## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises	<u>_</u>	The Tribunal members were						
Flat 1, 42 Adys Road, Ped SE15 4DZ	Mr Ian Holdsworth BSc MSc FRICS							
Landlord		Hexagon Housing Association Ltd						
Tenant		Mrs Julia K. Middleton						
1. The fair rent is	127.50			water rates and council tax ng any amounts in paras				
2. The effective date is		09 June 2021						
3. The amount for services is			N/A		Per			
4. The amount for fuel ch rent allowance is	arges (excluding	heating a	and lighting of	f common pa	rts) not o	counting for		
			N/A		Per			
5. The rent is not to be re	gistered as varial	ble.						
6. The capping provision calculation overleaf).	s of the Rent Acts	s (Maxim	um Fair Rent)	Order 1999 a	pply (ple	ease see		
7. Details (other than ren	t) where different	from Rei	nt Register en	try				
None.								
8. For information only:								
(a) The fair rent to be rec Fair Rent) Order 1999								
Chairman	Mr lan Holds	worth	Date of d	ecision		Inesday 9 <sup>th</sup> une 2021		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		<b>X</b> 301.1							
PREVIOUS RPI FIGURE		<b>Y</b> 260.6							
χ [	301.1	Minus Y	260.6	= (A)	40.5				
(A)	40.5	Divided by Y	260.6	= (B)	0.15541				
First application for re-registration since 1 February 1999 NO									
If yes (B) plus 1.075 = (C)		No							
If no (B) plus 1.05 = (C)		1.205							
Last registered rent*		£105.50	Multi	plied by (C) =	127.17				
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		£127.50							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£127.50		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.