## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were						
Lower Ground Floor Flat, 59A Cathcart Road, London, SW10 9DH			Mr D Jagger MRICS					
Landlord	Northu	Northumberland & Durham Property Trust Ltd						
Tenant		Mr Kei	Mr Keith Harvey					
1. The fair rent is	£1344	Per	Month	,		tes and council ta mounts in paras	ìХ	
2. The effective date is	9 <sup>th</sup> May	/ 2024						
3. The amount for services is			P		Per			
4. The amount for fuel ch	arges (excludin	not app g heating		common pa	ırts) not	counting for		
					Per			
	not app	licable	L					
5. The rent is/is not to be	registered as va	ariable.						
6. The capping provision calculation overleaf)	s of the Rent Ac	ts (Maxim	um Fair Rent)	Order 1999 a	apply (ple	ease see		
7. Details (other than ren	t) where differen	nt from Rei	nt Register ent	ry				
8. For information only:								
The fair rent to be reg because it is below the					ir Rent)	Order 1999,		
Chairman	Duncan Ja		Date of d	ecision	9 <sup>th</sup>	May 2024		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X 383							
PREVIOUS RPI FIGURE		Y 320.2							
X	383	Minus Y	320.2	= <b>(A)</b>	62.80				
(A)	62.80	Divided by Y	320.2	= <b>(B)</b>	0.196				
First application for re-registration since 1 February 1999 YES/NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.246							
Last registered rent*		1126.67	Multipli	ed by (C) =	1403.83				
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		1404							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£1,404		Per	Month				

## **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.