## **Notice of the Tribunal Decision**

Address of Premises		The Tribunal members were						
Flat 8B, 116 Sutherland Avenue, London, W9 2QP			Richard Waterhouse FRICS					
Landlord			Northumberland & Durham Property Trust Ltd					
Tenant			Mr R McConnell					
1. The fair rent is	£180.00	Per	week	(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			£7.59		Per	week		
<ul><li>4. The amount for fuel chefor rent allowance is</li><li>5. The rent is/is not to be</li><li>6. The capping provision calculation overleaf)/ do</li><li>7. Details (other than ren</li></ul>	registered as va s of the Rent Act not apply becaus	negligik riable. s (Maxim se 1 <sup>st</sup> regi	n/a ple/not applica um Fair Rent) stration/15% e	able Order 1999 a exemption.	Per	n/a		
8. For information only:  (a) The fair rent to be req  (Maximum Fair Rent) £180 per week include	Order 1999. The	rent that	would otherw	ise have beer				
(b) The fair rent to be req because it is the sam £ 7.59 per week for se	e as/below the m	aximum f	air rent of £ 1	80 per week i				
Chairman	Richard Wate FRICS		Date of d	lecision	2 <sup>nd</sup> No	ovember 2022		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	347.60							
PREVIOUS RPI FIGURE		Υ	294.2							
x	347.60	Minus Y	294.20	= <b>(A)</b>	53.40	0				
(A)	53.40	Divided by Y	294.20	= <b>(B)</b>	0.1815	509				
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)		1.231509								
Last registered rent*		146.00	Multipli	Multiplied by (C) =		179.80				
*(exclusive of any variable service charge)										
Rounded up to nearest 50p =		180.00	180.00							
Variable service charge		YES / NO								
If YES add amount for services		£7.59 pw								
MAXIMUM FAIR RENT =		£180.00	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.