File Ref No.

CHI/19UG/F77/2022/0029

## **Notice of the Tribunal Decision**

Rent	Act	1977	Schedule	11

Address of Premises			The Tribun	al members v	were			
100 East Street, Corfe Castle, Wareham, Dorset, BH20 5EQ	Mr R Brown FRICS Mr S Hodges FRICS Mr N Robinson FRICS							
Landlord		Trustee	es of MJA Bond	d Discretionary	y Trust 19	986		
Tenant		Mr W C	Mr W Carmichael					
1. The fair rent is	£6480.00	Per	Year	,	CS ICS RICS cretionary Trust 1986 cluding water rates and council		ΙX	
2. The effective date is		20 July	20 July 2022					
3. The amount for services is			n/a		Per	n/a		
4. The amount for fuel ch rent allowance is	arges (excluding	not app		f common pa	rts) not c	ounting for		
			n/a		Per	n/a		
		not app	licable					
5. The rent is not to be re								
<ol><li>The capping provision calculation overleaf).</li></ol>	s of the Rent Acts	s (Maxim	um Fair Rent)	Order 1999 a	pply (ple	ase see		
7. Details (other than ren	t) where different	from Rer	nt Register en	try				
8. For information only:								
Chairman	Mr R Brown F	RICS	Date of d	ecision	20	July 2022		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	340.0				
PREVIOUS RPI FIGURE		Υ	292.6				
X	340.0	Minus Y	29	2.6	= <b>(A)</b>		47.4
(A)	47.4	Divided by Y	29	2.6	= <b>(B)</b>		0.1617
First application for re-registration since 1 February 1999 NO							
If yes (B) plus 1.075 = (C)							
If no (B) plus 1.05 = (C)		1.212					
Last registered rent*		£5366.00 Multiplied by (C) = 6503.59		59			
*(exclusive of any variable service charge)							
Rounded up to nearest 50p =		£6504.00					
Variable service	charge	NO					
If YES add amou	unt for services						
MAXIMUM FAIR RENT =		£6504.00	)	i	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.