## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were						
Flat 4 St Annes Lane House, 8 Old Pye Street, London, SW1P 2DJ		Ms Aileen Hamilton-Farey						
		_					_	
Landlord			Peabody (Registered Charity)					
Tenant			Mr Thomas Christopher Reynolds					
1. The fair rent is	£179.50	Per	Week		cluding	rates and counc any amounts in	il	
2. The effective date is		13 Nov	13 November 2020					
3. The amount for services is			£16.64		Per	Week		
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is								
			n/a		Per			
5. The rent is not to be r 6. The capping provision (please see calculation of rent). Details (other than re	ns of the Rent Acoverleaf).	ets (Maxi			999 app	ly		
None								
8. For information only	:						_	
(a) The fair rent to be re Acts (Maximum Fair registered was £250	Rent) Order 199	99. The r	ent that wou	ıld otherwis	e have b		_	
Chairman	Judge Hamilton	n-Farey	Date of c	lecision	13 No	vember 2020		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	294.3					
PREVIOUS RPI FIGURE		Υ [	264.9					
x	294.3	Minus Y	264.9	= <b>(A)</b>	29.4			
(A)	29.4	Divided by Y	264.9	= <b>(B)</b>	0.1109			
First application	for re-registra	ntion since 1 Febru	1ary 1999 YES/	NO				
If yes (B) plus 1.075 = (C)								
If no (B) plus 1.05 = (C)		1.1609						
Last registered rent*		£154.50	Multipl	<b>Multiplied by (C)</b> = £179.37				
*(exclusive of any	y variable serv	ice charge)						
Rounded up to nearest 50p =		£179.50						
Variable service charge		NO						
If YES add amo	ount for							
MAXIMIIM FA	IR RENT =	£170.50	Per	Wed	ek			

## **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.