First-tier Tribunal – Property Chamber

File Ref No.

LON/00AK/F77/2022/0255

## Notice of the Tribunal Decision

## Rent Act 1977 Schedule 11

	The Tribunal members were							
	Mr Oliver Dowty MRICS							
Grainger Bradley Limited								
Mrs C A Smith								
Per	Month	(excluding water ra but including any a 3&4)	ates and council tax amounts in paras					
30 <sup>th</sup> January 2023								
N/A		Per						
	Mrs C A Per 30 <sup>th</sup> Jan	Mr Oliver Do Grainger Bradley Limit Mrs C A Smith Per Month 30 <sup>th</sup> January 2023 N/A not applicable	Mr Oliver Dowty MRICS   Grainger Bradley Limited   Mrs C A Smith   Per Month   (excluding water rate of but including any a 3&4)   30th January 2023   N/A					

4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is



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  $\pounds1,007.50$  per month prescribed by the Order.

Chairman



Date of decision

30<sup>th</sup> January 2023

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI I	FIGURE	X	358.3						
	PI FIGURE	Y [	294.3						
x	358.3	Minus Y	294.3	= <b>(</b> A <b>)</b>	64				
(A)	64	Divided by Y	294.3	= <b>(B)</b>	0.217465				
First application for re-registration since 1 February 1999 YES/NO									
If yes (B) plus 1.075 = (C)									
lf no (B) plus 1.0	95 = (C)	1.267465							
Last registered		£794.50 Multiplied by (C) = £1,007.001							
*(exclusive of any variable service charge)									
Rounded up to r	nearest 50p =	£1,007.50							
Variable service	charge	NO							
If YES add amou	Int for services								
MAXIMUM FAIR	RENT =	£1,007.50	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.

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