File Ref No.

BIR/47UF/F77/2022/0006

## **Notice of the Tribunal Decision**

Rent	Act	1977	Schedule	<u>.</u> 11

Address of Premises			The Tribunal members were					
4 Underhill Cottages, Sidings Lane, Charlton, Pershore, Worcestershire, WR10 3LA	Mrs Claire-Elaine Payne Mr Ian Humphries BSC FRICS							
		<b>N</b> (1			<b>.</b>			
Landlord		Northumberland & Durham Property Trust Ltd						
Tenant		Mr Anthony Hughes						
1. The fair rent is	£375.00				ater rates and council tax any amounts in paras			
2. The effective date is	17 March 2022							
3. The amount for services is		n/a			Per	n/a		
		not app	not applicable					
l. The amount for fuel chent	arges (excluding h	eating a	and lighting of	f common pa	rts) not	counting for		
		n/a			<b>Per</b> n/a			
	not applicable							
5. The rent is not to be re	gistered as variabl	le.						
6. The capping provision calculation overleaf).	s of the Rent Acts	(Maxim	um Fair Rent)	Order 1999 a	pply (pl	ease see		
. Details (other than ren	t) where different f	rom Rei	nt Register en	try				
n/a								
B. For information only:								
The fair rent to be registe because it is the same as								
Chairman	Mrs Claire-Ela Payne	aine	Date of d	ecision	17	March 2022		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	317.7					
PREVIOUS RPI FIGURE		Υ	290.4					
X	317.7	Minus Y	290.4	= (A)	27.3			
(A)	27.3	Divided by Y	290.4	= <b>(B)</b>	0.09400			
First application for re-registration since 1 February 1999 NO								
If yes (B) plus 1.075 = (C)		n/a						
If no (B) plus 1.05 = (C)								
Last registered rent* (exclusive of any variable service		£425 Multiplied by (C) = £486.20 charge)						
Rounded up to nearest 50p = £486.50								
Variable service	charge	NO						
If YES add amou	unt for services	n/a						
MAXIMUM FAIR RENT =		£486.50		Per	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.