## **Notice of the Tribunal Decision**

Rent Act	1977 Sc	hedule 11
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Address of Premises			The Tribunal members were				
15A Birchington Road, London, NW6 4LL			Mr Ian Holdsworth BSc MSc FRICS				
Landlord		Mount	view Estates				
Tenant		Mr G F	Bacon				
1. The fair rent is	980.00	Per	Calendar Month	(excluding water rates and council tabut including any amounts in paras 3&4)			
2. The effective date is			17 October 2022				
3. The amount for service	ces is		N/A		Per		
4. The amount for fuel cherent allowance is			and lighting of	common pa	rts) not Per	counting for	
<ul><li>5. The rent is not to be re</li><li>6. The capping provision calculation overleaf).</li></ul>			um Fair Rent)	Order 1999 a	pply (pl	ease see	
7. Details (other than ren	t) where different	from Rei	nt Register ent	try			
None							
8. For information only:							
(a) The fair rent to be reg Fair Rent) Order 1999 Year.							
Chairman	Mr Ian Holds	worth	Date of d	ecision	17 <sup>th</sup> (	October 2022	

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI I	FIGURE	X	345.2					
PREVIOUS R	PI FIGURE	Y	292.2					
x	345.2	Minus Y	292.2	= (A)	53.0			
(A)	53.0	Divided by Y	292.2	= <b>(B)</b>	0.18138			
First application for re-registration since 1 February 1999 YES/NO								
If yes (B) plus 1.	075 = (C)	No						
If no (B) plus 1.0	95 = (C)	1.23134						
Last registered	rent*	£795.50	Mult	Multiplied by (C) = 1.23134				
*(exclusive of any variable service charge)								
Rounded up to r	nearest 50p =	£980.00						
Variable service	charge	NO						
If YES add amou	unt for services							
MAXIMUM FAIR	RENT =	£980.00		Per	Calendar 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.