File Ref No.

BIR/47UE/F77/2024/0044

## **Notice of the Tribunal Decision**

## Rent Act 1977 Schedule 11

| Address of Premises                             |   | The Tribunal members were                  |                   |  |             |              |  |
|---|---|--|-------------------|--|-------------|--------------|--|
| 4 Wakeman Street Word                           | Ian Humphries FRICS Paul Cammidge FRICS |  |                   |  |             |              |  |
| Landlord  |   | Northumberland & Durham Property Trust Ltd |                   |  |             |              |  |
| Tenant  |   | Peter Wright                               |                   |  |             |              |  |
| 1. The fair rent is                             | £427.00                                 | Per  | calendar<br>month | (excluding water rates and council tax but including any amounts in paras 3&4) |             |              |  |
| 2. The effective date is                        |   | 31 Jan                                     | 31 January 2025   |  |             |              |  |
| 3. The amount for services is                   |   |  | N/A               |  | Per         | N/A          |  |
|   |   | not a                                      | applicable        |  | _           |              |  |
| 4. The amount for fuel chrent allowance is      | arges (excluding                        | heating                                    | and lighting o    | f common pa  | arts) not o | counting for |  |
|   |   |  | N/A               |  | Per         | N/A          |  |
|   |   |  | not applicable    |  | L           |              |  |
| 5. The rent is not to be re                     | gistered as varia                       | ble.                                       |                   |  |             |              |  |
| 6. The capping provision calculation overleaf). | s of the Rent Act                       | s (Maxim                                   | um Fair Rent)     | Order 1999 a   | apply (ple  | ease see     |  |
| 7. Details (other than ren                      | t) where different                      | from Re                                    | nt Register en    | try  |             |              |  |
| None.   |   |  |                   |  |             |              |  |
| 8. For information only:                        |   |  |                   |  |             |              |  |
| The fair rent to be registe                     | ered is limited by                      | the Rent                                   | Acts (Maximu      | m Fair Rent)   | Order 19    | 999.         |  |
| Chairman  | I D Humphries<br>B.Sc.(Est.Man.) I      | FRICS                                      | Date of d         | ecision  | 31 Janu     | ary 2025     |  |

## MAXIMUM FAIR RENT CALCULATION

A TEAT BBI FIGURE

v 000 4

| LATEST RPIFIGURE   |       | X 392.1      |         |              |            |  |  |  |  |
|--|-------|--------------|---------|--------------|------------|--|--|--|--|
| PREVIOUS RPI FIGURE  |       | Υ            | 345.2   |              |            |  |  |  |  |
| X  | 392.1 | Minus Y      | 345.2   | = <b>(A)</b> | 46.9       |  |  |  |  |
| (A)  | 46.9  | Divided by Y | 345.2   | = (B)        | 0.13586    |  |  |  |  |
| First application for re-registration since 1 February 1999 <del>YES</del> /NO |       |              |         |              |            |  |  |  |  |
| If yes (B) plus 1.075 = (C)  |       | N/A          |         |              |            |  |  |  |  |
| If no (B) plus 1.05 = (C)  |       | 1.18586      |         |              |            |  |  |  |  |
| Last registered rent*  |       | £ 360.00     | Multipl | ied by (C) = | £426.90    |  |  |  |  |
| (exclusive of any variable service charge)                                     |       |              |         |              |            |  |  |  |  |
| Rounded up to nearest 50p =  |       | £ 427.00     |         |              |            |  |  |  |  |
| Variable service charge  |       | YES-/ NO     |         |              |            |  |  |  |  |
| If YES add amount for services   |       | N/A          |         |              |            |  |  |  |  |
| MAXIMUM FAIR RENT =  |       | £ 427.00     |         | Per          | cal. month |  |  |  |  |

## **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.