Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were						
4 Hall Lane, Donisthorpe, Swadlincote, Derbyshire, DE12 7PZ			Mrs Anthea Rawlence MRICS Mrs Kay Bentley						
			<u> </u>						
Landlord			Northumberland & Durham Property Trust Ltd						
Tenant		Mr D F	Mr D Harding						
1. The fair rent is	£84.50	Per	Week			rates and council tax amounts in paras			
2. The effective date is	04 Aug	gust 2020							
3. The amount for services is not applicable			N/A		Per	N/A			
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is not applicable			N/A		Per	N/A			
5. The rent is not to be re	gistered as var	iable.							
6. The capping provision calculation overleaf).	s of the Rent Ad	cts (Maxim	um Fair Rent)	Order 1999 a	pply (ple	ease see			
7. Details (other than ren	t) where differe	nt from Rei	nt Register en	try					
-									
8. For information only:									
The fair rent to be registe Rent) Order 1999. The re									
Chairman	Mrs Ant Rawlence I		Date of decision 4		4 A	ugust 2020			

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X 292.7							
PREVIOUS RPI FIGURE		Υ	279.7						
x	292.7	Minus Y	27	9.7	= (A)	13			
(A)	13	Divided by Y	27	9.7	= (B)	0.046478			
First application for re-registration since 1 February 1999 NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.096478							
Last registered rent*		£77		Multiplied by (C) =		84.42883			
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		£84.50							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£84.50		Per		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.