First-tier Tribunal – Property Chamber

File Ref No.

BIR/44UF/F77/2023/0031

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were			
25 Rene England House Goodfellow Street Leamington Spa CV32 6RP			Mr N Wint FRICS Mr D Satchwell FRICS			
Landlord Orbit			rbit Housing Association			
Tenant			A Chinnery			
1. The fair rent is	£136	Per	Per week (excluding water rates and count but including any amounts in pa 3&4)			
2. The effective date is		11 Dec	ember 2023]	
3. The amount for services is		£	264.71	Per	week	

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

£10.52	Per	week
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5. The rent is not to be registered as variable.

6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 do not apply (please see calculation overleaf).

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

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 £161.50 per week prescribed by the Order.

Date of decision	11 December 2023
	Date of decision

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	377.8			
PREVIOUS RPI FIGURE		Y	307.4			Aug 2021
x	377.8	Minus Y	30)7.4	= (A)	70.4
(A)	70.4	Divided by Y	30)7.4	= (B)	0.2290
First application for re-registration since 1 February 1999 NO						
If yes (B) plus 1.075 = (C)						
lf no (B) plus 1.05 = (C)		0.2290 + 1.05 = 1.2790				
Last registered rent* *(exclusive of any variable service		£126 Multiplied by (C) = £161.16 charge)			£161.16	
Rounded up to nearest 50p =		£161.50				
Variable service charge		NO				
If YES add amount for services						
MAXIMUM FAIR RENT =		£161.50		F	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.