File Ref No.

CHI/43UL/F77/2019/0059

# Notice of the Tribunal Decision

## Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were			
4 Canfold Cottages, Bookhurst Road, Cranleigh, Surrey, GU6 7DR		Mr R Wilkey FRICS Mr N Robinson FRICS				
Landlord		Northur	Northumberland & Durham Property Trust Limited			
Tenant	Mr Joh	Mr John Leslie Buckman				
1. The fair rent is	£232.50	Per	Week	(excluding water rates and council tax but including any amounts in paras 3&4)		
2. The effective date is		16 Dec	ember 2019			
3. The amount for services is			n/a	Per	n/a	
4. The amount for fuel ch	arges (excludir	not appl ng heating a		f common parts) not	counting for	

rent allowance is

n/a	Per	n/a
not applicable		

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

#### 8. For information only:

(a) 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 £242.50 per week prescribed by the Order.

Chairman

Mr R Wilkey FRICS

Date of decision

16 December 2019

# MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	290.4			
PREVIOUS RPI FIGURE		Y	275.1			
X	290.4	Minus Y	275.	1 = <b>(A)</b>	15.3	
(A)	15.3	Divided by Y	275.	1 = <b>(B)</b>	0.055616	
First application for re-registration since 1 February 1999 NO						
lf yes (B) plus 1.075 = (C)						
lf no (B) plus 1.05 = (C)		1.105616				
Last registered rent* *(exclusive of any variable service		£219.00 Multiplied by (C) = 242.13 charge)		242.13		
Rounded up to nearest 50p =		£242.50				
Variable service charge NO		NO				
If YES add amount for services						
MAXIMUM FAIR RENT =		£242.50		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.