## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were					
60B Reighton Road, London, E5 8SG		Mr Mark Taylor MRICS					
Landlord Tenant		Newlon Housing Trust  Miss K Whitechurch					
2. The effective date is		26 <sup>th</sup> July 2022					
3. The amount for services is		N/A ible/not applic	Per				
<ul><li>4. The amount for fuel charges (of for rent allowance is</li><li>5. The rent is not to be registered</li><li>6. The capping provisions of the calculation overleaf).</li></ul>	neglig d as variable.	N/A ible/not applic	Per				
7. Details (other than rent) where	e different from Re	ent Register ei	ntry				
8. For information only:							
(a) The fair rent to be registered (Maximum Fair Rent) Order 1 £ 340 include (variable).	999. The rent tha	t would otherv	vise have been regist	ered was			
(b) The fair rent to be registered 1999, because it is the same including £ pe	as/below the max	imum fair ren	t of £ per				

Chairman

Mr Mark Taylor MRICS – Valuer Chair.

Date of decision

26<sup>th</sup> July 2022

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	337.1						
PREVIOUS RPI FIGURE		Υ	257.0						
x	337.1	Minus Y	2	57.0	= <b>(A)</b>		80.1		
(A)	80.1	Divided by Y	2	57.0	= <b>(B)</b>		0.3117		
First application for re-registration since 1 February 1999 YES/NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C) 1.05 + 0.3117 = 1.3617									
Last registered i	rent*	141.50		Multiplied by (C) =		1.3617			
*(exclusive of any variable service charge)									
Rounded up to r	nearest 50p =	£193.00							
Variable service	charge	YES/NO							
If YES add amou	unt for services								
MAXIMUM FAIR	RENT =	£193.00		Per		Week			

## **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.