| File Ref No. | CHI/29UP/F77/2005/0027 |
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## Notice of the Rent Assessment Committee Decision

Rent Act 1977 Schedule 11

| Address of Premises   | The Committee members were   |
|---|--|
| 7 MILL WALK,<br>BARMING,<br>MAIDSTONE<br>KENT, ME16 9LE   | Mr Ian Collins FRICS IRRV<br>Mr Morris Marshall FRICS<br>Miss Jayam Dalal      |
| Landlord Mrs B Manser   |  |
| Tenant St Ermins Property Co Ltd c/o Hamways  |  |
| 1. The fair rent is £ ター Per ムミュン   | (excluding water rates and council tax but including any amounts in paras 3&4) |
| 2. The effective date is 14 HALCH 200   | <u>\$</u>  |
| 3. The amount for services is € N/L negligible/n  | Der . Ot applicable  |
| 4. The amount for fuel charges (excluding heating an rent allowance is-   |  |
| £ N <sub>I</sub> L not applicab   | Per le   |
| 5. The rent is/is not to be registered as variable.   |  |
| 6. The capping provisions of the Rent Acts (Maximun calculation overleaf)/ do not apply because 1 <sup>st</sup> registr                                   | n Fair Rent) Order 1999 apply (please see                                      |
| 7. Details (other than rent) where different from Rent  | -  |
|   |  |
| 8. For information only:  |  |
| (a) The fair rent to be registered is the maximum fair if Fair Rent) Order 1999. The rent that would otherwife per including £ per for services           |  |
| (b) The fair rent to be registered is not limited by the F<br>because it is the same as/below the maximum fair<br>£ per for services (variable) prescribe | Rent Acts (Maximum Fair Rent) Order 1999,                                      |
| Chairman / A Collins FRICS IRRV   | Date of Decision ノキ ユ とつら、・・   |

## MAXIMUM FAIR RENT CALCULATION

| LATEST RPI FIGURE x 188.9                                       |  |  |  |
|---|--|--|--|
| PREVIOUS RPI FIGURE y 178.4                                     |  |  |  |
| X $188.9$ Minus y $178.4$ = (A) $10.5$                          |  |  |  |
| (A) 10.5 divided by y 178.4 = (B) 0.0588565                     |  |  |  |
| First application for re-registration since 1 February 1999 NO  |  |  |  |
| If yes (B) plus 1.075 = (C)                                     |  |  |  |
| If no (B) plus 1.05 = (C) 1.1088565                             |  |  |  |
| Last registered rent* $£84.50$ Multiplied by (C) = $£93.698374$ |  |  |  |
| Rounded up to nearest 50 pence = £94.00                         |  |  |  |
| Variable service charge NO                                      |  |  |  |
| If YES add amount for services                                  |  |  |  |
| MAXIMUM FAIR RENT = £94.00 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.