## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

| Address of Premises  |                     |          | The Tribunal members were                        |              |              |  |  |  |  |
|--|---------------------|----------|--|--------------|--------------|--|--|--|--|
| Flat 2, 150 Bedford Hill, Balham, London,<br>SW12 9HF                        |                     |          | Mr A Harris LLM FRICS FCIArb<br>Mr C Piarroux JP |              |              |  |  |  |  |
|  |                     |          | '  |              |              |  |  |  |  |
| Landlord   | Southern Housing    |          |  |              |              |  |  |  |  |
| Tenant   |                     |          | Mr A Anderson                                    |              |              |  |  |  |  |
| 1. The fair rent is  | 262.77              | Per      | Week   |              |              | ates and council t<br>amounts in paras |  |  |  |
| 2. The effective date is   |                     |          | ne 2024  |              |              |  |  |  |  |
| 3. The amount for services is  |                     |          | 11.27  |              | Per          | Week                                   |  |  |  |
|  |                     | negligi  | ble/not applic                                   | able         | <del>-</del> |  |  |  |  |
| 4. The amount for fuel cl<br>rent allowance is                               | narges (excluding   | heating  | g and lighting                                   | of commor    | n parts) n   | not counting for                       |  |  |  |
|  |                     |          | 0.00   |              | Per          | n/a                                    |  |  |  |
|  |                     | not app  | olicable   |              | -            |  |  |  |  |
| 5. The rent is to be regis   | stered as variable. | <b>-</b> |  |              |              |  |  |  |  |
| 6. The capping provisio calculation overleaf)                                | ns of the Rent Ac   | ts (Maxi | mum Fair Rei                                     | nt) Order 19 | 99 apply     | (please see                            |  |  |  |
| 7. Details (other than re  | nt) where different | from R   | ent Register e                                   | entry        |              |  |  |  |  |
|  |                     |          |  |              |              |  |  |  |  |
| 8. For information only:   |                     |          |  |              |              |  |  |  |  |
| (a) The fair rent to be req<br>Fair Rent) Order 1999<br>including £ 11.27 po | 9. The rent that wo | uld othe | erwise have be                                   |              |              |  |  |  |  |
| Chairman   | A Harris            |          | Date of d  | ecision      | 20           | June 2024                              |  |  |  |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE  |                  | <b>X</b> 385 |     |                         |       |      |         |  |  |
|--|------------------|--------------|-----|-------------------------|-------|------|---------|--|--|
| PREVIOUS RPI FIGURE  |                  | Υ [          | 312 |                         |       |      |         |  |  |
| x  | 385              | Minus Y      | (   | 312 = <b>(A)</b>        |       | 73   |         |  |  |
| (A)  |                  | Divided by Y |     |                         | = (B) |      | 0.23397 |  |  |
| First application for re-registration since 1 February 1999 NO |                  |              |     |                         |       |      |         |  |  |
| If yes (B) plus 1.075 = (C)                                    |                  |              |     |                         |       |      |         |  |  |
| If no (B) plus 1.05 = (C)                                      |                  | 1.28397      |     |                         |       |      |         |  |  |
| Last registered rent*  |                  | 195.50       |     | Multiplied by (C) = 25° |       |      | 1.02    |  |  |
| (exclusive of any variable service charge)                     |                  |              |     |                         |       |      |         |  |  |
| Rounded up to nearest 50p =                                    |                  | 251.50       |     |                         |       |      |         |  |  |
| Variable service   | e charge         | YES          |     |                         |       |      |         |  |  |
| If YES add amo   | unt for services | 11.27        |     |                         |       |      |         |  |  |
| MAXIMUM FAIR RENT =  |                  | £262.77      |     | 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.