BIR/00CT/F77/2022/0030

## **Notice of the Tribunal Decision**

| Rent Act | 1977 Sc | hedule 11: |
|----------|---------|------------|
|----------|---------|------------|

| Address of Premises  |                                       |             | The Tribuna  | l members v   | /ere      |              |  |
|--|---------------------------------------|-------------|--|---|-----------|--------------|--|
| 175 DOVE HOUSE LANE, SOLIHULL, B91<br>2ER  |                                       |             | Mrs Muninder K Gandham<br>Mr David Satchwell FRICS |   |           |              |  |
|  |                                       |             |  |   |           |              |  |
| Landlord   |                                       | Graing      | Grainger Finance Company Limited                   |   |           |              |  |
| Tenant   |                                       | Mrs Sh      | Mrs Shirley Martin                                 |   |           |              |  |
| 1. The fair rent is  | £848.25                               | Per         | Calendar<br>Month                                  | (excluding water rates and council to but including any amounts in paras 3&4) |           |              |  |
| 2. The effective date is   |                                       | 02 Sep      | 02 September 2022                                  |   |           |              |  |
| 3. The amount for services is  |                                       |             | N/A  |   | Per       | N/A          |  |
|  |                                       | not appli   | icable   |   |           |              |  |
| 4. The amount for fuel chafor rent allowance is                                    | arges (excluding                      | heating a   | nd lighting of                                     | common par  | ts) not c | ounting      |  |
|  |                                       |             | N/A  |   | Per       | N/A          |  |
|  |                                       | not appli   | icable   |   |           |              |  |
| 5. The rent is/is not to be  | registered as vari                    | iable.      |  |   |           |              |  |
| 6. The capping provisions calculation overleaf)/ do n                              |                                       |             |  |   | oply (ple | ase see      |  |
| 7. Details (other than rent)   |                                       | •           |  | •   |           |              |  |
| 7. Details (other than rent)   | , where unicidit                      |             | - register enti                                    | ,   |           |              |  |
|  |                                       |             |  |   |           |              |  |
|  |                                       |             |  |   |           |              |  |
| 8. For information only:   |                                       |             |  |   |           |              |  |
| (a) The fair rent to be regi<br>(Maximum Fair Rent) (<br>£ per including £ per     | Order 1999. The r                     | ent that w  |  |   |           |              |  |
| (b) The fair rent to be regi<br>1999, because it is the<br>services (variable) pre | istered is not limite same as/below t | ited by the |  |   |           |              |  |
| Chairman   | Mrs Munino<br>Gandha                  | _           | Date of d  | ecision   | 2 Sep     | otember 2022 |  |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI I   | FIGURE           | X            | £343.20                     |                       |          |  |  |  |
|--|------------------|--------------|-----------------------------|-----------------------|----------|--|--|--|
| PREVIOUS RI  | PI FIGURE        | Υ            | £291.00                     |                       |          |  |  |  |
| x  | £343.20          | Minus Y      | £291.00                     | = <b>(A)</b> £52.20   |          |  |  |  |
| (A)  | £52.20           | Divided by Y | £291.00                     | = (B)                 | £0.17938 |  |  |  |
| First application for re-registration since 1 February 1999 YES/NO |                  |              |                             |                       |          |  |  |  |
| If yes (B) plus 1.075 = (C)  |                  |              |                             |                       |          |  |  |  |
| If no (B) plus 1.0   | 1.22938          | 1.22938      |                             |                       |          |  |  |  |
| Last registered ı  | rent*            | £788         | Multiplied by (C) = £968.75 |                       | £968.75  |  |  |  |
| *(exclusive of any variable service charge)                        |                  |              |                             |                       |          |  |  |  |
| Rounded up to nearest 50p = £969.00                                |                  |              |                             |                       |          |  |  |  |
| Variable service   | charge           | NO           |                             |                       |          |  |  |  |
| If YES add amou  | unt for services |              |                             |                       |          |  |  |  |
| MAXIMUM FAIR   | RENT =           | £969.00      | Per                         | Per Calendar<br>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.