## **Notice of the Rent Assessment Committee Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Committee members were		
35 Oakfield Road		Professor Nigel Gravells MA		
Stapleford		Mr Kenneth Bloor FRICS FSVA		
Nottingham		Mrs Angela Bartram		
NG9 8FE		3 - 10 - 2 - 2 - 3 - 3 - 3	mar / mgora Bartann	
Landlord	West Ella Game Farn	n Ltd c/o Andrew Butler		
Tenant	Mr L Hallam			
1. The fair rent is	£35.00 Per	week (excluding water including any am	r rates and council tax bu ounts in paras 3&4)	
2. The effective da	te is 21 Februar	y 2003		
3. The amount for services is		Per <del>ligible/</del> not applicable		
4. The amount for trent allowance is	fuel charges (excluding he	ating and lighting of common  Per  pplicable	parts) not counting for	
5. The rent is not to	o be registered as variable.			
calculation overlea	visions of the Rent Acts (N f)/ <del>do not apply because 1'</del> an rent) where different fro	flaximum Fair Rent) Order 1999 Fregistration/15% exemption.  m Rent Register entry	apply (please see	
3. For information of	only:			
£per b) The fair rent to	including £	um fair rent as prescribed by to therwise have been registerperfor services (  I by the Rent Acts (Maximum Forest of £40.50 per week.	<del>ed was</del> <del>variable).</del>	
Chairman	Professor Gravells	Date of decision	21 February 2003	

## **MAXIMUM FAIR RENT CALCULATION**

LATEST RPI FIGURE x 178.5
PREVIOUS RPI FIGURE y 172.2
X 178.5 Minus y 172.2 = (A) 6.3
(A) 6.3 divided by y 172.2 = (B) 0.0365853
First application for re-registration since 1 February 1999 NO
If yes (B) plus 1.075 = (C)
If no (B) plus 1.05 = (C) 1.0865853
Last registered rent* $£37.00$ Multiplied by (C) = $40.203656$ *(exclusive of any variable service charge)
Rounded up to nearest 50 pence = £40.50
Variable service charge NO
If YES add amount for services
MAXIMUM FAIR RENT = £40.50 Per 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.