## **Notice of the Tribunal Decision**

Address of Premises		The Tribunal members were							
Clapperland Lodge, Ugbrooke Park, Chudleigh, Newton Abbot, Devon, TQ13 0AG		Mr I Perry BSc FRICS Mr R Brown FRICS Mr S Hodges FRICS							
Landlord		The Cl	The Clifford Estate Co Ltd						
Tenant		Mr R R	Mr R Reade						
1. The fair rent is	£635.00	Per	Calendar Month	(excluding water rates and council tax but including any amounts in paras 3&4)					
2. The effective date is		21 Dec	21 December 2020						
3. The amount for services is			£22.00		Per	Calendar Month			
1. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is									
			n/a		Per	n/a			
		not app	licable						
5. The rent is not to be re	gistered as varia	ble.							
6. The capping provision calculation overleaf).	s of the Rent Act	ts (Maxim	um Fair Rent)	Order 1999 a	apply (pl	ease see			
7. Details (other than ren	t) where differen	t from Rei	nt Register en	try					
3. For information only:									
a) The fair rent to be reg because it is below the Calendar Month for fi	ne maximum fair	rent of £6	60.50 per Cal						
Chairman	Mr I Perry FRICS		Date of d	ecision	21 De	ecember 2020			

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		<b>X</b> 293.2							
PREVIOUS RPI FIGURE		Υ	284.2						
x	293.2	Minus Y	284.2	= <b>(A)</b>	9.3				
(A)	9.3	Divided by Y	284.2	= <b>(B)</b>	0.0327				
First application for re-registration since 1 February 1999 NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.0827							
Last registered rent*		£610.00	Multipli	ed by (C) =	660.45				
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		£660.50							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£660.50		Per	Calendar Month				

## **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.