File Ref No. CHI/45UF/F77/2004/0202

Notice of the Rent Assessment Committee Decision

Rent Act 1977 Schedule 11

Address of Premises	The Committee members were
28 FARHALLS CRESCENT HORSHAM RH12 4DA	MRS F J SILVERMAN LLM (Chairman) MR B H R SIMMS FRICS MCIArb MS J MORRIS
Landlord SOUTHLONDON FREEHOLDS LTD C	/o HAMWAYS
Tenant MRS C BENNETT	
1. The fair rent is £ 454 Per CALENDAR	MONTH (excluding water rates and council tax but including any amounts in paras 3&4)
2. The effective date is 30 November 2001	+
3. The amount for services is £ N/a not applic	Per
4. The amount for fuel charges (excluding heating rent allowance is £ N/a not applica	Per
5. The rent is not to be registered as variable.	
6. The capping provisions of the Rent Acts (Maxim calculation overleaf)/ do <u>not apply because 1st regl</u> 7. Details (other than rent) where different from Re	stration/15% exemption.
8. For information only: (a) The fair rent to be registered is the maximum fair Rent) Order 1999. The rent that would othe £ 5 9 0 per Calendar Mont	rwise have been registered was
£ 590 per Calendar Mont (b) The fair rent to be registered is not limited by the because it is the same as/below the maximum Month.	he Rent Acts (Maximum Fair Rent) Order 1999.
Signed Chairman F J Silverman LLM	Date of Decision 30 th November 2004

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE x 188.1	
PREVIOUS RPI FIGURE y 177.6	
X 188.1 Minus y 177.6 = (A) 10.5	
(A) 10.5 divided by y 177.6 = (B) 0.0591216	
First application for re-registration since 1 February 1999 NO	
If yes (B) plus 1.075 = (C)	
If no (B) plus 1.05 = (C) 1.1091216	
Last registered rent* £409 Multiplied by (C) = 453.63073 *(exclusive of any variable service charge)	
Rounded up to nearest 50 pence = £454	
Variable service charge NO	
If YES add amount for services	
MAXIMUM FAIR RENT = £454 Per Calendar Month	

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.