

# FIRST - TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference : BIR/OOCT/F77/2025/0006

Property : 44 Tanhouse Farm Road

Solihull Birmingham B92 9EY

Tenant : Mrs S Schramm

Landlord : West Ella Estates Limited

Date of Objection : 9<sup>th</sup> December 2024

Type of Application : Section 70 Rent Act 1977

Tribunal Members : Mr G S Freckelton FRICS

**Mrs K Bentley** 

Date of Decision : 2<sup>nd</sup> July 2025

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## **DECISION**

The sum of £778.50 per Month will be registered as the fair rent with effect from 2<sup>nd</sup> July 2025 being the date the Tribunal made the Decision.

#### REASONS FOR THE DECISION

# **Background**

1. Following an objection from the Tenant to the determination of a fair rent by the Rent Officer, the Tribunal has made a determination under the provisions of the Rent Act 1977.

## **Inspection**

2. The Tribunal did not inspect the property but considered this case on the basis of the papers provided by the parties and having regard to its own knowledge, expertise and online research.

#### **Evidence**

- 3. The Tribunal has considered the written submissions provided by the Tenant and the Landlord. From the information provided it appears that the subject property is a semi-detached house comprising one living room and kitchen on the ground floor. On the first floor the landing leads to three bedrooms and bathroom. The property has central heating. Outside there are gardens, a store and car parking space.
- 4. The Tenant submits that the bathroom and kitchen are dated and that the general condition is not what would be expected in a modern open market letting.
- 5. It is further submitted by the tenant that they have knocked through the two original reception rooms to make one room and built a store.
- 6. The Landlord submits that they have provided double glazing, and the central heating. They also provided various comparables of similar properties in the area at rentals between £1,300.00 £1,500.00 per month.

#### **Determination and Valuation**

- 7. On consideration of the comparable evidence proved by the parties, that forwarded by the Rent Officer and the Tribunal's own expert knowledge of rental values in the area, the Tribunal considers that the open market rent for the property in a satisfactory condition would be in the region of £1,400.00 per month. From this level of rent, the Tribunal has made adjustments in relation to the following:
  - a) Condition.
  - b) Improvements made by the Tenant.
  - c) Curtains, carpets and white goods fitted by the Tenant.
  - d) The Tenant's liability to redecorate.

- 8. The Tribunal has also made an adjustment for scarcity using their own general knowledge and experience. The Tribunal considers that in the wider geographical area there is an imbalance of supply and demand impacting on rental values and has, therefore, made a reduction of 20% for scarcity.
- 9. The full valuation is shown below:

Market Rent £1,400.00 per month

<u>Less</u>

a)	Items given under a) above	£150.00
b)	Items given under b) above	£ 80.00
c)	Items given under c) above	£ 65.00
Tei	£ 70.00	
Sca	£207.00	

£572.00

Say £828.00

10. The Tribunal determines an uncapped rent of £828.00 per month.

### **Decision**

11. The uncapped fair rent determined by the Tribunal, for the purposes of section 70, is therefore £828.00 per month from  $2^{nd}$  July 2025. The maximum fair rent permitted by the Rent Acts (Maximum Fair Rent) Order 1999 is £778.50 per month. This therefore limits the fair rent to be registered because it is above the maximum fair rent of £778.50 per month prescribed by the Order. The calculation of the capped rent is shown on the decision form.

Chairman: G S Freckelton FRICS Date: 2<sup>nd</sup> July 2025

# **APPEAL PROVISIONS**

If either party is dissatisfied with this decision, they may apply for permission to appeal to the Upper Tribunal (Lands Chamber) **on any point of law arising from this Decision**. Prior to making such an appeal, an application must be made, in writing, to this Tribunal for permission to appeal. Any such application must be made within 28 days of the issue of this statement of reasons (regulation 52 (2) of The Tribunal Procedure (First-tier Tribunal) (Property Chamber) Rules 2013) stating the grounds upon which it is intended to rely in the appeal.

# **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were				
44 Tanhouse Farm Road Solihull Birmingham B92 9EY			Mr G S Freckelton FRICS Mrs K Bentley				
Landlord	West Ella Estates Limited						
Tenant	Mrs S	Mrs S Schramm					
1. The fair rent is	£778.50	Per	Month			and council t unts in paras	ax
2. The effective date is	2 <sup>nd</sup> Jul	2 <sup>nd</sup> July 2025					
3. The amount for servi		Nil		Per			
4. The amount for fuel allowance is	charges (excludi	ing heatin	g and lighting	of common	parts) not co	ounting for	ren
			Nil		Per	-	
5. The rent is not to be	registered as va	ıriable.					
6. The capping provisical calculation overleaf).	ons of the Rent A	Acts (Maxi	mum Fair Ren	t) Order 1999	9 apply (plea	se see	
7. Details (other than re	ent) where differ	ent from R	ent Register e	entry			
8. For information only:							
The fair rent to be regis above the maximum fair				mum Fair Re	ent) Order 19	999, because	it is
Chairman	G S Freckelton	n FRICS	Date of d	ecision	2 <sup>nd</sup> Ju	ly 2025	

# MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	402.9			
PREVIOUS R	PI FIGURE	Υ [	360.3			
X	402.9	Minus Y	360.3	= <b>(A)</b>	42.6	3
(A)	42.6	Divided by Y	360.3	= (B)	0.118	32
First application fo	or re-registration s	since 1 February	1999 YES/NO			
If yes (B) plus 1.075 = (C)						
If no (B) plus 1.05 = (C)		1.1682				
Last registered rent* (exclusive of any variable service		666.00	Multiplied by (C) = 778.02			
Rounded up to nearest 50p =		£778.50				
Variable service charge		NO				
If YES add amou	unt for services					
MAXIMUM FAIR RENT =		£778.50	Per		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.