File Ref No. BIR/00GF/F77/2003/0116

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

Rent Act 1977 Schedule 11

Address of Premises	The Committee members were
FLAT 1 SUTTON ROAD, TELFORD, SHROPSHIRE, TF5 0AZ	Mr Anthony Bell MA LLB Mr S. Roger Follwell FRICS JP Mrs Norma Jukes
Landlord Mr P Newman	
Tenant Mrs F Upton	
1. The fair rent is £ 57.6 Per	(excluding water rates and council tax but including any amounts in paras 3&4)
2. The effective date is 16 Scotc-by	2003
	ρίγη Per gligible/not applicable
rent allowance is	Per Per applicable
5. The rent is/is not to be registered as varia	able.
6. The capping provisions of the Rent Acts calculation overleaf)/ do not apply because	(Maximum Fair Rent) Order 1999 apply (please see 1 <sup>st</sup> registration/15% exemption.
7. Details (other than rent) where different fi	rom Rent Register entry
8. For information only:	
(a) The fair rent to be registered is the maxi Fair Rent) Order 1999. The rent that wou £ per including £ per fo	mum fair rent as prescribed by the Rent Acts (Maximum ald otherwise have been registered was or services (variable).
(b) The fair rent to be registered is not limite because it is t <del>he same as</del> /below the ma	ed by the Rent Acts (Maximum Fair Rent) Order 1999, ximum fair rent of £ per Ti <del>ncludin</del> g ) pr <del>escribed by the Ord</del> er.
Chairman Mu	Date of Decision 16 Septech 203

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE x 181 30	
PREVIOUS RPI FIGURE y 73.10	
X (81.30 Minus y (73.10 = (A) 82	
(A) 8.2 divided by y \73.10 = (B) 0 0 0 7	
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*  *(exclusive of any variable service charge)  Multiplied by (C) = \$67.49	
Rounded up to nearest 50 pence = 467.50	
Variable service charge ¥Æ5/NO	
If YES add amount for services	
MAXIMUM FAIR RENT = 767.50 Per was	

## **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.