## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises	The Tribunal members were							
Flat A, First Floor Flat, 25 London, W10 4BQ	J A NAYLOR FRICS							
Landlord	Sovereign Network Homes Limited							
Tenant	Mr R Gregory							
1. The fair rent is	£207.50	Per	WEEK			ites and council ta imounts in paras	ЭX	
2. The effective date is	4 <sup>TH</sup> NOVEMBER 2024							
3. The amount for service	NIL			Per				
4. The amount for fuel charent allowance is	arges (excluding	heating and		common pa	erts) not	counting for		
5. The rent is not to be re	_							
<ol><li>The capping provisions calculation overleaf)/ do ι</li></ol>					apply (ple	ease see		
7. Details (other than rent	) where different	from Rent F	Register ent	try				
8. For information only:								
(a) The fair rent to be reg Fair Rent) Order 1999 Per week.								
Chairman	J A NAYLOR	FRICS	Date of	decision	4 <sup>TH</sup> 1	NOVEMBER 2024		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	388.60							
PREVIOUS RPI FIGURE		<b>Y</b> 340.00								
X	388.60	Minus Y	34	0.00	= <b>(A)</b>		48.60			
(A)	48.6	Divided by Y	34	0.00	= <b>(B)</b>		.014294118			
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)		1.19294118								
Last registered rent* *(exclusive of any variable service		£174.00 charge)		Multiplied by (C) = 1.19294118			294118			
Rounded up to nearest 50p =		£207.50								
Variable service charge		NO								
If YES add amount for services										
MAXIMUM FAIR RENT =		£207.50		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.