FIRST - TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference	:	LON/00AN/F77/2024/0156.
Property	:	Flat 14, Barons Court Mansions, Gledstanes Road, London W14 9HZ.
Tenant	:	Ms G. Carney.
Landlord	:	Bradford Property Trust Representative: Grainger Residential Management.
Date of Objection	:	13 July 2023.
Type of Application	:	Section 70, Rent Act 1977
Tribunal	:	Valuer Chair Aileen Hamilton-Farey Mr. C. Piarroux JP.
Date of Reasons	:	27 June 2024.

DECISION

The sum of £315.69 per calendar week will be registered as the fair rent with effect from 24 June 2024 being the date the Tribunal made the Decision.

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REASONS FOR THE DECISION

Background

1. The Rent Officer Service registered a rent for the subject property on 22 July 2023. The registered rent was £306.00 per week including services of £21.76 per week. The landlord requested a rent of £348.06 in an RR1 dated 3 May 2023. Having received the new registered rent, the landlord objected to the rent and the matter was referred to this tribunal.

2. The tribunal issued directions on 24 May 2024, these requested that the parties provided examples of comparables on which they wished to rely in support of their case, and to say whether they wished the tribunal to have a hearing and inspect the property. The tenant requested a hearing, neither party requested an inspection, and one was not undertaken. The tenant provided details of other fair rent comparables on which they wished to rely. The landlord did not provide any evidence.

Hearing and Inspection.

3. During the hearing the tenant outlined her occupation of the property. She said that the local area was good, but that the property did not meet modern standards. In particular the communal heating system was inefficient, with the radiator in the living room not working properly, and last winter the landlord had reduced the hours of supply to the extent that she had had to purchase additional radiators to provide sufficient heat.

4. Ms. Carney also said that she had been confused by the fact that she had already received a rent increase notice from the landlord and that, she would therefore have more than one increase in a two-year period, and she thought that this could not happen. The tribunal confirmed that it could not offer advice, and the tenant is seeking advice from the College of Law.

5. The tribunal confirmed that our jurisdiction is confined to setting the fair rent for the property, and that to do so, we must start with the market rent for the property and then make adjustments to reflect the actual tenancy and the property.

Evidence

6. There were no written submissions from the landlord, despite their objection. As previously mentioned, the tenant provided evidence of other fair rents on similar properties, which we explained during the hearing that we could not use. The tribunal therefore had no evidence of open market rentals for similar properties in the area.

Determination and Valuation

7. The tribunal must therefore use its own expert knowledge of rental values of similar properties in the area. Having done so, we came to an open market rent of £2,250.00 per calendar month. However, the subject property is not in the condition that would be found in an open market rental, and the different terms of the tenancy must be taken into account, as well as making a deduction for the scarcity element as required under the Rent Act 1977. In this instance the tribunal makes the following deductions from the open market rent stated above.

- A deduction of 20% to reflect the absence of white goods, carpets and curtains, and modern fixtures and fittings.
- 5% to reflect the differing terms of the tenancy, which would affect the rent payable.
- A deduction of 20% to reflect the element of 'scarcity' as defined in the Rent Act 1977.
- 8. The full valuation is shown below:

Market Rent per calendar month:	£2,250.00
<i>Less</i>	<u>£ 450.00</u>
20% for lack of white goods, carpets etc/dated	£1,800.00
Fixtures and fittings:	<u>£ 90.00</u>
Less 5% to reflect terms of tenancy.	£1,710.00
Less scarcity @ 20%	<u>£ 342.00</u>
<u>Gross rent:</u>	£1,368.00

The tribunal determines that the adjusted market rent for the subject property is £1,368.00 per calendar month. This is inclusive of the service charge of £21.76 per calendar month, and which equates to £315.69 per week.

9. Having carried out the above calculation, the tribunal is then required to calculate the Maximum Fair Rent using the statutory formula. A copy of the calculation is appended to the decision and produced a MFR of **£381.00 per week.**

10. The rent payable by the tenant is the lower of either the MFR (\pounds 381.00) or the adjusted market rent (\pounds 315.69), and therefore the Tribunal determines that the fair rent for the property is \pounds 315.69 per week with effect from 24 June 2024.

Chairman: Aileen Hamilton-Farey Date: 27 June 2024.