File Ref No. CHI/29UB/F77/2004/0150

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

Rent Act 1977 Schedule 11

Address of Premises	The Committee members were
24 LESLIE CHALK HOUSE, CHURCH ROAD, ASHFORD, KENT, TN23 1RA	Mr Ian Collins FRICS IRRV Ms Liane Farrier Mr Richard Athow FRICS MIRPM
Landlord Housing 21	
Tenant Mrs M Watson	
1. The fair rent is £ 81.45	week (excluding water rates and council tax but including any amounts in paras 3&4)
2. The effective date is 23 <sup>rd</sup> Sep	mber 2004
3. The amount for services is £	Per week
	nt Acts (Maximum Fair Rent) Order 1999 apply (please see eeause 1 <sup>st</sup> registration/15% exemption: ferent from Rent Register entry
8. For information only:	
Fair Rent) Order 1999. The rent	he maximum fair rent as prescribed by the Rent Acts (Maximum har would otherwise have been registered was for services (variable).
because it is the senne as below	not limited by the Rent Acts (Maximum Fair Rent) Order 1999, the maximum fair rent of <u>Learning とい</u> ろうりでい variable) prescribed by the Order.
Chairman	Date of Decision 23 <sup>rd</sup> September 2004

## **MAXIMUM FAIR RENT CALCULATION**

LATEST RPI FIGURE x 196.9		
PREVIOUS RPI FIGURE y 73.3		
X $1868$ Minus y $1733 = (A)$ $13.5$		
(A) $13.5$ divided by y $173.3$ = (B) $0.6178995$		
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)		
Last registered rent*  474.92  *(exclusive of any variable service charge)  Multiplied by (C) = 84, 50223		
Rounded up to nearest 50 pence = 184 50		
Variable service charge YES <del>/NO</del>		
If YES add amount for services 33 65		
MAXIMUM FAIR RENT = LINS, 15 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 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.