First-tier Tribunal – Property Chamber

File Ref No.

LON/00AC/F77/2021/0014

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were			
27 Briar Close, London, N2 0RS			Mrs E Flint FRICS			
Landlord		Home Group Ltd				
Tenant		Miss L Libetta				
1. The fair rent is	£880	Per	month	onth (excluding water rates and council tax but including any amounts in paras 3&4)		
2. The effective date is		5 July 20	5 July 2022			
3. The amount for services is		£34.68		Per	month	

4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is

	Per	
not applicable		

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

8. For information only:

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 £923 per month including £34.68 per month for services prescribed by the Order.

Chairman		Date of decision	5 July 2022
	E Flint		

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	337.1			
PREVIOUS RPI FIGURE		Y	278.1			
x	337.1	Minus Y	278.1	= (A)	59	
(A)	59	Divided by Y	278.1	= (B)	0.212	15
First application for re-registration since 1 February 1999 NO						
If yes (B) plus 1.075 = (C)						
lf no (B) plus 1.05 = (C)		1.26215				
Last registered rent*		£731	Multipli	ed by (C) =	£922.63	
*(exclusive of any	variable service	e charge)				
Rounded up to nearest 50p =		£923				
Variable service charge		NO				
If YES add amount for services						
MAXIMUM FAIR	RENT =	£923	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.