File Ref No.

FR/LON/OOAN/F77/2024/0695

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

	The Tribunal members were			
R Waterhouse FRICS C Piarroux JP				
St Erim's Property Company Ltd				
Miss Carol Lee				
(excluding water rates and council tax but including any amounts in paras 3&4)				
Per	year			
on parts) not cou	unting for			
Per	n/a			
L				
999 apply.				
	Ltd uding water rate ncluding any an Per Per Per			

8. For information only:

(a) The fair rent to be registered is not the maximum fair rent as prescribed by the Rent Acts (Maximum Fair Rent) Order 1999 because the rent determined under the market approach is equal or less.

Chairman

R Waterhouse FRICS Date of decision

13 February 2025

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	392.10				
PREVIOUS RPI FIGURE		Y	358.3				
x	392.10	Minus Y	358.3	= (A)) 33.80		
(A)	33.80	Divided by Y	358.3	= (B)) 0.0943	3	
First application for re-registration since 1 February 1999 YES/NO							
If yes (B) plus 1.075 = (C)							
lf no (B) plus 1.05 = (C)		1.14433					
Last registered rent*		15492.50	Multipli	ed by (C) =	17728.53		
*(exclusive of any variable service charge)							
Rounded up to nearest 50p =		17729.00					
Variable service	charge	no					
If YES add amou	Int for services	no					
MAXIMUM FAIR	RENT =	£17729.00	Pe	er	year		

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.