## **Notice of the Tribunal Decision**

## Rent Act 1977 Schedule 11

Address of Premises	The Tribunal members were					
15A Prospect Road, Staf ST16 3PA		Mr Ian Humphries BSC FRICS Mr Javed Arain				
		_				
Landlord		J L G Investments Limited				
Tenant		Mr Darryl Sarginson				
1. The fair rent is	£382.00	Per	Calendar Month	(excluding water rates and council tax but including any amounts in paras 3&4)		
2. The effective date is		06 February 2019				
3. The amount for services is not applicable		N/A		Per	N/A	
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 variab	ole.				
6. The capping provision calculation overleaf).	s of the Rent Acts	(Maximu	ım Fair Rent)	Order 1999 apply (pl	ease see	
7. Details (other than ren	t) where different	from Ren	t Register en	try		
None						

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 £391.00 per month prescribed by the Order.

Mr Ian Humphries BSC FRICS	Date of decision	6 February 2019
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## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	285.6				
PREVIOUS RPI FIGURE		Υ	212.1				
x	285.6	Minus Y	212.1	= (A)	73.5		
(A)	73.5	Divided by Y	212.1	= <b>(B)</b>	0.346		
First application for re-registration since 1 February 1999 NO							
If yes (B) plus 1.075 = (C)							
If no (B) plus 1.05 = (C)		1.396					
Last registered rent*		£280.00	Multipli	ied by (C) =	£390.88		
*(exclusive of any variable service charge)							
Rounded up to nearest 50p =		£391.00					
Variable service charge		NO					
If YES add amount for services							
MAXIMUM FAIR RENT =		£391.00		Per	month		

## **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.