First-tier Tribunal – Property Chamber

File Ref No.

MAN/00CL/F77/2021/0033

Notice of the Tribunal Decision

Rent Act 1977 Schedule 11

Address of Premises 11 Aged Miners Homes,		The Tribunal members were					
Boldon Colliery, Tyne and Wear, NE35 9JE	Mr ID Jeffers Mrs A Usher	-					
Landlord	Home Group Ltd	Home Group Ltd					
Tenant	Mr M Bell	Mr M Bell					
1. The fair rent is £108.45	PAR I WAAR I'	ding water rates a cluding any amour					
2. The effective date is 30 November 2021							
3. The amount for services is	£34.95	Per	Week				
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is							
	£6.97	Per	Week				
5. The rent is to be registered as var	iable.						
6. The capping provisions of the Rent Acts (Maximum Fair Rent) Order 1999 apply.							
7. Details (other than rent) where different from Rent Register entry							
Service Charge is variable.							
8. For information only:							
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 £110.95 per week including £34.95 per week for services (variable).

Chairman	Mr ID Jefferson	Date of decision	30 November 2021
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MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		Х	308.6				
PREVIOUS RPI FIGURE		Y	289.6				
x	308.6	Minus Y	289.6	= (A)	19.0		
(A)	19.0	Divided by Y	289.6	= (B)	0.0656		
First application for re-registration since 1 February 1999: NO							
If yes (B) plus 1.075 = (C)							
If no (B) plus 1	.05 = (C)	1.1156					
Last registered	I rent*	65.53	65.53 Multiplied by (C) = 73.11				
*(exclusive of any variable service charge)							
Rounded up to	nearest 50p =	73.50					
Variable servic	e charge	YES					
If YES add amo	ount for services	34.95					
MAXIMUM FAII	R RENT =	£108.45	5	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.