



Appendix J: Charges for Deferred Payment Agreements and Interim Funding Arrangements



Always seek independent financial advice before entering into a Deferred Payment Agreement or Interim Funding arrangement with the Council. See our 'Deferred Payment Agreements' leaflet for further information.

Set-Up Fees for Deferred Payment Agreements (DPAs):

Legal Costs for a DPA secured by a first legal charge against freehold property in sole ownership of applicant, with no loans secured and no legal complications. **£400** (+ VAT* if applicable)

Variable legal costs to cover the cost of any additional work (if applicable) to secure a charge against a property or to obtain a solicitor's undertaking. If this applies, we will provide an estimate in advance. **£110/hour** (+ VAT* if applicable)

Other Administration Costs **£151.70** (+ VAT* if applicable)

Land Registry - Registration Services fees¹ - refer to Land Registry Scale 2 fees on Land Registry website : www.gov.uk/guidance/land-registry-registration-services-fees **At cost**

Formal property valuation - where commissioned by the Council - we will provide a quote in advance. **At cost** (+ VAT* if applicable)

Specialist legal and/or financial advice commissioned by the Council (if required) - we will provide an estimate in advance. **At cost** (+ VAT* if applicable)

*Value Added Tax (VAT): the legal and administration costs quoted above are exclusive of VAT. VAT will be charged on those fees and charges where applicable.

Deferred Payment Agreements which meet the national mandatory DPA requirements to be secured by a first legal charge are not subject to VAT

¹ Land Registry fees information correct as at 29.02.2020. VAT does not currently apply to Land Registry statutory fees. Land Registry fees are set and reviewed by Land Registry, and as such are subject to change. Check www.gov.uk for latest information.

Annual Administration Fees for Deferred Payment Agreements (DPAs) and Interim Funding Arrangements

Administration Charge £242.90 (+ VAT* if applicable)

Property Valuation Fee (for an ongoing DPA or Interim Funding Arrangement): *Quote provided in advance*

*Value Added Tax (VAT): the legal and administration costs quoted above are exclusive of VAT. VAT will be charged on those fees and charges where applicable.

DPAs which meet the national mandatory DPA requirements to be secured by a first legal charge are not subject to VAT.

Annual Interest Rates for Deferred Payments and Interim Funding

1 April 2020 – 30 June 2020:	1.45% (yearly rate) charged daily
1 July 2020 – 31 Dec 2020:	1.05% (yearly rate) charged daily
1 Jan 2021 – 31 March 2021	to be advised (yearly rate) charged daily

Please Note:

We charge the maximum interest rate as defined in the Care and Support Regulations

Interest is charged daily on the deferred balance (including any deferred administration costs) and is compounded

Interest charges are added to the deferred payment debt