File Ref No.

CHI/00ML/F77/2018/0063

## **Notice of the Tribunal Decision**

Rent Act 1977 Schedu	le	11	l
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Address of Premises			The Tribun	al members	were				
Flat 48, Eaton Manor, The Drive, Hove, BN3 3PT			Mr R Wilkey FRICS Mr N Robinson FRICS						
Landlord		Eaton	Manor Hove Ltd	d					
Tenant		Mr H C	Mr H Davis						
1. The fair rent is	£15,033.85	Per	Year			tes and council ta mounts in paras	X		
2. The effective date is			10 December 2018						
3. The amount for services is		£2	2,258.35		Per	Year			
4. The amount for fuel ch rent allowance is	arges (excluding		and lighting of	common pa	rts) not (	counting for Year			
5. The rent is to be regist 6. The capping provision calculation overleaf)/ do 7. Details (other than ren	s of the Rent Act not apply becaus	s (Maxim se 1 <sup>st</sup> regi	stration/15% e	xemption.	apply (ple	ease see			
8. For information only:									
(a) The fair rent to be reg Fair Rent) Order 1999 including £2,258.35 p	. The rent that w	ould othe	rwise have be						
Chairman	Mr R Wilkey	FRICS	Date of d	ecision	10 De	ecember 2018			

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	284.5					
PREVIOUS RPI FIGURE		Υ	264.8					
X	284.5	Minus Y	264.8	= (A	<b>.</b> )	19.7		
(A)	19.7	Divided by Y	264.8	= <b>(</b> B	3)	0.074395		
First application for re-registration since 1 February 1999 NO								
If yes (B) plus 1.	.075 = (C)							
If no (B) plus 1.0	05 = (C)	1.124395						
Last registered rent*  *(exclusive of any variable service		£11,362.00	Mı	Multiplied by (C) = 12		2,775.37		
Rounded up to a		£12,775.50						
Variable service	charge	YES						
If YES add amou	unt for services	£2,258.35						
MAXIMUM FAIR	AXIMUM FAIR RENT = £15,033.		5	Per		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.