## **Notice of the Tribunal Decision**

| Rent | A 04 | 1077 | Cah | اريام | ~ 11 |
|------|------|------|-----|-------|------|
| Kent | ACI  | 1977 | Scn | eaui  | етт  |

| Address of Premises   |                   |  | The Tribun      | al members   | were     |              |   |  |
|---|-------------------|--|-----------------|--|----------|--------------|---|--|
| 1 Hoe Farm Cottage, Hoe Road, Bishops Waltham, Southampton, Hampshire, SO32 1DS |                   | Mr D Banfield FRICS<br>Mr M Donaldson FRICS MCIArb MAE |                 |  |          |              |   |  |
|   |                   |  |                 |  |          |              |   |  |
| Landlord  |                   | Mr J D Green   |                 |  |          |              |   |  |
| Tenant  |                   | Mr A Earley  |                 |  |          |              |   |  |
| 1. The fair rent is   | £174.00           |  |                 | water rates and council tax<br>ng any amounts in paras |          |              |   |  |
| 2. The effective date is  |                   | 29 July  | 29 July 2019    |  |          |              |   |  |
| 3. The amount for services is   |                   |  | n/a             |  | Per      | n/a          |   |  |
| 4. The amount for fuel ch<br>rent allowance is                                  | arges (excludinç  | not app<br>g heating a                                 |                 | f common pa  | rts) not | counting for |   |  |
|   |                   |  | n/a             |  | Per      | n/a          |   |  |
|   |                   | not app  | licable         |  | l        |              |   |  |
| 5. The rent is not to be re   | gistered as varia | able.  |                 |  |          |              |   |  |
| 6. The capping provisions calculation overleaf).                                | s of the Rent Ac  | ts (Maxim  | um Fair Rent)   | Order 1999 a   | pply (pl | ease see     |   |  |
| 7. Details (other than rent   | t) where differen | t from Rer   | nt Register ent | try  |          |              |   |  |
|   |                   |  |                 |  |          |              |   |  |
|   |                   |  |                 |  |          |              |   |  |
| 8. For information only:  |                   |  |                 |  |          |              |   |  |
| (a) The fair rent to be reg<br>Fair Rent) Order 1999                            |                   |  |                 |  |          |              |   |  |
| r   |                   |  |                 | г  |          |              | 1 |  |
| Chairman  | Mr D Ban<br>FRICS |  | Date of d       | ecision  | 29       | July 2019    |   |  |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE  |                  | X 289.6                            |         |       |         |  |  |
|--|------------------|------------------------------------|---------|-------|---------|--|--|
| PREVIOUS RPI FIGURE  |                  | Υ                                  | 257.5   |       |         |  |  |
| X  | 289.6            | Minus Y                            | 257.5   | = (A) | 32.1    |  |  |
| (A)  | 32.1             | Divided by Y                       | 257.5   | = (B) | 0.12466 |  |  |
| First application for re-registration since 1 February 1999 NO |                  |                                    |         |       |         |  |  |
| If yes (B) plus 1.075 = (C)                                    |                  |                                    |         |       |         |  |  |
| If no (B) plus 1.05 = (C)                                      |                  | 1.17466                            |         |       |         |  |  |
| Last registered rent* *(exclusive of any variable service      |                  | £148.00 Multiplied by (C) = 173.85 |         |       | 173.85  |  |  |
| Rounded up to nearest 50p =                                    |                  | £174.00                            |         |       |         |  |  |
| Variable service   | charge           | NO                                 |         |       |         |  |  |
| If YES add amou  | unt for services |                                    |         |       |         |  |  |
| MAXIMUM FAIR RENT =  |                  | £174.00                            | 0 Per W |       | Week    |  |  |

## **Explanatory Note**

- 1. The calculation of the maximum fair rent, in accordance with the formula contained in the Order, is set out above.
- 2. In summary, the formula provides for the maximum fair rent to be calculated by:
  - (a) increasing the previous registered rent by the percentage change in the retail price index (the RPI) since the date of that earlier registration and
  - (b) adding a further 7.5% (if the present application was the first since 1 February 1999) or 5% (if it is a second or subsequent application since that date).
    - A 7.5% increase is represented, in the calculation set out above, by the addition of 1.075 to (B) and an increase of 5% is represented by the addition of 1.05 to (B).

The result is rounded up to the nearest 50 pence.

- 3. For the purposes of the calculation the latest RPI figure (x) is that published in the calendar month immediately before the month in which the Tribunal's fair rent determination was made.
- 4. The process differs where the tenancy agreement contains a variable service charge and the rent is to be registered as variable under section 71(4) of the Rent Act 1977. In such a case the variable service charge is removed before applying the formula. When the amount determined by the application of the formula is ascertained the service charge is then added to that sum in order to produce the maximum fair rent.