File Ref No. CHI/29UQ/F77/2003/0219

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

Rent Act 1977 S	Schedule 11		
Address of Premises		The Committee members were	
38 CUNNINGHAM ROAD, TUNBRIDGE WELLS, KENT, TN4 9EW		Mr Philip Langford MA LLB Mr Morris Marshall FRICS MF TO Somett MA MCIEH	
<b>Landlord</b> Ke	elsey Housing Assocition Ltd.		
Tenant Mr	s S A Walmsley		
1. The fair rent i	s £ 470.50 Per Calendar mi	(excluding water including any a	er rates and council tax but mounts in paras 3&4)
2. The effective	date is 15 December 2003		
3. The amount fo		Per ∑⊲ <del>/πot applica</del> ble	lenda monts
5. The rent ie/is in the capping process calculation over	or fuel charges (excluding heating s  £  not applicant and to be registered as variable.  provisions of the Rent Acts (Maxim leaf) do not apply because 1st registerent from Re	Per able um Fair Rent) Order 1999 a stration/15% exemption.	
Fair Rent) Or  Fair R	to be registered is the maximum factor 1999. The rent that would othe uding £ 16 per for serving to be registered is not limited by the same as/below the maximum	rwise have been registered ces <del>(variable</del> ).  Te Rent Acts (Maximum Fail fair rent of £ per include	was r Rent) Order 1999,
Chairman	Mr Philip Langford MA LLB	Date of Decision	15 December 2003

## **MAXIMUM FAIR RENT CALCULATION**

LATEST RPI FIGURE x 182.6			
PREVIOUS RPI FIGURE y 174.2			
X 182.6 Minus y 174.2 = (A) 8.4			
(A) $8.4$ divided by y $174.2$ = (B) $0.0482204$			
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) 1.0982204			
Last registered rent* $£428.00 \text{ c mth}$ Multiplied by (C) = $£470.04 \text{ c mth}$			
Rounded up to nearest 50 pence = £470.50 cal month			
Variable service charge Y <del>ES/</del> NO			
If YES add amount for services			
MAXIMUM FAIR RENT = £470.50 Per Calendar month			

## **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