First-tier Tribunal – Property Chamber

File Ref No.

MAN/00EM/F77/2023/0045

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Order.

Address of Premises		The Tribunal members were			
8 Netherwitton Village, Morpeth, Northumberland NE61 4NU		Mr ID Jefferson TD FRICS Mrs A Usher			
Landlord		Mr JHT Trevelyan			
Tenant		Mr R Bolam			
1. The fair rent is	£5,690.00 Pe	Year (excluding water rates and council tax but including any amounts in paras 3&4)			
2. The effective date is		18 September 2023			
3. The amount for ser	vices is	not applicable			
4. The amount for fuel counting for rent allow		ding heating and lighting of common parts) not			
		£100.00 Per Year			
5. The rent is not to be	registered as v	ariable.			
6. The capping provisi see calculation overlea		Acts (Maximum Fair Rent) Order 1999 apply (please			
7. Details (other than r	ent) where diffe	rent from Rent Register entry			
None					
8. For information only	<i>r</i> :				

Chairman	Mr ID Jefferson	Date of decision	18 September 2023

(a) 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 £6,136.50 per Year prescribed by the

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	374.2						
PREVIOUS RPI FIGURE		Y	296.0						
x	374.2	Minus Y	296.0	= (A)	78.2				
(A)	78.2	Divided by Y	296.0	= (B)	0.264				
First application for re-registration since 1 February 1999: NO									
If yes (B) plus	1.075 = (C)								
If no (B) plus 1.05 = (C)		1.314	1.314						
Last registered rent*		4670.00	4670.00 Multiplied by (C) = 6136.38		6136.38				
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		6136.50							
Variable servic	e charge	NO							
If YES add amount for services		s N/A							
MAXIMUM FAIR RENT =		£6,136.50	F	Per	year				

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.