Notice of the Rent Assessment Committee Decision

Rent Act 1977 Schedule 11

Address of Premises		The Committee members	Were
24 Clifford Street		Mr D Agnew (Chair)	
Newport		Mr D M Nesbit JP FRICS FCIArb	
Isle of Wight, PO30 5AD		Mr P Owen	
Landiord	Mrs G E M Fry		
Tenant	Mr S Hendicott		
1. The fair rent is	£49.00	(excluding water ra any amounts in par	ites and council tax but including as 3&4)
2. The effective date i	s 21 st January	2003	
3. The amount for services is N/A per negligible/not applicable			
4. The amount for fuel charges (excluding heating and lighting of common parts) not counting for rent allowance is			
	£ N/A not applicable	Per	
5. The rent is not to be	e registered as variable.		
6. The capping provisi overleaf).	ons of the Rent Acts (Maxir	num Fair Rent) Order 1999 apply (please see calculation
7. Details (other than r	ent) where different from R	Rent Register entry	
N/A			
8. For information only	y:		
(a) The fair rent to be Order 1999. The re	registered is the maximum ent that would otherwise ha	fair rent as prescribed by the Rent ve been registered was £60.00 per w	Acts (Maximum Fair Rent) [,] eek.
Chairman	D. Ayrews D. Agnew	Date of decision	21 January 2003

MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE x 178.2			
PREVIOUS RPI FIGURE y 172.2			
X 178.2 Minus y 172.2 $=$ (A) 6.0			
(A) 6.0 divided by y 172.2 = (B) 0.0348432			
First application for re-registration since 1 February 1999 NO			
If yes (B) plus 1.075 = (C)			
If no (B) plus 1.05 = (C)			
Last registered rent* *(exclusive of any variable service charge) 45.00 Multiplied by (C) = 48.817944			
Rounded up to nearest 50 pence = 49.00			
Variable service charge NO			
If YES add amount for services			
MAXIMUM FAIR RENT = £49.00 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.