First-tier Tribunal – Property Chamber

File Ref No.

BIR/37UF/F77/2018/0044

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises		_	The Tribur	al members were		
27 Park Road, Mansfield Woodhouse, Mansfield, Nottinghamshire, NG19 8EF			Mr Graham Freckelton FRICS Mrs Kay Bentley			
Landlord		Hartirath Dillon				
Tenant		Mr Lawrence Nicholls				
1. The fair rent is	£98.00	Per	Week	(excluding water rates and council tax but including any amounts in paras 3&4)		
2. The effective date is		04 Dece	mber 2018			
3. The amount for services is not applicable				Per		
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is not applicable				Per		

5. The rent is not to be registered as variable.

6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 apply (please see calculation overleaf).

7. Details (other than rent) where different from Rent Register entry

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8. For information only:

The fair rent to be registered is not limited by the Rent Acts (Maximum Fair Rent) Order 1999, because it is below the maximum fair rent of £106.00 per week prescribed by the Order.

Chairman



Date of decision

4/12/2018

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	284.5					
PREVIOUS RPI FIGURE		Y	264.8					
x	284.5	Minus Y	264.8] = (A)	19.7			
(A)	19.7	Divided by Y	264.8	= (B)	0.074395			
First application for re-registration since 1 February 1999? NO								
lf yes (B) plus 1.075 = (C)								
lf no (B) plus 1.05 = (C)		1.124395						
Last registered rent* *(exclusive of any variable service		94.00 charge)	Multipli	ied by (C) =	105.69			
Rounded up to nearest 50p =		106.00						
Variable service charge		NO						
If YES add amount for services								
MAXIMUM FAIR RENT =		£106.00		Per	week			

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.