Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises		_	The Tribunal members were					
77 Spring Road, Tyseley, Birmingham, West Midlands, B11 3EA			Mr Ian Humphries BSC FRICS Mr Javed Arain					
Landlord		Friends	Friendship Care & Housing					
Tenant		Ms Ma	Ms Mary Lynch					
1. The fair rent is	£108.50	Per	Week	ntes and council tax nmounts in paras				
2. The effective date is		06 Nov	ember 2019					
3. The amount for services is			£0.81	Per	Week			
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is not applicable			N/A	Per	N/A			
5. The rent is not to be re	egistered as varia	ble.						
The capping provision calculation overleaf).	s of the Rent Act	s (Maxim	um Fair Rent)	Order 1999 apply (pl	ease see			
7. Details (other than ren	t) where different	from Rei	nt Register en	try				
None								

8. For information only:

The fair rent to be registered is the maximum fair rent as prescribed by the Rent Acts (Maximum Fair Rent) Order 1999. The rent that would otherwise have been registered was £121.00 per week including £0.81 per week for services.

Chairman Mr Ian Humphries
BSC FRICS

Date of decision 6 November 2019

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X 291.0							
PREVIOUS RPI FIGURE		Y 272.3							
X	291.0	Minus Y	27	2.3	= (A)		18.7		
(A)	18.7	Divided by Y	27	2.3	= (B)		0.0686		
First application for re-registration since 1 February 1999 NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.1186							
Last registered rent*		£97.00		Multiplied by (C) =		£108	£108.50		
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		£108.50							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£108.50		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.