First-tier Tribunal – Property Chamber

File Ref No.

LON/00BF/F77/2023/0206

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribur	nal members were					
28 Grove Avenue, Sutton, Surrey, SM1 2DP			Mr A Harris LLM FRICS FCIArb						
Landlord		Northur	Northumberland & Durham Property Trust Ltd						
Tenant		Mrs I Ba	Mrs I Bayden						
1. The fair rent is	£11,232.00	Per	annum	(excluding water rates and council t but including any amounts in paras 3&4)					
2. The effective date is		5 Septe	mber 2023						
3. The amount for services is				Per					
		negligib	le/not applica	able					
4. The amount for fuel ch for rent allowance is	arges (excluding	g heating a	nd lighting o	f common parts) not counting					

Per

negligible/not applicable

5. The rent is/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)/ do not apply because 1st registration/15% exemption.

7. Details (other than rent) where different from Rent Register entry

8. For information only:

Order.

A Harris

Date of decision

5 September 2023

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	374.2							
PREVIOUS RPI FIGURE		Y	301.9							
x	374.2	Minus Y	3	01.9	= (A)	72.	3			
(A)	72.3	Divided by Y	3	01.9	= (B)	0.239	483			
First application for re-registration since 1 February 1999 Y ES /NO										
lf yes (B) plus 1.075 = (C)										
lf no (B) plus 1.05 = (C)		1.289483								
Last registered rent*		10190		Multiplied	d by (C) =	13139.83				
*(exclusive of any variable service charge)										
Rounded up to nearest 50p =		£13140.00								
Variable service charge		YES / NO								
If YES add amount for services										
MAXIMUM FAIR RENT =		£13140.00		Per		Annum				

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.