

From mountain to sea

Empty Homes/ Mortgage Arrears and Repossessions



Mortgage arrears

If you are falling behind with your mortgage payments and ignore this, your debt will continue to grow. The sooner you deal with it the more options you will have.

Talk to your lender

If your financial circumstances have changed talk to your lender as soon as possible. This will help to stop your arrears from rising too quickly and show the lender that you want to find a solution.

Debt Advice/ Support Agencies

Don't try to tackle the problem on your own. There are various agencies that can help you prioritise your debts and negotiate with the lender on your behalf:

- **Advice Services Directory** -Use this directory to find local advice services
http://scotland.shelter.org.uk/get_advice/advice_services_directory
- **National Debt line** : 0808 808 4000
W: <https://www.nationaldebtline.org/>
- **Money Advice Scotland:** 0141 572 0237
E: info@moneyadvicescotland.org.uk
W: <http://www.moneyadvicescotland.org.uk/find-adviser>

Continue to insure your property

It's important that you continue to hold buildings and contents insurance for your property. You are still legally obliged to maintain it and insurance provides a safety net, should something unexpected happen.

Home Owners' Support Fund

This government scheme may help people whose home is at risk of being repossessed, to retain their home. There are 2 schemes available and eligibility criteria to meet. For further info see:

<https://www.mygov.scot/home-owners-support-fund/>

http://scotland.shelter.org.uk/get_advice/advice_topics/paying_for_a_home/mortgage_arrears/mortgage_to_rent_scheme

Preventing repossession

If your home is at risk of being repossessed you should get some advice to help you consider your options. Contact Shelter Scotland's free housing advice helpline: 0808 800 4444 or check out the [Advice Services Directory](http://scotland.shelter.org.uk/get_advice/advice_services_directory) :
http://scotland.shelter.org.uk/get_advice/advice_services_directory

Some of the actions you may want to consider are:

- Negotiating with your lender to avoid the time and expense of going to court
- Making an arrangement with your lender to repay the arrears in instalments
- Selling your home voluntarily to avoid repossession
- As a last resort, and after obtaining independent financial advice, you may consider voluntarily surrendering your property to the lender

After repossession

Once your home is repossessed and you have moved out, the lender will try to sell it to recover costs owed.

- However, you will still have responsibilities until it is sold
- Your lender will continue to charge interest on the loan. This will be deducted from the proceeds of selling the home
- You will still be responsible for repairs and maintenance
- You will be responsible for insuring the property

What happens to the proceeds of the sale?

Once the property is sold, your lender will take the money they are owed, and any other loans secured on the property will be paid off. If there is any money left, this is yours.

What if I'm not happy with the way the lender has acted?

If you feel that your lender has been unhelpful or treated you unfairly, you can make a complaint to the **Financial Ombudsman**. See more here:

<http://www.financial-ombudsman.org.uk/>

✉ **Contact Aberdeenshire Council if you have an empty home and would like further advice:** emptyhomes@aberdeenshire.gov.uk

Working in Partnership with

