File Ref No.

BIR/00CT/F77/2021/0003

## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were								
44 Tanhouse Farm Road, Midlands, B92 9EY	Solihull, West	Mr Nicholas Wint FRICS Mr Javed Arain								
Landlord	N	Northumberland & Durham Property Trust								
Tenant		Mrs S Schramm								
1. The fair rent is	£621.50 Po	er	Calendar Month	,		ites and council to mounts in paras	ax			
2. The effective date is	2	26 February 2021								
3. The amount for service	ces is			Per						
	no	t appl	icable		!					
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is										
					Per					
	no	st anni	icable		. 0.					
			icable							
5. The rent is not to be re										
6. The capping provision calculation overleaf)	s of the Rent Acts (M	laximu	ım Fair Rent) (	Order 1999 a	apply (pl	ease see				
7. Details (other than ren	) where different from	m Ren	t Register ent	ry						
8. For information only:										
The fair rent to be registe Rent) Order 1999. The rei month.										
Chairman	Nicholas Wint FRICS		Date of de	ecision	26 Fe	ebruary 2021				

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		<b>X</b> 295.4							
PREVIOUS RPI FIGURE		<b>Y</b> 284.1							
x	295.4	Minus Y	284.1	= <b>(A)</b>	11.3				
(A)	11.3	Divided by Y	284.1	= (B)	0.0397747				
First application for re-registration since 1 February 1999 NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.0897747							
Last registered rent*		£570	Multipli	ed by (C) =	£621.17				
(exclusive of any	y variable service	charge)							
Rounded up to nearest 50p =		£621.50							
Variable service charge		NO							
If YES add amou	unt for services								
MAXIMUM FAIR RENT =		£621.50		Per	Calendar Month				

## **Explanatory Note**

- 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.