File Ref No.

BIR/00CT/F77/2021/0001

## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises	The Tribunal members were						
11 Elmdon Park Road, Solihull, West Midlands, B92 9HE	Mr Nicholas Wint FRICS Mr Javed Arain						
Landlord	Northumberland & Durham Property Trust						
Tenant	Mrs B D Cook						
1. The fair rent is	£605.00	Per Calendar Month (excluding water but including any 3&4)			tes and council ta mounts in paras	ЭX	
2. The effective date is	26 February 2021						
3. The amount for services is					Per		
4. The amount for fuel ch rent allowance is	arges (excluding l		pplicable and lighting of	common pa	arts) not	counting for	
				Per			
F. The west is to be serviced		not ap	plicable				
5. The rent is to be regist 6. The capping provision calculation overleaf).		(Maxim	um Fair Rent)	Order 1999 a	apply (ple	ease see	
7. Details (other than ren	t) where different f	rom Rei	nt Register ent	try			
8. For information only:							
The fair rent to be registe because it is below the n			-		ent) Ord	er 1999,	
Chairman	Mr Nicholas \ FRICS	Wint	Date of d	ecision	26 Fe	ebruary 2021	

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	295.4							
PREVIOUS RPI FIGURE		Υ	284.5							
X	295.4	Minus Y	28	284.5 = <b>(A)</b>		10.9				
(A)	10.9	Divided by Y	28	284.5 = <b>(B)</b>		0.0383128				
First application for re-registration since 1 February 1999 NO										
If yes (B) plus 1.075 = (C)										
If no (B) plus 1.05 = (C)		1.0883128								
Last registered rent*		£560		Multiplie	ed by (C) =	£609	£609.46			
(exclusive of any variable service charge)										
Rounded up to nearest 50p =		£609.50								
Variable service charge		NO								
If YES add amount for services										
MAXIMUM FAIR RENT =		£609.50		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.