Case Ref (LEASE	Parties Involved	Nature of Complaint	Outcome	URL Link / LVT Reference No
4023 – The Waldro ns	Applicant: Mgmt Properties Ltd BLR Temple Trust Prop Mgmt David Glass	Management Quality	"At the outset the lessor conceded that everyone had been "badly let down" by the managing agents". "complaints to Trust had to be chased for months before there was any action" "the tribunal is not impressed by the standard of management" "However, in year ending March 2007 (Trust's first year) its failings are such as to justify a reduction of its claimed fee by 50%" Para 16 - management under Trust "inadequate"	http://www.lease-advice.org/decisions/other/pdf/4 023_dir/4023_page1.htm
4218 – Nander Court, Southe nd On Sea	App: B Glass Basicland Registrars Trust Prop Mgmt Towergate – insurance broker – witness statement	Insurance commission	P45 "we have no hesitation in recording that the way in which the Applicant and her respective agents and advisers have dealt with the major works project and subsequent demands for money and the failure to respond to the legitimate enquiries made by Mr Bean has been appalling and is worthy of the strongest condemnation". Towergate receives a commission from the insurers of 25% of the premium refused to say whether	http://www.lease- advice.org/decisions/other/pdf/4 218.pdf

Towergate shared any of the commission it received from the insurers with the Applicant or, indeed anyone, and if it did how much it share

We infer from this evidence that Towergate does share some of its commission with the Applicant because if it did not Mr Cocks would have said so..

The lease obliges the lessee to contribute to "...the cost of insurance. Properly construed we take that to mean the net cost, as actually incurred by the landlord and not to a gross cost.

We accept and prefer the submissions of Mr Bean that service charges are not to intended to be a profit centre for landlords but that landlord's should be limited to recoup outlay actually incurred

Jollybird Limited v Fairzone Limited [1990] 2 EGLR 55 CA supports this position.

We do not know the net cost of insurance incurred by the Applicant because the Applicant and her advisers and representatives refuse to reveal the amount of the rebates or commissions paid over by Towergate .. the Applicant forces the Tribunal to adopt the only course open to it, namely to apply the accumulated experience and expertise of the members of the Tribunal .. In doing so we find it appropriate to adjust the amount of the contributions claimed for insurance. We do so

4261	Trust Prop Mgmt Management Properties	Survey	both to strip out the Emergency Assistance Cover element and to allow for commission received. We adjust the sums claimed by 25 per cent. 50% of cost for survey only as no access to rear gained	http://www.lease- advice.org/decisions/other/pdf/4 261.pdf
	David Glass Temple			201.pd1
4261		Access	Desktop exercise of fire risk, not auctioned, 50% of mgmt fee due only	
4631			"bad performance"	
4665			10% reduction, no inspections, 2 asbestos reports (no need for second report)	
S337- Riversd ale Road - LON/0 0AU/LS C/2009 /0759 and 0826	Applicant (Raleigh Close Investements) rep by Mires, Trust PM Towergate – Jun / Jul 2010	Asbestos, survey, insurance commissions and management fee	Insurance Commission Mr Mires informed the Tribunal that the Applicant insured its entire property portfolio of 7500 properties through Towergate (Insurance Brokers). In Directions the Tribunal had ordered that the Landlord use its best endeavours to send to the tenants a statement of all commissions received in respect of insurance by the landlord or associated companies or persons. Mr Mires in addition relied upon the case of Berrycroft Management Co-v- Sinclair Garden	http://www.lease-advice.org/decisions/other/pdf/5 337_Dir/5337_Page1.htm#77987 85

The brokers stated in their letter-: "I can confirm that we earn 25% commission from the current insurers Axa; we are entitled to earn commission for arranging/administering the policy. If we choose to pay away a proportion of our earnings to a third party such as a freeholder or Property Managing Agent it is a matter between those parties involved."

Mr Mires did not provide information on whether or not commission was paid to the Applicant or managing agents and if so, the percentage.

The Tribunal does not accept that the cost of the insurance inclusive of the commission is reasonable, and has determined that, in the absence of justification of the considerable commission and the failure to provide the evidence requested as part of the directions, that the part of the insurance which relates to commission should be reduced. The Tribunal is not satisfied on a balance of probabilities that the cost of the insurance is reasonable. The Tribunal has determined that the insurance premium cost should be reduced by 10% for each of the years in question.

Survey

The Tribunal was also concerned about the lack of clarity in the relationship between Trust Property

Management and Benjamin Mires Chartered Surveyors. The Tribunal noted that although the managing agents stated that annual visits were carried out, these were, according to the evidence, delegated to Benjamin Mires Chartered Surveyors. This meant that rather than the managing agents being aware of maintenance issues and then commissioning a more detailed report, the "awareness" was coming from the surveyor who was instructed to prepare the report. This is not right.

Asbestos

The Survey stated that a visual inspection had been carried out and the level of identification of asbestos material was recorded as "presumed". There was a further recommendation that a follow up survey be carried out.

The Tribunal noted that the Asbestos report came to no firm conclusions about whether or not asbestos was present and that the report noted at page 394 of the bundle "presumed asbestos". We consider that this is wholly unacceptable as a conclusion in a report which was specifically commissioned to deal with the issue of whether asbestos is present in the premises. We noted that the inspection carried out was a remote visual inspection of the roof and did not involve going up onto the roof to carry out an inspection or any

			sampling. We find that the report commissioned was wholly inadequate.	
			Management Fee:	
			The Tribunal finds that no more than £75.00 including VAT per property is reasonable and payable for all of the years in question.	
5909- 176 Casewi ck Road	Trust P M (Rep Defendent)	Asbestos Survey	Not reasonable, 50% of charge, quick visual visit	http://www.lease- advice.org/decisions/other/pdf/5 909_dir/5909_page1.htm
1761 -	Mire & Nesbitt –	Professional	17.The Tribunal considered that the costs charged by	http://www.lease-
	August 2005	Charges	Nesbitt and Mire are excessive here has been a	advice.org/decisions/8587pdf/10
			considerable amount of duplication of the preparatory	<u>01-2000/1761.pdf</u> -
			work with both Mr Mire and Mr Ladani charging for the	LON/00AQ/LSC/2005/0073
			same work The total to be disallowed in respect of Mr Mire's fees is £1900"	
4341 -	Mire representing	Objection to	6. Mr Mire on behalf of the Applicant produced copies of	http://www.lease-
4341 -	Applicant – 8 June	appointment of	two LVT decisions shortly before the hearing and	advice.org/decisions/8587pdf/40
	2009	managing agent	confirmed that he wished to rely on them at the hearing.	01-5000/4341.pdf -
		ייים מייים אווים מייים	The Respondents objected. The Tribunal considered	LON/00AG/LSC/2009/0116
			whether or not this late evidence should be admissible"	
			"Mr Mire was unable to offer a satisfactory reason as to	
			why this evidence had been produced so late" In	
			considering the matter, the Tribunal had to balance a	
			number of factors, including the inconvenience of an	

adjournment to the Respondents who had come to the hearing expecting that it would proceed, the cost to the public of adjourning, and Mr Mire's inability to provide a satisfactory reason for producing this evidence at the last moment despite the fact that the Directions contain a warning (in bold letters) that 'failure to provide evidence as directed may result in the Tribunal deciding to debar the defaulter from relying on such evidence at the full hearing". On balance, it was the view of the Tribunal that the evidence should be excluded. Mr Mire asked for it to be specifically noted that he objected to the exclusion of this evidence.

17. In relation to the decision to appoint the managing agents, Mr Mire conceded that — technically — the Section 20 consultation procedures had not been carried out in full, but he felt that the more informal process that the Applicant did go through was sufficient in the circumstances and was arguably actually better than following the formal process.

(Mire) accepts that they were not strictly complied with in a technical sense. Against that background and having also heard the evidence of Mrs Young and Mr Leaman, the Tribunal is of the view that if the consultation requirements apply they have not been sufficiently complied with. The formal procedures are there for a reason and the presumption is that they must be fully complied with. If the landlord can demonstrate to

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			the Tribunal's satisfaction that a breach was trivial and	
			did not prejudice the tenants at all then this might be a	
			basis for accepting that the procedures had been	
			adequately complied with, but this is not the case here	
			given the degree to which the procedure was not	
			followed and the plausible (although not conclusive)	
			arguments brought by Mrs Young and Mr Leaman.	
4382		unreasonablene	On the question of management fees, the Applicants'	http://www.lease-
	TPM representing	ss of service	case was that they were left to do much of the chasing	advice.org/decisions/8587pdf/40
	Respondent	charges	to deal with matters lack of response that they got	01-5000/4382.pdf
			from the managing agents and their failures to deal	CAM/OOMD/LSC/2009/0030
			with the complaints, for example relating to the	
			electricity and the gardeningAlthough the charge did	
			not on the face of it appear excessive, the service they	
			received did not justify the fee He (the applicant)	
			tried wherever possible to meet with the Respondent	
			and that the application to Tribunal was a last resort. He	
			though that the manner in which, for example, the	
			refund from the electricity had been obtained was	
			typical of the Trust's response to these matters in that	
			everything was left so late in the day LVT find We	
			were concerned with the service provided by the	
			managing agents in this case and feel it appropriate to	
			reflect that in our decision as to the appropriate	
			management fee Insofar as the HR Surveyor's	
			and it is therefore disallowedThe accountancy fee	
			claimed by Mr Mire's firm on the 26 th November 2008	
			seems	
			to us to be unreasonable It seems to us that whilst the	
			Lease may well enable Trust Property Management to	

			recover their fees of the attendance before the Tribunal,	
			the question we need to decide whether it is just in the	
			circumstances to stop that from happening we find it	
			is just to make an Order under Section 20C prohibiting	
			the Respondent from recovering the costs of the matter	
			before the Tribunal through the service charges.	
301	Mire rep respondent	RTM Charges	the tribunal considers it is proper to limit the costs	http://www.lease-
			recoverable The preparation of the counter notices	advice.org/decisions/other/rtmp
			themselves would have taken relatively little time	<u>df/301.pdf</u> -
			Contractor notices should have been sent on or as soon	LON/0013JILCP/2012/011
			as reasonably practicable after the determination date	
			(7 September 2011) by virtue of section 92(2) of the Act.	
			Though Mr Mire refers to the contracts being "shrouded	
			in history given their long standing nature" he has not	
			provided sufficient reason for the late preparation of	
			these notices, one of which was apparently to Trust	
			Property Management itself. In the circumstances the	
			tribunal disallows the additional cost of their	
			preparation.	
3967	Oct 2008 -	Disputed	The invoice dated 29th September 2006 is a demand for	http://www.lease-
	Respondent	Surveyor's Fees	payment for the work carried out by BMCS, but invoice is	advice.org/decisions/8587pdf/30
	represented by Mire	– BMCS – B	calculated by reference to an apparently non-existent	01-4000/3967.pdf
	,	Mire Chartered	tender for the work, which was higher than the lowest	LON/00BD/LSC/2008/0004
		Surveyors	tender	, , ,
		,	received. As such, the invoice should not have been	
			authorised for payment by TPM The Tribunal	
			· · ·	
			,	
			, , , , , , , , , , , , , , , , , , , ,	
			considered that this calculation resulted in fees, which were too high for the work carried out by BMCS, bearing in mind the stage at which the work was completed,	
			which did not entail the commencement of or any	

			supervision of works. The Tribunal did not consider that	
			•	
			it was appropriate to base charges on the long-defunct	
			and largely historic RICS Scales for Building	
			Sonreyirrg—Services The first acknowledgement that	
			the figures in the BMCS invoice were incorrect came	
			with the statement of case prepared by Mr Miresome	
			22 months after the date of the original invoice. This	
			was despite queriesdating from 21st December 2006.	
			The Tribunal was surprised to note that the Respondent	
			did not appear to have made any attempt to negotiate	
			a compromise of this dispute. In the light of this and of	
			its Decision, the Tribunal orders that the Respondent	
			should reimburse the Applicant for the £500 fees paid	
			to the Tribunal.	
4838	Mire representing	Final	the Interim Decision & Further Directions had given	http://www.lease-
	the applicant – Feb	Determination	notice that the Tribunal was minded to dismiss the	advice.org/decisions/8587pdf/40
	2010		Application for being an abuse of process on grounds	01-5000/4838.pdf-
			indicated (see para.s. 15 and 16 thereof). As directed, Mr	LON/00AC/LSC/2009/0252
			Mire duly made submissions (dated 21 December 2009)	
			as to why the Tribunal should not	
			dismiss the Application the Tribunal observes that the	
			reference to "the standard practice" is not supported by	
			anything to be found in the RICS Service Charge	
			Residential Management Code of Practice (2 nd ed). On	
			the contrary, arbitration or mediation by agreement	
			rather than litigation is recommended for dispute	
			resolution (para.3.26). C Consideration of an	
			application to a LVT is only advised in limited	
			circumstances Here the practice adopted of	
			making precautionary applications in respect of service	

			charges before any significant disputes have arisen is not considered by the Tribunal to be fair or reasonable as between landlord and tenants in the circumstances of this case. 20. Accordingly, in the exercise of its discretion under s.20C of the 1985 Act, the Tribunal orders that the costs incurred by the Applicant in connection with the present proceedings are not to be regarded as relevant costs to be mediation by agreement rather than litigation is recommended for dispute resolution (para.3.26).	
2825	Mire rep. Applicant landlord – Nov 2006	reasonableness	the Tribunal finds that the cost of the damp proofing works would not be reasonable unless and until further investigations have been carried out to establish the cause of dampness during his (Mire's) involvement with the property, the service charges have been apportioned on the basis of one-tenth and one-seventeenth rather than strictly in accordance with the lease.	http://www.lease- advice.org/decisions/8587pdf/20 01-3000/2825.pdf - LON/00AC/LSC/2006/0241
4784	Mire representing Respondent - Oct 2009	Reasonable of report charges / S20 award	it was unreasonable of the respondents to commission a surveyor's report. It is hard to see how they could justify this as necessary for their management of the premises when they plainly knew that the applicants had expressed their dissatisfaction with the costs and the quality of the management and later that they wished to purchase the freehold Mr Mire told us that he and Mr Benouaic had between them spent some 30 hours in preparing the hearing. He put their costs at a total of £3,974.79 We were also surprised at the size of the respondent's charges which exceed the total of the	http://www.lease- advice.org/decisions/8587pdf/40 01-5000/4784.pdf LON/00AP/LSC/2009/0536

			disputed service charges. The respondents failed to explain convincingly why it was necessary to appoint two representatives for the hearing. We consider the respondent's management costs claimed for these applications are wholly disproportionate Any costs incurred by the respondents in dealing with these applications are not recoverable as service charges.	
5970	May 2011 – Mire representing the respondent – May 2011	Reasonableness of charges levied	We are concerned that the management of this flat seems to pay little regard to the respective obligations of the lessor and lessee as set out in the lease We do not accept that the serving of a Notice of Intention under the S.20 procedure was sufficient to deprive the lessees of their right to carry out the modest repairs referred to in the 2007 survey. We are also concerned that the recommendations made in the survey as to the most economical manner of carrying out the repairs has not been followed and that a wholly disproportionate procedure has been commenced. We therefore disallow the fees of Benjamin Mire Chartered Surveyors in the sum of £1,763.76 the respondent has acted in a somewhat cavalier fashion with regard to the rights of the applicant and that his only means of obtaining redress has been through this application. We therefore make an order that the costs of these proceedings are not to be placed on the service charge account.	http://www.lease-advice.org/decisions/8587pdf/50 01-6000/5970.pdf LON/00AH/LSC/2011/0072
8350	Mire representing respondent – Oct 2012	Reasonableness of service charges	the landlord has not demonstrated that all of the charges in question were reasonably incurred, and so those charges identified as not being reasonably incurred are	CHI/19UC/LSC/2012/0063 - http://www.lease-advice.org/decisions/8587pdf/80

			not payable The Tribunal was disappointed to note	01-9000/8350.pdf
			that although the	<u> </u>
			Respondent was aware of the date of construction, this	
			was never passed on to the surveyor The Tribunal was	
			disappointed to note that the fire safety audit was	
			conducted so long after one had been legally required	
			We also record breaches of the landlord's covenants for	
			decoration. The Respondent appears wrongly to have	
			assumed that the covenants were a matter of choice	
			rather than obligation The Tribunal also was	
			concerned by Mr Mire's admission that Trust did not	
			maintain satisfactory records until 2011, such that he	
			was unable to give the Tribunal any meaningful	
			assurance that the building had been the subject of	
			regular management visits in accordance with the RICS	
			Service Charge	
			Residential Management Code evidence on the issue	
			of visits pointed strongly towards an absence of visits,	
			with the Tribunal being satisfied only as to two visits	
			during a six-year period poor level of service provided	
			here	
4674	Mire representing		With regard to the tender prices the Tribunal finds	http://www.lease-
	applicant (Lakeside)	of service	these somewhat suspect Mr Mires' fee of 12% of the	advice.org/decisions/8587pdf/40
	– Sep 2009	charges	overall cost appears to the Tribunal to be excessive in	01-5000/4674.pdf
			view of the fact that the former specification was used,	LON/00BG/LSC/2009/0240
			so that no new work was done on that, and nothing extra	
			had been undertaken With regard to management	
			fees, the Tribunal considers that while the management	
			charges are low, they are not low enough to reflect the	
			standard of management delivered With regard to	

4680	Mire representing applicant – Nov 2009	Charges levied	accountancy fees the Tribunal is concerned at the level of fees charged the poor accounting has already been reflected in a large reduction in accountants' and management fees The Lessees asked for a s 20C order in view of the reductions made, in particular in management fees, the Tribunal considers that it would be just and equitable to make such an order. Given the experience of the Applicant and those preparing the case, the Tribunal was somewhat surprised that these charges were described as service charges These charges are administration charges There is no provision in the lease allowing the charges claimed not payable The report produced by Benjamin Mire Associates given that it was addressing a very specific issue appeared to have come at a considerable cost. The Tribunal noted that the author of the report appeared not to have any relevant qualifications The Tribunal was further concerned that the report was complex and identified some issues that may have been the freeholder's responsibility.	http://www.lease-advice.org/decisions/8587pdf/40 01-5000/4680.pdf LON/00AD/LSC/2009/0521
7291	Mire representing respondent – Oct 2011	Reasonableness of charges	satisfied that there had been some shortcomings in the management of the Property. The most obvious example was the unacceptably late delivery of the accounts for the year ending 31 March 2006 There were also other shortcomings telephone calls to Trust Property Management Limited had not been dealt with or returned a basic service had been provided that justified no more	http://www.lease- advice.org/decisions/8587pdf/70 01-8000/7291.pdf

			then the besie for of C1EO plus VAT you flat you want	
			than the basic fee of £150 plus VAT per flat per year	
			charged for the first two years.	
7128	Mire representing		Concerns were also expressed as to the standard of the	MAN/00BW/LSC/2011/0031 -
	respondent – Sept	of charges	management services being provided for the fees being	http://www.lease-
	2011		charged absence of detailed breakdown of	advice.org/decisions/8587pdf/70
			invoices/knowledge of works/services performed and an	<u>01-8000/7128.pdf</u>
			undue reliance on a 3rd party accreditation service	
5264	Mire representing	Reasonableness	The Tribunal is satisfied that the service provided on	http://www.lease-
	respondent – July	of charges	behalf of the Respondent has fallen significantly short	advice.org/decisions/8587pdf/50
	2010		of what the Applicants could expect under their	<u>01-6000/5264.pdf</u> -
			respective leases and the RICS Code of Management	LON/00BELIS/2010/0006
			Practice	
			There is no doubt that the service provided to the	
			Applicants on behalf of the Respondents has been	
			minimal at best and, as already mentioned, well short	
			of what they could expect at worst.	
			The Tribunal finds it astonishing that a property owner	
			would be willing to put their asset entirely in the hands	
			of others to	
			maintain and repair, as the Respondent has effectively	
			done by leaving it to the Applicants	
			The Tribunal is satisfied that the Applicants had little	
			choice but to bring proceedings in order to get the	
			Respondent and their agents to engage with them.	
			There is a consistent history of the agents failing to	
			respond to the Applicants' correspondence.	
4665	Mire representing	Reasonableness	Mr. Mire was unable to explain why the bad condition	http://www.lease-

	applicant – Dec 2009	of charges	of the windows had not been picked up on one of the	advice.org/decisions/8587pdf/40
	applicant – Dec 2003	of charges	annual routine inspections his company claimed to	01-5000/4665.pdf
			· · · · · · · · · · · · · · · · · · ·	
			have made. He said that the member of staff who did	CAM/OOKF/LSC/2009/0079
			this had left This dispute has arisen for the reason seen	
			by this Tribunal on many occasions — lack of	
			communication.	
7579	Mire rep.	Reasonableness	We have taken over the management from Trust	http://www.lease-
	Respondent – Feb		Property Managementfollowing a series of mistakes	advice.org/decisions/8587pdf/70
	2012		and poor performance as Managing Agents The	<u>01-8000/7579.pdf</u> -
			Tribunal determines that the management fee for 2010	LON/00AWLSC/2011 /0568
			in the sum of	
			£251.92 should be reduced by 50% to £125.96	
4363	Mire rep.		the information provided to the applicants was ad hoc	http://www.lease-
	Respondent – Mar	reasonableness	and insufficient. The poor management of information	advice.org/decisions/8587pdf/40
	2009		by the managing agents also led the Tribunal to	01-5000/4363.pdf -
			conclude that the management and professional fees	LON/00AQ/LSC/2008/0525
			were also not claimable as the service provided was not	
			reasonably incurred or of a	
			reasonable standard the terms of the lease had not	
			been complied with regarding demands, delay in	
			producing the accounts, and poor management. The	
			respondent's submission that the application should	
			not have been initiated is also not accepted by the	
			Tribunal. The information required was not provided	
			when requested	
680	Mire rep respondent	reasonableness	Further costs were incurred,This additional time (18	http://www.lease-
	landlord as Nesbitt		hours) was charged at £150 perhour, amounting to	advice.org/decisions/93pdf/1-
	& Mire surveyors –		£2700 plus VAT. The remainder of the Valuer's costs are	1000/680.pdf - LON/ENE/1000/03
	Jul 2004		not allowable under the terms of Section 33,	
5785	Mire rep 2 nd def –		Respondents conceded 25% of the Management fees	http://www.lease-
	11	I	1 1 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2	

	April 2011		under Schedule 1 and Schedule 4 of the service charges	advice.org/decisions/8587pdf/50
	7.0111 2011		for the year ending 2004 and 25% of interest on these	01-6000/5785.pdf
			amounts.	LON/00ARLSC/2010/0698
3498	M Yun – Trust P M	reasonableness	The Trust Property Management Ltd administration fees	http://www.lease-
3430	rep applicant	reasonableness	of £1,450 incurred were in relation to the service of	advice.org/decisions/8587pdf/30
	landlord – Sep 2007		notices, the tendering process, etc. Despite the fact that	01-4000/3498.pdf -
	landiord Scp 2007		he had already conceded that the notices and demands	<u>01 4000/3438.pui</u>
			had been incorrectly served, Mr Yun submitted that the	
			cost had reasonably been	
			incurred the Tribunal noted the arithmetical error on	
			the s.20 notice and mistakes made by Trust Property	
			Management Ltd in its misunderstanding of the lease	
			terms and how the management charge could be	
			collected from the	
			Respondents failure by Trust Property Management	
			Ltd to meaningfully engage or deal with the substantive	
			complaints made by the lessees. No meeting was	
			offered by the Applicants.	
5387	B Mire Surveyors rep	Dispensation	A history between the parties of incomplete and	LON/00AC/LDC/2010/0094 -
3307	applicants – Sep	with S20	inadequate work, and the distrust this ought to have	http://www.lease-
	2010	requirements	lead a prudent	advice.org/decisions/8587pdf/50
	2010	requirements	manager to investigate the condition of the balcony at an	01-6000/5387.pdf
			earlier stage, rather than when the work had	<u>01-0000/3387.pui</u>
			commenced this was sufficient to alert the Applicant	
			to the need to commission a report before commencing	
			with the external	
			redecoration contract.	
3478	M Yun for TPM rep,	Reasonableness	The Tribunal determined that the cost of the proposed	http://www.lease-
3470	applicant as man	incasoriablelless	works were excessive. The double-glazing of windows	advice.org/decisions/8587pdf/30
	agent – Sep 2007		and the internal decorations did not fall within the terms	01-4000/3478.pdf -
	agent - Jep 2007		and the internal decorations and not fall within the terms	01 4000/34/0.pul -

of the lease The Tribunal was concerned that the	
failure to provide a detailed specification, tailor made	
to this property, resulted in a considerable distortion of	
the actual costs of repair neither was there any	
requirement in the leases that that this cost should be	
recoverable". "It was not necessarythat there should	
be audited accounts and therefore this would be	
disallowed. Likewise the cost of cleaning would be	
disallowed." "With regard to maintenance the sum of	
£1000 was excessive" Schedule of Works and costs	
associated with those works were manifestly excessive.	
Applicant's costs of the application at £4641.66 5	
hours work by Mr Yun at £150 per hour, 5 hours work by	
Mrs Dabool and further work by Mr Benjamin Mire no	
provision in the leases for recovery of the costs the	
sum on its face appeared to be excessive for what was a	
simple and straightforward application	
8133 Mire rep landlord as reasonableness the fees of Benjamin Mire Chartered Surveyors in CAM/	//OOKA/LSC/2012/0025 -
m agent – Aug 2012 respect of the said 2010 works in excess of £500.00 + http://	o://www.lease-
VAT were not reasonably incurred and no contribution advice	ice.org/decisions/8587pdf/80
to the same is payable by the Respondent the arrears 01-90	9000/8133.pdf
administration fee of £58.75 and the management	
arrears fees totaling £130.20 added to the Respondent's	
service charge account were not reasonably incurred and	
are not payable £250.00 in respect of boiler repairs to	
Flat 2 deducted from the Respondent's service charge	
account was not owed to the Applicant or to Trust	
Property Management Limited and is not payablethe	
sums demanded were not payable by the Respondent at	
the commencement of claim number 1QT71303 in the	

Northampton County Court and are not now payable.. the consultation process was flawed because the initial letter stated that nominations of alternative contractors from tenants would not be accepted unless they came from a nominee of all tenants, whereas the statutory requirement is to invite a tender from any contractor nominated by any tenant...

no explanation as to why the fees of BMCS had increased from 12.5% to 15%.... It is difficult to escape the conclusion that the work was divided into two invoices to avoid consultation requirements...

BMCS charged their "minimum fee" of £1,500 + VAT. By this time, it appears that they were charging TPM 15% of the contract price, with a minimum fee of £1,500 + VAT. There was, of course, no arm's length negotiation of these fees.. the BMCS fee was nearly 28% of the contract price... .

Altogether, it was a shambles and a very disappointing piece of business on the part of a substantial organization run by a chartered surveyor.

the objection to the scale of the professional fees on this occasion is well founded. The outcome might have been very different had all the leaseholders been aware at the outset of the consultation process of the relationship between TPM and BMCS and the scale of fees TPM proposed to pay to BMCS without (for

	T			
			obvious reasons) there being any negotiation at arm's	
			length the Tribunal concludes that the arrears	
			administration fee (which seems wholly unreasonable in	
			amount for a few computer generated letters) and the	
			management arrears fees (which do relate to letters	
			from a real person but seem rather high considering the	
			content of those letters) were unreasonably incurred	
			A management company instructing a related company	
			on a regular basis could expect to achieve preferential	
			rates. One would not, in those circumstances, expect to	
			find reliance on an unexplained "minimum fee". The	
			works in this case were very simple and did not need to	
			be dealt with by a chartered surveyor (as was not,	
			indeed, the case)	
			the Tribunal considers that the charges rendered were	
			unreasonably high and that this should have been	
			apparent to TPM.	
3526	BMCS – Trainee	reasonableness	It was clear from Mr Levy's (Surveyor trainee BMCS)	http://www.lease-
	surveyor – no		evidence that the figures that he relied on were	advice.org/decisions/8587pdf/30
	appearance by Mire,		produced in consultation with more senior colleagues	<u>01-4000/3526.pdf</u> -
	rep applicant		and that he did not understand some parts of the	LON/00AC/LSC/2007/0080
			process of the valuation exercise described above. It	
			became apparent during Mr Levy's evidence that his	
			company was a part of the same family of companies as	
			the current managing agents The figure was then	
			further increased to allow for professional fees of	
			15%the Applicant did not have the necessary	
			documents to show what this charge was forno	

			evidence before the Tribunal of a demand made to the Respondent for either insurance premiums or service charges for the period the Tribunal cannot say that the	
			sums claimed are payable.	
3287	Mire involved for	Administration	The sum of £200-300 suggested by the Managing	http://www.lease-
3207	respondent	charge –	Agents Trust Property plc is unreasonable in the	advice.org/decisions/8587pdf/30
	respondent	reasonableness	straightforward circumstances of this case.	01-4000/3287.pdf
		– Sept 2006	Furthermore, it is not at all clear that the letter from Mr	MAN/00BR/LAC/2006/0007
		– Зерт 2000	Benjamin Mire of the Trust to Mr David Glass of Lakeside	WAN, OOBN, LAC, 2000, 0007
			Developments Ltd was making reference to the costs in	
			connection with approval of plans and/or of proceedings	
			before the LVT	
5367	TPM & BMCS – Rep	Reasonableness	"There was no explanation given as to the long delay	http://www.lease-
	respondent (not	of charges	between the complaint and the works being carried	advice.org/decisions/8587pdf/50
	Mire) – Aug 2010		out. There was no explanation of why a representative	01-6000/5367.pdf
	, , ,		of the managing agents did not go to inspect what was	LON/00BIULSC/2010/155
			clearly a very serious complaint"	, , ,
			"The landlords have had scant regard to the law and the	
			RICS Management Code in respect of the costs of the	
			proposed interior decorations.	
			The landlord was not able to provide the estimate on	
			which this charge was based and it was clear that a	
			section 20 notice had not been served" "we determine	
			that no sum is reasonable at this stage in view of the	
			lack of compliance with the law by the landlord and its	
			agents"	
			"It is clear from the correspondence Ms Zorzin and the	

other lessees had no alternative but to make this	
application to the Tribunal"	

END