Extension of Mandatory Licensing of HMO's

Changes to HMO Licensing due to come into force from 1st October 2018



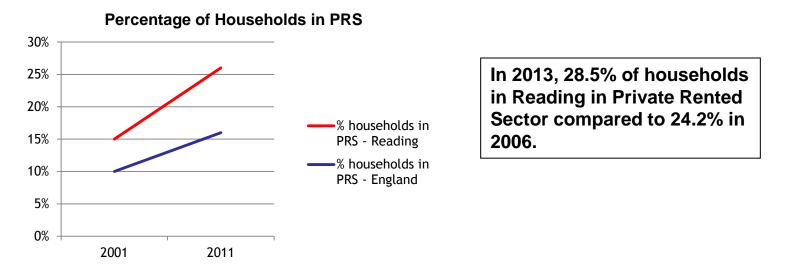
What will be covered today?

- What are the key changes resulting from the Extension of Mandatory Licensing for Houses in Multiple Occupation (HMO's)
- How to Apply
- Reading Rent with Confidence Scheme (RRWC)
- Contact Information
- Questions?



Private Sector Housing

• Growing Sector



- 52,236 properties in the private sector of which 14,863 are private rented
- 5,241 (10%) are classified as HMO and 1001 are licensable HMO's
- Potentially a further 2,000 3,000 properties may require a HMO Licence as of 1st October 2018.



Current definition of a Licensable HMO

- Current mandatory licensing definition is in: The Licensing of Houses in Multiple Occupation (Prescribed Descriptions)(England) Order 2006
- The property comprises 3 or more storeys to include any attic or basement and
- The property is occupied by 5 or more people forming 2 or more households, where there is some sharing of amenities, or the accommodation is lacking in a basic amenity such as a toilet, bathroom or cooking facilities



New definition of a licensable HMO

- The new definition is detailed in 'The Licensing of Houses in Multiple Occupation (Prescribed Description) (England) Order 2018
- From 1st October 2018 the 3 storey criteria will be removed and all HMOs:
 - Occupied by 5 or more people;
 - Forming 2 or more households;
 - Where there is some sharing of amenities or the accommodation is lacking in a basic amenity such as a toilet, bathroom or cooking facilities;
 - ...will require a licence



Changes to Flats in Mulitple Occupation

 Mandatory Licensing will apply to flats in multiple occupation with:

5 or more people

forming 2 or more households

- But <u>not a purpose built flat</u> situated in a block comprising 3 or more self contained flats
- It will affect purpose built flats where there are up to 2 flats in the block – whether or not there are commercial premises in the block e.g. a shop



Examples of Purpose Built Flats - are they in scope?

in Scope	Not in Scope
Flat 1	Flat 1
Flat 2	Flat 2
Shop	
эпор	Flat 3
	Flat 4
up to 2 flats in	
block above a commercial premise	Flat 5
	Larger purpose built block of flats with 3 or more flats
	Flat 1 Flat 2 Shop up to 2 flats in block above a commercial



Working better with you

National Minimum Room Sizes

 Minimum room sizes have been prescribed as part of the updated Regulations:

Occupation	Room Sizes
One person aged over 10 years	Not less than 6.51m ²
Two persons aged over 10 years	Not less than 10.22m ² . RBC's standard will remain at 10.5m ²
One person aged under 10 years	Not less than 4.64m ²



National Minimum Room Sizes

- Any room of less than 4.64m² cannot be used as a sleeping room
- Any part of the room where the ceiling height is less than 1.5m will not be taken into account when determining floor area



Mandatory Licensing Conditions

- Licence will state the maximum number of persons who can occupy each room as sleeping accommodation
- Landlord will be required to:
 - Comply with minimum room sizes;
 - Not exceed the maximum number of occupants permitted to occupy each room;
 - Notify the Council of any room in a HMO which is smaller than 4.64m²;
- Licence will also contain conditions requiring the licence holder to rectify any breach in room sizes but LA's have the discretion to allow <u>up to 18 months to rectify</u>. This applies to new licences granted from 1st October 2018, including renewals



New Mandatory Condition -Waste Disposal

- In the same Regulations as the new room sizes
- Licences granted or renewed after 1st October 2018
- Licence will include conditions requiring licence holders to comply with any scheme for storage and disposal of household waste
- Tenants are still responsible for disposing of their waste



Which Licences do these changes apply to?

- Does not apply to licences granted before 1st
 October 2018
- Will apply to all HMO licences granted after 1st October 2018, including any renewals of existing licences



Non Compliance

- Failure to license a licensable HMO or failure to comply with licence conditions is an offence resulting in:
- Criminal Proceedings: if found guilty Magistrates can issue an unlimited fine
- Civil Penalty Notice: LA's can issue a penalty of up to £30,000 as an alternative to prosecution
- Also the LA will then consider if you are a fit and proper person to hold a licence or may refuse to grant a licence



How To Apply

- Online application form will be ready shortly, at which point we will invite applications
- Assistance or paper copies of applications can be provided if necessary - contact us after 1st October for this
- Payment of licence fee will be requested at point of application



Reading Rent with Confidence



- Rate properties based on which RRWC criteria is met
- Based on three tiers of banding: Bronze, Silver and Gold
- Tiers reflect different levels of private sector standards, each with different criteria



Our Contact Details

- General Enquiries contact number: 0118 937 3787
- Private Sector Housing team contact number:

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Any Questions?

