

Property

FIRST-TIER TRIBUNAL

PROPERTY CHAMBER (RESIDENTIAL

PROPERTY)

Case reference BIR/31UC/MNR/2019/0002

20 Pinewood Avenue

Thurmaston Leicester

LE4 8HZ

Applicant Mrs N O Nahar

Representative None

Respondent's Platinum Homes (786) Ltd

Representative None :

Application under Section 13(4) of the

Housing Act 1988 referring a notice Type of application

proposing a new rent under an Assured

Periodic Tenancy to the Tribunal

G S Freckelton FRICS Tribunal members

Judge C Goodall

Venue and Date of

Determination

The matter was dealt with by a paper determination on 25th February 2019

Date Detailed Reasons

issued

25 March 2019

DETAILED REASONS

BACKGROUND

- 1. On 11th January 2019, the Applicant (tenant of the above property) referred to the Tribunal, a notice of increase of rent served by the Respondent (landlord of the above property) under section 13 of the Housing Act 1988.
- 2. The Respondent's notice, which proposed a rent of £850.00 per calendar month with effect from 1st February 2019, is dated 20th December 2018.
- 3. The date the tenancy commenced is stated on the Application Form as being on 1st January 2016 and is an Assured Shorthold Tenancy. The current rent is stated in the Respondent's notice as being £800.00 per calendar month. The rent at the commencement of the tenancy was £650.00 per calendar Month.
- 4. The Tribunal issued its Decision following the inspection on 25th February 2019. The Applicant subsequently requested written reasons and these detailed reasons are provided in response to that request.

INSPECTION

- 5. The Tribunal inspected the property on Monday 25th February 2019 in the presence of Mrs Nahar. The Respondent also attended the inspection but did not arrive until the Tribunal were about to leave the property.
- 6. The property comprises a semi-detached house of traditional construction situated on a development of predominantly similar type properties.
- 7. Briefly the accommodation comprises of hallway with stairs off to the first floor, lounge and breakfast kitchen on the ground floor. The kitchen is fitted with a range of base and wall cupboards with an inset sink unit, built in oven and hob and an extractor fan.
- 8. On the first floor the landing leads to one double bedroom, two single bedrooms and small bathroom being fitted with a three-piece sanitary suite and electric extractor fan. There is an electric shower over the bath.
- 9. The house has Upvc double glazed windows throughout and gas fired central heating. There is no radiator to the bathroom. The double-glazed windows are in need of some repair and in particular the Tribunal noted that the glazing panes to the lounge and double bedroom were defective having condensation inside them.
- 10. The gas boiler was located in the kitchen and was noted to be a relatively new unit.
- 11. Externally there are gardens to the front and rear. There is a detached brick garage which the landlord Respondent has retained for its own use and a timber shed which is used by the Applicant tenant.
- 12. The property was found to be in generally acceptable condition throughout commensurate with its age and type. However, the Tribunal noted extensive condensation mould throughout which the Tribunal attributes to the Applicant as in the Tribunals experience this is invariably caused by a lack of heating and adequate ventilation which is in the exclusive control of the tenant. There was also evidence of past leaking with damage to ceilings.

13. The Tribunal also noted that for a modern Assured Shorthold Tenancy the kitchen and bathroom both required upgrading.

EVIDENCE

- 14. The Tribunal received written representations from both parties which were copied to the other party.
- 15. The Applicant submitted:
 - 1) That the W.C. was leaking which had caused damage to ceilings and affected the electrics.
 - 2) That there is damp mould to the lounge, all three bedrooms and the bathroom.
 - 3) That the bathroom was very small and had no heating.
 - 4) That the radiator thermostat to one of the bedrooms did not work and the bedroom was therefore very hot.
 - 5) That the kitchen sink drain pipe leaked externally.
 - 6) That there was an identical property situated in Pinewood Avenue currently marketed at £700.00 per calendar month.

16. The Respondents submitted:

- 1) That there were many maintenance issues which the landlord has had to deal with over the years including a new W.C.
- 2) That the tenant has lived in the property for a lengthy period of time and it was only sensible for the landlord to increase the rent.
- 3) That some of the issues the tenant had referred to (the W.C. and thermostat) had already been resolved. (The Applicant tenant confirmed to the Tribunal at the inspection that the radiator thermostat was still faulty).
- 4) That the Respondent Landlord was not opposed to resolving the issues mentioned by the Applicant providing she agreed to pay the proposed rent.
- 17. Neither party requested a hearing and the Tribunal therefore made a determination based upon its inspection and the written submissions received.

THE LAW

- 18. In accordance with the terms of section 14 Housing Act 1988 the Tribunal proceeded to determine the rent at which it considered that the subject property might reasonably be expected to be let on the open market by a willing landlord under an assured tenancy.
- 19. In so doing the Tribunal, as required by section 14(1), ignored the effect on the rental value of the property of any relevant tenant's improvements as defined in section 14(2) of that Act.

THE TRIBUNAL'S DECISION

20. The Tribunal noted that the property was not in the best condition. Some defects were determined to be the responsibility of the Applicant but some were clearly the responsibility of the Respondent.

- 21. In coming to its decision, the Tribunal had regard to the members' own general knowledge of market rent levels in the area of Leicester. Thurmaston itself is generally considered to be a relatively sought-after residential area.
- 22. The Tribunal considered the evidence submitted by the Respondent in respect of the identical property currently on the market in Pinewood Avenue and although they had regard to it, had not had the opportunity to inspect the house internally. Having regard to the general level of rents in the area the Tribunal concluded that if the subject property had been in good condition the market rental value would have been £800.00 per calendar month.
- 23. However, the property as inspected by the Tribunal was not in the condition that would be expected in the open market and the Tribunal therefore made the following deductions to reflect the condition of the property as follows.

1) Kitchen requires updating	10.00
2) Bathroom requires updating	8.00
3) Defective double glazing	5.00
4) Lack of garage-retained by Respondent landlord	60.00
Total	£83.00 per month

- 24. The Tribunal therefore concluded that an appropriate market rent for the property would be £717.00 per calendar month (£800.00 £83.00).
- 25. The Tribunal therefore determined that the rent at which the property might reasonably be expected to be let on the open market would be £717.00 per calendar month.
- 26. This rent will take effect from 1st February 2019, being the date of the Respondent's notice.

APPEAL

27. Any appeal against this Decision can only be made **on a point of law** and must be made to the Upper Tribunal (Lands Chamber). Prior to making such an appeal the party appealing must apply, in writing, to this Tribunal for permission to appeal within 28 days of the date of issue of this Decision, (or, if applicable, within 28 days of any decision on a review or application to set aside) identifying the decision to which the appeal relates, stating the grounds on which that party intends to rely in the appeal, and stating the result sought by the party making the application.

G S Freckelton FRICS Chairman First-tier Tribunal Property Chamber (Residential Property)