

10 things you need to know before buying a Holiday Caravan/ Holiday Lodge

This is essential reading if you are considering buying a holiday caravan/ lodge on a holiday park.

Ownership can provide you, your family, and friends with many years of happy holidays.

When you have found that perfect spot, where you 'want to keep coming back to', naturally you will want to enjoy using it as often as you can. But a holiday caravan is just that – for leisure or holiday purposes only. This will help you understand what to do before and during your purchase, and what to consider when selling:-

- 1. Do your research Make sure you have chosen the right location, park and holiday caravan for you and your family.
- 2. Think of your holiday caravan as a long-term lifestyle purchase and not as a property investment.
- 3. Like a car, the resale value of your holiday caravan will be less that the original purchase price
- 4. You must not permanently live in a holiday caravan
- 5. You risk being made homeless if you do not have an alternative permanent residence and breach the site licence conditions by living in a holiday caravan permanently.

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- 6. Check that the park operator is an NCC member and complies with the NCC's Best Practice Guidance for Holiday Parks with Holiday Caravans /Lodges in Private Ownership
- 7. Make sure you are given, read and understand the contractual documentation a purchase and licence agreement before signing on the dotted line
- 8. Prepare a set of questions to ask the park sales team
- 9. Understand the different ways of selling your holiday caravan, its future value, and any additional charges you will have to pay the park
- 10. For more information on these tips and much more, visit <u>www.thencc.org.uk</u>

| Question | NCC Advice |
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| How long is the pitch licence for? | NCC members will agree a minimum period of 12 years if the caravan is new. If pre-owned, the balance of 12 years from the date the caravan was first purchased by a consumer. |
| When can you use the holiday caravan? | This can vary and will be determined by the site licence issued by the local authority. |
| Can I permanently live in my holiday caravan/holiday lodge? | You must not live in your holiday caravan/ holiday lodge as a permanent residence. If it is your intention to purchase a holiday caravan as your permanent residence – DON'T. If you are found living permanently in a holiday caravan/holiday lodge, you risk being made homeless if you do not have an alternative permanent residence. If the sales person implies you can live on site, be on "holiday" all year round or "just go overseas for a fortnight when the park closes in the winter", then you should inform the management and seek an alternative park. If the site operator is an NCC member, please also inform us. |
| How long can I stay in my holiday caravan? | This can vary and may be determined by the licence agreement. |
| How much does it cost to run the holiday caravan per-year? | This will vary from site to site, however, you should expect to pay for the following: Pitch fees Rates Insurance Electricity Gas (LPG) Winterisation Other site fees (access to gym/spa) |
| Do you have to pay council tax? | No. This is a holiday caravan - not a permanent place of residence. Your pitch fee or rates will cover all "domestic" costs. If you are asked to pay council tax, inform the local authority. |
| Can you rent the holiday caravan? | This can vary and will be determined by the licence agreement. |
| Are pets allowed? | This can vary and will be determined by the licence agreement. |