File Ref No.

CHI/43UH/F77/2021/0001

## **Notice of the Tribunal Decision**

Rent Act 1977 Schedu	le	11
----------------------	----	----

Address of Premises			The Tribun	al members	were		
2 Dorchester Court, Greenlands Road, Staines, Surrey TW18 4LS		Mr R Brown FRICS Mr S Hodges FRICS Mr N Robinson FRICS					
Landlord	Northu	Northumberland & Durham Property Trust					
Tenant	Mr A Y	Mr A Y Buhdeima					
1. The fair rent is	£920.00	Per				rates and council tax amounts in paras	
2. The effective date is		15 Feb	ruary 2021				
3. The amount for services is			£61.56		Per	Calendar Month	1
4. The amount for fuel ch rent allowance is	arges (excludin	g heating a	and lighting of	common pa	arts) not o	counting for	
			n/a		Per	n/a	
5. The rent is not to be re 6. The capping provision calculation overleaf). 7. Details (other than ren	s of the Rent Ac	ts (Maxim	·		apply (ple	ease see	
8. For information only:							
(a) The fair rent to be reg because it is below th Calendar Month for s	ne maximum fair	rent of £9	63.00 per Cale				
Chairman	Mr R Brown	FRICS	Date of d	ecision	15 Fe	ebruary 2021	

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	295.4	ļ. 			
PREVIOUS RPI FIGURE		Y	284.6	3			
x	295.4	Minus Y	28	84.6	= <b>(A)</b>		10.8
(A)	10.8	Divided by Y	28	84.6	= <b>(B)</b>		0.0379
First application for re-registration since 1 February 1999 NO							
If yes (B) plus 1.	075 = (C)						
If no (B) plus 1.0	f no (B) plus 1.05 = (C) 1.0879						
Last registered i		£885.00		Multiplied by (C) =		962.79	
*(exclusive of any variable service charge)							
Rounded up to r	nearest 50p =	£963.00					
Variable service	charge	NO					
If YES add amou	unt for services						
MAXIMUM FAIR	RENT =	£963.00		F	Per	Calend	ar 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.