

FIRST-TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case reference : LON/OOBE/MNR/2024/0153

Property : Flat 30 Eyot House, Marine Street,

Bermondsey, London SE16 4BN

Applicant Tenants : Mr U Tuncer

Representative : In Person

Respondent Landlord : Hyde Housing Association

Representative : In Person

Type of application : Determination of a Market Rent

Sections 13 & 14 Housing Act

1988

Tribunal member(s) : Mr R Waterhouse FRICS

Date of determination : 31 July 2024

Date of reasons : 31 July 2024

REASONS

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Decision of the Tribunal

On 31 July 2024 the Tribunal determined a Market Rent of £3,300 per month to take effect from 27 April 2024. It should be noted that the amount determined represents the market rent determined under section 13, the landlord may choose to charge less.

Background

- 1. By way of an application received by the Tribunal on **13 March 2024** the Applicant tenants of **Flat 30 Eyot House**, **Marine Street, London SE16 4BN** (hereinafter referred to as "the property") referred a Notice of Increase in Rent ("the Notice") by the Respondent landlord of the property under Section **13** of the Housing Act **1988** ("the Act") to the Tribunal.
- 2. The Notice, dated **9 February 2024**, proposed a new rent of **£2216.80 per month** in lieu of a passing rent of **£1377.24 per month**.
- 3. The property was let to the Tenants by Assured Short hold Tenancy for a 6 month period from **27 November 2020.** A copy of the tenancy agreement was provided.
- 4. On **4 June 2024**, the Tribunal issued Directions advising the parties that it considered the matter suitable for determination on the papers unless either party objected, in writing, within 7 days. In accord with current Tribunal policy the parties were advised that no inspection would be undertaken. No objections were received.
- 5. The Directions required the Landlord and Tenant to submit their completed statements to the Tribunal by **25 June 2024** and **9 July 2024** respectively, with copies to be sent to the other party. Both parties complied.
- 6. Having reviewed the submissions, the Tribunal concluded that the matter remained capable of being determined fairly, justly and efficiently on the papers, consistent with the overriding objective of the Tribunal.
- 7. These reasons address in **summary form** the key issues raised by the parties. They do not recite each point referred to in submissions but concentrate on those issues which, in the Tribunal's view, are fundamental to the determination.

Law

8. In accordance with the terms of Section 14 of the Act, the Tribunal is required to determine the rent at which it considers the subject property might reasonably be expected to let on the open market, by a willing Landlord, under an assured tenancy, on the same terms as the actual tenancy.

9. In so doing, and in accordance with the Act, the Tribunal ignores any increase in value attributable to tenants' improvements and any decrease in value due to the tenants' failure to comply with any terms of the tenancy.

The Property

10. The Tribunal did not inspect the property. From the Application form, it comprises a 5th floor flat of 3 bedrooms, one living room and a bathroom.

Submission – Tenants

- 11. The Tenants' submissions, excluding consideration of personal circumstances which are to be disregarded in setting a market rent under the Act, can be summarised as follows.
- 12. The Tenant notes on their application Form that the Landlord is responsible for repairs,

Submissions-Landlord

- 13. The Landlord submitted a Reply Form, noting the accommodation, and that the property is double glazed and has central heating. Curtains, carpets and white goods are provided by the tenant.
- 14. That the property was built in 2007.
- 15. Also, a copy of the tenancy agreement was supplied and several comparable properties.
- 16. The comparables were;
 George Row 3 bedroom at £3300 pcm
 New amelia apartments 3 bedroom at £3,500 pcm
 Bermondsey ex local authority at £3,250 pcm

Determination

- 17. The Tribunal has carefully considered all the submissions before it.
- 18. The Tribunal determines a market rent for a property by reference to rental values generally and, in particular, to the rental values for comparable properties in the locality. The Tribunal has no regard to the current rent and the period of time which that rent has been charged, nor does it take into account the percentage increase which the proposed rent represents to the passing rent. In addition, the legislation makes it clear that the Tribunal is unable to account for the personal circumstances of either the Landlord or the Tenant.
- 19. The date at which the Tribunal assesses the rent is the effective date contained within the landlord's Notice which, in this instance, is the **27 April 2024.** The Tribunal disregards any improvements made by the tenants but has regard to the impact on rental value of disrepair which is not due to a failure of the tenant to comply with the terms of the tenancy.
- 20. In the first instance, the Tribunal determined what rent the Landlord could reasonably be expected to obtain for the property in the open market, if it

were let on the effective date and in the condition that is considered usual for such a market letting.

- 21. The Landlord relies upon a basket of comparable properties advertised as available to let.
- 22. The Tribunal weighed the parties' comparable evidence against its own expert knowledge as a specialist Tribunal and having regard to the nature, specification and size of the subject property determined £3300.00 per month.
- 23. The Tenants made no submissions to the Tribunal about delaying the effective date of the revised rent due to undue hardship under section 14(7) of the Act. Accordingly, the rent of £3300.00 per month will take effect from 27 April 2024.

Date: 31 July 2024

Valuer Chair Waterhouse

RIGHTS OF APPEAL

- 1. A person wishing to appeal this decision to the Upper Tribunal (Lands Chamber) must seek permission to do so by making written application by email to rpsouthern@justice.gov.uk to the First-tier Tribunal at the Regional office which has been dealing with the case.
- 2. The application must arrive at the Tribunal within 28 days after the Tribunal sends to the person making the application written reasons for the decision.
- 3. If the person wishing to appeal does not comply with the 28 day time limit, the person shall include with the application for permission to appeal a request for an extension of time and the reason for not complying with the 28 day time limit; the Tribunal will then decide whether to extend time or not to allow the application for permission to appeal to proceed.

