File Ref No.

CHI/00HE/F77/2022/0014

# Notice of the Tribunal Decision

### Rent Act 1977 Schedule 11

Address of Premises			The Tribun	al members were			
5 Tregarth, Penwithick, St. Austell, Cornwall, PL26 8UD		Mr I Perry BSc FRICS Mr M Donaldson FRICS MCIArb MAE Mr M Woodrow MRICS					
Landlord		Northu	Northumberland & Durham Property Trust Limited				
Tenant		Mrs Ma	Mrs Margaret Stephens				
1. The fair rent is	£1800.00	Per	Quarter (excluding water rates and council tax but including any amounts in paras 3&4)				
2. The effective date is		25 May	25 May 2022				
3. The amount for services is			n/a	Per	n/a		
		not app	licable				
4. The amount for fuel ch rent allowance is	narges (excludin	g heating a	and lighting of	f common parts) not	counting for		

5. The rent is not to be registered as variable.

6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 apply (please see calculation overleaf).

#### 7. Details (other than rent) where different from Rent Register entry

n/a

not applicable

#### 8. For information only:

(a) The fair rent to be registered is not limited by the Rent Acts (Maximum Fair Rent) Order 1999, because it is below the maximum fair rent of £2063.00 per Quarter prescribed by the Order.

Chairman

Mr I Perry BSc FRICS

Date of decision

25 May 2022

n/a

Per

# MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	334.6					
PREVIOUS RPI FIGURE		Y	292.0					
x	334.6	Minus Y	292.0	= <b>(A)</b>	42.6			
(A)	42.6	Divided by Y	292.0	= <b>(B)</b>	0.1459			
First application for re-registration since 1 February 1999 NO								
lf yes (B) plus 1.075 = (C)								
lf no (B) plus 1.05 = (C)		1.1959						
Last registered rent*		£1725.00	Multipli	ed by (C) =	2062.92			
*(exclusive of any variable service charge)								
Rounded up to nearest 50p =		£2063.00						
Variable service charge		NO						
If YES add amount for services								
MAXIMUM FAIR RENT =		£2063.00		Per	Quarter			

## **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.