Decision with Statement of Reasons of the First-tier Tribunal for Scotland (Housing and Property Chamber) under Section 51 of the Private Housing (Tenancies) (Scotland) Act 2016

Chamber Ref: FTS/HPC/EV/23/3726

Re: Property at 39 Sighthill Loan, Edinburgh, EH11 4NS ("the Property")

Parties:

Mr David Aikman, 1725 South Hayworth Avenue, Los Angeles, California, 90025, United States ("the Applicant")

Miss Stacey Riordan, 39 Sighthill Loan, Edinburgh, EH11 4NS ("the Respondent")

Tribunal Members:

Jim Bauld (Legal Member) and Ahsan Khan (Ordinary Member)

Decision (in absence of the respondent)

The First-tier Tribunal for Scotland (Housing and Property Chamber) ("the Tribunal") determined that the application for the order for possession should be granted

Background

- 1. By application dated 18 October 2023, the applicant sought an order under section 51 of ("the Act") and in terms of rule 109 of The First-tier Tribunal for Scotland Housing and Property Chamber (Procedure) Regulations 2017("the procedure rules"). On 5 January 2024 the application was accepted by the tribunal and referred for determination by the tribunal.
- 2. A Case Management Discussion (CMD) was set to take place on 28 March 2024 and appropriate intimation of that hearing was given to all parties.

The Case Management Discussion

3. The Case Management Discussion (CMD) took place on 28 March 2024 via telephone case conference. The applicant attended and was also represented

by his letting agent Ms Nicola Whelan from Ambience Properties Limited, 57 Clermiston Gardens Edinburgh EH4 7DU. The respondent did not take part in the telephone case conference call.

- 4. The tribunal explained the purpose of the CMD and the powers available to the tribunal to determine matters.
- 5. The tribunal asked various questions of the parties regarding the application.

Summary of discussions at CMD

- 6. The tribunal noted that the eviction was sought under and in terms of ground 1 of schedule 3 of the Private Housing (Tenancies) (Scotland) Act 2016.
- 7. That ground is currently in the following terms.

Landlord intends to sell

- 1(1)It is an eviction ground that the landlord intends to sell the let property.
- (2) The First-tier Tribunal may find that the ground named by subparagraph (1) applies if the landlord—
- (a)is entitled to sell the let property, .
- (b)intends to sell it for market value, or at least put it up for sale, within 3 months of the tenant ceasing to occupy it, and
- (c)the Tribunal is satisfied that it is reasonable to issue an eviction order on account of those facts.
- (3)Evidence tending to show that the landlord has the intention mentioned in sub-paragraph (2)(b) includes (for example)—
- (a)a letter of engagement from a solicitor or estate agent concerning the sale of the let property,
- (b)a recently prepared document that anyone responsible for marketing the let property would be required to possess under section 98 of the Housing (Scotland) Act 2006 were the property already on the market
- 8. The tribunal explained to the parties that there were three elements to the ground. Firstly that the landlord was entitled to sell the property. Secondly, that the landlord intended to sell the property. Finally that the tribunal finds it reasonable to grant the order.
- 9. it was clear that a number of factual issues were not in dispute.

- 10. There was no dispute that the parties were the landlord and tenant of a tenancy of the property which was a private residential tenancy under and in terms of the 2016 Act.
- 11. It was evident that a Notice to Leave had been served on the respondent indicating that the applicant intended to seek an eviction order based on ground 1.
- 12. It was evident that the landlord is entitled to sell the property.
- 13. The applicant explained that he intends to sell the property and has intended to do so for a considerable period of time. The respondent had made no written representations on this aspect of the case so the Tribunal concluded that she accepted that the applicant has the intention to sell.
- 14. Therefore, the only matter which the tribunal required to address was whether it was reasonable to grant the eviction order.
- 15. The ground for eviction under which this application was made is the ground contained in paragraph 1 of schedule 3 of the 2016 Act. The ground is that the landlord intends to sell the let property. When the 2016 Act was originally passed, that ground of eviction was mandatory. The tribunal was required by law to grant the eviction order if satisfied that the ground was established.
- 16. Since 7 April 2020, in terms of changes made by the Coronavirus (Scotland) Act 2020 an eviction order on this ground can only be granted if the Tribunal is satisfied that it is reasonable to issue an eviction order on account of that fact
- 17. The only matter to be determined in this application is whether it is reasonable to grant the order.
- 18. The applicant confirmed without hesitation that he intends to sell the property at market value or at least put it up for sale, within 3 months of the tenant ceasing to occupy. He has already instructed estate agents in this regard and marketing will commence if and when the tenant has removed.
- 19. The applicant now lives and works full-time in Los Angeles, USA. He has no intention of returning to Scotland. He no longer wishes to be a landlord. He wishes to sell the property to enable him to repay the loan over the property which will require to be repaid in 2025.
- 20. He is currently unable to work owing to a combination of health problems and an ongoing labour dispute in his trade. He is a set dresser working in the film and TV industry.
- 21. He is currently experiencing some financial difficulties and wishes to sell the property. It was indicated that the mortgage payments of the property have

- recently increased significantly and the landlord is now struggling to meet those payments.
- 22. It was conceded that the landlord had not included in the Notice to Leave the ground for eviction where the tribunal can grant an order if a landlord wishes to sell to alleviate financial hardship although that ground had been mentioned in the application form.
- 23. The applicant's representative indicated that the tenant resided at the property with her three children. All three children are of primary school age, ranging from 10 years old to 6 years old. Since receiving the notice to leave, she has been trying to find other accommodation. The property is a three bedroom property. Ms Whelan has been in regular contact with the respondent who has confirmed that she wishes to remove from the property.
- 24. The tenant has now engaged with the local council's homelessness prevention team and has been given certain advice by them relating to her housing applications. She has been told that the council will only deal with her as a priority if and when an eviction order is granted, and she is within four weeks of actually being evicted.
- 25. It was indicated by the applicant's representative that if the eviction order was to be granted, then it would assist the tenant in her attempts to obtain alternative accommodation for herself and her family.

Findings in fact

- 26. The Applicant is the registered owner of the property.
- 27. The Applicant and the Respondent as respectively the landlord and tenant entered into a tenancy of the property which commenced on 24 September 2021
- 28. The tenancy was a private residential tenancy in terms of the Act.
- 29. The agreed monthly rental was £850.
- 30. On 17 April 2023 the applicant served upon the tenant a notice to leave as required by the Act. Service was effected by email and Notice became effective on 12 July 2023. The notice informed the tenant that the landlord wished to seek recovery of possession using the provisions of the Act.
- 31. The applicant is entitled to sell the property and intends to do so.

Decision

- 32. The order for possession was sought by the landlord on a ground specified in the 2016 Act and properly narrated in the notice served upon the tenant.
- 33. The tribunal was satisfied that the notice had been served in accordance with the terms of the Act and that the landlord was entitled to seek recovery of possession based upon that ground.
- 34. The tribunal accepted the unchallenged evidence of the landlord that he intends to sell the property.
- 35. The ground for eviction was accordingly established.
- 36. The ground for eviction under which this application was made is the ground contained in paragraph 1 of schedule 3 of the 2016 Act. The ground is that the landlord intends to sell the let property. When the 2016 Act was originally passed, that ground of eviction was mandatory. The tribunal was required by law to grant the eviction order if satisfied that the ground was established.
- 37. Since 7 April 2020, in terms of changes made by the Coronavirus (Scotland) Act 2020 an eviction order on this ground can only be granted if the Tribunal is satisfied that it is reasonable to issue an eviction order on account of that fact
- 38. The Tribunal now has a duty, in such cases, to consider the whole of the circumstances in which the application is made. It follows that anything that might dispose the tribunal to grant the order or decline to grant the order will be relevant. In determining whether it is reasonable to grant the order, the tribunal is required to balance all the evidence which has been presented and to weigh the various factors which apply to the parties. This is confirmed by one of the leading English cases, *Cumming v Danson*, ([1942] 2 All ER 653 at 655) in which Lord Greene MR said, in an oft-quoted passage:

"[I]n considering reasonableness ... it is, in my opinion, perfectly clear that the duty of the Judge is to take into account all relevant circumstances as they exist at the date of the hearing. That he must do in what I venture to call a broad commonsense way as a man of the world, and come to his conclusion giving such weight as he thinks right to the various factors in the situation. Some factors may have little or no weight, others may be decisive, but it is quite wrong for him to exclude from his consideration matters which he ought to take into account".

39. In determining whether it is reasonable to grant the order, the tribunal is therefore now required to balance all the evidence which has been presented and to weigh the various factors which apply to the parties.

- 40. The tribunal finds that it is reasonable to grant the order.
- 41. The tribunal accepts that the landlord is entitled to sell the property and wishes to do so. There is no presumption, as a matter of law, in favour of giving primacy to the property rights of the landlord over the occupancy rights of the tenant, or vice versa. However, the tribunal accepts that the tenant is generally not opposed to the sale of the property and is willing to leave the property once she has obtained alternative accommodation. The respondent has sought assistance from the local council and has been told that she will be fully assisted in obtaining alternative accommodation only when an eviction order is granted and she faces actual homelessness
- 42. The council's homelessness prevention team have effectively advised the respondent that she will not obtain that assistance unless an eviction order is granted thus triggering specific statutory duties under the Housing (Scotland) Act 1987. The granting of the order will therefore ultimately (and almost counter intuitively) benefit the respondent in her attempts to obtain more suitable accommodation for herself and her children.
- 43. The tribunal also exercised the power within rule 17 of the First-tier Tribunal for Scotland Housing and Property Chamber (Procedure) Regulations 2017 and determined that the final order should be made at the CMD.

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.

| Legal Member | Date: 03/04/2024 | |
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