of all rent due from the tenant(s) for the original term of tenancy and any extension thereof is due in respect of the Tenancy Management Service.

12. INSURANCE CLAIMS

There will be a charge as set out in our Lettings Terms of Business for the service if we are instructed by the Landlord to deal with the administration, negotiation or settlement of insurance claims. We are however prohibited by law from assisting in the actual performance of a Landlord's insurance contract by, for example, notifying the insurer of the claim or assisting in the management of the claim.

13. COMMUNICATIONS & INSTRUCTIONS

Whilst we are acting as your Managing Agent, we will seek to communicate with you primarily by e-mail. While we would ordinarily request an instruction to be provided in writing there may be occasions where we are required to act quickly in order to address an urgent request or to avoid damage to your property; in such instances we will accept a verbal instruction having first discussed the matter with you. In those rare cases when we are required to act as an Agent of Necessity, we will do so without requiring your authority, written or otherwise.

14. FEES & CHARGES FOR THE PROPERTY MANAGEMENT SERVICE

Our fees for the Property Management Service are calculated as a percentage of the Gross Rent plus VAT at the relevant rate and are due on the rent payment dates as specified in the Tenancy Agreement and are payable irrespective of whether the Rent is paid.

Each and every time the Tenancy is renewed or extended beyond the initially agreed period, or if an option to renew is exercised, our Property Management fee will be charged at the same rate for the further agreed period or periods.

15. HOUSES IN MULTIPLE OCCUPATION

For managing a Licensable House in Multiple Occupation where CGEAL is named as manager, there will be an additional fee of 2.4% inc VAT (2% plus VAT) of the gross rent for the period CGEAL are managing the property, in addition to any charges resulting from bringing the property up to the standards specified in the Housing Act 2004.

If we are asked to provide a Property Management Service only there is an initial set up charge of £99.96 Inc VAT.

SECTION C: SHORT LET TENANCIES

1. INTRODUCTION

The expectations of short let tenants can often be very different to those of the longer more traditional tenancies. Tenants expect the property to be fully furnished and equipped to an exacting standard. Crockery, towels, linen and pillows for example are a must. It must also be noted that it is not unusual for a Tenancy Agreement to be executed before the property has been viewed.

As the term of the Tenancy is short, tenants will expect any maintenance issues to be dealt with rapidly.

The Landlord will, in essence, be responsible for all outgoings associated with the property with the exception of Telecommunication Costs but voice and internet services will need to be available from the immediate commencement of the Tenancy.

As the property will not be the main residence of the Tenants the appropriate type of Tenancy Agreement is a Contract, not an Assured Shorthold Tenancy.

It is usual for the Deposit to be equal to four weeks rent rather than the customary five weeks rent.

2. POSSESSION ORDERS

Should a tenant not vacate at the end of the term of the tenancy agreement it will be necessary to obtain a court order to get possession of the property. You will need to take independent legal advice in this situation.

3. RESTRICTIONS ON OUR SERVICE

As the form of tenancy agreement is a Contract the Rent Guarantee Scheme will not be available to landlords.

As the term of the tenancy agreement is short, Periodic Inspections will not be conducted.

SECTION D: DEPOSIT GUIDELINES

1. DEPOSIT AMOUNT AND INTEREST

A deposit equivalent to 5 weeks (6 weeks if the rent is equal to or over £50,000 pa) rent is held for the duration of the Tenancy to offset any costs required to remedy the failure of the Tenant to fulfil the conditions of the Tenancy Agreement. If we, the Agent (CGEAL), are instructed by the Landlord to hold the Deposit, the Agent shall do so under the terms of the Tenancy Deposit Scheme where the Tenancy is an Assured Shorthold Tenancy. The interest upon the Deposit is retained by the Landlord's Agent.

2. THE TENANCY DEPOSIT

The Chancellors Group of Estate Agents Ltd is a member of the Tenancy Deposit Scheme, which is administered by:

Tenancy Deposit Scheme
The Dispute Service Ltd
PO Box 1255
Hemel
Hempstead
Herts
HP1 9GN

Phone 0300 037 1000
Web www.tenancydepositscheme.com
Email deposits@tds.gb.com
Fax 01442 253193

TDS means Tenancy Deposit Scheme.

'ICE' means the Independent Case Examiner of The Dispute Service Ltd.

'Agent' means a person who is authorized to act on behalf of another, in this instance the

'Landlord' Member means the Landlord's Agent who is also a member of the Tenancy Deposit Scheme.

'Stakeholder' means that the person holding the tenancy deposit during the tenancy between the parties (landlord and tenant) should obtain the agreement of both sides before making any deductions for damage, cleaning etc.

3. HOW WE HOLD DEPOSITS

We hold tenancy deposits as Stakeholder. These Deposits will be disbursed in accordance with our standard procedures as documented in this guide and, where the Tenancy is an Assured Shorthold Tenancy, the requirements of the Tenancy Deposit Scheme.

At the end of the Tenancy, we will arrange a Check-out and an Inventory/Schedule of Condition/Check-out Report will be produced by an independent inventory company. The Inventory/Schedule of Condition/Check-out Report will be returned to our Property Management department. The cost will be borne by the Landlord.

4. AT THE END OF A TENANCY COVERED BY THE TENANCY DEPOSIT SCHEME

If there is no dispute, we will keep any amounts agreed as deductions where expenditure has been incurred on behalf of the Landlord, or repay the whole or the balance of the Deposit according to the conditions of the Tenancy Agreement with the Landlord and Tenant. Payment of the deposit will be made within 10 calendar days of written consent from both parties.

At the end of a Tenancy covered by the Tenancy Deposit Scheme where there is a dispute, if the Tenant has not received the deposit 10 calendar days after asking for its return, the Tenant may

apply to the TDS for the adjudication. A Landlord can also refer a dispute to the TDS.

The statutory rights of either the Landlord or the Tenant(s) to take legal action against the other party remain unaffected.

It is not compulsory for the parties to refer the dispute to the TDS for adjudication. The parties may, if either party chooses to do so, seek the decision of the Court. However, this process may take longer and may incur further costs. Judges may, because it is a condition of the Tenancy Agreement signed by both parties, refer the dispute back to the TDS for adjudication. If the parties do agree that the dispute should be resolved by the TDS, they must accept the decision of the TDS as final and binding.

If there is a dispute, we must remit to The Dispute Service Ltd the full deposit, less any amounts already agreed by the parties and paid over to them. This must be done within 10 calendar days of being told by the TDS that a dispute has been registered whether or not you or we want to contest it. Failure to do so will not delay the adjudication but The Dispute Service Ltd will take appropriate action to recover the deposit and discipline CGEAL.

We must co-operate with the TDS in the adjudication of the dispute and follow any recommendations concerning the method of the resolution of the dispute.

5. INCORRECT INFORMATION

The Landlord warrants that all information he has provided to CGEAL is correct to the best of his knowledge and belief. In the event that the Landlord provides incorrect information to CGEAL which causes us to suffer loss or causes legal proceedings to be taken the Landlord agrees to reimburse and compensate us for all losses suffered.

CGEAL do not make any charge to landlords or tenants for access to the TDS dispute resolution facility. There are no costs for the actual adjudication process save where we are required to provide information following a tenant's notification and we consider a landlord's claim is un-commercial and or frivolous.

When the amount in dispute is over £5,000 the Landlord and the Tenant will agree by signing the Tenancy Agreement to submit the dispute to formal arbitration through the engagement of an arbitrator appointed by the ICE although, with the written consent of both parties, the ICE may at his discretion accept the dispute for adjudication. The appointment of an arbitrator will incur an administration fee, to be fixed by the Board of The Dispute Service Ltd from time to time, shared equally between the Landlord and the Tenant. The liability for any subsequent costs will be dependent upon the award made by the arbitrator.

6. PLEASE NOTE: OTHER DEPOSIT PROTECTION SCHEMES

If the Landlord decides to hold the deposit for an Assured Shorthold Tenancy under the rules of Tenancy Deposit Scheme and CGEAL are to collect the deposit, we will forward the deposit to the Landlord within 5 working days of the production of a Registration Certificate from Tenancy Deposit Solutions for the deposit. If the Certificate is not received within 30 days of receipt of the deposit by CGEAL we will register the deposit with the Tenancy Deposit Scheme as above.

If the Landlord decides to hold the deposit for an Assured Shorthold Tenancy under the rules of the Deposit Protection Service (a custodial scheme) and CGEAL are to collect the deposit, we will forward the deposit to the Deposit Protection Scheme within 5 working days of the receipt of the appropriate registration details. If the details are not received within 30 days of receipt of the deposit by CGEAL we will register the deposit with the Tenancy Deposit Scheme as above and the appropriate TDS charge will be applied as per our Terms of Business.

In the event that CGEAL submit the deposit to the DPS Custodial scheme as per the account details provided by the landlord and the funds are returned to us by the DPS as unsuccessfully allocated,

CGEAL will register the deposit with the Tenancy Deposit Scheme and the appropriate charge will be applied as per our Terms of Business. If we are subsequently instructed by the Landlord to re-submit the deposit to the DPS we will facilitate this but a second rejection by the DPS will result in the deposit remaining registered with the TDS for the duration of the tenancy and the TDS charges will apply.

Where we have been instructed on a Tenant- Find Only basis the Landlord is responsible for ensuring that the Tenant is notified of the deposit protection within 30 days of the start of the tenancy, and within 30 days of each and every renewal or extension of the fixed term tenancy. This includes the provision to the Tenant of the Deposit Protection certificate where applicable plus the Prescribed Information and information booklet for the relevant deposit protection scheme. The Landlord is responsible for ensuring that the deposit is protected for the duration of the tenancy including re-protection on all renewals and extensions of the original term and that the Tenant receives notification of this. The above applies where the Landlord holds the deposit and where Chancellors hold the deposit as Stakeholder.

If the Landlord fails to meet the initial requirement to protect the deposit the Tenant can take legal action against the Landlord in the County Court. The Court can make an order stating that the Landlord must pay the Deposit back to the Tenant or lodge it with the custodial scheme which is known as the Deposit Protection Scheme.

In addition, a further order may be made requiring the Landlord to pay compensation to the Tenant of an amount equal to three times the Deposit. The Landlord will be unable to serve a Section 21 Notice on the Tenant until compliance with the above conditions and the Court will not grant the Landlord a possession order.

The Agent has no liability for any loss suffered if the Landlord fails to comply.

For Non-Assured Shorthold Tenancies (ASTs) the relationship between the Landlord and Tenant is a contractual one and any dispute would be settled by the courts or an adjudicator agreed by both parties.

7. DEPOSIT DISBURSAL PROCEDURE FOR PROPERTIES NOT MANAGED BY CGEAL

- a) Where it is available to us, we will send a copy of the Check-out report to both Landlord and Tenant with a letter stating that they should discuss any dilapidations with each other and come to an agreement as to dilapidation costs.
- b) Where CGEAL hold the Deposit:
- c) When Landlord & Tenant reach agreement we need written confirmation from both parties that this is so before we arrange deposit dispersal. When written agreement is received we will arrange deposit release.
- d) Where CGEAL hold the Deposit under the rules of the TDS:
- e) If after receiving the check-out the report Landlord and Tenant have failed to agree on the dispersal of the deposit either party can refer the dispute to the TDS within 3 months of the end of the tenancy, where the deposit is protected by the TDS. The Tenant may make referral to the TDS 10 calendar days after asking for the return of the deposit.
- f) If the TDS, Landlord and Tenant want to refer the case to the Courts or other external adjudication body, they must inform us in writing of their intention.

Either Landlord or Tenant can independently submit the dispute to the TDS for resolution.

Details and Application Forms are on <http://www.tenancydepositscheme.com>

8. DEPOSIT DISBURSAL PROCEDURE FOR PROPERTIES MANAGED BY CGEAL

- a) Where it is available to us, we will send a copy of the Check-out report to the Landlord and Tenant asking for their comments in writing. If dilapidations have been costed these may be included with the Check-out Report. The Landlord's and Tenant's comments, when received, will be sent to the other party.
- b) When the Tenant's comments on any Landlord's comments are received and if there are no issues CGEAL will distribute the deposit in line with the Check-out Report findings. When written agreement is received from both parties we will arrange deposit release
- c) If there are differences between the Landlord's and Tenant's comments, we will write to both requesting further observations. If, when the respective comments are received the Landlord and Tenant are now in agreement, CGEAL will disperse the deposit accordingly.
- d) Where the Deposit is held under the rules of the TDS:
- e) If after receiving the check-out report the Landlord and Tenant have failed to agree on the dispersal of the deposit either the Landlord or the Tenant can independently submit the dispute to the TDS for resolution within 3 months of the end of the tenancy. Details and Application Forms are on www.tenancydepositscheme.com The Tenant can make a referral to the TDS 10 calendar days after asking for the return of the deposit.
- f) Where the Deposit is NOT held under the rules of the TDS:
- g) If, when the respective comments are received the Landlord and Tenant are still not in agreement CGEAL may acting as Stakeholder make a professional judgement and propose a settlement based on the known facts. This proposal will be sent to Landlord and Tenant and if they agree to the professional judgement the deposit will be dispersed accordingly. If the parties do not agree to the settlement the matter can be referred to the TDS for adjudication by either party.

9. DEPOSIT REPLACEMENT SCHEME PROCEDURE

- a) See Section I

10. MONIES PROPERLY OWED TO CGEAL

Any monies properly owed to CGEAL by the Landlord will be deducted from the deposit amount due to the Landlord and any monies properly owed to CGEAL (and/or any unpaid costs to third parties incurred on the Tenant's behalf by the Landlord or Agent) by the Tenant will be deducted from the deposit amount due to the Tenant and/or deposit monies being paid to the Landlord.

11. USE OF DEPOSIT MONIES

The tenant's agreement, an adjudication or a court order is required before deposit monies are available to a landlord to pay for works, purchase missing items or receive as compensation. Landlords will be required to make funds available before orders are placed for works or replacement items that are detailed on the check-out report or otherwise required as a result of a tenant's occupation.

12. COSTS OF NOTIFICATION OF A DISPUTE AND PROVIDING INFORMATION ABOUT A DISPUTE TO AN ADJUDICATOR

Notification of a dispute to an adjudicator and the supplying of information at the request of an adjudicator does not form part of our management service. Where we are instructed by a landlord to submit a notification on behalf of a landlord or where an adjudicator requests information following a tenant's notification and we consider a landlord's claim is un-commercial and or frivolous we will make charge at the standard hourly rate.

SECTION E: VACANT PROPERTY SERVICES

1. GENERAL

Our Vacant Property Services ensures that the property is looked after wherever the Property Owner may be.

The service is available for properties vacant prior to letting, between Tenancies, following Tenancies, or in circumstances where the property is empty for any period of time.

There are two types of Vacant Property Service available: "Vacant Property Management" and "Vacant Property Visits".

The provision of either of these services will only be arranged following the Landlord's formal written instructions.

Please note that if we are requested to provide any of the services detailed below, the Landlord must provide us with sufficient funds to cover invoices from contractors, utility providers and our charges.

2. VACANT PROPERTY MANAGEMENT

Winter Weather Protection:

In the winter months we will arrange for the heating system to be switched on, however, we cannot be responsible for the effectiveness of the system. Alternatively, we can arrange for the heating system to be drained.

Garden Maintenance:

We can arrange regular garden maintenance. We will require the Landlord to provide exact written requirements, e.g. cut grass, weed borders; do not touch shrubs/trees etc.

Utility Charges:

We can arrange for utility invoices to be sent to us. We will arrange settlement of these invoices out of funds provided by you. This does not include mortgage and insurance premium payments.

3. VACANT PROPERTY VISITS

This service provides visits to the property, during which we will clear post, marketing materials, newspapers etc.

The frequency of the visits will be determined by the client, who must provide us with a schedule of required visits to enable us to diarise these in advance.

A short report will be produced and e-mailed to you.

Most household insurance policies are invalid unless the property is visited at least once a fortnight. The insurance company must be informed if the property is to be vacant for more than 21 consecutive days.

This notification is strictly the Landlord's responsibility.

4. VACANT PROPERTY MANAGEMENT AND VACANT PROPERTY VISITS

Any tasks additional to those outlined above will incur additional charges.

We reserve the right to increase these charges and will give the Landlord one month's written notice if we intend to do so.

SECTION F: REFURBISHMENT SERVICE

Both major and minor works are sometimes necessary to maintain or enhance a property's capital value and its rental value. We offer a flexible service, appropriate to the works and the extent of involvement required. Our depth of experience enables us to advise what will enhance rental value in a cost effective way. Our service includes:

1. Refurbishment Advice

Identifying suitable local trades' people and arranging the provision of their goods and services.

2. Sourcing Service

Identifying sources and arranging the purchase of furnishings, furniture, goods and equipment.

3. Refurbishment Service

The co-ordination of resources and trades people to successfully fulfil a detailed specification of works and provision of goods embodied in a detailed refurbishment contract.

4. Significant Repairs

Overseeing works for which the total invoices amount to more than £1,200 Inc VAT.

5. Fees for the Refurbishment Service

Our fees for the refurbishments services are calculated as 12% inc VAT (10% plus VAT) of the value of invoices raised to the client by suppliers/trades companies for works undertaken or goods provided to the client where CGEAL was the effective source of introduction between the Client and the supplier. VAT is also due upon our fees at the prevailing rate.

6. Minimum Charges for the Refurbishment Service

Upon receipt of instructions a fee of £60 plus VAT becomes due. If a property visit takes place a fee of £120.00 plus VAT becomes payable in the event of a subsequent cancellation.

7. Direct Landlord Instructions to Contractors

If a Landlord directly instructs a contractor introduced to the Landlord by CGEAL then CGEAL's standard fees for Property Refurbishment / Goods Supply shall immediately become payable based on the value of the works being ordered or goods supplied.

For further information about our Refurbishment Service contact: refurbishments@chancellors.co.uk

SECTION G: DEBTOR MANAGEMENT

The Debtor Management Service is included within our Property Management Service at no extra charge except for the cost of any disbursements or fees paid to third parties such as for example Solicitors.

Where the Rent Guarantee has been taken up these should be utilised to mitigate costs with debtor management.

For other Clients this service is chargeable at an hourly rate of £105 inc VAT. This is subject to an initial minimum charge of one hour and thereafter will be chargeable in units of 15 minutes at the rate of £27.54 inc VAT and is chargeable for all travel time. Disbursements for travel costs will be charged at cost with mileage being charged at 54p per mile inc VAT.

To instruct us to act it is necessary for all clients to provide us with written instructions stating that they accept the Terms and Conditions as set out above. The instruction will be actioned subject to funds being available to meet the initial fee invoice of £105 inc VAT which will be charged in all cases.

This service is only available for Tenancies for which we collect rent and includes:

- Telephone and/or email communication with Tenants to prompt payment.
- Attempting to discover the reason for non-payment i.e. Tenant circumstances (redundancy etc).
- Attempting to locate the Tenant where appropriate but not the cost of search agent's fees.
- Maintaining notes of all conversations for use in Court if necessary
- Keeping you the Landlord informed of all communications with Tenant.
- Advise Landlord on legal position and recommended actions.
- Providing your solicitor with the relevant information on your behalf to pursue Tenant for debts and possession of the property as appropriate, you will of course be required to instruct a solicitor yourself.
- The benefit of agreed rates for legal costs with our recommended solicitors. These are available upon request.
- Providing Landlord with file information to allow legal proceedings to progress
- Attend court as a witness when required, subject to the charges set out herein.

We will not be liable for the outcome of any court proceedings resulting from an inability, for whatever reason, of our debtor management service to recover some or all outstanding monies owed to the Landlord or possession of the property.

Please Note:

All Tenancies for which we collect rent have included within our Tenancy Management Fee our Rent Reminder service which is part of our Rent Processing Service. This includes:

1. The sending of 3 reminder letters to Tenants at 7, 14 and 21 days informing them that they are in arrears, the amount of their arrears and reminding them of their obligations under the terms of the tenancy agreement
2. Copy letters to Landlords informing them of the current status of the arrears.

SECTION H: RENT GUARANTEE SCHEME

If a problem occurs with a Tenancy which has received written confirmation that our Rent Guarantee Scheme is in place for the Tenant, the matter will receive the personal attention of a nominated expert within the company.

The nominated expert will ensure you receive advice on how to deal with the problem.

If appropriate, as your agent we will introduce you to our specialist Lawyers who will act for you and take proceedings against a Tenant for a breach of a Tenancy Agreement.

The scheme is only available to clients where CGEAL collect the rent on a monthly basis (please note minimum fee percentages apply).

Upon conclusion of the Referencing Services, the cost of which to be borne by the landlord, we will review the tenant's circumstances and we reserve the right to decline to provide a rent guarantee prior to the creation of a tenancy or at renewal of an existing tenancy.

Where a landlord is advised of a decline to provide a rent guarantee the following should be born in mind:

- No applicant "fails" references. The reference process together with information we collect directly from an applicant creates a profile of an applicant that is reviewed by us so that a decision can be made as to whether the profile meets our requirements for the provision of RGS.
- The decision not to offer RGS does not mean that an applicant should be rejected by a landlord.
- The profile of the applicant will be communicated to the landlord, so the landlord can make an informed decision as to whether the applications profile meets the landlord's requirements which may well be different to that required to be approved for RGS. Often when provided with the full profile landlords decide to accept the situation especially if they have met the applicant and are experience landlords.

The requirement for protection from non-payers who have not met the RGS requirements can be achieved in other ways:

- Rent paid up front for the entire term of the tenancy
- Rent paid up front for part of the term and a Landlord break clause included so a none paying tenant can be removed albeit a court order may be necessary
- A UK based property owner guarantees the tenancy so that this person has to meet the tenant's obligations if the tenant does not.

In some cases, the provision of one or more of the above can result in RGS being made available.

One of our team in Expert Services will be pleased to discuss any issues or concerns a landlord may have where RGS is not available but the application has merit.

1. RENT GUARANTEE

If we make a Rent Guarantee available for a Tenant and that Tenant falls into rent arrears subject to certain conditions (see below), we guarantee the payment of certain limited rent for landlords:

- We will procure that arrears of rent are paid to the account of the landlord and we will if necessary pay the net rent due ourselves and seek to recover it from the Tenant - provided the conditions set out below are met.
- Payments by ourselves will be made by allocating monies to the client's account with us and then remitting by BACS payment on the fifth working day after the rent due date.

- Our commitment to the landlord is that we will pay rent due (up to a maximum amount of £769 per week or £3,333 per month) for the period of the tenancy for a maximum of thirty five months (not counting the initial rent paid at move in) or up to and including three months after the expiry of a relevant notice to give up possession served on the tenant under the Housing Act 1988, or until vacant possession is obtained, with or without the assistance of the courts and or bailiffs, whichever is the lesser period.
- Payments will be made subject to any deductions agreed in the terms between us (including our fees and any outstanding charges due from the landlord) which we are hereby authorised to set off or take as appropriate.
- In the event of payments being made under this Warranty, all rights of the landlord to recover such sums shall be, and by signing these terms are authorised to be, subrogated to CGEAL in order to effect recovery of sums paid (which recovery may be made in the name of the landlord if necessary or expedient). Recovery of rents paid out shall be at the discretion of CGEAL.

2. CONDITIONS FOR GUARANTEED RENT SCHEME

The provision of this service is conditional upon the following: -

- The Landlord must have received written confirmation from CGEAL that the tenancy has received our Rent Guarantee Approval.
- The Landlord will instruct CGEAL to carry out referencing at the Landlord's cost on all tenant(s) and guarantor(s).
- The Landlord has entered into a Tenancy only after our approval of the terms of the Tenancy Agreement.
- The Tenancy Agreement must have a Landlord's break clause exercisable no later than after the first ten months of the term where the term of the tenancy is for more than twelve months.
- Rent collection must be conducted or controlled by CGEAL.
- Rent must be due for payment on a monthly basis.
- Rent must have been in arrears for 5 working days (Monday-Friday).
- CGEAL must have the first call on deposit monies which must also be held by CGEAL. In all circumstances the client agrees to pay for the inventory check out.
- CGEAL reserves the right to serve, on behalf of the client, a relevant notice under the Housing Act 1988. This will allow proceedings to begin for possession of the property and rent arrears after the relevant date has expired.
- The Landlord will, if advised by us, commence proceedings to terminate the tenancy and re-let the property to mitigate the loss of rent. Please note that the employment of a legal representative by the client does not form part of the Rent Guarantee Scheme.
- In order to minimise costs and delays in repossession the Solicitor recommended by CGEAL must be instructed as soon as a relevant notice has expired. You will be advised to carry this out which will include the recommended Solicitors details.
- The Rent Guarantee Scheme will end with immediate effect, if on the expiry of the relevant notice, the Landlord fails to instruct our recommended solicitor.
- Where the relevant notice expires and the Landlord has failed to instruct our recommended solicitor, CGEAL shall cease RGS funding.
- **The deposit must be equal to five week's rent or benefit from the Chancellors £0 Deposit replacement scheme.**
- There must be a professional inventory and the Check-in and Check-out must be conducted by an independent inventory company, paid for by the Landlord.
- If in the 2 years subsequent to this Tenancy, the property is re-let or sold, the client will instruct CGEAL on a sole agency basis at our usual fees.
- The Tenancy Agreement used must be the standard CGEAL agreement must have been executed by us and must have been entered into after review of the tenant's suitability by use of our Referencing Service.

- The Tenancy must be an Assured Shorthold Tenancy.
- Normally Periodic Tenancies are exempt from cover under this scheme. On an individual basis we will however consider continuing cover at the discretion of the Directors. Cover will not be given to tenancies which commence as Periodic Tenancies.
- The Landlord must not have assigned their interest in the Tenancy.
- The Rent Guarantee Scheme does not cover a Landlord who has a duplicate Rent Guarantee Scheme running with an alternative source. Should this be discovered after CGEAL has already funded payments under CGEAL's Rent Guarantee Scheme, the Landlord agrees to refund all monies already paid to it by CGEAL under the CGEAL Scheme.
- Should a Landlord choose to instruct a solicitor other than the solicitor recommended by CGEAL to pursue a Tenant after receiving funding from CGEAL under the Rent Guarantee Scheme, funding will immediately cease. If the Landlord chooses to continue with CGEAL recommended solicitor, funding will continue under the normal terms of the Scheme.
- The Rent Guarantee Scheme cover will end with immediate effect should the Landlord serve notice to terminate the Property Management Service as per the conditions contained in page 2 of the Letting Terms of Business.
- The Rent Guarantee Scheme is not available should the Landlord accept applicants who are in receipt of Housing Benefit (or similar) at the commencement of the tenancy.
- Housing Benefit tenancies (or similar) are not normally covered by the Rent Guarantee Scheme. However, should a tenant prove that they have lost their employment during a tenancy where Rent Guarantee has been granted and provide proof of acceptance of Housing benefit (or similar) then the Rent Guarantee conditions can still apply.
- The Landlord agrees that should a Tenant have a time-limited 'Right to Rent' at the start of the tenancy and such Tenant's 'Right to Rent' expires before the end of the tenancy and if a follow up 'Right to Rent' check determines that the Tenant no longer has the 'Right to Rent' the Landlord shall serve on the Tenant(s) a notice to end the tenancy in accordance with the break clause as soon as reasonably practicable.

The provision of the Rent Guarantee scheme is also conditional on the Landlord complying with: -

- All of our Terms and Conditions as well as those of the Tenancy Agreement and all our recommendations in the creation, termination and management of the Tenancy and the property.
- All conditions of any mortgage and/or superior tenancy.
- Their payment obligations to CGEAL and not being in legal dispute with CGEAL.
- Not being in dispute with the Tenant causing the Tenant to withhold rent.
- The Landlord shall upon receipt of written notice from CGEAL or of becoming aware and within five working days repay to CGEAL all monies advanced under the Rent Guarantee Scheme where it can be reasonably assumed the advanced monies were not due under these Terms, Conditions and Definitions.

Please note the Rent Guarantee Scheme is only applicable after the Tenancy has commenced and the Tenant has previously paid their initial account in full including rent and any deposit (as applicable).

SECTION I: EVICTION PROTECTION SCHEME

Our Eviction protection service provides you as the landlord with protection from the direct legal costs where your tenant fails to pay the rent during the first 12 months of the tenancy, continues to occupy the property without your agreement and you pursue an eviction process through the British court system. The Eviction Protection Scheme is not available for tenancies less than 12 months.

The scheme is only available to clients where CGEAL collect the rent on a monthly basis (please note minimum fee percentages and administration charges apply).

In order for your tenancy to qualify for the benefit of our Eviction protection the following criteria will need to be met:

- Your tenant(s) and/or guarantors will need to have a referencing score between 40 to 100
- Chancellors must be approved and nominated to collect the rent throughout the term of the tenancy;
- Minimum Tenancy Management and Property Management fees apply;
- Standard administration fees of £250 inc VAT apply
- You must;
 - Assist Chancellors with any legal proceedings for the eviction
 - Assist any third parties instructed by Chancellors in connection with the eviction process;

Eviction protection will be provided for a period of 12 months from the commencement of the tenancy agreement and shall end on the last day of the twelfth month. Tenants must be in arrears in advance of the end of the service, but the eviction process will only commence upon the tenant becoming 2 or more months in rent arrears.

The Eviction Protection Scheme is not available for tenancies less than 12 months. Should you wish to benefit from our Eviction Protection Scheme after the initial 12 months, and your tenant(s) have not been in arrears during this period then this can be renewed automatically providing the Eviction criteria set out are met. This will be reviewed annually and if during the previous 12 month period the tenants have been in arrears then this service will cease at the end of that 12 month period. In the event that re-referencing is required then the referencing costs will be borne by you the landlord and will be charged at £50 inc VAT for each tenant and guarantor.

Withdrawal of the Eviction Protection Scheme

The Eviction protection scheme will not be provided or will be withdrawn in the following circumstances:

- If any of the tenants or guarantors fail referencing at any time prior to or during the tenancy;
- Where the landlord opts for our Tenant Find Only Service;
- Where the landlord downgrades the service;
- Where the landlord collects the rent;
- The minimum fees are not being paid by the landlord;
- Where the landlord does not allow Chancellors full autonomy or its 3rd party experts with regards to the eviction process; and
- Where you fail to assist when required, in the possession proceedings process.

Process

The Eviction process can only commence when the tenant(s) are in arrears of 2 or more months' rent. CGEAL will then, where there are arrears, send arrears letters to your tenant(s) in an attempt to recover the sums owing by your tenant(s). A letter before claim will be sent to your tenants providing them with 14 days to respond. If the tenant(s) does not pay the outstanding sums owing or provide a response, the relevant notices will be served on the tenant(s).

The relevant court procedure will be followed by Chancellors' and its nominated 3rd party experts and where necessary you agree to assist with this process. A Witness Statement will be produced which you will be required to read carefully and sign, which in turn will be filed at Court in readiness for the possession hearing, which you will be required to attend. Once the hearing has taken place and possession has been granted, the tenant(s) will be required to vacate the property. Where tenant(s) fail to give vacant possession to you bailiffs will then be instructed to take possession.

No warranty is provided on the success of court proceedings or attendance by bailiffs and no liability is accepted for losses or costs incurred due to the period of time taken to regain possession

Properties will be insured under the Chancellors Eviction Replacement Scheme Insurance policy with CGEAL being the Appointed Introducer to The Lettings Hub at commencement of a new tenancy.

SECTION J: £0 DEPOSIT REPLACEMENT SCHEME

Where your tenant(s) would find it more convenient not to provide a deposit as part of the initial account, they may, with your approval, opt to make an offer to include use of our £0 Deposit Replacement Scheme. Offering your property using this scheme may make it considerably more attractive to a tenant and enhance your opportunity to achieve a premium rent for your property. It is recommended that the rent is increased in order to reflect the fact that there is no deposit being paid.

The £0 Deposit Replacement Scheme will cover unpaid rent, dilapidations, cleaning, gardening, (all allowing for fair wear and tear) and any other breach of the tenancy caused by the tenant(s). The scheme provides protection equivalent to that which you would expect of a traditional deposit. The deposit sum insured under this policy is 2 months rent should the tenant fail in their obligations at the end of the tenancy.

Conditions for £0 Deposits Replacement Scheme

In order to qualify for our £0 Deposit Replacement Scheme the following criteria must be met:

- Your property must be marketed offering a traditional deposit option as well as the £0 Deposit Replacement scheme
- All tenant(s), or guarantors where tenants do not meet this requirement, will need to have a referencing score between 40 to 100
- You must agree to accept a £0 Deposit before the £0 Deposit Scheme is provided;
- You will need to take out our Tenancy Management service or our Tenancy and Property Management service;
- CGEAL must be collecting the rent throughout the tenancy and be in control of the deposit release process when the tenancy comes to an end.
- The following administration fees will apply and will be deducted before fees are calculated and landlord payments are made
 - Rent per calendar month up to £2500.00 – will incur a £50.00 Inc. VAT charge
 - Rent per calendar month between £2500.00 and £5000.00 will incur a £100.00 Inc. VAT charge
 - Rent per calendar month £5000.00 and £8,000 (Maximum) will incur a £150.00 Inc. VAT charge
- You will instruct and pay for an independent inventory at the commencement of the tenancy;
- You will cover the cost of the inventory check in and check out at the end of the tenancy;
- The property must be in a good state of repair and regularly maintained;
- Any mortgage conditions of the lender, where applicable, have been complied with;

Our £0 Deposit Replacement Scheme will not be provided in the following circumstances:

- Where Chancellors is no longer approved and nominated to collect the rent.
- Your tenant(s), or guarantor where required, have failed referencing.
- Where you downgrade our service in any way

Should you downgrade your service with Chancellors in any way, you will no longer have the benefit of our £0 Deposit Replacement scheme. An administration charge of £720 Inc. VAT (Rising to £1440 Inc VAT for all tenancies over £5000 pcm) minus any £0 deposit replacement scheme administration charges already paid for that tenancy will be payable immediately. You will then need to obtain a traditional deposit from your tenant, agree with your tenant to put in place an alternative deposit replacement scheme or lose the benefit of deposit monies at the end of the tenancy.

When a landlord sells the property with a tenant we have introduced in residence and the tenancy has our £0 Deposit Replacement Scheme the landlord can either pay the balance due for the policy until the end of the initial term or contract in with the new purchaser as part of the sale that they take over the insurance payments until the end of the term of tenant occupation, including any renewal or extension term. If CGEAL administration costs are not covered then the policy will be terminated immediately and the tenancy will have no security of a deposit.

The landlord or the purchaser will take up responsibility for the securing of deposit directly with the tenants

The End of the Tenancy

After the tenant(s) have vacated the property a Check-Out will be carried out at the property. If the condition of the property is acceptable in the sole discretion of Chancellors, then the scheme comes to an end.

If there is any damage or dilapidations, cleaning or gardening required then you will be required to submit a claim to Chancellors who will pass on your claim to the tenant(s) requesting payment of the sum claimed, in the usual way of a traditional deposit scheme.

Disputes

Where the tenant does not agree and disputes the findings of the Check-Out report, the tenant(s) will be required to notify us in writing within seven days of the date the tenant(s) received the demand for payment from Chancellors.

The dispute will then be referred to an independent adjudicator, who has extensive experience assessing deposit disputes. Then you and the tenant(s) will then be asked to provide evidence in support of their costs dispute. The adjudicator will then assess all the evidence and provide a final decision on the outstanding sums owed.

Where the tenant(s) fail to pay the sums owed by the deadline provided by the adjudicator, you will be able to make a claim under our £0 Deposit Scheme for the sums outstanding up to the policy limits.

Your Chancellors property manager will assist you with the end of tenancy process which would include the claims/dispute process.

Deposits will be insured under the Chancellors Deposit Replacement Scheme Insurance policy with CGEAL being an Introducer Appointed Representative to The Lettings Hub at commencement of a new tenancy.

SECTION K: PROPERTY DAMAGE PROTECTION

One of a landlord's biggest fears is having a tenant in their property that causes damage to any part of their property or break the contents inside owned by the landlord. We are therefore able to offer an additional Property Damage Protection Service Insurance.

Property Damage Service key benefits

- Allows you to insure your properties and protect them against theft or damage from your tenants
- You are able to claim up to £10,000 at any time during the tenancy, or after check-out. This is not limited to one occasion and claims can be made on more than one occasion.
- You are also covered for accidental and malicious damage caused by the tenant.
- This cover lasts for the term of the tenancy, subject to premiums being up to date, and automatically renews when your tenancy renews.

Conditions for Property Damage Service

In order for your tenancy to qualify for the benefit of our Property Damage Protection the following criteria will need to be met:

- Your tenant(s), or guarantors where tenants do not meet this requirement, will need to have a referencing score between 40 to 100
- Chancellors must be approved and nominated to collect the rent throughout the term of the tenancy;
- A monthly administration fee of £12.00 Inc VAT will be deducted before fees are calculated and landlord payments are made
- CGEAL must be collecting the rent throughout the tenancy and be in control of the deposit release process when the tenancy comes to an end.
- You will ensure and pay for an independent inventory at the commencement of the tenancy;
- You will cover the cost of the inventory check in and check out at the end of the tenancy;
- Claims must be over £100.00 per claim.

There is no cancellation fee but and should this service be terminated or the additional administration fee not kept up to date then the Property Damage Protection ends with immediate effect and no further claim can be made against the service, even if the claimable event occurred during a period where administration fees were paid.

Properties will be insured under Chancellors Property Damage Insurance policy with CGEAL being an Introducer Appointed Representative to The Lettings Hub at commencement of a new tenancy.

SECTION L: ADDITIONAL COSTS

1. TASKS OUTSIDE OUR LETTINGS OR MANAGEMENT SERVICES

There will be a charge if: -

- We are asked to carry out property management tasks on non-managed properties such as organising cleaning, gardening, key cutting etc.
- We are required to undertake tasks such as provide information for a court case, provide a witness statement, court appearances, fair rent assessment, or other tribunals.
- We are asked for post tenancy assistance or information.
- You will be advised of these charges when the service is requested.

2. HOUSES IN MULTIPLE OCCUPATION – LICENCE APPLICATIONS

The Chancellors Group Of Estate Agents Ltd is able to apply for a licence on behalf of a client.
The fee for this service: -

- £120 Inc VAT on initial application for a Tenancy to the Local Authority plus any fees charged by them. (Managed HMO property by CGEAL)
- £360 Inc VAT on initial application for a Tenancy to the Local Authority plus any fees charged by them. (Non-managed HMO property by CGEAL)
- £120 Inc VAT on renewal of a Tenancy plus any fees charged by the Local Authority.

We can also refer clients to surveyors who are able to advise in this specialist area.

3. SALE OF THE LET PROPERTY

In the event that the Landlord decides to sell the property to the tenant, Chancellors will be please to act as the landlords selling agent to assist in achieving the best price in line with meeting any other requirements. The details of the service are available at: www.chancellors.co.uk. Our fees will be half of our standard fee, details of which are available together with information on terms and conditions from our local branch.

A helpful Seller Guide can be found at: www.chancellors.co.uk/pdf/sellersguide.pdf

4. OUTSTANDING FEES

The Landlord is responsible for our Fees for the term of the Tenancy. If fees are not paid within fourteen days of the date of an Invoice, we reserve the right to charge interest at a rate of 3% above the National Westminster Bank base rate and this will be calculated from the fifteenth day after the date of an Invoice up until the date fees are fully paid.

SECTION M: LANDLORD'S RESPONSIBILITIES

Material Information

We will ask you to complete a Fact Find that will provide us with Material Information that tenants will need to be able to make an Informed Decision about making your property their next home. In making a full disclosure you will help the transaction precede at the required pace and help prevent the tenant being surprised later in the process that can lead to disappointments all round. We will agree with you when is the appropriate time to make the information available, with the full information being made available no later than when a potential tenant is identified, and we confirm the offer details of a prospective let.

The Inventory & Schedule of Condition

An inventory of household and garden effects compiled by a professional, independent inventory company will be provided at the Landlord's cost. The inventory should also contain comments on condition. The costs of the inventory are dependent on the size and content of the property and we cannot accept liability for any errors or omissions on the part of the Inventory Company. As the Landlord you will be responsible for the Check-in and Check-out charges.

Loft Space and Other Places of Storage around the Property

Unless agreed otherwise and documented in the tenancy agreement, the tenant(s) will have the right to use the entire property for the term of the tenancy. We therefore advise all landlords to remove all items of value and items which the tenant(s) will not have the use of from the property. If items are to be left at the property "in storage" the landlord should ensure they are insured, listed and their condition noted with photographs taken of each item. Insurance to cover theft by the tenant is not to our knowledge available. In this regard it must be noted that Inventory Clerks will not include in the Inventory and Schedule of Condition stored items and specify that they will not enter roof voids under any circumstances.

It is not recommended under any circumstances that such storage areas are left locked as access is often required in the case of emergencies for access to pipes, tanks and electrical installations. CGEAL's service to clients does not include the holding of keys to locked storage areas.

CGEAL accepts no responsibility whatsoever for any items left in storage at the property whether notified or not of the storage of items.

Electrical Safety in Rented Accommodation

It is a legal requirement for a valid EICR certificate to be in place for a property in advance of a tenancy commencing. From 30th April 2021 it is a requirement that a valid certificate is in place for all tenanted properties. These are required at intervals of no more than 5 years by a qualified and competent person. The engineer will conduct a two-stage inspection of the electrical installation, a Visual Inspection, followed by Technical Testing.

The Electrical Contractor (Gas-elec) will: -

- verify the age of the electrical installation
- check whether there have been any alterations to the electrical installation
- review the extent of the electrical installation
- identify any limitations to the inspection such as no access areas, or appliances which cannot be switched off.

The Visual Inspection

The engineer will enter every room and check for: -

- Broken/damaged accessories
- Signs of scorching/overheating
- Lack of bonding conductors
- Other obvious defects

Findings are recorded on an observations sheet, which will grade any defects found: -

- Code 1: Very serious, posing immediate danger. Requires immediate attention. A warning notice will be fixed to the failed areas and works must be undertaken prior to any tenancy commencing.
- Code 2: Quite serious. If there were several Code 2's would become dangerous and so Code 1. Requires improvement. Works must be undertaken within 28 days of the certificate being produced.
- Code 3: Item could not be examined because of access limitations or improvement recommended. Works must be undertaken within 28 days of the certificate being produced.

For more information please see link below.

<https://www.gov.uk/government/publications/electrical-safety-standards-in-the-private-rented-sector-guidance-for-landlords-tenants-and-local-authorities/guide-for-landlords-electrical-safety-standards-in-the-private-rented-sector>

For more information on the Landlords Duty of Care to ensure their accommodation is safe, please visit www.chancellors.co.uk/pdf/ElectricalEquipment.pdf

Viewings

We believe that as your agent we should show tenants around as we can ask for feedback from them that they are often too polite to offer to you. Overcoming objections is what our staff are trained to do. Equally knowing why tenants do not favour a property enables us to adjust the marketing to secure a tenant from subsequent viewings. It is good for tenants to pass on the drive. If someone else is interested this often prompts an offer that is that little bit better or comes a little bit quicker than it would have been if the meeting had not taken place! We will specifically arrange viewings in clusters where possible to try to achieve this.

It is important to bear in mind that you will be allowing prospective tenants into your home. It is sad to report that a very small percentage of them will not share the values we and you have as to honesty. You should therefore ensure that your insurance is up to date and that valuables, including cash and cards, plus items of particular sentimental value are safely stored away.

1. THE PROPERTY

The Landlord warrants that: -

He/she is the legal owner of the freehold/leasehold interest in the property and/or is authorised to sign this and other relevant documents.

If the property is leasehold, the Landlord warrants that:

- Any proposed Tenancy is permitted under the terms of the superior lease.
- Any proposed Tenancy will terminate before the expiry of the superior lease.
- Where necessary, the written consent of the superior Landlord has been or will be obtained.

- Any onerous or special terms of the lease that may be relevant to the letting will be disclosed to us.

The Landlord will provide copies of the superior lease, which will be made available to the Tenant.

2. MORTGAGES

If the property has a mortgage on it, which was granted before the start of the Tenancy the Landlord warrants that permission to let the property has been obtained from the mortgagee.

3. HOUSES IN MULTIPLE OCCUPATION

If the Tenancy created results in the property becoming a House in Multiple Occupation (HMO) as defined by the Housing Act 2004, (The Act) the Landlord warrants that:

- The property will meet the standards for HMOs as defined by The Act, including a Pass Certificate following an Electrical Installation Safety check.
- He/she will apply for a Licence if the Tenancy creates a Licensable HMO under The Act
- He/she is a fit and proper person as defined by The Act
- Any loft conversion meets the requirements of planning and building regulations

4. CONDITION

- At the commencement of the Tenancy Agreement the property must be in a clean and tidy condition and meet the required standards for letting.
- It is the Landlord's responsibility to maintain the property in good order throughout the term of the Tenancy.
- The Landlord is obliged by law to ensure that before the commencement of the Tenancy the property is fit for human habitation and will be so maintained during the period of the Tenancy Agreement.
- The Landlord agrees to accept responsibility for any liability under the Defective Premises Act 1972 in relation to the property, or any part thereof and agrees to indemnify us fully in the event of any claim made in this respect.
- Should the Landlord fail to meet these obligations we reserve the right to instruct contractors and deduct any costs incurred from rent received including any Administration Charges that apply.

Room Sizes and Occupancy

The following minimum floor area requirements apply to rooms being used as a sleeping accommodation:

- 4.64 squared metres for one (1) person aged under ten (10) years;
- 6.51 squared metres for one (1) person aged over ten (10) years;
- 10.22 squared metres for two (2) person aged over ten (10) years.

5. INSURANCE

The Landlord will be responsible for buildings insurance, and for the insurance of the Landlord's fixtures and contents. The Landlord must inform the Insurance Company that the property is to be tenanted and we cannot accept any liability arising from failure to do so.

It is important to check insurance policies to ensure that cover is provided for third party, public liability and defective premises risks. We cannot accept liability for deficiency in insurance cover. The Landlord will provide copies of insurance policies which will be made available to the Tenant

6. UTILITIES

The Landlord will be responsible for all outstanding utility bills and council tax bills up to the date of commencement of the Tenancy. The Landlord will be responsible for the payment of ground rent, service charges and maintenance charges, if any, throughout the period of the Tenancy.

If our Property Management Service has been instructed, the Property Management Department will administer these payments, provided CGEAL are in funds. See Section B.

7. INCOME TAX

Any profit arising from the letting of a property, whether the Landlord is resident in the UK or not, is assessable for tax in the UK. Where the Landlord is non-resident in the UK, the Inland Revenue operates a "Non-Resident Landlords Scheme", under which CGEAL are required to deduct tax at the basic rate from the net rents received.

Non UK Resident Landlords can apply to the Inland Revenue for an approval certificate which, when supplied to us exempts us from the requirement to deduct tax. If an approval certificate is not obtained, we will be required to make tax deductions and pay these over to the Inland Revenue. We strongly recommend that you appoint a specialist tax adviser, as Tax Advice is not part of our service to you.

8. PERIODIC TENANCIES

A Periodic Tenancy is created if a landlord continues to accept rent from a tenant when a tenancy has expired without a new Tenancy Agreement being put in place or a renewal formally documented.

A Periodic Tenancy can only be ended by the landlord serving notice in a prescribed form. A Section 21(4) notice must be served following the expiry of the fixed contractual term of the original tenancy. The notice must be for a period of at least 2 months on a monthly rental tenancy (see below for other types of tenancy). Provided the Court is satisfied that the Section 21(4) notice has been properly served, then it will make an order for possession.

It is therefore relevant (for the purposes of service of the Section 21 notice), to establish when the last day of each rental period is because the required period of notice that must be provided in any Section 21 notice in respect of a Periodic Tenancy is derived from the length of the rental period.

For a monthly rental payment, the period of notice will be just two months; for a quarterly payment period it will be three months with a minimum of two months' notice; for an annual payment period it will be one year with a minimum of two months' notice and for a three year payment period it will be three years with a minimum of two months' notice.

Conversely tenants need only give one month's notice instead of the two months required from Landlords unless the tenancy agreement specifically provides for a longer notice.

For the above reasons we strongly recommend a tenancy is properly renewed with a new Tenancy Agreement or is formally documented rather than allowing the tenancy to continue after the fixed term on a periodic basis.

9. NOTICES UNDER TENANCY AGREEMENTS DRAWN UP BY OTHERS

Where we have not provided the Tenancy Agreement, we will not automatically serve any notices to protect the Landlords right to possession unless we receive timely written instructions to do so. We will not be responsible or in a position to remind Landlords of any requirement to serve appropriate notices.

10. AGREEMENT TO PAY OUR COSTS

You agree to reimburse us for any reasonable sums expended on your behalf and not covered elsewhere in this agreement. You will further reimburse us in respect of any loss incurred by us as a result of any act, omission, or representation made by you, or by someone on your behalf, or in the event that you have provided false or erroneous information. You further agree that you will

reimburse us on demand for any monies we have accounted to you for that are withdrawn from our client's accounts, for any reason, by our bankers after we have accounted to you that were received from your tenant(s) being monies received by us as your agent.

11. LEGAL COSTS

If it is necessary to instruct solicitors in respect of any matter relating to the Letting or Management of your property, we will require your specific instructions and you will be responsible for paying all the costs involved, unless the Rent Guarantee Scheme has been entered into and subject to the conditions set out in the scheme clauses in Section H .

12. LANDLORD & TENANT ACT 1987

We are obliged to include your full name and address on all rent demands. We must provide the Tenant with an address within England and Wales at which Notices (including Notices in proceedings) may be served on you. Unless otherwise instructed, if your address is outside England and Wales, we will use the address of our Lettings Office named in the Tenancy Agreement for this purpose. Although we will use our best endeavours to forward any Notices to you promptly, we cannot accept liability for any loss or damage incurred either directly or indirectly as a result of our actions in this respect.

13. MUTUAL AGREEMENTS

The expiry or termination of this agreement shall be without prejudice to any rights which have already accrued to either of the parties under this agreement. We will not be obliged to make any payments on our own account but only from the rents collected on your behalf and/or monies provided in advance by you.

14. CONSUMER PROTECTION FROM UNFAIR TRADING REGULATIONS 2008 (CPR)

The CPR requires Estate Agents to verify all facts that are communicated to potential customers, irrespective of the method of communication. In order to circulate full details of your property we must obtain your confirmation that all facts contained therein are accurate and convey a true impression of the property and that there is no other Material Information that should be disclosed.

15. LEGIONELLA

As the provider of rented accommodation, you may already be aware of your responsibilities to ensure that the risk from exposure to Legionella in your property is properly controlled. A risk assessment must be carried out on all hot and cold-water systems prior to each tenancy to determine the likely risk of Legionella being present in the property. We can arrange this on your behalf via our approved supplier (Gas-Elec) and prices are shown below.

- £66.00 incl. VAT if done in conjunction with a gas/and or electrical safety test
- £90.00 incl. VAT for as a stand-alone visit
- £18.00 incl. VAT per additional bathroom

The risk assessment may find that improvements/works are required, which must be carried out prior to the start of the tenancy. We can arrange this on your behalf via an Approved Contractor. Further details on the requirements are outlined in the Health and Safety Executive (HSE) documents. Please refer to <http://www.hse.gov.uk/pubns/indg458.htm> website document '*Legionnaires' Disease: A brief guide for dutyholders*'.

16. SMOKE ALARMS

It is a legal requirement that smoke alarms are installed on each floor of rented accommodation, including entrance lobbies where the accommodation is above, and that these are in working order and tested on the first day of each tenancy. We can arrange for smoke alarms to be installed on your behalf and/or serviced/ tested via our approved contractors as per the prices below. Should we instruct Gas-Elec to carry out a landlord gas and/or electrical safety check on your property their

engineer will check for smoke alarms and test these free of charge as a matter of routine (battery operated alarms only).

- £54.00 incl. VAT to supply one alarm if done in conjunction with a gas and/or electrical safety test
- £105.60 incl. VAT to supply one alarm as a stand alone visit
- £48.00 incl. VAT per additional alarm
- £48.00 incl. VAT to attend and test

Further details on the particular type of alarm used can be found here:

http://www.chancellors.co.uk/pdf/Optical_Smoke_Alarm.pdf

17. CARBON MONOXIDE DETECTORS

It is a legal requirement that carbon monoxide detectors are present in each room within a rented property. The detectors must be tested on the first day of each tenancy. Landlords must install a carbon monoxide alarm in all rooms that are used as living accommodation which contain a fixed combustion appliance such as gas boilers, gas fires but excluding any room where there is only a gas cooker. We can arrange for a carbon monoxide detector(s) to be installed and/or serviced/ tested on your behalf via our approved contractors as per the prices below. Should we instruct Gas-Elec to carry out a landlord gas and/or electrical safety check on your property their engineer will check for Carbon Monoxide detectors and test these free of charge as a matter of routine (battery operated detectors only).

- £57.60 incl. VAT to supply one detector if done in conjunction with a gas and/or electrical safety test
- £105.60 incl. VAT to supply one detector as a stand-alone visit
- £48.00 incl. VAT per additional detector
- £48.00 incl. VAT to attend and test

Further details on the particular type of detector used can be found here:

http://www.chancellors.co.uk/pdf/CO_Report.pdf and

http://www.chancellors.co.uk/pdf/CO_Alarm.pdf

SECTION N: TAXATION

1. GENERAL TAX ISSUES

We are not tax advisors. Nothing in this guide should be viewed as tax advice. We have included information here solely for the purposes of guidance on issues that you may consider discussing with a qualified tax advisor.

Tax is payable on UK lettings income for both resident and non-resident landlords and we are required to make periodic returns to HM Revenue & Customs detailing rents that we have collected for both resident and non-resident landlords.

Tax is payable on rents received less costs which have been incurred wholly and exclusively in relation to the letting. It could well prove beneficial for landlords to appoint a tax accountant to ensure that they make a claim for all the deductions and allowances to which they are entitled, and so minimise any tax that is due.

The following list provides examples of some of the costs that are potentially allowable for deduction in part or whole where calculating taxable lettings profit: -

- Mortgage loan interest
- Agents letting and management fees
- Repairs and Maintenance
- Buildings insurance, including contents and landlord's protection insurance.
- Accountancy and legal fees
- Gas safety certificates
- Inventory checks at the start and end of the tenancy.
- Gardening and cleaning services provided as part of the tenancy.

If HM Revenue and Customs define the landlord as non-resident then we may have to deduct tax before we make remittance to the landlord.

2. HM REVENUE AND CUSTOMS NON- RESIDENT LANDLORDS SCHEME

Non-resident landlords are persons:

- who have rental income, and
- whose 'usual place of abode' is outside the UK

This includes anyone who leaves the UK for more than 6 months even though your local tax office may continue to treat you as a resident in the UK following your departure.

It includes companies registered overseas

Members of HM Armed Forces and other Crown Servants including Diplomats are treated no differently from any other non-resident landlord. So, if they receive UK rental income and have a usual place of residence outside the UK the NRL Scheme applies to them.

We are required by law to deduct tax on Overseas Landlords unless there is an Approval Notice from Her Majesty's Revenue and Customs ("HMRC") enabling us to remit rents on a gross basis.

If we are required to deduct tax at the basic rate under the NRL scheme, then we can only offset applicable property management costs that have been paid via our client account.

In order to meet the requirements for us not to deduct tax: -

- (i) If you already hold an approval notice from HM Revenue and Customs to receive rents gross, then please contact them and ask them to re-issue it to the Chancellors Group. We are required to deduct tax until we receive this notice and are unable to use a photocopy of the notice in another agent's name. We have found that the quickest method to transfer approval notices is for the landlord to telephone the NRL tax office on 0151 472 6208 and you will need to quote one of our references below.
- (ii) If you do not currently hold an approval notice, then we would recommend that you apply for one straight away. If you are granted approval then it is normally granted from the start of the quarter (1st July, 1st Sept etc) in which you apply, so the sooner the application is made the better. To apply for an approval notice you need to complete an Inland Revenue form called an NRL1.

Unfortunately, we are unable to deal with either (i) or (ii) on your behalf as HM Revenue and Customs will only deal with the tax payer or their authorised tax advisor.

Our references with HMRC for the NRL Scheme are:

- London, Richmond and Surbiton areas – NA 011349
- Any other area – NA 011707

Where both parties jointly own a UK property, and both reside outside of the UK, the NRL Scheme applies to both parties and each is treated as a separate landlord in their own right. If both parties wish to receive the rental income with no tax deducted, they must each complete a separate application form and send it to HMRC.

HMRC's own website (www.hmrc.gov.uk) gives full information on this subject.

The NRL1 form can be downloaded for completion from www.hmrc.gov.uk/cnr/nrl1.pdf

SECTION O: MONEY LAUNDERING REGULATIONS

The European Parliament Money Laundering Directive and the UK Government's Money Laundering Regulations 2007 are now in force. We therefore require evidence of your identity when taking instructions to market your property. It is necessary to provide one of each primary and secondary identification as detailed below with your signed Terms and Conditions. One of these documents must show your address and be less than three months old (e.g. utility bill).

Primary:

- Full Valid Passport or
- Valid HM Forces ID Card or
- Driving Licence (with photo ID).
- Secondary:
- Original utility bill or
- Original council tax bill for the current tax year or
- Original mortgage statement for the year just ended or
- Firearm or shotgun certificate or
- Original current account bank statement or
- Original credit card statement (must be MasterCard, Visa or American Express) with a copy of both sides of the card itself.

It is our policy to only account to Landlords for rent received unless in exceptional circumstances written approval has been given by our Money Laundering Reporting Officer

For more information on Money Laundering Regulations, please visit:
<https://www.gov.uk/government/consultations/money-laundering-regulations-2017>

SECTION P: HOUSES IN MULTIPLE OCCUPATION (HMO'S)

1. THE HOUSING ACT (2004)

The Housing Act 2004 introduced a number of significant changes to the rented property sector. The main change related to Houses in Multiple Occupations or "HMOs".

2. WHAT IS A HOUSE IN MULTIPLE OCCUPATION?

A House in Multiple Occupation or HMO is: -

A house or flat which has more than 2 people who form two or more households living in it, (a household is a single person or people of the same family either by blood, marriage, adoption or some other recognised criteria (e.g. fostering) so for example three unrelated occupants are three households

AND

Where the households are sharing basic amenities such as: -

- toilets
- bathroom or washing facilities
- cooking facilities

Even if the individual flat within a property is not an HMO a building in its entirety can be a House in Multiple Occupation or HMO if: -

The building has been converted into self-contained flats where the conversion does not conform to the 1991 Building Regulations or of which less than two thirds of the flats are owner occupied. Owner

Occupiers are: -

- Freeholders, and their family;
- Lease holders of more than 21 years and their family.

Note that a Purpose Built Blocks of Flats is not an HMO but an individual flat within a purpose built block of flats may be an HMO depending upon the occupants

3. HMOS DUE TO THE MAKEUP OF THE OCCUPANTS

Where the occupants of a house or a self-contained flat in a purpose built block or a self-contained flat in a converted building share some basic amenities see the table below: -

House or flat	HMO's	Licensable HMO's
a) Occupied by 2 unrelated individuals	No	No
b) Occupied by 3 to 4 people who form 2 or more households	Yes	No*
c) Occupied by 5 or more people who form 2 or more households	Yes	Yes

*Please note – if the property is located within the area of Oxford City Council, those

categories marked with an * are licensable.

4. ROOM SIZES AND OCCUPANCY

The following minimum floor area requirements apply to rooms being used as a sleeping accommodation:

In HMO's with sufficient communal living space provided in accordance with Oxford City Council's Amenities and Facilities Guide:

- 4.64 square metres for one (1) person aged under ten (10) years;
- 6.51 square metres for one (1) person aged over ten (10) years;
- 10.22 square metres for two (2) persons aged over ten (10) years.

5. WHAT INFORMATION IS REQUIRED TO DETERMINE IF A PROPERTY IS AN HMO?

The information required to establish if a Property is a HMO or a Licensable HMO includes:

House

- How many Households?
- How many Unrelated Occupants?

Converted Flat

- When Converted?
- Is it Self Contained
- How many Households?
- How many Unrelated Occupants?
- Does the conversion comply with the 1991 Building Regulation requirements?

Purpose Built Flat

- When Built?
- Is it Self Contained
- How many Households?
- How many Unrelated Occupants?

5. HMO REQUIREMENTS

The regulations impose the following requirements and standards: -

- Name/contact number of the landlord/manager in charge to be available to all occupants
- Common parts
 - Free from obstructions
 - In safe condition
 - To be in good decorative order
 - To have good lighting available at all time
- Safety
 - Fire Escape Notices to be prominently displayed
 - Escape Routes to be:
 - In good condition
 - Free from obstructions

- To be in good working order:
 - Smoke Alarms, in communal areas and heat alarm in kitchen
 - Lighting appliances
 - Space heating appliances
 - Water heating appliances
 - Washing machines and laundry equipment
- To be tested:
 - Smoke/heat/carbon monoxide alarms
 - Fire blankets
 - Fire Extinguishers, if supplied annually
 - Electric fixed installations every five years
 - Portable Appliance tests every year
 - Gas Certificate to always be in place and valid
 - Fire Safety certificate
 - Emergency lighting certificate (if applicable)
 - Furniture to meet the fire-retardant regulations
- Washing Facilities
 - Per every 5 occupants:
 - Separate toilet with wash hand basin, having splash back
 - Bathroom with bath or shower
 - Bathrooms adequately
 - Heated
 - Ventilated
 - Bathrooms & toilets
 - Of adequate size & layout and fit for the purpose
 - Suitably located in relation to the living accommodation
 - Constant hot & cold water from fixed taps
- Kitchen Facilities
 - Kitchens have:
 - Sinks with:
 - Draining boards
 - Constant hot & cold water
 - Worktops suitable for food preparation
 - Sufficient Electrical sockets
- Fire Precaution Facilities
 - Fire precaution facilities provided to be sufficient in type and number for the HMO.

6. HMO RISK ASSESSMENT

The HMO regulations state that HMO's may be inspected by Local Authorities to determine if the Property meets the required standards by reference to the 29 potential hazards. These grade the hazards in severity of risk, but any short fall can result in a hazard awareness notice which if not remedied could lead to an enforcement notice: -

The 29 Potential Hazards

Damp and mould growth	Food safety
Excess cold	Personal hygiene sanitation and drainage
Excess heat	Water supply
Asbestos (and MMF)	Falls associated with baths etc
Biocides	Falling on level surfaces etc
Carbon monoxide and combustion products	Falling on stairs etc
Lead	Falling between levels
Radiation	Electrical hazards
Uncombusted fuel gas	Fire
Volatile organic compounds	Flames, hot surfaces etc
Crowding and space	Collision and entrapment
Entry by intruders	Explosions
Lighting	Position and operability of amenities etc
Noise	Structural collapse and falling elements
Domestic hygiene, pests and refuse	

POLICY FOR THE MANAGEMENT OF HOUSES IN MULTIPLE OCCUPATION (HMOS)

Regulations

The regulations require fire alarms, **smoke alarms and carbon monoxide alarms** to be tested at commencement of tenancy and for an Electrical Installation Safety Certificate (EICR) to be carried out at least every five years. Annually a portable appliance test (PAT) certificate is required. These tests are in addition to the usual gas safety checks, Energy Performance Certificate (EPC).

Some Local Authorities are still refining their policies on compliance with the requirements of the act. As soon as these are to hand we shall be in a position to advise you further.

All HMO PROPERTIES

In instances where the following are not to be found the advice of the Local Authority (LA) will be sought and communicated to the client by our Expert Services department:

- Fixed wired smoke alarm with heat detector to kitchen.

Where the only means of escape from upper floors is through an area where the Kitchen is located It can be expected that the LA will require one of the following: -

- Provide a sprinkler/suppression system.
- Partition off the Kitchen with walls and door that have one half hour resistance to fire.

Where escape from attic and basement rooms does not comply with the latest Building Regulation It can be expected that the LA will require one of the following: -

- Provide a means of escape.
- Seal off the room in a manner that tenants will not have access to it.

In the meantime, below, we set out our policy for the type of instructions we have from our Landlords.

1. MANAGED PROPERTIES

If we are requested not to make the test, we will require a copy of the test certificate from the tests carried out by others on the client's behalf.

If a copy of the test certificate cannot be supplied, we shall refer to the Local Authority for their policy on the matter. We will share the Local Authorities decision with the client whose compliance with any recommendations from the Local Authority will allow us to continue to manage the Property.

2. NON-MANAGED LETS AND TENANT FINDS

We shall send out our policy document to provide advice as to Best Practice and request a copy of the Electrical Installation Safety Certificate and portable appliance test certificate in line with the Local Authorities policy.

A valid Electrical Installation Safety Certificate and portable appliance test certificate will be required before we can renew a Tenancy or re-let a Property where a Landlord has not made provision to obtain one after having been requested to do so.

We will be pleased to arrange for any inspection to take place to provide an Electrical Installation Safety Certificate/PAT test subject to an administration charge of £75.00 inc VAT + cost of contractor's invoice.

3. FEES

In all cases lettings fees will be payable until a Tenant we introduced vacates.

LOCAL AUTHORITY RECOMMENDATIONS

All Landlords will be reasonably expected to undertake any reasonable recommendations from their Local Authority as to the Local Authorities interpretation of the regulations. We will be unable to manage property where the Landlord unreasonably declines to action recommendations. We reserve the right to exercise our duty of care to Tenants by informing them of this where in our sole view the Landlord unreasonably declines to action any Local Authorities recommendation.

Oxford City Council have specific recommendations relating to HMO's which a Landlord has to adhere to including gaining a licence for a HMO. Please refer to www.oxford.gov.uk/hmo

Landlords of other HMOs are advised to inform the Local Authority or apply for a Licence BUT Landlords of any HMOs must ensure they meet the required standards.

MANDATORY LICENSING

HMOs will be subject to Local Authority Mandatory Licensing if: -

- has 5 or more unrelated occupants

Please note: - If property is located within an area of OCC a licence is required for 3 or more occupants

Note: - lofts, basements and mezzanine floors count as storeys, but a basement solely used for commercial purposes does not.

What does mandatory licensing involve?

Local Authorities may inspect qualifying HMO Properties to check that: -

- the Property is suitable for the number of people the Landlord declares to be living there, or
- the Property is suitable for a maximum number of occupants set by the LHA,
- the proposed management arrangements for the HMO are satisfactory
- the licence holder is a fit and proper person, who has not committed an offence involving fraud, dishonesty, violence, drugs, or broken the Sexual Offences Act, or practiced sex, race or disability discrimination, or has broken Landlord and Tenant law or has broken any Management of HMO's Code of Practice.

How long does a licence last?

- If the inspection is ok: -
- a licence will usually last one year
- it is not transferable
- it will contain conditions

Are there penalties for not having a licence?

Failure to obtain a licence will upon conviction attract a fine up to a maximum of £30,000

What should Landlords do?

Landlords must register their HMO with the Local Authority and anyone with doubts about the status of a property must seek advice from: -

- the Local Housing Authority in which the Property falls.
- the internet at www.gov.uk/house-in-multiple-occupation-licence
- the CGEAL specialist HMO team

We are happy to offer the services of our refurbishment department once a schedule of works required is determined.

1. LET TENANCY RENEWALS

CGEAL will require a copy of the licence application to be able to let or/manage a Property.

2. NEW TENANCIES

As a duty of care to the Tenants, we are unable to offer Tenancies to applicants if a Licence has not been applied for before Tenancy Agreements are exchanged.

We will strongly recommend to our clients that a Property is updated to meet licence requirements and a licence applied for prior to marketing the Property. A side benefit to this is that our staff will then be able to recommend a rental which will reflect the condition of the let and the fact that the licence is in place.

Local Authority Recommendations

All Landlords will be reasonably expected to undertake any reasonable recommendations from their Local Authority as to the Local Authorities interpretation of the regulations. We will be unable to manage Property where the Landlord unreasonably declines to action recommendations. We reserve the right to exercise our duty of care to Tenants by informing them of this where in our sole view the Landlord unreasonably declines to action any Local Authorities recommendations.

3. ELECTRICAL INSTALLATION SAFETY TESTS FOR HOUSES IN MULTIPLE OCCUPATION

An Electrical Installation Safety Test has to be conducted at least every five years for all Properties classified under the Housing Act 2004 as being Houses in Multiple Occupation.

WHAT IS AN ELECTRICAL INSTALLATION SAFETY TEST?

This is a test carried out by a qualified electrical engineer to the standards laid down by the "Requirements for Electrical Installations" BS 7671.

The Electrical Installation Safety Test is in addition to the normal electrical safety requirements and the gas safety check.

6. HOW IS THE TEST ORGANISED?

CGEAL will arrange with the Contractor, Gas-elec, for the Electrical Installation Safety Test to be done for all Managed Properties. For Non-Managed Properties there will be an administration charge of £90.00 inc Vat.

The Electrical Contractor (Gas-elec) will conduct an Electrical Installation Safety Test as per the agreed pricing structure (See table 2 attached).

7. WHAT IS AN ELECTRICAL INSPECTION?

The engineer will conduct a two-stage inspection of the electrical installation, a Visual Inspection, followed by Technical Testing.

The Electrical Contractor (Gas-elec) will: -

- verify the age of the electrical installation
- check whether there have been any alterations to the electrical installation
- review the extent of the electrical installation
- identify any limitations to the inspection such as no access areas, or appliances which cannot be switched off.

The Visual Inspection

The engineer will enter every room and check for: -

- Broken/damaged accessories
- Signs of scorching/overheating
- Lack of bonding conductors
- Other obvious defects

Findings are recorded on an observations sheet, which will grade any defects found: -

- Code 1: Very serious, posing immediate danger. Requires immediate attention. A warning notice will be fixed to the failed areas.
- Code 2: Quite serious. If there were several Code 2's would become dangerous and so Code 1. Requires improvement.
- Code 3: Item could not be examined because of access limitations or improvement recommended.

The Technical Inspection will: -

- Establish the earthing system in the Property
- Carry out an external earth fault loop to check that the earth path is sufficiently low to cause automatic disconnection.
- Check the prospective fault current to ensure that fuses etc are designed to cope with the level of current without causing damage.
- Record the type and size of fuses
- Record the type and size of the main earthing conductor
- Record the type and size of equipotential bonding conductors. (any absent will be recorded on the observations sheet).
- Record the characteristics of the main switch or circuit breaker
- Record the circuit information at the consumer unit and to record for each circuit: -
 - Equipment fed by the circuit
 - Cable size, including live cable
 - Disconnection time required
 - Type of fuse or MCB
 - RCD rating, if applicable
- Test each circuit to establish values for: -
 - Circuit impedance for ring final circuits
 - The sum of impedance for live conductor and earth
 - The insulation resistance between separate conductors
 - The maximum measured earth loop impedance

Pass or Fail?

The Engineer will provide a certificate which will state whether the installation has passed or failed.

The installation will fail if there are any Code 1 faults, or if there are substantial other faults.

The installation may pass if there are no Code 1 faults and few other faults. The Engineer will advise on the remedial work needed.

If the installation has failed the Contractor will: -

- Provide a simple document stating the failure areas and affix a warning notice to the failed areas.
- Provide a quotation for the works needed to rectify the failure areas.
- Advise the Property Management Department of the situation, by phone.

Remedial Works Policy when a Property fails the Electrical Installation Safety Test

The Engineer will provide a sheet detailing any faults and a quotation for rectifying these. The Chancellors Group of Estate Agents Ltd, Property Management Department will provide the Landlord with a copy of the test certificate, a list of fail defects, if any, and the quotation for rectification works.

If the repair will cost less than £60.00 inc VAT, the Property Management Department will: -

- Check the Landlord's instructions re works,
- Check that there are sufficient funds to meet the costs,

- If both ok, authorise the repair to be carried out immediately, without reference to the Landlord.
- If funds are not available, we will provide a quotation and the next section applies.

If the repair will cost between £60 and £1,000 inc VAT, the Refurbishment Department will: -

- Check the Landlord's instructions re works
- Advise the Landlord of the Gas-elec quotation by e-mail,
- Take Landlord's instructions whether to proceed with the repair works as per the quotation
- If the quotation is accepted, arrange for the Landlord to put us in funds to enable the works to be carried out.
- When funds arrive we will instruct Gas-elec to do the repair
- If the Landlord requires a second estimate for the repairs, request the technical test data from gas-elec and e-mail it to the Landlord. Advise him of the legal requirement and await his instructions.
- Follow up within fourteen days if no instructions received from the Landlord
- If the repair will cost more than £1,000 inc VAT, the Property Management Department will: -
- Check the Landlord's instructions re works,
- Advise the Landlord of the Gas-elec Quotation by e-mail,
- Provide, if CGEAL is managing the property, a second quotation from a competent contractor.
- Provide the technical data retained by Gas-elec to enable the Landlord to obtain other quotations
- Take the Landlord's instructions whether to proceed with the repair works as per the Gas-elec quotation or whether a second quotation is being sought.
- If the Landlord accepts the Gas-elec quotation, arrange for the Landlord to put us in funds for the works to be carried out
- When funds arrive we will instruct Gas-elec or our selected contractor to do the repair
- If the Landlord wants to accept another contractor's estimate for the repairs. Advise him of the legal requirement and await his instructions.
- Follow up within fourteen days if no instructions received from the Landlord

Note 1. Gas-elec will only carry out repairs upon receipt of an Order from the Property Management Department.

Note 2. When Remedial works are completed Gas-elec will provide an Electrical Installation Safety Certificate.

Note 3. For clients who do not pay for our Property Management service additional administrative charges will apply for the instruction of remedial works.

Reports following Inspection

The Engineer will retain the data collected, including the test results. This will act as a good record of the installation and will be provided to anyone who wants to carry out electrical work at the property. It will also allow a qualified electrician to make an informed judgment as to how efficient or how safe it would be to carry out any work.

SAFETY TEST PRICING STRUCTURE

(Approximate costs)

Code	G2	E2	GE2	GB2	LPP	BS	BSC
	£120.00	£114.00	£162.00	£174.00	£204.00	£112.80	min £112.80

EICR: 1 bedroom £168.00, 2 bedrooms £198.00, 3 bedrooms £222.00, 4 bedrooms £252.00, 5 bedrooms, £294.00. Properties with 6 bedrooms or greater are subject to quotation.

EICR - Electrical Installation Condition Report. This is an inspection of the main wiring of the property plus a Portable Appliance Test for up to 6 appliances. The report will show any defects, plus give a quotation for any remedial works.

Properties with outbuildings such as barns, workshops, sheds, swimming pools etc., are subject to quotation.

G2 - Landlord Gas Safety Inspection for up to 3 appliances. Additional appliances are charged at £13.54 inc VAT each.

E2 – Portable Appliance Test for up to 6 appliances. Additional appliances are charged at £3.60 each inc VAT.

GE2 – Combined Gas Inspection and Electrical Appliance Test. (Refer to G2 & E2 above).

GB2 – Combined Gas Inspection and Boiler Service. (Refer to G2 and BS/BSC above).

LPP- Landlords Protection Plan . Combined Gas Inspection, Portable Appliance Test and Boiler Service. (Refer to G2, E2 and BS/BSC).

BS – Boiler Service.

BSC – Condensing Boiler Service.

Note: All prices include VAT.

8. FIRE ALARM MAINTENANCE FOR HOUSES IN MULTIPLE OCCUPATION

A Fire Alarm Installation Maintenance service has to be conducted at least every 12 months for all Properties classified under the Housing Act 2004 as being Houses in Multiple Occupation.

9. WHAT IS A FIRE ALARM MAINTENANCE SERVICE?

A test carried out by a competent engineer to the standards laid down by the “Code of practice for the design, installation, commissioning and maintenance of fire detection and fire alarm systems in domestic premises” BS BS5839-6. The Fire Alarm Maintenance service is in addition to the electrical safety tests and the gas safety checks.

10. HOW IS THE MAINTENANCE SERVICE ORGANISED?

CGEAL will arrange with a Contractor, for the Fire Alarm Maintenance service to be done for all Managed Properties. For Non-Managed Properties there will be an administration charge of £75.00 incl. VAT.

A Fire Alarm System Contractor will conduct a Fire Alarm Maintenance service as per the agreed pricing structure detailed below.

11. WHAT IS FIRE ALARM MAINTENANCE?

The engineer will conduct a two stage inspection of the fire alarm system, a Visual Inspection followed by Technical Testing.

A Fire Alarm System Contractor will: -

- verify the age of the fire alarm installation
- check whether there have been any alterations to the system
- check if there have been any changes of use of the property or alterations to the building
- review the extent of the fire alarm system in relation to the standard BS5839-6
- identify any limitations to the inspection such as no access areas

The Visual Inspection

The engineer will check for;

- Broken / damaged detectors
- Areas of high risk without detectors, correct type of detection or sufficient audibility levels
- Any other obvious defects

Findings are recorded on and Engineers Report Sheet which will identify any defects or non-conformities found.

The Technical Inspection (*Mains Detectors*)

The engineer will;

- Test and verify the power supply to the detectors
- Clean & Test all mains type detectors (smoke & heat where applicable)
- Verify activation of each detector as well as correct response time
- Verify activation & audibility of linked mains detectors (if applicable)
- Inspect & test all standby batteries in each detector
- Inspect & update the fire alarm system log book, investigate any recorded defects or unusual system events and verify correct system operation in each instance

Findings are recorded on and Engineers Report Sheet which will identify any defects or non-conformities found.

Pass or Fail?

The Engineer will provide a test certificate which will state whether the installation has passed or failed.

- The installation will fail if there are any defects or non-conformities found that cannot be resolved at the time of the visit.
- The installation will pass if there are no defects or non-conformities found or if defects found are corrected at the time of the visit

If the installation has failed the Contractor will: -

- Provide an Engineers Report stating the reason for the failures
- Provide a quotation for the works needed to rectify the failures
- Advise the Property Management Department of the situation.

Fire Alarm Maintenance Pricing Structure

No of Bedrooms	No Visits	Service Costs (approximate)
1 – 2	1	£61.00
3	1	£73.00
4 – 5	1	£84.00
6	1	£92.00
More than 6	1	Quotation
Aborted Visit Fee	1	£40.00

Prices are exclusive of VAT

Costs assume Mains Smoke & Heat Detectors are in Communal Areas only.

Repair of Defects during Maintenance Visit (no additional labour / attendance costs)

Item	Qty	Costs (approximate)
To Supply & Install Mains smoke detector	1	£62.00
To Supply & Install Mains heat detector	1	£62.00
To Supply & Install detector battery	1	£5.39
To Supply & Install Log Book	1	£15.00
To Supply & Install Secure Document Box	1	£55.00

Prices are exclusive of VAT

Installation of New *linked* Mains Detector Fire Alarm Systems

No of Bedrooms	No of Detectors	Costs (approximate)
1 – 2	3	£626.00
3	4	£827.00
4 – 5	6	£1,230.00
6+	-	Subject to Survey

Prices are exclusive of VAT

Costs assume installation of Mains Smoke & Heat Detectors in Common Areas, Areas of High Risk and Main Bedroom

Costs include for installation of Radio Bases

Costs allow for installation of surface cables (clipped or concealed in white plastic trunking)

Costs assume there is sufficient capacity in the fuse board for a dedicated spur

SECTION Q: LANDLORD GUIDE TO LOCAL HOUSING ALLOWANCE

Local Housing Allowance (LHA) was introduced by the Government in April 2008 and changes the new way housing benefit is calculated and paid to housing benefit tenants renting accommodation from private landlords. The level of LHA is based on:

- Median rental rent charged by landlords in the private sector for properties of that size within a 'Broad Market Rental Area'
- Size of the tenant's house i.e. the number of bedrooms

Housing benefit is a means tested benefit and the level can be reduced depending on other income and savings.

1. PAYMENT OF LHA

A signed tenancy agreement is needed before any claim will be processed and paid. The time taken to process an application varies across Local Authorities.

The stated aim is that in the majority of cases, benefit will be paid to the claimant who then makes their own payments to the Landlord, unless there is evidence that the customer would be unlikely to pay their rent. A number of Local Authorities choose, however, to pay the rent direct to the Landlord.

LHA is paid on a 2/4 weekly basis. The tenant is then responsible for paying the Landlord/CGEAL on a monthly basis via standing order.

The rate of LHA that customers receive is reviewed on an annual basis or if there is a change in circumstances. A midyear change in contractual rent does not affect the level of LHA. Tenants can keep up to £15 of their LHA payment if they can find accommodation cheaper than their LA rate.

LHA rates are republished by the appropriate Local Authority each month.

2. RENT ARREARS

If 8 weeks rent arrears have built up, the Authorities will arrange to make payments direct to the Landlord unless it is not in the claimant overriding interests to do so. The Department of Work and Pensions (DWP) advise that Landlords should contact their Local Authority as soon as they are aware of an arrears situation.

The Landlord will be paid whatever is paid to the tenant. In some cases, this will not be the full rent and the difference would need to be collected from the tenant.

3. RECOVERY OF OVERPAYMENTS

The rules on recovery of overpayments are:

- Benefit overpaid to a Landlord can be recovered from either the Landlord or the customer, as the local authority chooses: and
- Benefit overpaid to a customer can only be recovered from the customer

If there is an arrears situation, the Accounts Team in CGEAL will send out to both the tenant and the Landlord arrears letters in line with our normal policy i.e. 7, 14 and 21 days after payment is due.

4. PRIVATE RENT ASSISTED SCHEMES

Many Local Authorities have rent assisted schemes which apply to individuals that they categorise as 'homeless' and are considered suitable for private rented accommodation.

As part of the Offer process, the Landlord will be advised of any support the Local Authority will provide to that individual and whether they have a guarantor.

SECTION R: POLICY PLANNING & BUILDING REGULATIONS

PROPERTIES WITH LOFT CONVERSIONS

1. MARKET APPRAISAL

If when on a Market Appraisal we find that the property contains a Loft Conversion the following information must be requested: -

- When was the conversion done?
- Was Planning Permission received?
- Did the conversion comply with Building Regulations?
- Can the Landlord provide proof that the conversion complies with regulations?

2. INSTRUCTION

- CGEAL will not accept an instruction to Let a property where the Loft Conversion has not received Planning Permission and/or the works did not pass Building Regulations in force at the time of the conversion
- CGEAL will not accept an instruction to Manage a property where the Loft Conversion has not received Planning Permission and/or the works did not pass Building Regulations.

3. MARKETING

- CGEAL will not market a property to Let until we have received proof that a Loft was converted with Planning & Building Regulations approval.
- Evidence that the works were correctly carried out must be placed on file.

4. HMO'S

- CGEAL will not accept an instruction to Let, or manage a House in Multiple Occupation which has a Loft Conversion which does not conform to the 1991 Building Regulations.

Any deviation from this procedure must obtain the Operation Director's written consent.

5. GREEN DEAL

Under Green Deal Regulations, there is a statutory requirement to notify a prospective tenant of the presence of an existing Green Deal charge, as they will be taking on responsibility for payments under the agreement. If that tenant can prove that they had not been notified of the charge, they can refuse to pay.

The EPC document provides information on any existing Green Deal Plan attached to the property. Agents must provide a copy of that EPC, and there is a duty to make specific reference to the Green Deal Plan, and obtain formal confirmation from the applicant that they have been informed of it. This must be done prior to any expenditure of time or money by a prospective tenant, i.e. even before a viewing is arranged.

It is therefore important that you should disclose the existence of a Green Deal or any other Energy Reduction Measures that you will expect the tenant to pay the finance costs for in addition to the rent.

SECTION 5: ENERGY PERFORMANCE CERTIFICATES (EPC'S)

Legislation has introduced an obligation on persons letting certain types of residential property to provide an EPC to the Tenant of the property prior to the exchange of contracts for the rental of the property.

If, in our opinion, your property requires an EPC we will inform you of this and we will instruct our EPC Provider to contact you to take payment for and produce an EPC. You will be responsible for the EPC Charge which is not part of our letting and/or management commission. Please advise us if you consider your property to be exempt.

If you do not want our EPC provider to prepare an EPC for your property you must provide us, at the time of signing this agreement, with an EPC that conforms with the Legislation.

We reserve the right to vary our terms in relation to the provision of EPC's in the event that our EPC Provider requests reasonable amendments.

We, or our supplier, may request information from you in order to prepare the EPC. You agree to provide this information promptly and you warrant that this information is accurate to the best of your knowledge and belief.

Where an EPC is supplied by our EPC provider we do not make or give any representations, warranties or other promises in relation to its accuracy or otherwise. In order to prepare the EPC our EPC Provider will require access to the Property. You agree to provide our EPC Provider or a representative of it safe access to the Property on reasonable notice.

1. EPC CHARGE

This is a charge for the collation of the "Required" contents of the EPC. This is payable to our EPC provider upon signing of this agreement.

2. LEGISLATION

This term includes any legislation relating to EPC's including without limitation the Housing Act 2004, Home Information Packs (No 2) Regulations 2007, Home Information Packs (No 2) Redress Regulations 2007 all as amended from time to time.

3. EPC OWNERSHIP

Transfer of ownership of the EPC, or any of its contents will not pass to you until the EPC Charge has been paid in full. Any transfer of ownership is subject to the intellectual property rights of the EPC Provider. This means any supplier that we instruct in connection with the preparation of an EPC.

4. ACCESS TO THE EPC

We have an obligation to, and we will, provide a copy of the EPC to any prospective tenant unless we have reasonable grounds to suspect that the person making the request is unlikely to have sufficient means to rent the Property; is not genuinely interested in renting a property of a general description which applies to the property; **OR** is not a person to whom you are likely to be prepared to rent the property. In this respect please inform us in writing of any persons who you are not willing to rent the property to.

5. TIME SCALES

It is important that we work closely with you, the EPC Provider and their Domestic Energy Assessor to collate the contents of the EPC efficiently so that the property can be marketed in a manner that complies with the EPC Legislation. To this end we have agreed service standards with our suppliers and would ask for your full cooperation to provide both information and access for the EPC inspection. We accept no responsibility for delays beyond our direct control.

6. ENERGY EFFICIENCY REGULATIONS

The Energy Efficiency (Private Rented Property) (England and Wales) Regulations 2015

All Landlords and Buy to Let Landlords should be aware:

The Energy Efficiency (Private Rented Property) (England and Wales) Regulations 2015 made it unlawful from 1st April 2018 to grant a new or renew leases of residential property with an EPC rating of less than “E”.

These regulations were extended on the 1st April 2020 to also cover existing residential tenancies. This means that any residential properties with an EPC rating of F or G are classed as unrentable.

Landlords with properties with an EPC rating of less than “E” will need to carry out works to improve the energy performance of the property to a rating of “E” or above or face civil penalties unless they can show the property is exempt for a number of limited reasons.

For our clients we have arrangements in place with specialist contractors who can advise on cost effective improvements to raise the EPC grade to an acceptable level.

Note some councils are requiring even higher standards of EPC grade for landlords to qualify for membership of council approved landlord schemes. If you’d like to learn more or have any questions, contact the lettings team in your local branch. You can find a list of our branches at: chancellors.co.uk/branches

Residential tenants are able to request landlord consent – which must not be unreasonably withheld – to prescribed energy efficiency improvements unless certain exemptions apply or the landlord proposes alternative energy efficient measures.

A civil penalty of up to £4000 will be imposed for breaches.

Commercial properties are also subject to the 2015 Regulations when creating or renewing commercial tenancies. However, the extension of the regulations will not be implemented for existing commercial tenancies until 1st April 2023.

SECTION T: OTHER SERVICES

1. MORTGAGES, FINANCE AND INSURANCE

We have arrangements with a number of companies who specialise in these areas and can arrange for them to speak with you on any of the above areas.

WARNING: YOUR HOME MAY BE REPOSSESSED IF YOU DO NOT KEEP UP REPAYMENTS ON YOUR MORTGAGE.

2. SALES

All our Lettings Offices have a Residential Sales Department. Sales negotiators are highly trained and have extensive local knowledge of property and markets.

We can give advice on Buy to Let property and help you to locate the right property for maximum rent income and capital growth.

We have a closely linked computerised network of offices throughout Southern England and Mid Wales. Emailing and mobile phone text facilities that ensure newly instructed property is made available to as many buyers as possible.

Every instruction is placed on our dedicated Internet web site and international buyers can and do contact us daily. We include Floor Plans and professional photography to enhance the marketability of your Property.

3. SURVEYORS AND VALUERS

We can arrange for independent expert surveyors to provide a service covering all residential property situations, including Private Valuations, Homebuyers Survey and Valuation Reports, Building Surveys, Probate, Insurance, Matrimonial Valuations and Rental Valuations.

4. CONVEYANCING

By organising the legal professionals who will work for you our aim is to make the complicated process of buying and selling smooth and simple for you. This service operates on a “no move, no legal fee” arrangement – so it’s in everyone’s interest that your transaction is a success.

5. PROFESSIONAL PHOTOGRAPHY, FLOOR PLANS, EPC AND VIRTUAL VIEWING SERVICES

Niche Communications provide photography services to assist us in marketing your property which are paid for by you either directly or through your contract with us. Niche provide varying levels of service to our clients including but not limited to Photographs, Floorplans, Energy Performance Certificate and a 3D Showcase. In order for Niche to carry out the aforementioned services on your behalf they will be instructed to take photographs using various equipment. Please ensure that there is nothing on display in the property that you do not wish to be included in the photographs at the time of the appointment. Please take particular note of sensitive documentation, personal photography and items you do not want to be seen online or in our marketing material. Please note that photography and video services used are very high resolution and care should be taken to avoid any unwanted disclosure of personal information due to items not being removed. CGEAL and the professional photographers instructed on your behalf accept no liability for accidental disclosure due to items not being removed from sight by you. We will forward a copy of the brochure for your approval as soon as it is created, we will ask you as part of this process to notify us of anything that is incorrect and confirm you are in agreement with the contents. You will liaise with Niche in order to make arrangements for a mutually convenient time for Niche to attend the Property. In order for Niche to attend the Property at a time where you are not in attendance you will be required to authorise the release of keys in order for Niche to gain access. It will be your responsibility to direct the representative of Niche as to any particular photographs you would like taking and the route you wish them to take.

SECTION U: INTERPRETATIONS AND DEFINITIONS

Any dispute arising from this document, our Tenancy Agreements, or other lettings documentation is governed by and subject to only the laws of England and Wales.

In this, and all our lettings documents, the following meanings apply:

“Agent” one who acts for another and works in that person’s best interest.

“Arranging” means making provision for a service or works, with the total cost of the resulting invoice(s) being met by the Landlord, or Tenant as appropriate.

“Associated Party” means any individual, company, firm, other institution or body, whether incorporated or unincorporated, which is directly or indirectly connected with the Tenant, whether such connection be by blood, friendship, acquisition, marriage, membership, employment, ownership, or who by any means could be said to be associated with the Tenant.

“Building Regulations” govern the erection and alteration of buildings.

“Canopy” is the trading name of InsureStreet Limited a company registered in England & Wales under company number 10287920. Canopy supplies tenant referencing, £0 Deposit insurance as well as other services to Chancellors.

“CGEAL” is The Chancellors Group of Estate Agents Ltd incorporating Chancellors; Anscombe & Ringland; and Russell, Baldwin & Bright.

“Client’s Accounts” is a separate bank account into which monies not belonging to the Agent are deposited and held on trust for the benefit of the Client be they a Landlord or Tenant.

“Contracts” are binding written documents between parties, which when signed; legally commit all parties to the agreed terms.

“Day” means a working day exclusive of Bank Holidays and Weekends.

“Deposit” The Deposit is a sum of money paid by the Tenant and held against any damages, or dilapidations to the property caused by the Tenant, or for rent arrears or other breaches of the Tenancy Agreement by the Tenant. The Tenant will pay a deposit at the commencement of the initial term. We will hold the deposit as stakeholders pending the satisfactory termination of the Tenancy. Upon such termination if the Landlord and Tenant agree what sums, if any are to be deducted from the deposit for dilapidations, damage and unpaid rent, we will arrange for the payment of sums to the Landlord and return the balance to the Tenant in accordance with our Deposit Disbursal Procedures.

“Event Driven” An Event Driven Contract obliges the Landlord and Agent to observe the agreed terms when the “Event” occurs.

“Guarantor” A Guarantor is someone who guarantees all the obligations of another person. A Tenant’s Guarantor, is liable for all the Tenant’s obligations under the Tenancy Agreement

“Gross Rent” The total of all rent payable by the Tenant under any Tenancy Agreement for the duration of the entire term of the agreement. For the avoidance of doubt this includes any renewed, extended or periodic tenancies.

“ICE” The Independent Case Examiner of the Dispute Service.

“Landlord” includes the persons for the time being entitled to receive the Rent and entitled to vacant possession of the Property at the end of the Tenancy. It is agreed that where the Landlord is comprised of two or more persons any agreements expressed to be made shall be deemed to be made jointly and individually.

“Monies Held” Rent and other monies held by us on behalf of the Landlord. We do not pay interest on clients’ monies held.

“Mortgagee” The Mortgagee is the institution which grants the loan to purchase a property. A Landlord must always seek the Mortgagee’s permission when letting a property which has a mortgage on it.

“Offer” An offer is the price and attendant conditions made by a prospective Tenant who wants to rent a property.

“Orders” When CGEAL are asked to arrange for Contractors to attend a property to undertake Safety Tests or conduct repairs there will be an Arrangement charge for each and every order placed.

“Power of Attorney” This is a document which grants power to a person to act in the name of another person and must be drawn up by a solicitor. CGEAL will always require sight of the

document from anybody claiming to act under power of attorney.

“Received” is defined as monies that have been allocated.

“Set Up Charge” When we are requested to provide Property Management for a property which we are not Letting, the Set Up Charge covers the various tasks required to create the necessary records.

“Signatories” Contracts must be signed by ALL the parties to the contract.

“Stakeholder” The term stakeholder, in law is a third party who temporarily holds money while its owner is still being determined.

“TDS” The Tenancy Deposit Scheme provides protection for Tenant’s deposits and provides a free service for the case to be dealt with fairly and independently in the event of a dispute as to the disbursement of the deposit monies at tenancy end.

“Tenant” includes a subsequent Tenant under any subsequent Tenancy Agreement. It is agreed that where the Tenant is comprised of two or more persons, any agreements expressed to be made, shall be deemed to be made jointly and individually.