## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule	11							
Address of Premises		_	The Tribunal members were					
37 Sansom Street, London, SE5 7RD			Richard Wa					
Landlord		Mount	Mountview Estates PLC					
Tenant		Mr J C	Mr J C J Broad					
1. The fair rent is	£998.00	Per	Month	Month (excluding water rates and council tax but including any amounts in paras 3&4)				
2. The effective date is			2 <sup>nd</sup> November 2022					
3. The amount for services is			n/a		Per	n/a		
		negligit	ole/not applica	ıble	•			
4. The amount for fuel ch for rent allowance is	narges (excluding	heating	and lighting of	f common part	ts) not	counting		
			n/a		Per	n/a		
		negligik	ole/not applica	able				
5. The rent is/is not to be	registered as vai	riable.						
6. The capping provision calculation overleaf)/ do					ply (pl	ease see		
7. Details (other than ren	t) where different	from Re	nt Register en	try				
8. For information only:								
(a) The fair rent to be req (Maximum Fair Rent) £ 2100.00 per month.								
Chairman	Richard Wate	rhouse	Date of d	ecision	2 <sup>nd</sup> No	ovember 2022		

**FRICS** 

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	347.6							
PREVIOUS RPI FIGURE		Υ	<b>Y</b> 293.3							
X	347.6	Minus Y	2	93.3	= <b>(</b> A <b>)</b>		54.3			
(A)	54.3	Divided by Y	2	93.3	= <b>(B)</b>		0.1851			
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)		1.2351								
Last registered rent*		808.00		Multiplied by (C) =		997.9	997.98			
*(exclusive of any variable service charge)										
Rounded up to nearest 50p =		998.00								
Variable service charge		YES / NO								
If YES add amount for services		n/a								
MAXIMUM FAIR RENT =		£998.00		Per		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.