Decision with Statement of Reasons of the First-tier Tribunal for Scotland (Housing and Property Chamber) under Section 71 of the Private Housing (Tenancies)(Scotland) Act 2016

Chamber Ref: FTS/HPC/CV/21/1480

Re: Property at 12D Aitken Street, Airdrie, ML6 6LS ("the Property")

#### Parties:

Langston Investments Ltd, The London Office, 86 Great Portland Street, London, W1W 7LT ("the Applicant")

Michael Leeche, Miss Nicola Tobin, 12D Aitken Street, Airdrie, ML6 6LS ("the Respondent")

#### **Tribunal Members:**

Gabrielle Miller (Legal Member) and Linda Reid (Ordinary Member)

**Decision (in absence of the Respondent)** 

The First-tier Tribunal for Scotland (Housing and Property Chamber) ("the Tribunal") determined that the Applicant is entitled to an order for payment by the Respondents to the amount of £7537.50 (SEVEN THOUSAND FIVE HUNDRED AND THRITY SEVEN POUNDS AND FIFTY PENCE) plus interest at 2% per annum from the date of the decision.

## Background

- An application was received by the Housing and Property Chamber dated 16<sup>th</sup>
  June 2021. The application was submitted under Rule 111 of The First-tier for
  Scotland Housing and Property Chamber (Procedure) Regulations 2017 ("the
  2017 Regulations"). The application was based on the Respondent not
  maintaining rent payments.
- 2. The case was conjoined with case FTS/HPC/EV/21/1479
- 3. On 10<sup>th</sup> August 2021 a Case Management Discussion ("CMD") was held. The Applicant's solicitor had motioned to increase the amount sought. This had

- been requested within 14 days of the CMD. The CMD was continued to allow the increased amount to meet the notification period.
- 4. On 12<sup>th</sup> August 2021, all parties were written to with the date for the Case Management Discussion ("CMD") of 15<sup>th</sup> September 2021 at 10am by teleconferencing.

#### The Case Management Discussion

- 5. A CMD was held 15<sup>th</sup> September 2021 at 10am by teleconferencing. The Applicant was represented by Ms Shabeilla Saddiq, Associate Solicitor, TCH Law. The Respondents were not present. The Tribunal proceeded in terms of Rule 29 of the Rules. The Respondents did not make representations in advance of the hearing.
- 6. Ms Saddiq said that there had been no further payments since the last CMD. She was not aware of an outstanding benefit entitlement which would address the arrears. She understands the First Named Respondent, Mr Michael Leeche, was in employment as was the Respondents oldest daughter who is 16 years old. Although not seeking a further increase Ms Saddiq noted that the arrears had accrued further to £8012.50. The last payment was £475 on 30<sup>th</sup> June 2020. There has been no endeavour by the Respondents to make payments since that date or set up a payment plan. The Applicant has advised of organisations which would help with money advice issues.
- 7. Ms Saddiq had sought interest on the amount sought. At the CMD she had initially requested 8% per annum which is the judicial rate. The Tribunal noted that the base rate was very low and this amount seemed disproportionate. Ms Saddiq adjusted her motion to 4% per annum. This Tribunal did not accept that this was a fair and proportionate amount given that the base rate for the Bank of England is around 0.1% per annum. The Tribunal was satisfied that 2% per annum was a fair and proportionate amount to be awarded.
- 8. The Tribunal was satisfied that the outstanding amount for £7537.50 plus interest at 2% per annum was due to the Applicant by the Respondent and that it was appropriate to grant an order accordingly.

### Findings and reason for decision

- 9. A Private Rented Tenancy Agreement commenced 27th August 2019.
- 10. The Respondent persistently failed to pay their rent charge of £475 per month. The rent payments are due to be paid on 27<sup>th</sup> day of each month.
- 11. There are no outstanding Housing Benefit issues.
- 12. The arrears sought total £7537.50. The current arrears are £8012.50. The last payment was made on 30<sup>th</sup> June 2020.

#### Decision

13. The Respondents have outstanding rent arrears amounting to more than three months at the date to the Notice to Leave and at the date of the CMD. The Respondents continue to be in arrears in excess of three months rent payments. They have not attempted to address the arrears. The Tribunal found that the Applicant was entitled to be granted an order for payment amounting to £7537.50 plus interest at 2% per annum from the date of the decision.

# **Right of Appeal**

In terms of Section 46 of the Tribunal (Scotland) Act 2014, a party aggrieved by the decision of the Tribunal may appeal to the Upper Tribunal for Scotland on a point of law only. Before an appeal can be made to the Upper Tribunal, the party must first seek permission to appeal from the First-tier Tribunal. That party must seek permission to appeal within 30 days of the date the decision was sent to them.

Gabrielle Miller	15 <sup>th</sup> September 2021
Legal Member/Chair	 Date