File Ref No. CHI/00ML/F77/2004/0209

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

Rent Act 1977 Schedule 11

Address of	f Premises		The Commit	tee members	s were
TOP FLOOR FLAT 12 BRUNSWICK SQUARE HOVE BN3 1EH			MRS F J SILVERMAN LLM (Chairman) MR B H R SIMMS FRICS MCIArb MS J MORRIS		
······					
Landlord	LEONARD IRVIN PRO	PERTY CORPOR	ATION LTD		
Tenant	MR A RAMSAY				
1. The fair ı	rent is £ 40250 Per	CALENDAR M		cluding wate luding any a	er rates and council tax but mounts in paras 3&4)
2. The effec	ctive date is 30 No	Vender 2001	4		
3. The amo	unt for services is £	<del>negligibl</del> e/r	not applicable		LENDAR MONTH
4. The amo rent allowa	unt for fuel charges (exc nce is	luding heating a	nd lighting of	common pa	rts) not counting for
		£ not applicab	Per		
5. The rent	is not to be registered	l as variable.			
6. The capp calculation	oing provisions of the Re overleaf)/ <del>do not apply t</del>	ent Acts (Maximu <del>pecause 1<sup>st</sup> regist</del>	m Fair Rent) (	Order 1999 a <del>comptio</del> n.	pply (please see
7. Details (d	other than rent) where di	fferent from Rent	Register ent	ry	
8. For infor	mation only:				
Fair Rei ع ک		the maximum fair that would otherv ar Month <del>includi</del> r	vise have bee	n registered	e Rent Acts (Maximum I was <del>Indar Month fo</del> r
services (va	ariab <del>le)</del> .		_	•	
because	rent to be registered is a e it is the same as/below ncluding £	the maximum fa	ir rent of £		r Rent) Order 1999, per Calendar able) prescribed by the
	signed				
Chairman	F. I. Silverman	<u></u>	Date	of Decision	30 <sup>th</sup> November 2004

## **MAXIMUM FAIR RENT CALCULATION**

LATEST RPI FIGURE x 188.1							
PREVIOUS RPI FIG	URE y 173.1						
X 188.1	Minus y 173.1 = (A) 15						
<b>(A)</b> 15	divided by y 173.1 = (B) 0.0866551						
First application for re-registration since 1 February 1999 NO							
If yes (B) plus 1.075 = (C)							
If no (B) plus 1.05 = (C) 1.1366551							
Last registered rent*	£4246 per annum £353.83 per Multiplied by 402.18267 month						
*(exclusive of any variable service charge)							
Rounded up to nearest 50 pence = £402.50							
Variable service charge NO							
If YES add amount for services							
MAXIMUM FAIR RENT = £402.50 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 rent.