

# FIRST-TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference : CHI/29UE/MNR/2022/0071

3 Aspen Drive

Property : Dover Kent

**CT16 2EX** 

Landlord : Mr G Brown

Representative : Martin & Co

Tenant : Miss K Pyhyk

**Representative** : None

Type of Application : Determination of a Market Rent

Sections 13 & 14 of the Housing Act

1988

**Mr I R Perry BSc FRICS** 

Tribunal Members : Mr C M Davies FRICS ACIArb

Mr S J Hodges FRICS

Date of Inspection : None. Paper determination

Date of Decision : 18th August 2022

### **DECISION**

## **Summary of Decision**

1. On 18<sup>th</sup> August 2022 the Tribunal determined a market rent of £1,300 per month to take effect from 26<sup>th</sup> June 2022.

# **Background**

- 2. The case concerned the determination of a market rent for the subject property following a referral of the Landlord's notice of increase of rent by the Tenant pursuant to Sections 13 and 14 Housing Act 1988.
- 3. On 6<sup>th</sup> May 2022 the Landlord's Agent served a notice under Section 13(2) of the Housing Act 1988 which proposed a new rent of £1,250 per month in place of the existing rent of £913.87 per month to take effect from 26<sup>th</sup> June 2022. The notice complied with the legal requirements.
- 4. On 20<sup>th</sup> June 2022 the Tenant applied to the Tribunal under Section 13(4) (a) of the Housing Act 1988.
- 5. The Coronavirus pandemic and considerations of health have caused a suspension of inspections and Tribunal hearings in person until further notice.
- 6. The Tribunal issued directions on 30<sup>th</sup> June 2022 informing the parties that the Tribunal intended to determine the rent based on written representations and that the Tribunal would seek to view the property on the internet. The parties were invited to make submissions which could include photographs or videos.
- 7. The Landlord's Agent submitted papers including a floorplan and photographs which had been copied to the Tenant. The Tenant made no further representation.
- 8. As stated in the Directions, as no objection was received from either party, the Tribunal determined the case on 18th August 2022 based on the documents received without an oral hearing.

### The Property

- 9. From the information given in the papers and available on the internet the property comprises a modern 3-storey terraced house built with brick elevations and a tiled roof approximately 18 years ago, situated on the northern side of Dover.
- 10. There is a local store in the area and a full range of amenities in the town.
- 11. The accommodation is described as including a Living Room, Dining Room, Study, Kitchen, Bathroom with WC, 4 bedrooms, an en-suite Shower Room with WC to Bedroom One and a ground floor WC. Outside there is a Garage and Garden.

## CHI/29UE/MNR/2022/0071

- 12. The property has gas-fired central heating, double glazed windows and an Energy Performance Rating 'C'.
- 13. The property is let with fitted floorings and white goods but no curtains.

### **Submissions**

- 14. The Agent helpfully included a floorplan of the property and lists a number of repairs carried out on the Landlord's behalf over a 4-year period and states that the property is within a popular area. He also provides the advertised particulars of similar properties in the area, but no details of actual lettings.
- 15. The Agent's submission states that the décor throughout shows only minor wear and tear.
- 16. The present Tenancy Agreement commenced 9<sup>th</sup> May 2018 at a rent of £845 per calendar month. The Agent states that the Tenant has occupied the property since 2009.
- 17. The Agent states that the Landlord has been considerate of the Tenant through lockdown and believes that the rent suggested is £150 per month below the market rent, and that the Landlord continues to offer a more reasonable below market rent.

#### The Law

S14 Determination of Rent by First-tier Tribunal

- (1) Where, under subsection (4) (a) of section 13 above, a tenant refers to a First-tier Tribunal a notice under subsection (2) of that section, the Tribunal shall determine the rent at which, subject to subsections (2) and (4) below, the Tribunal consider that the dwelling-house concerned might reasonably be expected to be let in the open market by a willing landlord under an assured tenancy-
  - (a) which is a periodic tenancy having the same periods as those of the tenancy to which the notice relates;
  - (b) which begins at the beginning of the new period specified in the notice;
  - (c) the terms of which (other than relating to the amount of the rent) are the same as those of the tenancy to which the notice relates; and
  - (d) in respect of which the same notices, if any, have been given under any of Grounds 1 to 5 of Schedule 2 to this Act, as have been given (or have effect as if given) in relation to the tenancy to which the notice relates.
- (2) In making a determination under this section, there shall be disregarded-
  - (a) any effect on the rent attributable to the granting of a tenancy to a sitting tenant;

## CHI/29UE/MNR/2022/0071

- (b) any increase in the value of the dwelling-house attributable to a relevant improvement carried out by a person who at the time it was carried out was the tenant, if the improvement-
  - (i) was carried out otherwise than in pursuance of an obligation to his immediate landlord, or
  - (ii) was carried out pursuant to an obligation to his immediate landlord being an obligation which did not relate to the specific improvement concerned but arose by reference to consent given to the carrying out of that improvement; and
- (c) any reduction in the value of the dwelling-house attributable to a failure by the tenant to comply with any terms of the tenancy.
- (3) For the purposes of subsection (2)(b) above, in relation to a notice which is referred by a tenant as mentioned in subsection (1) above, an improvement is a relevant improvement if either it was carried out during the tenancy to which the notice relates, or the following conditions are satisfied, namely-
  - (a) that it was carried out not more than twenty-one years before the date of service of the notice; and
  - (b) that, at all times during the period beginning when the improvement was carried out and ending on the date of service of the notice, the dwelling-house has been let under an assured tenancy; and
  - (c) that, on the coming to an end of an assured tenancy at any time during that period, the tenant (or, in the case of joint tenants, at least one of them) did not quit.
- (4) In this section "rent" does not include any service charge, within the meaning of section 18 of the Landlord and Tenant Act 1985, but, subject to that, includes any sums payable by the tenant to the landlord on account of the use of furniture, in respect of council tax or for any of the matters referred to in subsection (1) (a) of that section, whether or not those sums are separate from the sums payable for the occupation.

### **Consideration and Valuation**

- 18. The Tribunal first considered whether it felt able to reasonably and fairly decide this case based on the papers submitted only with no oral hearing. Having read and considered the papers it decided that it could do so.
- 19. The Tribunal is required to determine the rent at which the subject property might reasonably be expected to be let in the open market by a willing Landlord under an assured tenancy. The personal circumstances of the Tenant are not relevant to this issue.
- 20. Having carefully considered the representations from the parties and associated correspondence and using its own judgment and knowledge of rental values in the Dover area, the Tribunal decided that the market rent for the subject property if let today in a condition that was usual for such an open market letting would be £1,300 per month.

## CHI/29UE/MNR/2022/0071

- 21. This rent of £1,300 per month takes into account the lack of curtains provided by the Landlord.
- 22. The Tribunal is aware that this rent is slightly higher than the rent suggested by the Landlord in the original Notice. The Landlord is not obliged to charge this higher rent.

### **Determination**

- 23. The Tribunal therefore decided that the rent at which the subject property might reasonably be expected to be let in the open market by a willing Landlord under the terms of this assured tenancy was £1,300 per month.
- 24. The Tribunal directed that the new rent of £1,300 per month should take effect from  $26^{th}$  June 2022, this being the date specified in the notice.

### **RIGHTS OF APPEAL**

- 1. A person wishing to appeal this decision to the Upper Tribunal (Lands Chamber) must seek permission to do so by making written application to the First-tier Tribunal at the Regional office which has been dealing with the case. Where possible you should send your application for permission to appeal by email to <a href="mailto:rpsouthern@justice.gov.uk">rpsouthern@justice.gov.uk</a> as this will enable the First-tier Tribunal Regional office to deal with it more efficiently.
- 2. The application must arrive at the Tribunal within 28 days after the Tribunal sends to the person making the application written reasons for the decision.
- 3. If the person wishing to appeal does not comply with the 28-day time limit, the person shall include with the application for permission to appeal a request for an extension of time and the reason for not complying with the 28-day time limit; the Tribunal will then decide whether to extend time or not to allow the application for permission to appeal to proceed.
- 4. The application for permission to appeal must identify the decision of the Tribunal to which it relates, state the grounds of appeal, and state the result the party making the application is seeking.