First-tier Tribunal – Property Chamber

File Ref No.

BIR/00CU/F77/2022/0026

Per

## Notice of the Tribunal Decision

## Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were			
126 Bath Street, Walsall, WS1 3BX		Mr Nicholas Wint FRICS Mr Derek Douglas				
Landlord		Green	Green Square Accord Ltd			
Tenant		Mr & M	Mr & Mrs Kevin & Judith Muldowney			
1. The fair rent is	£91.50	Per	Week	(excluding water r but including any 3&4)	ates and council tax amounts in paras	
2. The effective date is		15 Aug	15 August 2022		]	
3. The amount for services is		£	215.03	Per	Week	
		negligib	le	1		
4. The amount for fuel ch rent allowance is	narges (excluding	l heating a	and lighting o	f common parts) not	counting for	

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

None	

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  $\pounds$ 123.53 per week including  $\pounds$ 15.03 per week for services prescribed by the Order.

Chairman

Mr Nicholas Wint
FRICS

Date of decision

15 August 2022

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	340					
PREVIOUS RPI FIGURE		Y	173.8					
x	340	Minus Y	173	.8 = <b>(A</b> )	166.20			
(A)	166.20	Divided by Y	173	.8 = <b>(B</b> )	0.9563			
First application for re-registration since 1 February 1999 NO								
lf yes (B) plus 1.075 = (C)								
lf no (B) plus 1.05 = (C)		105 + 0.9563 = 2.0063						
Last registered rent*		£54.00		Multiplied by (C) =	£108.34			
*(exclusive of any variable service charge)								
Rounded up to nearest 50p =		£108.50 / week						
Variable service charge		YES						
If YES add amount for services		£15.03						
MAXIMUM FAIR RENT =		£123.53		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.