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## Notice of the Rent Assessment Committee Decision

Rent Act 1977 Schedule 11 The Committee members were **Address of Premises** Mr Philip Langford MA LLB 22 GREAT CLIFFE ROAD, EASTBOURNE, Miss Jayam Dalal EAST SUSSEX, BN23 7AY Mr G P Platt Landlord Mrs I M Rigelsford **Tenant** (excluding water rates and council tax but 1. The fair rent is £ including any amounts in paras 3&4) 2340.50 20" January 2004 2. The effective date is Per 3. The amount for services is £ negligible/not applicable 4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is 5. The rent is 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)/ do not apply because 1st registration/15% exemption. 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 £ per including £ per ..... for services (variable). £4420 peramum. (b) The fair rent to be registered is not limited by the Rent Acts (Maximum Fair Rent) Order 1999, because it is the same as/below the maximum fair rent of £ per including £ per ...... for services (variable) prescribed by the Order.

Mr Philip Langford MA LLB

Chairman

Date of Decision

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE x 182.7   |
|---|
| PREVIOUS RPI FIGURE y 174.4   |
| X [182.7] Minus y [174.4] = (A) [8.3]   |
| (A) $8.3$ divided by y $174.4$ = (B) $0.0475917$  |
| 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) 1.0975917   |
| Last registered rent* 2132.00 Multiplied by (C) = 2340.0655 *(exclusive of any variable service charge) |
| Rounded up to nearest 50 pence = 2340.50  |
| Variable service charge YES/NO  |
| If YES add amount for services  |
| MAXIMUM FAIR RENT = 2340.50 Per Annum  - 52 = ±45 Week  |
| Explanatory Note  |

- 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 Committee'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.