First-tier Tribunal – Property Chamber

File Ref No.

BIR/00CR/F77/2022/0037

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were			
1 Westbourne Road, Halesowen, West Midlands, B62 9NE			Mr Nicholas Wint FRICS Mr Derek Douglas			
Landlord		Roger L	Roger Lees Ltd			
Tenant		J F Gou	J F Gough			
1. The fair rent is	£125.00	Per	Week	(excluding water rabut including any a 3&4)	ates and council tax amounts in paras	
2. The effective date is		26 Janu	uary 2023			
3. The amount for services is		 not ap	 oplicable	Per		
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for						

rent allowance is

	Per	
not applicable		

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

NOT APPLICABLE	 	 	

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 £154.50 per week.

Chairman FRICS Date of decision 26 January 2023

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	358.3	58.3 (November 2022)		
PREVIOUS RPI FIGURE		Y	295.4	295.4 (December 2020)		
x	358.3	Minus Y	295.4	= (A)	62.9	
(A)	62.9	Divided by Y	295.4	= (B)	0.2129	
First application for re-registration since 1 February 1999 NO						
lf yes (B) plus 1.075 = (C)						
lf no (B) plus 1.05 = (C)		1.05 + 0.2129 = 1.2629				
Last registered rent*		£122.00 Multipli		olied by (C) =	ed by (C) = £154.07	
*(exclusive of any variable service charge)						
Rounded up to nearest 50p =		£154.50				
Variable service	charge	NO				
If YES add amount for services						
MAXIMUM FAIR RENT =		£154.50		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.