File Ref No.

BIR/00FY/F77/2019/0038

## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

| Address of Premises  |   |                    | The Tribunal members were |              |            |  |    |  |  |
|--|---|--------------------|---------------------------|--------------|------------|--|----|--|--|
| 41 Farndale Drive<br>Nottingham<br>Nottinghamshire<br>NG8 2JB  | Mr Peter J Ellis<br>Mr Colin Gell BSc FRICS |                    |                           |              |            |  |    |  |  |
| Landlord   | Metropolitan                                |                    |                           |              |            |  |    |  |  |
| Tenant   |   | Miss Taymar Watson |                           |              |            |  |    |  |  |
| 1. The fair rent is  | 5897.00                                     | Per                | Annum                     |              |            | ites and council to<br>mounts in paras | ax |  |  |
| 2. The effective date is   |   | 03 Dec             | 03 December 2019          |              |            |  |    |  |  |
| 3. The amount for services is  |   |                    |                           |              | Per        |  |    |  |  |
| not applicable  4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is |   |                    |                           |              |            |  |    |  |  |
|  |   |                    | 0.00                      |              | Per        |  |    |  |  |
|  | not app                                     | not applicable     |                           |              |            |  |    |  |  |
| 5. The rent is not to be re  | gistered as varial                          | ole.               |                           |              |            |  |    |  |  |
| 6. The capping provision<br>calculation overleaf).   | s of the Rent Acts                          | s (Maxim           | um Fair Rent)             | Order 1999 a | apply (ple | ease see                               |    |  |  |
| 7. Details (other than ren   | t) where different                          | from Re            | nt Register en            | try          |            |  |    |  |  |
|  |   |                    |                           |              |            |  |    |  |  |
| 8. For information only:   |   |                    |                           |              |            |  |    |  |  |
| The fair rent to be registe because it is below the m  |   |                    |                           |              |            |  |    |  |  |
| Chairman   | Mr Peter J I                                | Ellis              | Date of d                 | lecision     | 3 Dec      | cember 2019                            |    |  |  |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE           |                     | <b>X</b> 290.4    |                |              |         |  |  |  |
|-----------------------------|---------------------|-------------------|----------------|--------------|---------|--|--|--|
| PREVIOUS RPI FIGURE         |                     | Y                 | <b>Y</b> 193.1 |              |         |  |  |  |
| X                           | 290.4               | Minus Y           | 193.1          | = <b>(A)</b> | 97.3    |  |  |  |
| (A)                         | 97.3                | Divided by Y      | 193.1          | = (B)        | 0.50388 |  |  |  |
| First application           | for re-registration | n since 1 Februar | y 1999 YES/NO  |              |         |  |  |  |
| If yes (B) plus 1.075 = (C) |                     |                   |                |              |         |  |  |  |
| If no (B) plus 1.05 = (C)   |                     | 1.55388           |                |              |         |  |  |  |
| Last registered rent*       |                     | 4160              | Multipli       | ed by (C) =  | 6464.16 |  |  |  |
| (exclusive of any           | y variable service  | charge)           |                |              |         |  |  |  |
| Rounded up to nearest 50p = |                     | 6464.50           |                |              |         |  |  |  |
| Variable service charge     |                     | NO                |                |              |         |  |  |  |
| If YES add amou             | ınt for services    |                   |                |              |         |  |  |  |
| MAXIMUM FAIR RENT =         |                     | £6464.50          |                | Per          | Annum   |  |  |  |
|                             |                     |                   |                |              |         |  |  |  |

## **Explanatory Note**

- 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.