## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule	11								
Address of Premises		The Tribunal members were							
18 Willowmead Close, Lo		Mr William Hansen Mrs Alison Flynn MA MRICS							
Landlord		Area Es	Area Estates Ltd						
Tenant	Mrs C A	Mrs C A Maughan							
1. The fair rent is	£768.00	Per	Month		er rates and council tax ny amounts in paras				
2. The effective date is		19 Sept	ember 2019						
3. The amount for services is		£	58.91	Per	Month				
4. The amount for fuel chrent allowance is	narges (excludinç	g heating a	nd lighting o	f common parts) not Per	counting for				
		not an	plicable						
5. The rent is not to be re	egistered as varia	-	Piloabie						
6. The capping provision calculation overleaf).	_		ım Fair Rent)	Order 1999 apply (pl	ease see				
7. Details (other than ren	t) where differen	t from Ren	t Register en	try					
8. For information only:									
(a) The fair rent to be reposed to because it is below to services prescribed	he maximum fair								

Date of decision

Mr William Hansen

Chairman

19.9.19

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		<b>X</b> 289.5							
PREVIOUS RPI FIGURE		<b>Y</b> 261.1							
X	289.5	Minus Y	26	61.1	= <b>(A)</b>		28.4		
(A)	28.4	Divided by Y	26	61.1	= (B)		0.108771		
First application for re-registration since 1 February 1999 YES/NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.158771							
Last registered rent* *(exclusive of any variable service		695.50 charge)		Multiplied by (C) =		805.92			
Rounded up to nearest 50p =		806							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£806		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.