



**FIRST-TIER TRIBUNAL
PROPERTY CHAMBER
(RESIDENTIAL PROPERTY)**

Case Reference : **CHI/29UK/MNR/2021/0072**

Property : **The Nest
St Margarets Road
South Darenth
Dartford
Kent
DA4 9LB**

Applicant/Landlord : **South Darenth Farms & Cold Store
Co Ltd**

Representative : **None**

Respondent/Tenant : **Ms C Jewell**

Representative : **None**

Type of Application : **Determination of a Market Rent
sections 13 & 14 of the Housing Act
1988**

Tribunal Members : **Mr I R Perry BSc FRICS
Mr S J Hodges FRICS
Mr J S Reichel BSc MRICS**

Date of Inspection : **None. Decided on papers**

Date of Decision : **9th September 2021**

DECISION

Summary of Decision

1. On 9th September 2021 the Tribunal determined a market rent of £970 per month to take effect from 1st July 2021.

Background

2. The case concerned the determination of a market rent for the subject property following a referral of the Landlord's notice of increase of rent by the Tenant pursuant to sections 13 and 14 Housing Act 1988.
3. On 17th May 2021 the Landlord served a notice under Section 13(2) of the Housing Act 1988 which proposed a new rent of £1,200 per month in place of the existing rent of £850 per month to take effect from 1st July 2021. The notice complied with the legal requirements.
4. On 29th June 2021 the Tenant made an application to the Tribunal under Section 13(4) (a) of the Housing Act 1988.
5. The Coronavirus pandemic and considerations of health have caused a suspension of inspections and Tribunal hearings in person until further notice.
6. The Tribunal issued directions on 27th July 2021 informing the parties that the Tribunal intended to determine the rent based on written representations. The parties were invited to make submissions which could include photographs or videos.
7. Both parties submitted detailed papers and photographs by the specified dates very clearly setting out their respective cases. The papers were also copied to the other party. A Tribunal was arranged for 9th September 2021 to consider this case using video conferencing.

The Property

8. From the information given in the papers and available on the internet the property comprises a detached bungalow with accommodation including a Living Room, Kitchen, two Bedrooms and a Bathroom.
9. The property which has central heating and double glazed windows stands in gardens of approximately 0.8 of an acre which include a garage.
10. The property is one of several buildings in a farm complex within a rural position about three miles south-west of Dartford.

Submissions

11. The Tenant has occupied the property since July 2001, but the present tenancy agreement is dated 26th September 2018 when the rent agreed by the parties was £850 per month.
12. The Tenant has replaced the original kitchen and has provided all carpets, curtains and white goods.
13. The Landlord submitted evidence from a local Agent which suggested that, subject to its internal condition, the property could be marketed for a rent between £1,400 and £1,500 per month.
14. The Tenant submitted some photographs showing general disrepair and informed the Tribunal that some improvements were required to the electrical wiring to bring the property to latest electrical safety standards.

The Law

S14 Determination of Rent by First-tier Tribunal

- (1) Where, under subsection (4) (a) of section 13 above, a tenant refers to a First-tier Tribunal a notice under subsection (2) of that section, the Tribunal shall determine the rent at which, subject to subsections (2) and (4) below, the Tribunal consider that the dwelling-house concerned might reasonably be expected to be let in the open market by a willing landlord under an assured tenancy-
 - (a) which is a periodic tenancy having the same periods as those of the tenancy to which the notice relates;
 - (b) which begins at the beginning of the new period specified in the notice;
 - (c) the terms of which (other than relating to the amount of the rent) are the same as those of the tenancy to which the notice relates; and
 - (d) in respect of which the same notices, if any, have been given under any of Grounds 1 to 5 of Schedule 2 to this Act, as have been given (or have effect as if given) in relation to the tenancy to which the notice relates.
- (2) In making a determination under this section, there shall be disregarded-
 - (a) any effect on the rent attributable to the granting of a tenancy to a sitting tenant;
 - (b) any increase in the value of the dwelling-house attributable to a relevant improvement carried out by a person who at the time it was carried out was the tenant, if the improvement-
 - (i) was carried out otherwise than in pursuance of an obligation to his immediate landlord, or

- (ii) was carried out pursuant to an obligation to his immediate landlord being an obligation which did not relate to the specific improvement concerned but arose by reference to consent given to the carrying out of that improvement; and
 - (c) any reduction in the value of the dwelling-house attributable to a failure by the tenant to comply with any terms of the tenancy.
- (3) For the purposes of subsection (2)(b) above, in relation to a notice which is referred by a tenant as mentioned in subsection (1) above, an improvement is a relevant improvement if either it was carried out during the tenancy to which the notice relates, or the following conditions are satisfied, namely-
 - (a) that it was carried out not more than twenty-one years before the date of service of the notice; and
 - (b) that, at all times during the period beginning when the improvement was carried out and ending on the date of service of the notice, the dwelling-house has been let under an assured tenancy; and
 - (c) that, on the coming to an end of an assured tenancy at any time during that period, the tenant (or, in the case of joint tenants, at least one of them) did not quit.
- (4) In this section "rent" does not include any service charge, within the meaning of section 18 of the Landlord and Tenant Act 1985, but, subject to that, includes any sums payable by the tenant to the landlord on account of the use of furniture, in respect of council tax or for any of the matters referred to in subsection (1) (a) of that section, whether or not those sums are separate from the sums payable for the occupation.

Consideration and Valuation

- 15. The Tribunal first considered whether it felt able to reasonably and fairly decide this case based on the papers submitted only with no oral hearing. Having read and considered the papers it decided that it could do so.
- 16. The Tribunal is required to determine the rent at which the subject property might reasonably be expected to be let in the open market by a willing Landlord under an assured tenancy. The personal circumstances of the Tenant nor the Landlord are not relevant to this issue.
- 17. Having carefully considered the representations from the parties and associated correspondence and using its own judgement and knowledge of rental values in the general area of Dartford the Tribunal decided that the market rent for the subject property if let today in a condition that was usual for such an open market letting would be £1,400 per month. This takes into account the semi-rural position of the property.

18. However the Property is not let in such condition as would be expected in the open market and a number of adjustments to this open market rent were required.

19. Using its experience the Tribunal decided that the following adjustments should be made:

Tenant's provision of white goods	£80
Tenant's provision of carpets and curtains	£100
Tenant's provision of modern Kitchen	£100
Unmodernised Bathroom	£50
General repair including electrics	£100
TOTAL	<u>£430</u>

20. The Tenant made no representation that the starting date for the new rent specified in the Landlord's notice would cause the Tenant undue hardship.

Determination

21. The Tribunal therefore decided that the rent at which the subject property might reasonably be expected to be let in the open market by a willing Landlord under the terms of this assured tenancy was £970 per month.

22. The Tribunal directed that the new rent of £970 per month should take effect from 1st July 2021 this being the date specified in the original notice.

RIGHTS OF APPEAL

1. A person wishing to appeal this decision to the Upper Tribunal (Lands Chamber) must seek permission to do so by making written application by email to rpsouthern@justice.gov.uk to the First-tier Tribunal at the Regional office which has been dealing with the case.
2. The application must arrive at the Tribunal within 28 days after the Tribunal sends to the person making the application written reasons for the decision.
3. If the person wishing to appeal does not comply with the 28 day time limit, the person shall include with the application for permission to appeal a request for an extension of time and the reason for not complying with the 28 day time limit; the Tribunal will then decide whether to extend time or not to allow the application for permission to appeal to proceed.
4. The application for permission to appeal must identify the decision of the Tribunal to which it relates, state the grounds of appeal, and state the result the party making the application is seeking.