

# FIRST-TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case reference : LON/00AW/F77/2023/0171

Property : Flat 52, Stamford Lodge, Amhurst

Park, London N16 5LT

Landlord : Starhurst Limited

Tenant : Mrs Pazit Herman

Type of application : Determination of a fair rent under

Section 70 of the Rent Act 1977

Tribunal members : Judge M Jones

Ms S Phillips MRICS

Date of decision : 15 January 2024

Date of Reasons : 27 January 2024

## REASONS FOR DECISION

### **Decision of the tribunal**

The FTT determines the fair rent to be £1,110 per calendar month, with effect from 15 January 2024.

## **Background**

- 1. On 27 February 2023, the landlord applied to the Rent Officer for registration of a fair rent of £1,000 per calendar month for the above property.
- 2. The rent payable at the time of the application was £925 per calendar month. The tenancy commenced on 1 September 1987.
- 3. On 20 April 2023, the rent officer registered a fair rent of £1,000 per calendar month with effect from 11 October 2023.
- 4. By letter dated 10 May 2023, the tenant's solicitors, acting on her behalf objected to the rent determined by the Rent Officer and the matter was referred to the Tribunal.
- 5. On 19 June 2023 the Tribunal issued directions accompanied by a Reply Form to the parties. The landlord was directed to provide details of the property comparables and any other comments by 3 July 2023. The tenant was directed to do likewise by 17 July 2023. The landlord was permitted to serve a Reply by 24 July 2023.
- 6. Neither party requested a hearing or inspection.

## The Landlord's Case

7. The landlord did not respond to the application, save that the Tribunal had a copy of the service charge accounts signed on 1 June 2022.

#### The Tenant's Case

8. The tenant did not respond to the application.

## The Property

- 9. The Tribunal has relied on the rent register and Google Maps. It finds that the property is a self-contained, purpose-built flat within a block constructed between (estimated) 1919 1944. It comprises 3 rooms, a kitchen, bathroom and separate wc, and is partially centrally heated.
- 10. The rent register records no tenants' improvements.

#### The Law

- 11. When determining a fair rent the Tribunal, in accordance with the Rent Act 1977, section 70, had regard to all the circumstances (other than personal circumstances) including the age, location and state of repair of the property.
- 12. In addition, by section 70(3): "...there shall be disregarded ... (b) any improvement carried ... out by the tenant..."
- 13. In Spath Holme Ltd v Chairman of the Greater Manchester etc. Tribunal (1995) 28 HLR 107 and Curtis v London Rent Assessment Tribunal [1999] QB 92 the Court of Appeal emphasised that ordinarily a fair rent is the market rent for the property discounted for 'scarcity' (i.e. that element, if any, of the market rent, that is attributable to there being a significant shortage of similar properties in the wider locality available for letting on similar terms other than as to rent to that of the regulated tenancy) and that for the purposes of determining the market rent, assured tenancy (market) rents are usually appropriate comparables. (These rents may have to be adjusted where necessary to reflect any relevant differences between those comparables and the subject property).
- 14. In addition, the Tribunal is required to take into account the Rent Acts (Maximum Fair Rent) Order 1999.

### **Findings**

- 15. The Tribunal first determined what rent the landlord could reasonably be expected to obtain for the property in the open market if it were let today in the condition that is considered usual for such an open market letting. It did this by having regard to the evidence provided by the rent officer and its own knowledge of rents in London N16. Therefore, the Tribunal found that this rent was £1,850 per calendar month.
- 16. The Tribunal then found that an adjustment of 5% was required to reflect the tenant's repairing liability, and a further 10% was required to reflect the unmodernised nature of the bathroom. The Tribunal also found that the tenant had provided white goods, requiring a downward adjustment of 5%, and floor coverings and window curtains requiring a downward adjustment of 5%.
- 17. These adjustments therefore aggregated to 25% or £462.50 per month, leaving an adjusted rent of £1,387.50 per calendar month.
- 18. The Tribunal found that there was substantial scarcity in the locality of Greater London and therefore made a deduction of 20% (£277.50 per month) from the adjusted market rent to reflect this element.

- 19. The uncapped fair rent determined by the Tribunal, for the purposes of section 70, was accordingly £1,110 per calendar month.
- 20. This rent was unaffected by the Rent Acts (Maximum Fair Rent) Order 1999 as it was below the maximum fair rent of £1,125.98 per calendar month. (Details are provided on the back of the decision form).
- 21. Accordingly, the sum of £1,110.00 per calendar month was registered as the fair rent with effect from 15 January 2024, being the date of the Tribunal's decision.

Name: Judge M Jones Date: 27 January 2024

#### ANNEX - RIGHTS OF APPEAL

- The Tribunal is required to set out rights of appeal against its decisions by virtue of the rule 36 (2)(c) of the Tribunal Procedure (First-tier Tribunal)(Property Chamber) Rules 2013 and these are set out below.
- If a party wishes to appeal against this decision to the Upper Tribunal (Lands Chamber) then a written application for permission must be made to the First-tier Tribunal at the Regional office which has been dealing with the case.
- The application for permission to appeal must arrive at the Regional office within 28 days after the Tribunal sends written reasons for the decision to the person making the application.
- If the application is not made within the 28-day time limit, such application must include a request for an extension of time and the reason for not complying with the 28-day time limit; the Tribunal will then look at such reason(s) and decide whether to allow the application for permission to appeal to proceed despite not being within the time limit.
- The application for permission to appeal must identify the decision of the Tribunal to which it relates (i.e. give the date, the property and the case number), state the grounds of appeal, and state the result the party making the application is seeking.