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FIRST-TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference	•	LON/00AZ/0C9/2015/0369
Property	:	3 Grantley House, 11 Myers Lane, SE14 5RZ
Applicant	:	Michael Parlett
Representative	:	SLC Solicitors
Respondent	:	Sinclair Gardens Investments (Kensington) Limited
Representative	:	WH Matthews & Co Solicitors
Type of Application	:	Application for determination of reasonable costs – flats and premises – Section 91(2)(d) Leasehold Reform, Housing and Urban Development Act 1993
Tribunal	:	Mr M Martynski (Tribunal Judge) Mr P Casey MRICS
Date of Decision	:	21 October 2015

DECISION

Decision summary

- 1. The legal costs payable to the Respondent are \pounds 1,525 plus VAT.
- 2. The valuation costs between the parties have been agreed at \pounds 600.00 (including VAT).

Background

- 3. This matter arises out of the Applicant's claim to acquire a new lease of the subject flat from the Respondent. The Notice of Claim is dated 11 November 2014. The transaction leading to the grant of a new lease appears to have proceeded without complication.
- 4. The legal costs demanded by the Respondent's solicitors amount to $\pounds_{1,725}$ exclusive of VAT.

The Application

- 5. The Applicant's application to this tribunal is dated 21 August 2015. Following directions given on the application, both parties made extensive written submissions on the costs issue.
- 6. The application was set down to be dealt with on the Paper Track. No party requested a hearing and we have therefore decided this application on the basis of the documents and written submissions provided by the parties.

Decision

- 7. The Applicant's solicitors usefully summarised their client's case in a Scott Schedule amounting to some 17 numbered points. In this decision, we follow the order of the Scott Schedule in the table below which sets out our decisions and the reasons for them.
- 8. By way of general approach, we make the following comments; first, we do not consider that the charging rate of £250.00 is excessive or unreasonable for the work. The Respondent has chosen specialist solicitors as it is entitled to do. Second, we have approached this matter on the basis that we have asked ourselves what the Respondent would have reasonably paid if it were paying the costs itself.

Item No:	Units charged	Description of work and our decision
1	6	Attending client to take instructions: We have taken this time together with the four letters out to client seeking instructions (item 9). Whilst we consider that it is reasonable for time to be taken to take instructions, this is a routine matter in a long standing Solicitor and Client relationship. We

		consider a reasonable time to be 6 units in total.
		This results in 4 units (or £100.00) to be taken off
		the Respondent's costs.
2	3	Considering lease and office copies: We consider
		this time to be reasonable.
3	3	Instructing Valuer: We have taken this time
		together with the valuation related work in items 7
		& 9 (total 10 units). Whilst we consider that a
		charge for this work is permitted under the
		Leasehold Reform, Housing and Urban
		Development Act 1993 ('the Act") (we consider
		that the work is reasonable and incidental to the
		specific items set out in section 60(1) of the Act).
		We consider a reasonable time to be 6 units in
		total. This results in 4 units (or £100.00) to be
		taken off the Respondent's costs.
4	E	Preparation of Notices: We consider that such
4	5	work does fall within section 60 of the Act and
		that this work is reasonably done.
		Considering validity of tenant's notice: We
5	9	consider that this work is allowable, necessary and
		the time taken to be reasonable.
6		
6	3	Drafting Counter-Notice: We consider that this
		work is within the ambit of section 60 of the Act
ļ		and that the time charged is reasonable.
7	5	Considering valuation etc: See our comments
		above at item 3.
8	2	Considering service on Third Party: This is part of
		the process of considering a Notice and is
		necessary and reasonable.
9	7	<i>Letters to various</i> : We have already dealt with the
		letters to client and valuers. The three letters to
		nominee purchasers/solicitors are reasonable.
10	20	Considering terms of lease: We consider this
		work to be necessary and reasonable in terms of
		time taken.
11	20	Drafting new lease: We consider this work to be
	(included	necessary and reasonable in terms of time taken.
	in item 10	
	above)	
12	20	Agreeing final form of lease: We consider this
	(included	work to be necessary and reasonable in terms of
	in item 10	time taken.
	above)	
13	20	Revise and prepare two engrossments: We
-	(included	consider this work to be necessary and reasonable
	in item 10	in terms of time taken.
	above)	
14	20	<i>Prepare completion statement</i> : We consider this
•	(included	work to be necessary and reasonable in terms of
	1 (moradou	

	in item 10 above)	time taken.
15	20 (included in item 10 above)	Attend to completion: We consider this work to be necessary and reasonable in terms of time taken. Further we consider this work to be within the ambit of section 60 as necessary and incidental.
16	4	<i>4 letters out</i> : We presume that this relates to the completion. Overall the costs relating to the grant of the lease appear to us to be reasonable.
17		In the light of our decisions above, there is no need for any further comment on this item.

Mark Martynski, Tribunal Judge 21 October 2015