File Ref No.

BIR/00CT/F77/2022/0013

## **Notice of the Tribunal Decision**

## Rent Act 1977 Schedule 11

Address of Premises	The Tribunal members were							
3 Fallowfield Road, Solihu B92 9HJ		Mr Nicholas Wint FRICS Mr Ian Humphries BSC FRICS						
Landlord		Northumberland & Durham Property Trust Ltd						
Tenant		Mr D Drake						
1. The fair rent is	£647.50	Per	Calendar Month			es and council ta nounts in paras	ìΧ	
2. The effective date is		19 May	y 2022					
3. The amount for services is					Per			
4. The amount for fuel ch rent allowance is	arges (excluding l	heating a	oplicable and lighting of oplicable	common pa	arts) not c	ounting for		
5. The rent is not to be re	gistered as variab	le.						
6. The capping provisions			um Fair Rent)	Order 1999 a	apply (ple	ase see		
7. Details (other than rent	t) where different f	from Rei	nt Register ent	try				
8. For information only:								
The fair rent to be registe Rent) Order 1999. The rer								
Chairman	Mr Nicholas \ FRICS	<b>Wint</b>	Date of d	ecision	19	May 2022		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	323.5							
PREVIOUS RPI FIGURE		<b>Y</b> 292.6								
x	323.5	Minus Y	292.6	= (A)	30.9					
(A)	30.9	Divided by Y	292.6	= (B)	0.1056					
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)		1.1556								
Last registered rent* (exclusive of any variable service		£560.00	Multipli	ed by (C) =	£647.14					
Rounded up to nearest 50p =		£647.50								
Variable service	charge	NO								
If YES add amou	ınt for services	n/a								
MAXIMUM FAIR RENT =		£647.50		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.