## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

| Address of Premises  |                   |   | The Tribunal members were |              |  |              |   |  |  |  |
|--|-------------------|---|---------------------------|--------------|--|--------------|---|--|--|--|
| Flat B, 28 Holland Street,   |                   | Mr Stuart Walker<br>Mrs Sarah Louise Phillips MRICS |                           |              |  |              |   |  |  |  |
| Landlord   | The Cu            | The Cure Company                                    |                           |              |  |              |   |  |  |  |
| Tenant   |                   | Ms De   | Ms Deloris Watson         |              |  |              |   |  |  |  |
| 1. The fair rent is  | 12836.50          | Per   |                           |              | water rates and council tax ing any amounts in paras |              |   |  |  |  |
| 2. The effective date is   | 15 Mai            | rch 2021  |                           |              |  |              |   |  |  |  |
| 3. The amount for service  |                   | N/A   |                           | Per          |  |              |   |  |  |  |
| 4. The amount for fuel ch<br>rent allowance is                     | arges (excludin   | g heating a   | and lighting of           | common pa    | arts) not d  | counting for |   |  |  |  |
|  |                   |   | . ,,, ,                   |              | [  |              |   |  |  |  |
| 5. The rent is not to be re  | gistered as varia | able.   |                           |              |  |              |   |  |  |  |
| <ol><li>The capping provision<br/>calculation overleaf).</li></ol> | s of the Rent Ac  | ts (Maxim   | um Fair Rent)             | Order 1999 a | apply (ple   | ease see     |   |  |  |  |
| 7. Details (other than ren   | t) where differen | t from Rei  | nt Register ent           | try          |  |              |   |  |  |  |
| None   |                   |   |                           |              |  |              |   |  |  |  |
| 8. For information only:   |                   |   |                           |              |  |              |   |  |  |  |
| (a) The fair rent to be req<br>Fair Rent) Order 1999<br>Year.      |                   |   |                           |              |  |              |   |  |  |  |
| Chairman   | Mr Stuart V       | Valker  | Date of decision          |              | Tuesday 16 <sup>th</sup> Marc<br>2021                |              | Ì |  |  |  |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE  |       | X            | X 294.6 |                                 |              |      |           |  |  |  |
|--|-------|--------------|---------|---------------------------------|--------------|------|-----------|--|--|--|
| PREVIOUS RPI FIGURE  |       | Υ            | 284.2   |                                 |              |      |           |  |  |  |
| x  | 294.6 | Minus Y      | 28      | 34.2                            | = <b>(A)</b> |      | 10.4      |  |  |  |
| (A)  | 10.4  | Divided by Y | 28      | 34.2                            | = <b>(B)</b> |      | 0.03659   |  |  |  |
| First application for re-registration since 1 February 1999 - NO |       |              |         |                                 |              |      |           |  |  |  |
| If yes (B) plus 1.075 = (C)                                      |       |              |         |                                 |              |      |           |  |  |  |
| If no (B) plus 1.05 = (C)  |       | 1.08659      |         |                                 |              |      |           |  |  |  |
| Last registered rent*  |       | £11,813.50   |         | Multiplied by (C) = $\pounds 1$ |              | £12, | 12,836.43 |  |  |  |
| *(exclusive of any variable service charge)                      |       |              |         |                                 |              |      |           |  |  |  |
| Rounded up to nearest 50p =                                      |       | £12,836.50   |         |                                 |              |      |           |  |  |  |
| Variable service charge  |       | YES / NO     |         |                                 |              |      |           |  |  |  |
| If YES add amount for services                                   |       |              |         |                                 |              |      |           |  |  |  |
| MAXIMUM FAIR RENT =  |       | £12,836.50   |         | Per                             |              | Year |           |  |  |  |

## **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.