First-tier Tribunal – Property Chamber

File Ref No.

BIR/44UD/F77/2024/0016

## Notice of the Tribunal Decision

## Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were				
12 Main Street Wolston Coventry CV8 3HJ		Mr G S Freckelton FRICS Mrs K Bentley					
Landlord		MTP E	MTP Estate Agents t/a John Payne Estate Agents				
Tenant		Mrs Dia	Mrs Diane Graham				
1. The fair rent is	£97.50	Per	Week	(excluding water rates and council tax but including any amounts in paras 3&4)			
2. The effective date is		4 <sup>th</sup> June	e 2024				
3. The amount for services is				Per			
		negligibl	<del>e/</del> not applicab	ble			
4. The amount for fuel cha rent allowance is	arges (excluding	ı heating aı	nd lighting of	common parts) not c	ounting for		
				Per			
		negligibl	e/not applicab	ble			
5. The rent is/is not to be	registered as va	riable.					
6. The capping provisions calculation overleaf) <del>/ do n</del>					ase see		
7. Details (other than rent)	) where different	t from Rent	t Register entr	у			

8. For information only:

- (a) The fair rent to be registered is the maximum fair rent as prescribed by the Rent Acts (Maximum Fair Rent) Order 1999. The rent that would otherwise have been registered was £150.00 per Week including £ per for services (variable).
- (b) The fair rent to be registered is not limited by the Rent Acts (Maximum Fair Rent) Order 1999, because it is the same as/below the maximum fair rent of £ per including £ per for services (variable) prescribed by the Order.

Chairman	G S Freckelton FRICS	Date of decision	4 <sup>th</sup> June 2024
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## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		<b>x</b> [	385.0					
PREVIOUS RPI FIGURE		Y	323.5					
x	385.0	Minus Y	323.5	= <b>(A</b> )	61.6			
(A)	61.5	Divided by Y	323.5	= (B)	0.1901			
First application for re-registration since 1 February 1999 <del>YES</del> /NO								
lf yes (B) plus 1.075 = (C)								
lf no (B) plus 1.05 = (C)		1.2401						
Last registered rent*		78.50	Multipli	ed by (C) =	97.34			
*(exclusive of any variable service charge)								
Rounded up to nearest 50p =		97.50						
Variable service charge		<del>YES</del> / NO						
If YES add amount for services								
MAXIMUM FAIR RENT =		£97.50	Pe	er	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.