File Ref No. CHI/00HP/F77/2004/0160

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

Rent Act 1977 Schedule 11

Address of Premises  29 SIDNEY SMITH COURT 64 WALDITCH GARDENS POOLE		Mr L Parkyn Mr A Mellery-Pratt FRICS	
DORSET BH17 9EU		Wil / Wellery-Fra	II FRICS
Landlord	Housing 21		
Tenant	Mrs M French		
1. The fair rent is	£80.85 Per	er week (excluding water rates and council tax but including any amounts in paras 3&4)	
2. The effective dat	te is 29 <sup>th</sup> Octob	per 2004	
3. The amount for services is		5.85 Per	week
4. The amount for f rent allowance is	£ n/a	Per n/a	parts) not counting for
5. The rent is to be	registered as variable.		
6. The capping prov calculation overleaf	risions of the Rent Acts (I ).	Maximum Fair Rent) Order 1999	3 apply (please see
7. Details (other tha	n rent) where different fro	om Rent Register entry	
8. For information or	nly:		
	e registered is the maxim 1999. The rent that would per week for services (va	num fair rent as prescribed by t I otherwise have been registere riable).	he Rent Acts (Maximum ed was £106.85 per week
	Signed Mr L Parkyn	Date of decision	29 <sup>th</sup> October 2004

## **MAXIMUM FAIR RENT CALCULATION**

LATEST RPI FIGURE x 188.1			
PREVIOUS RPI FIGURE y 153.9			
X 188.1 Minus y 153.9 = (A) $34.20$			
(A) $34.20$ divided by y $153.9$ = (B) $0.222222$			
First application for re-registration since 1 February 1999 YES			
If yes (B) plus 1.075 = (C) 1.297222			
If no (B) plus 1.05 = (C)			
Last registered rent*  49.88  Multiplied by (C) = 64.71  *(exclusive of any variable service charge)			
Rounded up to nearest 50 pence = 65.00			
Variable service charge YES			
If YES add amount for services £15.85			
MAXIMUM FAIR RENT = £80.85 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.