

## FIRST - TIER TRIBUNAL PROPERTY CHAMBER (RESIDENTIAL PROPERTY)

Case Reference : BIR/00CT/F77/2025/0005

Property: 17 Sandbarn Close

Shirley

Birmingham B90 4TQ

Tenant : Peter Mougis

Landlord : Bromford

Date of Objection : 3<sup>rd</sup> December 2024

Type of Application : Section 70 Rent Act 1977

Tribunal Members : Mr G S Freckelton FRICS

Mrs K Bentley

Date of Decision : 17<sup>th</sup> July 2025

\_\_\_\_\_

#### **DECISION**

The sum of £332.50 per month will be registered as the fair rent with effect from 9th 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.

#### **Fvidence**

- 3. The Tribunal has considered the written submissions provided by the Tenant.
- 4. From the information provided it appears that the subject property comprises of a terraced house with central heating. The accommodation comprises one living room, kitchen, three bedrooms and bathroom. There is a conservatory and a car parking space. There is a rear garden.
- 5. The tenant submits that he has carried out the following improvements to the property:
  - a) Install central heating
  - b) Install double glazing.
  - c) Fit carpets and curtains.
  - d) Provide whitegoods.
  - e) Fit new kitchen.
  - f) Fit new bathroom.
  - g) Provide garden fencing.
  - h) Garden Landscaping.
- 6. The Tenant owns a 50% share of the property.

#### **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 £1,000.00 per month.
- 8. From this level of rent, the Tribunal has made adjustments in relation to the following to reflect improvements by the tenant:
  - a) Install central heating

45.00

h)	Install double glazing.	30.00
•	0 0	30.00
c)	Fit carpets and curtains.	30.00
d)	Provide white goods.	25.00
e)	Fit new kitchen.	35.00
f)	Fit new bathroom.	30.00
g)	Provide garden fencing.	15.00
h)	Garden Landscaping.	10.00
	Total	£220.00
	Plus: tenants decorating liability (5%)	£ 50.00
	Total deductions	£270.00

## 8. The full valuation is:

Market Rent	£1000.00		
Less tenant improvements	270.00		
Base Rent	730.00		
Less:			
a) Full repairing liability @15%	109.00		
5)g			

b) Management & Insurance @7% 44.00 £577.00

£577.00 x 50% = 288.50

Plus:

Management & Insurance 44.00 Fair rent £332.50

10. The Tribunal determines an uncapped rent of £332.50 per month.

#### Decision

11. The uncapped fair rent determined by the Tribunal, for the purposes of section 70, is therefore £332.50 per month from 9<sup>th</sup> July 2025. The maximum fair rent permitted by the Rent Acts (Maximum Fair Rent) Order 1999 is £358.50 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: 17th 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/OOCT/F77/2025/0005

# **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

address of Premises			The Tribunal members were				
17 Sandbarn Close Shirley Birmingham B90 4TQ		Mr G S Freckelton FRICS Mrs K Bentley					
Landlord		Bromf	Bromford				
Tenant	Peter I	Peter Mougis					
1. The fair rent is	£332.50	Per	month	(excluding water rat but including any at 3&4)			
2. The effective date is	9 <sup>th</sup> July	9 <sup>th</sup> July 2025					
3. The amount for servi		N/A		Per	-		
4. The amount for fuel allowance is	charges (excludi	ng heating		of common		counting fo	or rent
			N/A		Per	-	
<ul><li>5. The rent is not to be</li><li>6. The capping provision calculation overleaf).</li><li>7. Details (other than rent page 1).</li></ul>	ons of the Rent A	Acts (Maxi			9 apply (pl	ease see	
8. For information only: The fair rent to be registed below the maximum fair				kimum Fair R	ent) Order	r 1999, becaus	se it is
Chairman G S Freckelton I		n FRICS	Date of decision		17 <sup>th</sup> July 202		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI	X	402.9						
PREVIOUS R	Y	290.6						
x	402.9	Minus Y	2	90.6	= (	(A)	11	2.3
(A)	112.3	Divided by Y	2	90.6	= (	(B)	0.3	8864
First application for re-registration since 1 February 1999 <del>YES/</del> NO								
If yes (B) plus 1.075 = (C)								
If no (B) plus 1.05 = (C)		1.4364						
Last registered rent*		£249.46 Multiplied by (C) =		= [	£358.32			
(exclusive of any variable service charge)								
Rounded up to nearest 50p =		£358.50						
Variable service charge		NO						
If YES add amount for services								
MAXIMUM FAIR RENT =		£358.50		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.