

# FIRST - TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference : BIR/OOCT/F77/2025/0001

Property : 7 Tanhouse Farm Road

Solihull Birmingham

Tenant : Mrs H M O'Connor

Landlord : West Ella Estates

Date of Objection : 10th January 2025

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

## **DECISION**

The sum of £732.00 per month will be registered as the fair rent with effect from  $2^{nd}$  July 2025 being the date the Tribunal made the Decision.

#### REASONS FOR THE DECISION

## **Background**

1. Following an objection from the Landlord 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 with WC. Outside is a garden with stores, WC and car parking space.
- 4. The Tenants submit that they have carried out substantial improvement works to the property including extending and refitting the kitchen, refitting the bathroom, fitting a new UPVC double glazed patio door and window, fitting new internal doors, fitting loft and cavity wall insulation, fitting new soffits, gutters and downpipes, providing new fencing and a new gate, fitting full central heating, installing an alarm system and a new gas fire with hearth. In respect of the property condition the roof requires overhauling and the driveway is uneven.
- 5. The Landlord submits that they installed a new boiler in 2023 which they maintain. The Landlord also submitted various comparable properties with market rents between £1,300.00-£1,450.00 per calendar 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	£10.00
b)	Items given under b) above	£340.00
c)	Items given under c) above	£65.00
d)	Tenant's internal decoration liability @ 5%	£70.00

<u>Less</u>

Scarcity @ 20% <u>£183.00</u>

£668.00 <u>£668.00</u>

Say £732.00

10. The Tribunal determines an uncapped rent of 732.00 month.

### **Decision**

11. The uncapped fair rent determined by the Tribunal, for the purposes of section 70, is therefore £732.00 per month from 2<sup>nd</sup> July 2025. The maximum fair rent permitted by the Rent Acts (Maximum Fair Rent) Order 1999 is £771.50 per month. This therefore has no impact on the rent determined by the Tribunal. 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.

File Ref No.

BIR/

# **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were						
7 Tanhouse Farm Road Solihull Birmingham B92 9ER		Mr G S Freckelton FRICS Mrs K Bentley						
Landlord		West E	West Ella Estates Limited					
Tenant			Mrs H M O'Connor					
1. The fair rent is	£732.00	Per	Month	(excluding water rates an but including any amoun 3&4)				
2. The effective date is			2 <sup>nd</sup> July 2025					
3. The amount for services is			Nil		Per	-		
4. The amount for fuel allowance is	charges (excludir	ng heatin	g and lighting Nil	of common	parts) no Per	t counting f	or rent	
<ul><li>5. The rent is not to be</li><li>6. The capping provision calculation overleaf).</li></ul>			mum Fair Ren	t) Order 1999	9 apply (p	olease see		
7. Details (other than re	ent) where differe	nt from R	tent Register e	entry				
8. For information only:								
The fair rent to be registory the maximum fair				kimum Fair R	Rent) Orde	er 1999, becau	se it is	
Chairman	G S Freckelton	FRICS	Date of d	lecision	<b>2</b> <sup>no</sup>	<sup>1</sup> July 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	=	(A)	42.6	
(A)	42.6	Divided by Y	360.3	=	(B)	0.1182	2
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*		660.00 Multiplied by (C) = 771.01					
*(exclusive of any	variable service o	harge)	<u> </u>				
Rounded up to nearest 50p =		£771.50					
Variable service charge		NO					
If YES add amount for services							
MAXIMUM FAIR RENT =		£771.50	Pe	er	Мо	nth	

## **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.