First-tier Tribunal – Property Chamber

File Ref No.

LON/00AH/F77/2020/0120

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises			The Tribunal members were				
363 Whitehorse Road, Thornton Heath, Surrey, CR7 8SD			Ms Daniela Brandler QC Mrs Sarah Louise Phillips MRICS				
Landlord		Optivo					
Tenant		Mrs Del	Mrs Delores Reid				
1. The fair rent is	228.00	Per	Week	Week(excluding water rates and council tax but including any amounts in paras 3&4)			
2. The effective date is		06 April	06 April 2021				
3. The amount for services is		negligih	n/a le/not applic] Per			
4. The amount for fuel ch	arges (excludin	•••	••		counting		

for rent allowance is

n/a	Per		
negligible/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 the maximum fair rent as prescribed by the Rent Acts (Maximum Fair Rent) Order 1999. The rent that would otherwise have been registered was £252 per week.

Chairman	Judge D Brandler	Date of decision	6 th April 2021

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		x	296				
PREVIOUS RPI FIGURE		Υ [276				
x	296	Minus Y	276		= (A)	20	
(A)	20	Divided by Y	276		= (B)	0.07246	638
First application for re-registration since 1 February 1999 NO							
lf yes (B) plus 1.075 = (C)							
lf no (B) plus 1.05 = (C)		1.1224638					
Last registered rent*		203		Multiplied by (C) =		227.86014	
*(exclusive of any variable service charge)							
Rounded up to nearest 50p =		228.00					
Variable service charge		NO					
If YES add amount for services							
MAXIMUM FAIR RENT =		£228.00		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.