BNP PARIBAS REAL ESTATE | Real Estate for a changing world

Community Infrastructure Levy: Viability Study

Prepared for

London Borough of Brent

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Contents

Appendices

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1 Executive Summary

1.1 This report tests the ability of a range of development types throughout the London Borough of Brent to yield contributions to infrastructure requirements through a Community Infrastructure Levy ('CIL'). For residential development, due regard has also been given to the Borough's policy requirement that such developments should contribute towards the provision of affordable housing.

Methodology

1.2 The study methodology compares the residual land values of a range of generic developments to the sites' current use values, plus a margin to incentivise landowners to release their sites for development. If a development incorporating a given level of CIL generates a higher value than the current use value (plus appropriate landowner's margin), then it can be judged that the proposed level of CIL will be viable.

1.3 The study utilises the residual land value method of calculating the value of each development. This method is used by developers when determining how much to bid for land and involves calculating the value of the completed scheme and deducting development costs (construction, fees, finance and CIL) and developer's profit. The residual amount is the sum left after these costs have been deducted from the value of the development, and equates to the amount that a developer would normally pay for the site.

1.4 The housing and commercial property markets are inherently cyclical and the Council is testing its proposed rates of CIL at a time when values have fallen slightly below their peak. We have controlled for this factor by running a series of sensitivity analyses which inflate sales values in real terms by 10% and 25% This analysis will enable the Council to determine levels of CIL that might become viable both in today's terms but also whether a system of indexation should be applied to the CIL rates (providing this is permissible within the regulations).

Key findings

1.5 The key findings of the study are as follows:

- The results of this study are reflective of current market conditions, which are likely to improve over the medium term. It is therefore important that the Council keeps the viability situation under review so that levels of CIL can be adjusted to reflect any future improvements. It might be possible to achieve through indexation, using a combination of changes in house prices (as measured by the Land Registry House Price Index) and build costs (as measured by BCIS or other appropriate index).
- A majority of **residential schemes** should be able to absorb a CIL rate of up to £300 per sq m, including the Mayoral CIL of £35 per sq m. However, our results indicate that a CIL of this level would prevent some developments at the margins of viability from coming forward. We therefore recommend a lower starting rate of around £200 per sq m, exclusive of the Mayor CIL.
- Our appraisals indicate that student housing schemes could comfortably accommodate a CIL of around £300 per sq metre (exclusive of the Mayoral CIL).
- Hotel developments could accommodate a CIL of up to a maximum of £320 per sq metre. We would suggest a starting rate of £200 per sq metre to allow a buffer and for the Mayoral CIL.

- **Office developments** range in value, with rents typically between £21 per sq ft (or £215 per sq m) to £22 per sq ft (£269 per sq m). Our appraisals indicate that a CIL of up to £147 per sq m could be levied based on the upper end of the rental range, but this would result in many office developments that attract lower rents from coming forward. Given that there are no other significant planning obligations that could be 'flexed' to absorb viability issues on lower value schemes, we recommend that the Council sets a CIL for offices at the lower end of the range. This would suggest a maximum CIL of around £40 per sq m, exclusive of the Mayoral CIL after allowing a margin to absorb site specific viability issues.
- Values generated by **Retail developments** vary between high street and small retail developments and retail parks, with the latter attracting higher rents and generating higher capital values. At the lower end of the range, our results indicate that a maximum CIL of £83 per sq m could be achieved. However, schemes with slightly higher rents could absorb a CIL of £138 per sq m. Balancing the two ends of the range and considering the risk to lower value schemes of a higher rate, a CIL of £80 plus Mayoral CIL appears reasonable and should have a limited impact on viability.
- D1 uses often do not generate sufficient income streams to cover their costs. Consequently, they require some form of subsidy to operate. This type of facility is very unlikely to be built by the private sector. We therefore suggest that a nil rate of CIL be set for D1 uses. In contrast, D2 uses (excluding public swimming pools) frequently generate positive land values and a model CIL of £5 exclusive of the Mayor CIL could be secured.
- Our appraisals of developments of **industrial and warehousing** floorspace (including use classes B1b & c, B2 and B8) indicate that these uses are unlikely to generate positive residual land values. Even when positive land values are achieved, they fall short of existing use values. We recommend that zero rates are set for these use classes, although it is unlikely that development would come forward in any case.

2 Introduction

2.1 This study has been commissioned to provide an evidence base to inform London Borough of Brent's CIL draft Charging Schedule, as required by Regulation 14 of the CIL Regulations April 2010 (as amended). The aims of the study are summarised as follows:

a to test the impact upon the economics of residential development of a range of levels of CIL;

b to test the ability of commercial schemes to make a contribution towards infrastructure; and

c for residential schemes, to test CIL alongside the Council's pre-existing requirements for affordable housing, which were previously tested by BNP Paribas Real Estate[1].

2.2 In terms of methodology, we adopted standard residual valuation approaches to make appropriate comparisons and evaluations. However, due to the extent and range of financial variables involved in residual valuations, they can only ever serve as a guide. Individual site characteristics (which are unique), mean that blanket requirements and conclusions must always be tempered by a level of flexibility in application of policy requirements on a site by site basis. It is therefore essential that levels of CIL allow a sufficient margin to allow for these variations.

Policy Context

2.3 **The Policy Context**

The CIL regulations state that in setting a charge, local authorities must aim to strike *"an appropriate balance"* between revenue maximisation on the one hand and the potentially adverse impact upon the viability of development on the other. The regulations also state that local authorities should take account of other sources of available funding for infrastructure when setting CIL rates. This report deals with viability only and does not consider other sources of funding (this is considered elsewhere within the Council's evidence base).

Local authorities must consult relevant stakeholders on the nature and amount of any proposed CIL. Following consultation, a charging schedule must be submitted for independent examination.

The regulations allow a number of exemptions from CIL. Firstly, affordable housing and buildings with other charitable uses (if controlled by a charity) are subject to relief. Secondly, local authorities may, if they chose, elect to offer an exemption on proven viability grounds. The exemption would be available for 12 months, after which time viability of the scheme concerned would need to be reviewed. To be eligible for exemption, regulation 55 states that the Applicant must enter into a Section 106 agreement (and the costs of complying with the agreement must exceed the amount of CIL that would have been payable); and that the Authority must be satisfied that granting relief would not constitute state aid.

The CIL regulations enable local authorities to set differential rates for different zones within which development would take place and also for different types of development.

[1] *London Borough of Brent: Affordability Housing Viability Study (September 2009)*

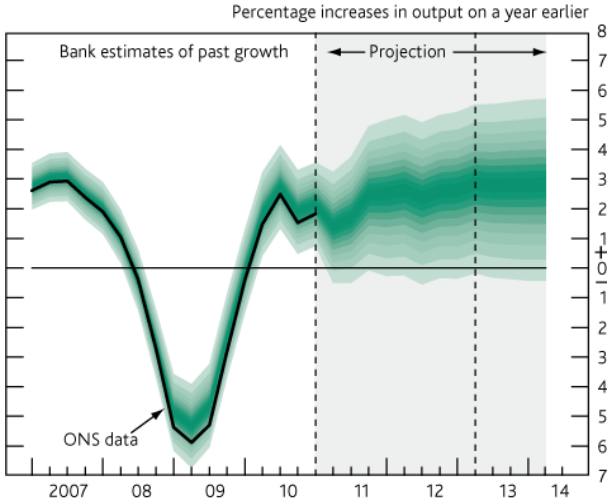
The 2010 regulations set out clear timescales for payment of CIL, which varied according to the size of the payment, which by implication is linked to the size of the scheme. The 2011 amendments to the regulations allow local authorities to set their own timescales for the payment of CIL if they chose to do so. This is an important issue that the Council will need to consider, as the timing of payment of CIL can have an impact on an Applicant's cashflow (the earlier the payment of CIL, the more interest the Applicant will bear before the development is completed and sold).

Several local authorities have undertaken viability assessments and have drafted a CIL charging schedule, which they have submitted for independent examination. To date, no authority has yet completed this process and adopted a charging schedule, although Newark and Sherwood Council, Shropshire Council and Redbridge Borough Council have received their Inspector's reports and are due to adopt CIL imminently.

Economic and housing market context

2.4 The historic highs achieved in the UK housing market by mid 2007 followed a prolonged period of real house price growth. However, a period of 'readjustment' began in the second half of 2007, triggered initially by rising interest rates and the emergence of the US sub prime lending problems in the last quarter of 2007. The subsequent reduction in inter-bank lending led to a general "credit crunch" including a tightening of mortgage availability. The real crisis of confidence, however, followed the collapse of Lehman Brothers in September 2008, which forced the government and the Bank of England to intervene in the market to relieve a liquidity crisis.

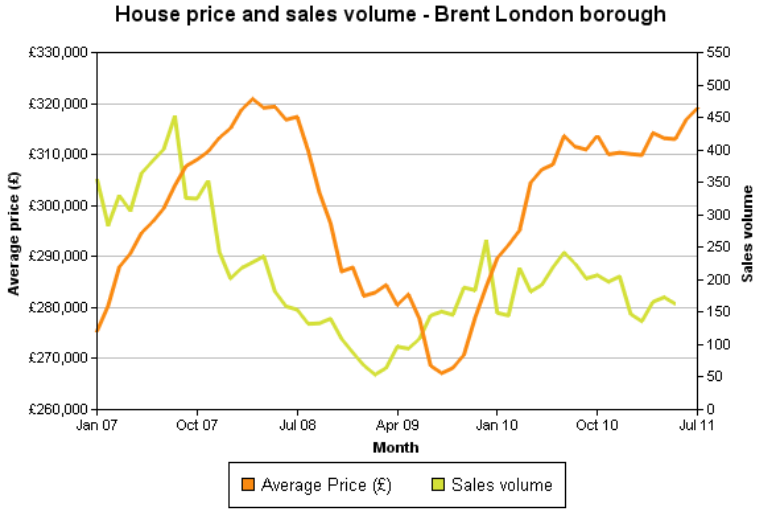
2.5 The combination of successive shocks to consumer confidence and the difficulties in obtaining finance led to a sharp reduction in transactions and a significant correction in house prices in the UK, which fell to a level some 21% lower than at their peak in August 2007 according to the Halifax House Price Index. Consequently, residential land values fell by some 50% from peak levels. One element of government intervention involved successive interest rate cuts and as the cost of servicing many people's mortgages is linked to the base rate, this financial burden has progressively eased for those still in employment. This, together with a return to economic growth early 2010 (see May 2011 Bank of England GDP fan chart below, showing the range of the Bank's predictions for GDP growth to 2014) has meant that consumer confidence has started to improve to some extent.



Source: Bank of England

2.6 Throughout the first half of 2010 there were some tentative indications that improved consumer confidence was feeding through into more positive interest from potential house purchasers. Against the background of a much reduced supply of new housing, this would lead one to expect some recovery in prices. However it is evident that this brief resurgence has abated, with the Nationwide and Halifax House Price Indices showing annual house price falls of 0.1% and 2.8% retrospectively in February 2011.

2.7 The balance of opinion is that house prices will remain flat in the short term, with continuing high levels of unemployment likely to result in increased repossessions and increased supply of homes into the market. At the same time, demand is expected to remain subdued, due to the continuing difficulties consumers face in securing mortgages.



Source: Land Registry

2.8 According to Land Registry data, residential sales values in Brent have recovered since the lowest point in the cycle in August 2009. Prices have increased by 19.4% between August 2009 and July 2011 and are now just 1% below their March 2008 peak level.

2.9 The future trajectory of house prices is currently uncertain, although Savills' current prediction is that values are expected to increase over the next five years. Medium term predictions are that properties in mainstream markets (i.e. non-prime) will return to growth in 2012. For example, Savills Research[2] predicts that non-prime values in London will fall by 1% in 2011, but increase by 6% in 2012, 8% in 2013, 7.5% in 2014 and 6% in 2015. This equates to cumulative growth of 29.1% between 2011-2015 inclusive.

2.10 After the adoption of the CIL charging schedule, the Council could explore the possibility of indexing the levels of CIL or undertake a review after a period of time to reflect any future improvements in market conditions.

Local Policy context

2.11 The Council has calculated its infrastructure requirements, indicating a requirement for funding of circa £286.84 million over the next 15 years[3]. After sources of anticipated funding have been deducted, the Council estimates a funding gap of £27.88 million to be funded from other sources. The Council

[2] *Savills Research: Residential Property Focus, May 2011*
[3] *Brent Infrastructure and Investment Framework* 13 May 2009

recognises that CIL may not fund this full amount and other sources of funding might need to be identified.

2.12 In addition to financing infrastructure, the Council expects residential developments to provide a mix of affordable housing tenures, sizes and types to help meet identified housing needs and contribute to the creation of mixed, balanced and inclusive communities. The precise number, tenure, size and type of affordable units will be negotiated to reflect identified needs and economic viability, having regard to Core Strategy Policy CP2 that sets a strategic Borough-wide 50% affordable housing target. In circumstances where site specific or market factors affect scheme viability, developers will be expected to provide viability assessments to demonstrate an alternative affordable housing provision.

Development context

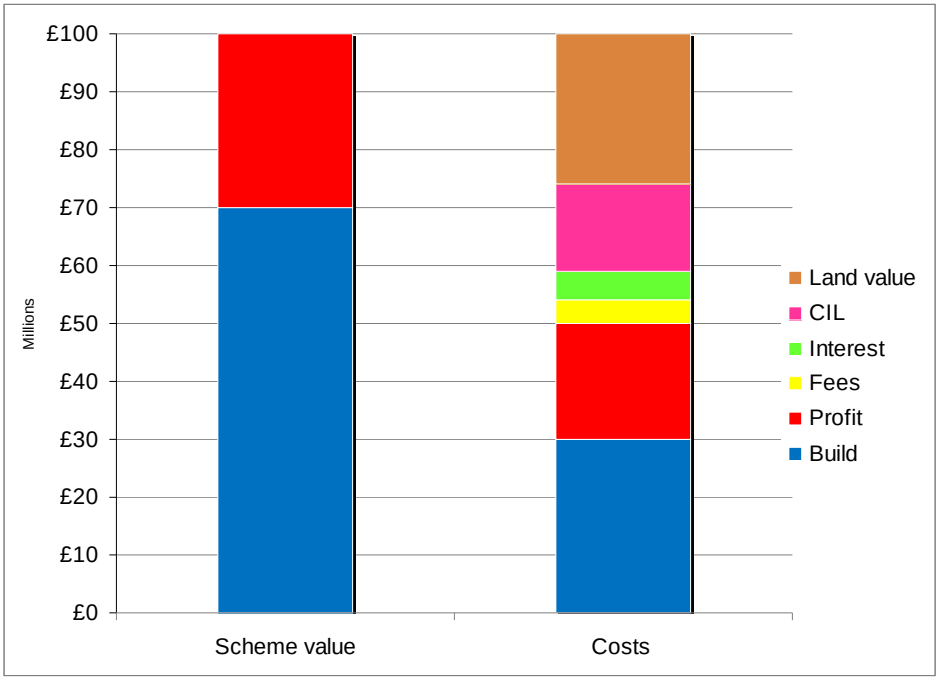
2.13 Sites in the Borough are developed with a range of styles and densities, reflecting the types of land available and public transport accessibility (which varies between different parts of the Borough). Development sites in the Borough range from existing retail; offices; redevelopment of existing residential; and major regeneration sites. Over the past decade, development proposals in the Borough have increased in density, with the densest schemes located in areas with high levels of public transport accessibility.

3 Methodology

3.1 Our methodology follows standard development appraisal conventions, using assumptions that reflect local market and planning policy circumstances. The study is therefore specific to Brent and reflects the policy requirements set out in the Core Strategy.

Approach to testing development viability

3.2 Appraisal models can be summarised via the following diagram. The total scheme value is calculated, as represented by the left hand bar. This includes the sales receipts from the private housing and the payment from a Registered Social Landlord ('RSL') for the affordable housing units. The model then deducts the build costs, fees, interest, CIL (at varying levels) and developer's profit. A 'residual' amount is left after all these costs are deducted – this is the land value that the Developer would pay to the landowner. The residual land value is represented by the brown portion of the right hand bar in the diagram.



3.3 The Residual Land Value is normally a key variable in determining whether a scheme will proceed. If a proposal generates sufficient positive land value (in excess of existing use value), it will be implemented. If not, the proposal will not go ahead, unless there are alternative funding sources to bridge the 'gap'.

3.4 When running a development appraisal, it is necessary to identify the key variables – sales values, costs etc – with some degree of accuracy in advance of implementation of a scheme. Even on the basis of the standard convention that current values and costs are adopted (not values and costs on completion), this can be very difficult. Problems with key appraisal variables can be summarised as follows:

- development costs are subject to national and local monitoring and can be reasonably accurately assessed in 'normal' circumstances. In boroughs like Croydon, many sites will be previously developed. These sites can sometimes encounter 'exceptional' costs such as decontamination. Such costs can be very difficult to anticipate before detailed site surveys are undertaken;

- development value and costs will also be significantly affected by assumptions about the nature and type of affordable housing provision and other Planning Obligations. In addition, on major projects, assumptions about development phasing; and infrastructure required to facilitate each phase of the development will affect residual values. Where the delivery of the obligations are deferred, the less the real cost to the applicant (and the greater the scope for increased affordable housing and other planning obligations). This is because the interest cost is reduced if the costs are incurred later in the development cashflow; and
- while Developer's Profit has to be assumed in any appraisal, its level is closely correlated with risk. The greater the risk, the higher the profit level required by lenders. While profit levels were typically up to around 15% of completed development value at the peak of the market in 2007, banks now require schemes to show a higher profit to reflect the current risk. We do not know when and if profit levels may begin to fall back.

3.5 Ultimately, the landowner will make a decision on implementing a project on the basis of return and the potential for market change, and whether alternative developments might yield a higher value. The landowner's 'bottom line' will be achieving a residual land value that sufficiently exceeds 'existing use value' or other appropriate benchmark to make development worthwhile. Margins above EUV may be considerably different on individual sites, where there might be particular reasons why the premium to the landowner should be lower or higher than other sites.

3.6 Developers will seek to mitigate the impact of 'unknown' development issues through the following strategies:

- When negotiating with the landowner, the developer will either attempt to reflect planning requirements in the offer for the land, or seek to negotiate an option, or complete a deal 'subject to planning' which will enable any additional unknown costs to be passed on to the landowner. It should be noted that such arrangements are not always possible. Ultimately, the landowner meets the cost through reduced land value, providing the basic condition for Residual Land Value to exceed existing use value (plus landowners' margin) or other appropriate benchmark is met; and/or,
- The developer will seek to build in sufficient tolerance into the development appraisal to offset risks including, for example, design development where costs might be incurred to satisfy planning and design requirements etc. It would also be normal to have a contingency allowance which would generally equate to 2% to 5% of build costs.
- The extent to which developers can successfully mitigate against all risks depends largely on the degree to which developers have to compete to purchase sites. In a competitive land market, the developer who is prepared to build in less contingency to mitigate against planning and development risks is likely to offer the winning bid.

3.7 Clearly, however, landowners have expectations of the value of their land which often exceed the value of the existing use. CIL will be a cost to the scheme and will impact on the residual land value. Ultimately, if landowners' expectations are not met, they will not voluntarily sell their land and (unless a Local Authority is prepared to use its compulsory purchase powers) some may simply hold on to their sites, in the hope that policy may change at some future point with reduced requirements. It is within the scope of those expectations that developers have to formulate their offers for sites. The task of formulating an offer for a site is complicated further still during buoyant land markets, where developers have to compete with other developers to secure a site, often speculating on continued rises in value.

Viability benchmark

3.8 The CIL Regulations provide no specific guidance on how local authorities should test the viability of their proposed charges. However, there is a range of good practice generated by both the Homes and Communities Agency and appeal decisions that assist in guiding planning authorities on how they should approach viability testing for planning policy purposes.

3.9 In 2009, the Homes and Communities Agency published a good practice guidance manual 'Investment and Planning Obligations: Responding to the Downturn'. This defines viability as follows: "*a viable development will support a residual land value at level sufficiently above the site's existing use value (EUV) or alternative use value (AUV) to support a land acquisition price acceptable to the landowner*".

3.10 A number of planning appeal decisions provide guidance on the extent to which the residual land value should exceed existing use value to be considered viable:

Barnet & Chase Farm: APP/Q5300/A/07/2043798/NWF
"the appropriate test is that the value generated by the scheme should exceed the value of the site in its current use. The logic is that, if the converse were the case, then sites would not come forward for development"

Bath Road, Bristol: APP/P0119/A/08/2069226
"The difference between the RLV and the existing site value provides a basis for ascertaining the viability of contributing towards affordable housing."

Beckenham: APP/G5180/A/08/2084559
"without an affordable housing contribution, the scheme will only yield less than 12% above the existing use value, 8% below the generally accepted margin necessary to induce such development to proceed."

Oxford Street, Woodstock: APP/D3125/A/09/2104658
"The main parties' valuations of the current existing value of the land are not dissimilar but the Appellant has sought to add a 10% premium. Though the site is owned by the Appellants it must be assumed, for valuation purposes, that the land is being acquired now. It is unreasonable to assume that an existing owner and user of the land would not require a premium over the actual value of the land to offset inconvenience and assist with relocation. The Appellants addition of the 10% premium is not unreasonable in these circumstances."

3.11 It is clear from the planning appeal decisions above and HCA good practice publication that the most appropriate test of viability for planning policy purposes is to consider the residual value of schemes compared to the existing use value plus a premium. As discussed later in this report, our study adopts a premium above EUV as a viability benchmark.

3.12 It is important to stress that there is no single threshold land value at which land will come forward for development. The decision to bring land forward will depend on the type of owner and, in particular, whether the owner occupies the site or holds it as an asset; the strength of demand for the site's current use in comparison to others; how offers received compare to the owner's perception of the value of the site, which in turn is influenced by prices achieved by other sites. Given the lack of a single threshold land value, it is difficult for policy makers to determine the minimum land value that sites should achieve.

4 The Appraisal Exercise

Residential development

4.1 We have appraised a series of generic developments, reflecting both the range of sales values and also densities of development across the borough. This is similar to the approach adopted in the *Affordable Housing Viability Study* which was examined and found sound by the Inspector during 2010.

Overview of key residential appraisal variables

4.2 The key variables in any residential development appraisal are as follows:

4.3 **Sales values:** Sales values will vary between local authority areas (and within local authority areas) and are constantly changing. Developers will try to complete schemes in a rising or stable market, but movements in sales values are a development 'risk'. During times of falling house prices, local authorities may need to apply their policy requirements flexibly, or developers may cease bringing sites forward.

4.4 **Density:** Density is an important determinant of development value. Higher density development results in a higher quantum of units than a lower density development on the same site, resulting in an increase in gross development value. However, high density development often results in higher development costs, as a result of the need to develop taller buildings, which are more expensive to build than lower rise buildings and the need to often provide basements for car parking and plant. It should therefore not *automatically* be assumed that higher density development results in higher residual land values; while the gross development value of such schemes may be higher, this can be partially offset by increased build costs.

4.5 **Gross to net floor space:** The gross to net ratio measures the ratio of saleable space (ie the area inside residential units) compared to the total area of the building (ie including the communal spaces, such as entrance lobbies and stair and lift cores). The higher the density, the lower the gross to net floor space ratio; in taller flatted schemes, more floor space is taken up by common areas and stair and lift cores, and thus less space is available for renting or sale.

4.6 **Base construction costs:** While base construction costs will be affected by density and may be affected by other factors, such as flood risk, ground conditions etc., they are well documented and can be reasonably accurately determined in advance by the developer.

4.7 **Exceptional costs:** Exceptional costs can be an issue for development viability on previously developed land. Exceptional costs relate to works that are 'atypical', such as remediation of sites in former industrial use and that are over and above standard build costs. However, for the purposes of this exercise, it is not possible to provide a reliable estimate of what exceptional costs would be, as they will differ significantly from site to site. Our analysis therefore excludes exceptional costs, as to apply a blanket allowance would generate misleading results. An 'average' level of costs for decontamination, flood risk mitigation and other 'abnormal' costs is already reflected in BCIS data, as such costs are frequently encountered on sites that form the basis of the BCIS data sample.

4.8 **Developer's Profit:** Following standard practice, developer profits are based on an assumed percentage of gross development value. While developer profit ranged from 15% to 17% of private housing gross development value in 2007 (and 6% on the affordable housing), banks currently require a scheme to show higher profits. Higher profits reflect levels of perceived and actual risk. The

higher the potential risk, the higher the profit margin in order to offset those risks. At the current time, development risk is high. This is unlikely to change in the first few years after the adoption of the Charging Schedule but should be kept under review thereafter. If conditions improve, it is possible (but by no means guaranteed) that banks will relax their lending criteria and reduce the amount of profit they require schemes to achieve.

Commercial development

4.9 We have appraised a series of generic commercial developments, reflecting a range of use classes at average rent levels achieved on lettings of commercial space in actual developments. The Council has also requested that we consider the provision of 'affordable workspace', ie commercial floorspace that is let at sub-market rents and controlled as such through a planning obligation. Reductions in rents will reduce the capital value of such schemes, limiting their capacity to make contributions to CIL.

Existing Use Values

4.10 Existing Use Value ("EUV") Alternative Use Value ("AUV") and acquisition costs are key considerations in the assessment of development economics. Clearly, there is a point where the Residual Land Value (what the landowner receives from a developer) that results from a scheme may be less than the land's existing use value. Existing use values can vary significantly, depending on the demand for the type of building relative to other areas. Similarly, subject to planning permission, the potential development site may be capable of being used in different ways – as a hotel rather than residential for example; or at least a different mix of uses. EUV / AUV is effectively a 'bottom line' in a financial sense and a therefore a key factor in this study.

4.11 We have arrived at a broad judgement on the likely range of existing use values, having regard to the existing use values provided in the Affordable Housing Viability Study. In each case, the calculations assume that the landowner has made a judgement that the current use does not yield an optimum use of the site; for example, it has many fewer storeys than neighbouring buildings; or there is a general lack of demand for the type of space, resulting in low rentals, high yields and high vacancies (or in some cases no occupation at all over a lengthy period). We would not expect a building which makes optimum use of a site and that is attracting a reasonable rent to come forward for development, as residual value may not exceed existing use value in these circumstances.

4.12 In considering the value of sites in existing commercial use, it is necessary to understand the concept of 'yields'. Yields form the basis of the calculation of a building's capital value, based on the net rental income that it generates. Yields are used to calculate the capital value of any building type which is rented, including both commercial and residential uses. Yields are used to calculate the number of times that the annual rental income will be multiplied to arrive at a capital value. Yields reflect the confidence of a potential purchaser of a building in the income stream (i.e. the rent) that the occupant will pay. They also reflect the quality of the building and its location, as well as general demand for property of that type. The lower the covenant strength of the occupier (or potential occupiers if the building is currently vacant), and the poorer the location of the building, the greater the risk that the tenant may not pay the rent. If this risk is perceived as being high, the yield will be high, resulting in a lower number of years rent purchased (i.e. a lower capital value).

4.13 Over the past four years, yields for commercial property have 'moved out' (i.e. increased), signalling lower confidence in the ability of existing tenants to pay their rent and in future demand for commercial space. This has the effect of

depressing the capital value of commercial space. However, as the economy recovers, we would expect yields to improve (i.e. decrease), which will result in increased capital values. Consequently, EUVs might increase, increasing the base value of sites that might come forward, which may have implications for the amounts of CIL that developments can yield.

4.14 Redevelopment proposals that generate residual land values below EUV plus an appropriate margin to the landowner are unlikely to be delivered. While any such thresholds are only a guide in 'normal' development circumstances, it does not imply that individual landowners, in particular financial circumstances, will not bring sites forward at a lower return or indeed require a higher return. It is simply indicative. If proven existing use value justifies a higher EUV than those assumed, then appropriate adjustments may be necessary. Similarly, the margin above EUV that individual landowners may require will inevitably vary. As such, Existing Use Values should be regarded as benchmarks rather than definitive fixed variables on a site by site basis.

4.15 The EUVs used in this study therefore give a broad indication of likely land values across the Borough, but it is important to recognise that other site uses and values may exist on the ground. There can never be a single threshold land value at which we can say definitively that land will come forward for development.

Specific Modelling Variables

4.16 This section summarises the individual assumptions used in the appraisals. These assumptions are consistent with the variables adopted in the Council's Affordable Housing Viability Study, wherever appropriate (and updated to reflect current conditions). This ensures that the Council's affordable housing and CIL requirements have been tested on a consistent basis.

Residential sales values

4.17 Residential values in the Borough reflect national trends in recent years but do of course vary across the Borough. We have examined comparable evidence of transacted properties in the Borough, which indicates that sales values range from £3,856 per sq m (£358 per sq ft) to £7,070 per sq m (£657 per sq ft).

4.18 As noted earlier in the report, Savills predict that sales values will increase over the medium term. We have therefore widened the range of values included in our appraisals to reflect the prospects of real growth of 10% and 25%.

Commercial rents and yields

4.19 Our research on lettings of commercial floorspace indicates a range of rents achieved, as summarised in table 4.19.1. This table also includes our assumptions on appropriate yields to arrive at a capital value of the commercial space.

Table 4.19.1: Commercial rents and yields

Commercial use	Rent (£s per sq ft)	Yield
Office	£21 - £22	7%
Industrial	£7.50	9%
Light industrial	£10 - £11	9%
Warehouse	£9.50	9%
Retail (High Street)	£20 - £23	6.75%
Retail Park	£25	6.75%

4.20 For each commercial use type, we have assumed that the site currently accommodates the same use class and the development involves intensification of that use. We have assumed lower rents and higher yields for existing space than the planned new floorspace, to reflect the lower quality and lower demand for second hand space, as well as the poorer covenant strength of the likely occupier of second hand space. A modest refurbishment cost of £50 per sq ft is allowed to reflect costs that would be incurred to secure a letting. A 20% landowner premium is added to the resulting existing use value as an incentive for the site to come forward for development.

Residential density and mix

4.21 We have run appraisals using the range of densities that are typically encountered in the Borough. Densities are assumed to range from 100 units per hectare – a modest inner urban density – to 450 units per hectare – a high central urban density.

A consistent unit mix has been adopted for both private and affordable tenures, as follows. The mix reflects the Core Strategy requirement that 25% of the units be provided with three or more bedrooms.

- One bed: 35%
- Two bed: 40%
- Three bed: 25%

Gross to Net Floor space

4.22 The higher the density, the greater the loss of net lettable/ saleable space. This is because flatted schemes require common areas and stair cores, whereas houses provide 100% 'saleable space'. In our model, as a greater quantum of flats is incorporated into the hypothetical development, the build costs increase, to reflect the cost of building the communal space in the blocks of flats.

4.23 In our model, we have adopted a gross to net ratio for flats of 85%. This reflects a high volume of schemes that BNP Paribas Real Estate has valued or appraised on behalf of developers, banks and local authorities. The gross to net ratio is reflected in the build cost when measured on the total saleable area (i.e. the area that excludes common areas). For example, if a building is comprised of 10 flats each with a net internal area (i.e. the floorspace inside the flat itself) of 100 square metres, the total net area of the building is 1,000 square metres. However, when the entrance lobbies, corridors and stair cores are taken into account, the total floor area (what is known as the gross internal area) is 1,200 square metres. The net area is 83% of the gross area. If the build cost is £1,500 per square metre, this equates to £1,800 per square metre

per net square metre. This is an important distinction when considering whether a build cost is reasonable – the unit of measurement (i.e. gross or net) needs to be consistent.

Base Construction Costs

Residential build costs

4.24 The modelling exercise plots a range of base construction costs reflecting density considerations ranging from £1,561 per square metre to £2,852 per square metre (net), incorporating the costs of meeting Lifetime Homes requirements, but excluding infrastructure costs. These costs are drawn from the RICS Building Cost Information Service (BCIS). The costs could increase further should 'exceptional costs' arise, that is the variety of above average costs which include contamination and remediation. As a result, costs need to be treated with caution and where exceeded, will inevitably affect the capacity of schemes to carry obligations and affordable housing.

4.25 Our base construction costs assume that housing is provided to Code for Sustainable Homes level 4 and an additional allowance averaging £6,800 per unit has been added to achieve level 4. This reflects the findings of Cyril Sweet's 2008 study[4] (published by CLG) on the cost of achieving the various CSH levels. Our assumptions therefore reflect these future requirements. The cost of moving to level 5 or 6 is currently prohibitive and technological solutions are required to bring costs down. The current timescale for moving to Code for Sustainable Homes levels 5 and 6 is uncertain. The Inspector's report on the Newark and Sherwood CIL Charging Schedule indicates that CIL viability should be based on current requirements only.

4.26 It is important to note that build costs could increase further should additional 'exceptional costs' arise. As a result, costs need to be treated with caution and where normal levels are exceeded, the capacity of the site concerned to meet the Council's requirements for CIL and affordable housing will be affected. However, with many sites coming forward on previously developed sites, the build costs (which are based on BCIS tender price data) includes an 'average' cost for decontamination and site clearance, with some sites in the sample including such costs.

Commercial build costs

4.27 We have relied upon BCIS data for commercial build costs. BCIS reports that the mean average build cost for retail space as at the 3rd quarter of 2011 is £1,033 per sq m; £758 for industrial floorspace; and £1,305 per sq m for office floorspace.

Developer's profit

4.28 Developer's profit is closely correlated with the perceived risk of residential development. The greater the risk, the greater the required profit level, which helps to mitigate against the risk, but also to ensure that the potential rewards are sufficiently attractive for a bank and other equity providers to fund a scheme. In 2007, profit levels were at around 15-17% of Gross Development Value. However, following the impact of the credit crunch and the collapse in interbank lending and the various government bailouts of the banking sector, profit margins have increased. It is important to emphasise that the level of minimum profit is not necessarily determined by developers (although they will have their own view and the Boards of the major housebuilders will set targets

[4] Communities and Local Government '*Cost Analysis of the Code for Sustainable Homes, 2008'*

for minimum profit).

4.29 The views of the banks which fund development are more important; if the banks decline an application by a developer to borrow to fund a development, it is very unlikely to proceed, as developers rarely carry sufficient cash to fund it themselves. Consequently, future movements in profit levels will largely be determined by the attitudes of the banks towards development proposals.

4.30 The near collapse of the global banking system in the final quarter of 2008 is resulting in a much tighter regulatory system, with UK banks having to take a much more cautious approach to all lending. In this context, the banks may not allow profit levels to decrease much lower than their current level, if at all.

4.31 The minimum generally acceptable profit level is currently around 20% of private housing GDV. Our assumed return on the affordable housing GDV is 6%. A lower return on the affordable housing is appropriate as there is very limited sales risk on these units for the developer; there is often a pre-sale of the units to an RSL prior to commencement. Any risk associated with take up of intermediate housing is borne by the acquiring RSL, not by the developer. A reduced profit level on the affordable housing reflects the Homes and Communities Agency's guidelines in its Economic Appraisal Tool.

Affordable housing tenure and values

4.32 The Council's policy position is 70% rented housing and 30% shared ownership. The Affordable Rent tenure is accepted, subject to the RSL setting rent levels that are accessible to households in receipt of Housing Benefit. This requirement caps the rent levels, particularly for larger units, at the following percentages of market rent:

- One bed unit: 80%;
- Two bed unit: 70%;
- Three bed unit: 60%; and
- Four bed unit: 50%.

4.33 We have calculated the value of the Affordable Rent units housing by capitalising the net rents (inclusive of service charges), before deductions for management and maintenance, having regard to financing arrangements of Registered Social Landlords. This exercise results in a blended rate of £2,411 per square metre (£224 per sq ft).

4.34 As intermediate housing is linked to market values, the values will be determined in part by varying market values. The values adopted for this tenure are based on the assumption that 50% of the equity is sold to the occupier and the RSL charges a rent of 2.75% on the retained equity. This is a cautious approach as the price paid will in reality move with the market changes and also RSL ability to fund acquisitions and their business plan assumptions.

4.35 The CLG/HCA '*2011-2015 Affordable Homes Programme – Framework'* (February 2011) document clearly states that RSLs will not receive grant funding for any affordable housing provided through planning obligations. Consequently, all our appraisals assume nil grant.

Other Influential Factors

4.36 Variability of landowner attitudes: Land markets need time to adapt to changing policy circumstances and landowners may have the choice to hold sites back and hope that policies change. Up until the recent housing market recession, a more common circumstance in areas of sharp price inflation has been fierce competition between developers. This resulted in some developers buying sites without consent on the expectation that rising capital values would offset risk. When the market turns, these developers find that they are unable to implement their schemes and cannot afford their infrastructure and affordable housing obligations.

4.37 Site specific circumstances may arise where the authority is obliged to weigh up perhaps conflicting policy requirements. On sites with an extensive requirement for decontamination (ie above average levels), not all the Council's planning requirements may be affordable. For example, an employment protection policy may require commercial space to be provided in a predominantly residential scheme. The commercial space is likely to have a negative or low value, which requires a cross subsidy from the private housing. This is likely to reduce the amount of subsidy available to provide CIL and affordable housing.

Net additional floorspace calculations

4.38 The Council has supplied details of all completed schemes over the past two years. We have analysed the amount of existing and new floorspace to calculate an average rate of net additional floorspace across all developments. This analysis indicates that existing floorspace equates to 33% of planned replacement space. This net additional floorspace calculation is used to consider appropriate levels of CIL in the next section.

5 Appraisal outputs

Residential appraisals

5.1 The full outputs from our appraisals of residential development are attached as Appendix 1. For each development scenario, we have tested the following levels of affordable housing (all assumed to be 70% rented and 30% Shared Ownership, in line with the Core Strategy):

- 10% affordable housing;
- 20% affordable housing;
- 30% affordable housing;
- 40% affordable housing; and
- 50% affordable housing;

5.2 For each affordable housing level, we have tested the rented housing with social rents and with 'affordable rents' at the following percentages of market rent:

- One bed flats: 80%;
- Two bed flats: 70%;
- Three bed flats: 60%; and
- Four bed flats: 50%.

5.3 The residual land values from each of the scenarios above are then compared to four existing use value benchmarks to determine whether the imposition of CIL would have an impact on development viability. In some cases, the equation RLV less EUV (including landowner premium) results in a negative number, so the development would not proceed, whether or not CIL was imposed. We therefore focus on situations where the RLV is greater than EUV and where (all other things being equal) the development would proceed. In these situations, CIL has the potential to 'tip the balance' of viability into a negative position. We return to this point later in this report.

Commercial appraisals

5.4 Our research on rents achieved on commercial lettings indicates a range of rents within each main use class. Our commercial appraisals therefore model the whole range of rents and capital values to test the impact the different rent levels have on viability and the ability of commercial schemes to contribute towards CIL. For each use class tested (B1, B2/B8 and retail), we have run four appraisals of a quantum of floorspace, each with rent levels reflecting the range identified by our research.

Presentation of data

Residential appraisals results

5.5 For each affordable housing percentage, there are 112 appraisals of generic developments, each on a hectare of land, using a range of sales values and development densities. Each set of appraisals is compared to four EUV benchmarks.

5.6 The existing use value benchmark (including a landowner premium of 20%) is then deducted from each residual land value to determine whether or not, in each of the specific circumstances, the imposition of CIL at varying levels would impact on scheme viability. A sample table, corresponding to the residual land values above, is provided below.

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm
Sales value per sm								
£3,875	1,532,412	1,808,313	1,103,605	- 1,904,204	- 6,265,633	- 9,631,915	- 12,334,765	- 15,369,331
£4,198	2,326,309	3,005,864	2,708,524	116,958	- 3,821,232	- 6,780,114	- 9,075,563	- 11,702,729
£4,521	3,119,591	4,195,788	4,304,787	2,123,105	- 1,376,831	- 3,928,313	- 5,816,363	- 8,036,128
£4,844	3,912,873	5,385,711	5,891,352	4,129,253	1,032,667	- 1,083,310	- 2,557,162	- 4,369,527
£5,167	4,699,759	6,566,040	7,465,124	6,107,414	3,420,571	1,702,578	638,324	- 752,798
£5,490	5,312,233	7,484,751	8,690,071	7,638,599	5,277,433	3,868,917	3,114,141	2,032,495
£5,920	6,128,864	8,709,698	10,323,334	9,680,177	7,747,424	6,757,370	6,415,229	5,746,219
£6,458	7,149,654	10,240,883	12,364,913	12,232,150	10,809,792	10,354,630	10,541,590	10,388,374
£6,997	8,170,443	11,772,066	14,406,492	14,784,125	13,872,161	13,927,393	14,627,425	15,005,057
£7,535	9,191,233	13,303,251	16,448,071	17,336,098	16,934,529	17,500,156	18,710,583	19,598,610
£8,073	10,212,022	14,834,434	18,489,650	19,888,071	19,996,897	21,072,919	22,793,740	24,192,163
£8,611	11,232,812	16,365,619	20,531,229	22,440,046	23,059,265	24,645,682	26,876,898	28,785,714
£9,149	12,253,601	17,896,803	22,572,808	24,992,019	26,121,633	28,218,445	30,960,056	33,379,267
£9,688	13,274,391	19,427,987	24,614,387	27,543,992	29,184,002	31,791,208	35,043,214	37,972,820

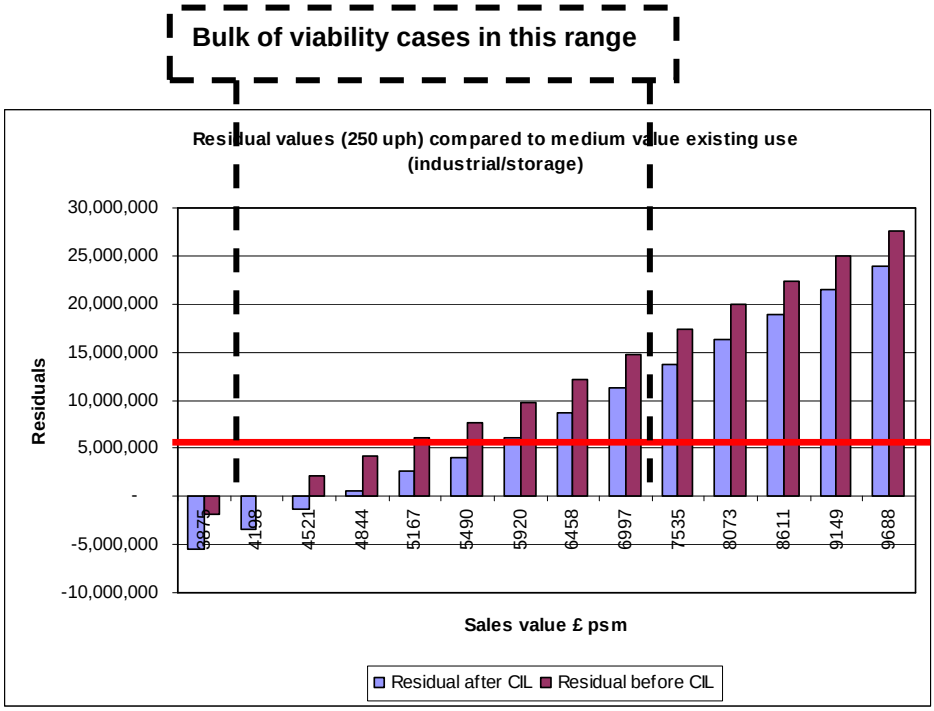
RLVs less existing use value **£4,843,800 per hectare** **£1,961,053 per acre** **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	☹	☹	☹	☹	☹	☹	☹	☹	£3,875
£4,198	☹	☹	☹	☹	☹	☹	☹	☹	£4,198
£4,521	☹	☹	☹	☹	☹	☹	☹	☹	£4,521
£4,844	☹	☹	☹	☹	☹	☹	☹	☹	£4,844
£5,167	☹	☹	☹	☹	☹	☹	☹	☹	£5,167
£5,490	☹	☹	☺	☹	☹	☹	☹	☹	£5,490
£5,920	☹	☺	☺	☺	☹	☹	☹	☹	£5,920
£6,458	☹	☺	☺	☺	☺	☹	☹	☹	£6,458
£6,997	☺	☺	☺	☺	☺	☺	☺	☺	£6,997
£7,535	☺	☺	☺	☺	☺	☺	☺	☺	£7,535
£8,073	☺	☺	☺	☺	☺	☺	☺	☺	£8,073
£8,611	☺	☺	☺	☺	☺	☺	☺	☺	£8,611
£9,149	☺	☺	☺	☺	☺	☺	☺	☺	£9,149
£9,688	☺	☺	☺	☺	☺	☺	☺	☺	£9,688

5.7 If the RLV less EUV calculation is shown as a green, this indicates a positive result and a viable development scenario. However, where the RLV less EUV calculation is shown using a red symbol, the development would be unviable at the given level of CIL.

5.8 We then chart the results (as illustrated below) to test whether the impact of CIL would reduce the RLV below the EUV benchmark (shown as a red line on each chart). In this example of a 250 unit per hectare scheme on a site currently in industrial/storage use, the purple bars correspond to the RLVs of the scheme at varying sales values (in the range of £3,875 to £9,688 per sq m). The blue bars shows the RLV *after* the imposition of a CIL, levied on the net additional floor space.

5.9 In the example below, where sales values are at £4,844 per sq m or lower, a scheme would generate a RLV that is lower than the EUV (shown by the red line). These sites would not come forward unless another variable were to change (e.g. a reduction in the affordable housing percentage below 50%). However, at sales values of £5,167 per sq m or more, the RLV would exceed the EUV benchmark. The level of CIL is then a critical factor for the schemes that meet the basic viability test. The level of CIL will affect the schemes at the margins of viability. On a scheme with sales values of £5,167 per sqm, the RLV of the scheme after CIL is deducted would fall below the EUV benchmark and in this situation, CIL would prevent the development from proceeding. When sales values exceed £5,920 per sq m, the imposition of CIL would have no impact on the decision to proceed, as the "after CIL" RLV exceeds the EUV benchmark in all cases.



Commercial appraisal results

5.10 The commercial appraisal results are more straightforward, due to the narrower range of variables that need to be considered in comparison to residential development. The appraisals are presented in the form of a traditional residual valuation, with the residual land value compared to an existing use value. The 'surplus' arising from development is then divided by the total floor area of the new scheme to show the level of CIL that the scheme could viably provide. We also divide the surplus by the net additional floorspace only to provide an indication of the level of CIL per sq m that schemes could yield when the existing space is netted off.

6 Assessment of the results

6.1 This section should be read in conjunction with the full results attached at Appendices 1 and 2. In these results, the residual land values are calculated for scenarios with sales values reflective of market conditions across the Borough. These RLVs are then compared to existing use value benchmarks, which include a 20% landowner premium. The graphs in the sections below show the outputs of our appraisals using the variables set out in Section 4.

6.2 Charging authorities are required to strike "*an appropriate balance*" between the need to raise funding to provide infrastructure to ensure development is sustainable and the potential impact of CIL on the economic viability of development. Our recommendations are that:

- Firstly, councils should take a strategic view of viability. There will always be variations in viability between individual sites, but viability testing should establish the most typical viability position; not the exceptional situations.
- Secondly, they should take a balanced view of viability – residual valuations are just one factor influencing a developer's decision making – the same applies to local authorities.
- Thirdly, while a single charge is attractive, it may not be appropriate for all authorities.
- Fourthly, markets are cyclical and subject to change over short periods of time. Sensitivity testing to 'stress test' levels of CIL to ensure they are robust in the most likely of market conditions over the life of a Charging Schedule is essential.
- Fifthly, local authorities should not set their rates of CIL at the limits of viability. They should leave a margin or contingency to allow for change and site specific viability issues.

6.3 The early examinations have seen a debate on how viability evidence should translate into CIL rates. It has now been accepted that there is no requirement for a proposed rate to slavishly follow the outputs of residual valuations. At Shropshire Council's examination in public, Newark & Sherwood Council argued that rates of CIL should be set at the level dictated by viability evidence which would (if followed literally) have resulted in a Charging Schedule with around thirty different charging zones across the Shropshire area. Clearly this would have resulted in a level of complexity that CIL is intended to avoid. The conclusion of this debate was that CIL rates should not necessarily be determined solely by viability evidence, but *should not be logically contrary* to the evidence. Councils should not follow a mechanistic process when setting rates –appraisals are just a guide to viability and are widely understood to be a less than precise tool.

Assessment – residential development

6.4 As CIL is intended to operate as a fixed charge, the Council will need to consider the impact on two key factors. Firstly, the need to strike a balance between maximising revenue to invest in infrastructure and the need to minimise the impact upon development viability. Secondly, as CIL will effectively take a 'top-slice' of development value, there is a potential impact on the percentage or tenure mix of affordable housing that can be secured. This is a change from the current system of negotiated financial contributions, where the planning officer could weigh the need for contributions against the requirement that schemes need to contribute towards affordable housing provision.

6.5 In assessing the results, it is important to clearly distinguish between two scenarios; namely, schemes that are unviable *regardless of the level of CIL* and schemes that are viable *prior* to the imposition of CIL at certain levels. If a scheme is unviable before CIL is levied, it is unlikely to come forward and CIL would not be a critical factor. We have therefore disregarded the 'unviable' schemes in recommending an appropriate level of CIL.

6.6 Charts 6.6.1 to 6.6.4 show the impact upon development viability of a CIL charge of £300 per sqm (including the Mayoral CIL of £35 per sqm) levied on the entire development (i.e. no discount for existing floorspace). Each chart compares the results to each of the four EUV benchmarks. All the development scenarios assume 50% affordable housing, with the rented housing provided as Affordable Rent.

Chart 6.6.1: Viability of CIL charge of £300 – High EUV benchmark

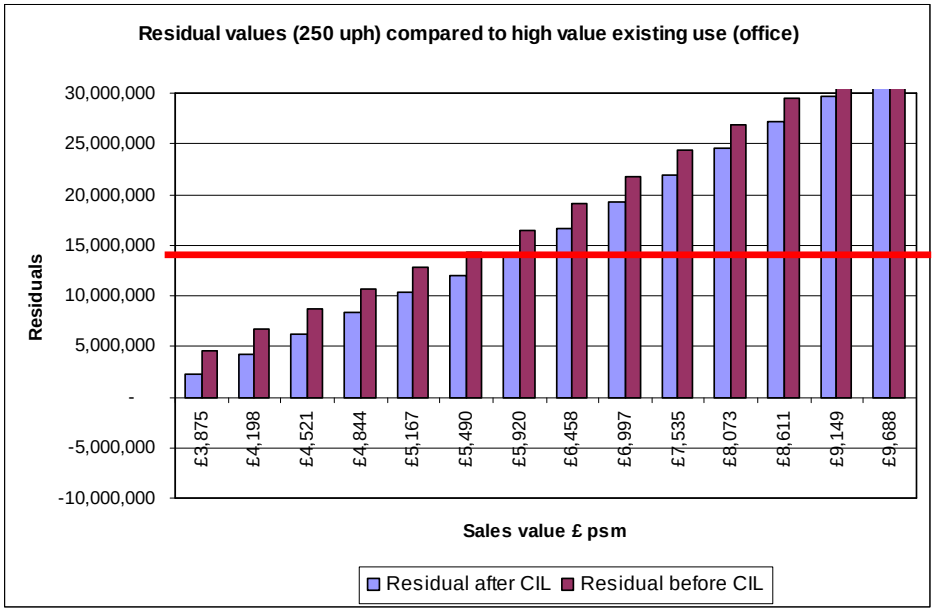


Chart 6.6.2: Viability of CIL charge of £300 – Medium EUV benchmark

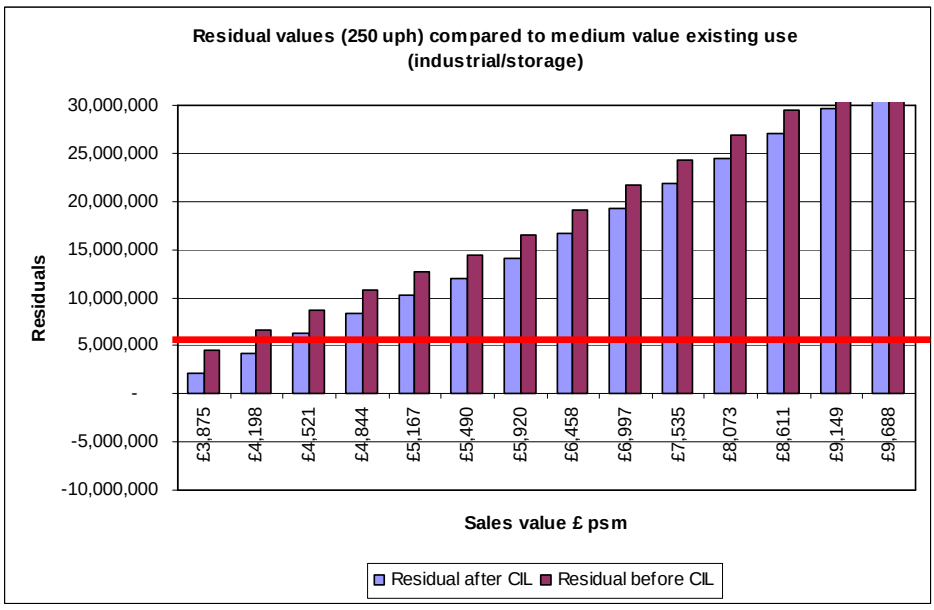


Chart 6.6.3: Viability of CIL charge of £300 – Med-Low EUV benchmark

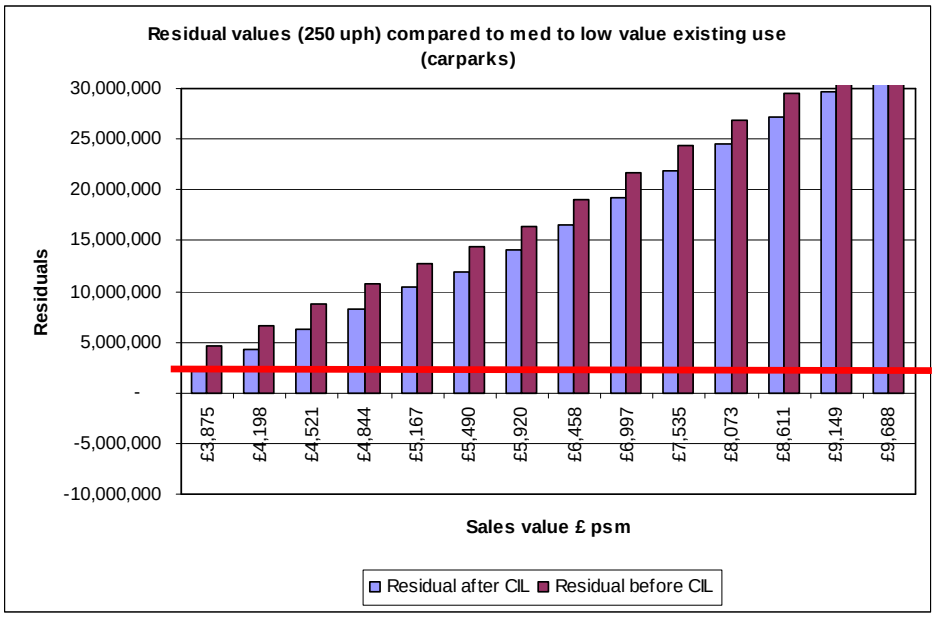
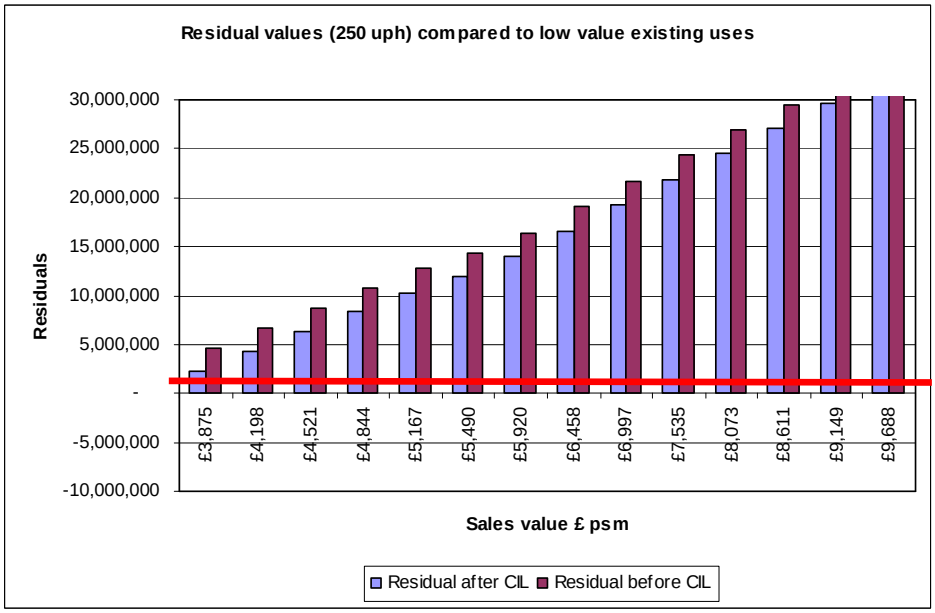


Chart 6.6.4: Viability of CIL charge of £300 – Lowest EUV benchmark



6.7 Charts 6.6.1, 6.6.2 and 6.6.3 indicate that a number of development scenarios would be rendered unviable by a CIL levied at a rate of £300 per sqm across the development. However, as noted previously, CIL will be levied on net additional floorspace only. Our analysis of schemes completed over the past two years indicates that, on average, existing floorspace equates to 33% of new floorspace. In the next set of charts (6.7.1 to 6.7.4), we consider the viability of the same charge (£300 per sqm) but levied on the net additional floorspace **only**.

Chart 6.7.1: Viability of CIL charge of £300 levied on net additional floorspace only – High EUV benchmark

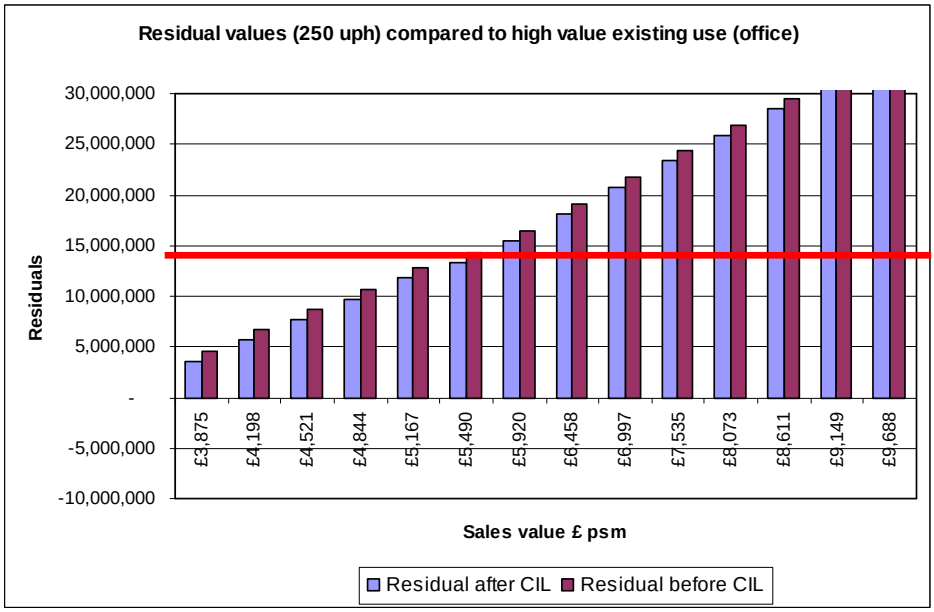


Chart 6.7.2: Viability of CIL charge of £300 levied on net additional floorspace only – Medium EUV benchmark

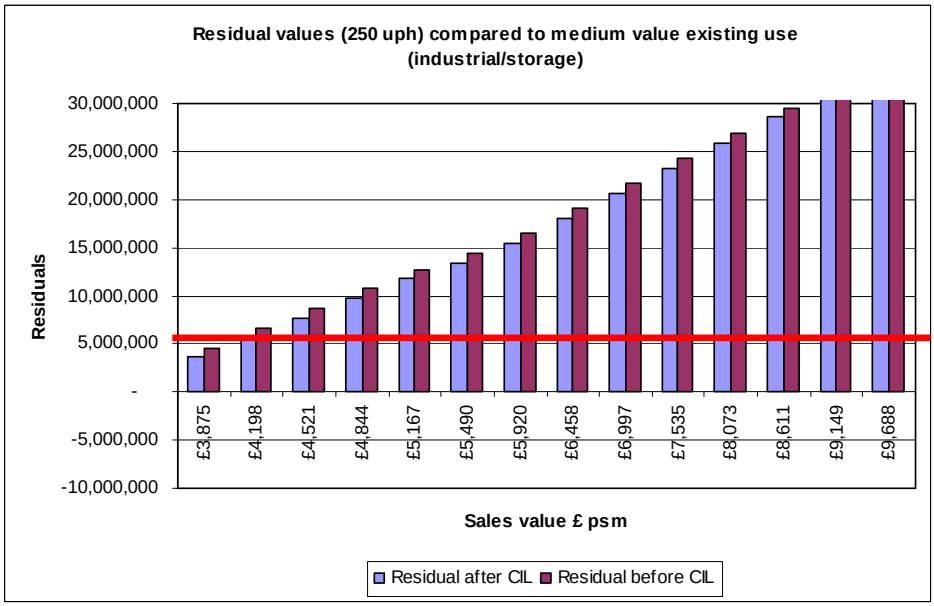


Chart 6.7.3: Viability of CIL charge of £300 levied on net additional floorspace only – Med-Low EUV benchmark

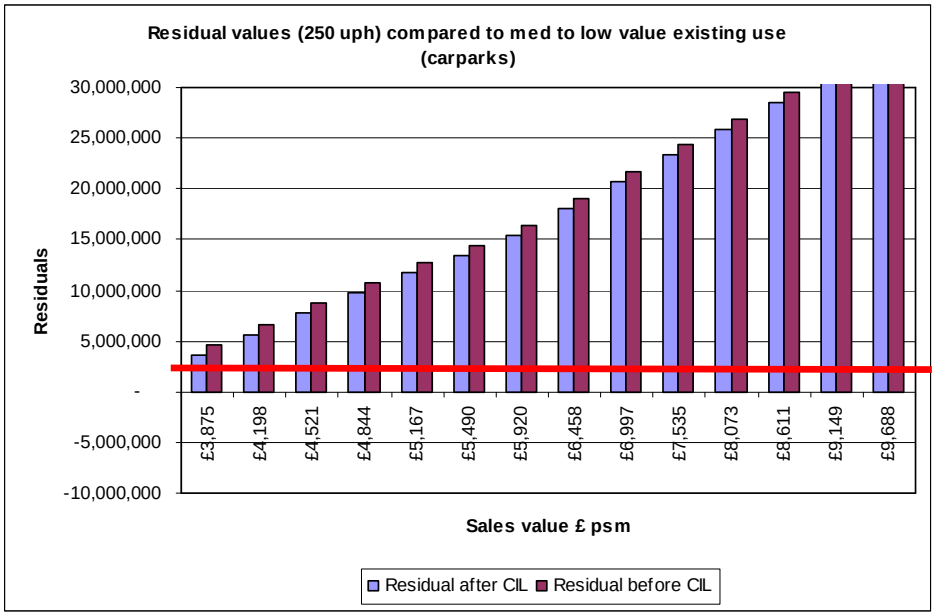
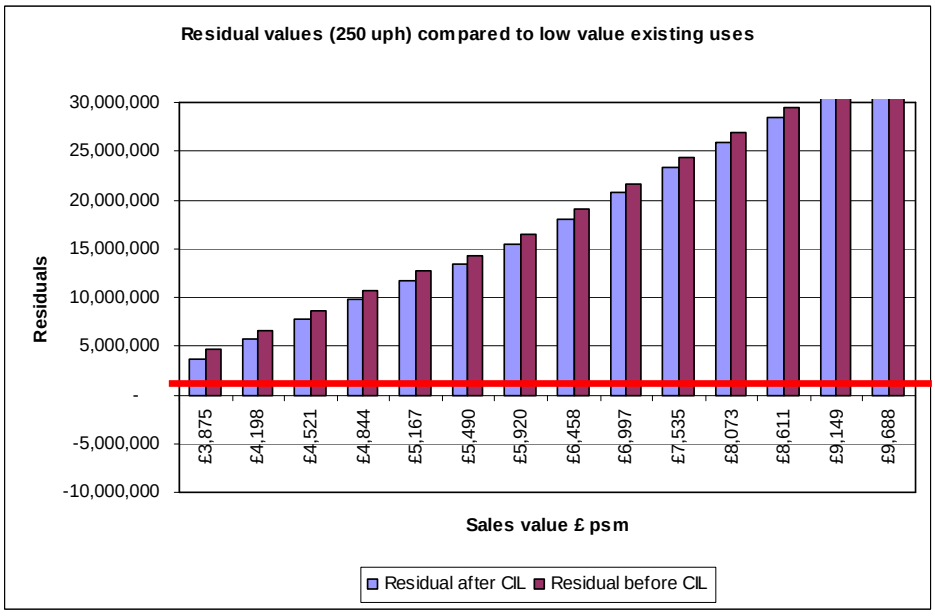
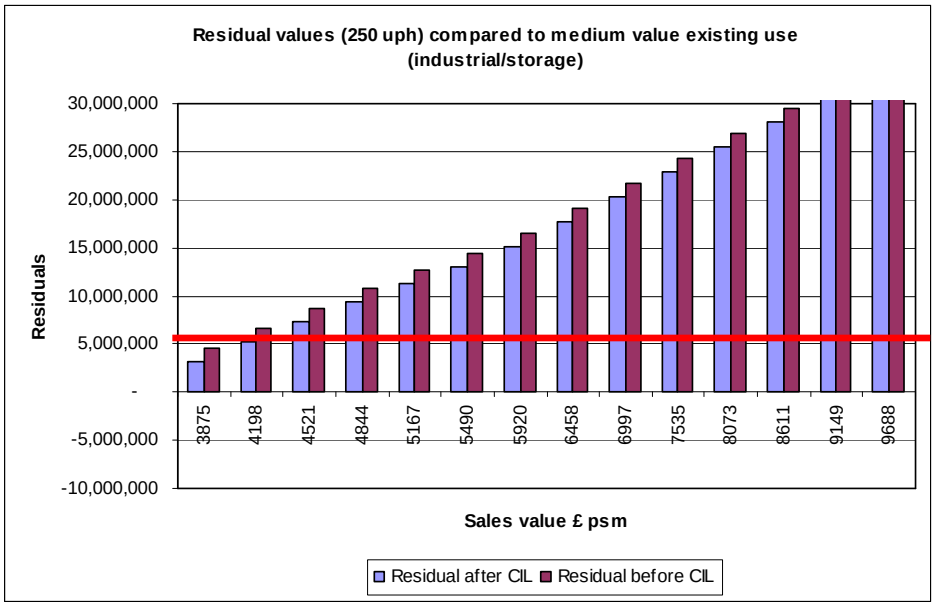


Chart 6.7.4: Viability of CIL charge of £300 levied on net additional floorspace only –Low EUV benchmark



6.8 Given that the bulk of schemes will fall into the £3,875 to £5,490 per sq m sales value bands, a CIL rate of £300 per sqm appears to be the very highest level that could be set without a significant impact on the viability of residential development. At a reduced rate of CIL of £220 per sqm (excluding the Mayor CIL of £35 per sqm), schemes at sales values of £4,198 per sqm (that were rendered unviable by the higher CIL charge) would become viable (see Chart 6.8.1).

Chart 6.8.1: Viability of CIL charge of £220 levied on net additional floorspace only – Medium EUV benchmark



Although the charts above relate to schemes with densities of 250 units per hectare, the relationship between scheme EUVs and RLVs on schemes of higher and lower densities is consistent with the results shown in the charts above.

Impact of real house price growth

6.9 Increasing real house prices will enhance the ability of schemes to absorb a higher rate of CIL in the future. Table 6.9.1 below shows how the current range of values will change in the future as a result of an increase in sales values of 10% and 25% in real terms. This is the increase in excess of the negative impact of other changes, such as increasing build costs.

Table 6.9.1: Impact of inflation on range of sales values

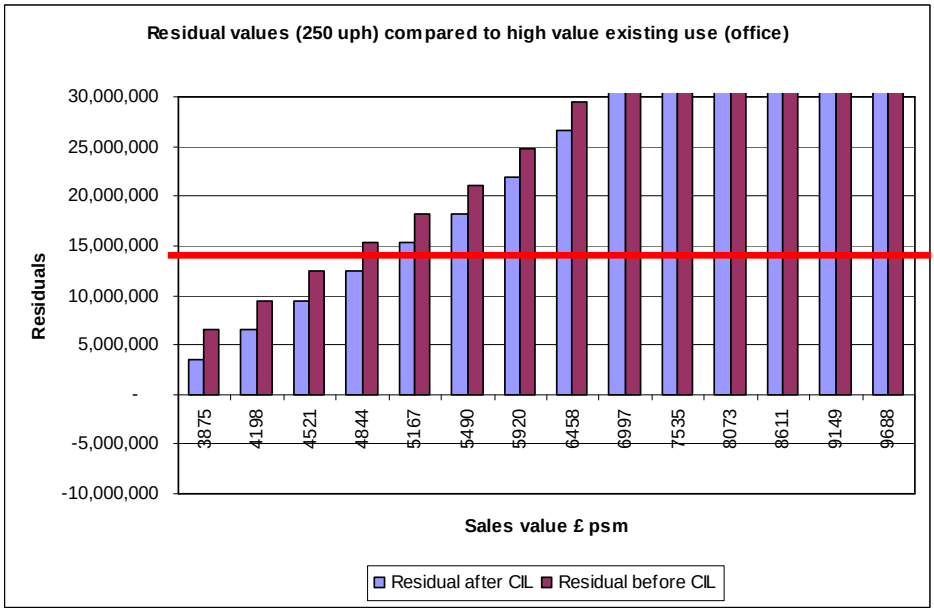
Sales value range	Low (£s per sqm)	High (£s per sqm)
Current	3,875	6,997
10% real terms inflation	4,198	7,535
25% real terms inflation	4,844	8,611

The results from the appraisals with inflated sales values are included within the charts above and the tables attached at Appendix 1. The range of values simply shifts to the right along the scale, so for example, where values are inflated by 10%, the range starts at the second bar in chart, rather than the first.

Reduced affordable housing

6.10 On residential developments, the Council has the option of reducing the quantum of affordable housing if viability issues emerge. To illustrate the impact of reducing affordable housing requirements on scheme viability, chart 6.10.1 shows the residual values generated by a scheme with 10% affordable housing on a high existing use value site.

Chart 6.10.1: Viability of CIL charge of £300 levied on net additional floorspace only – High EUV benchmark – 10% affordable housing



Hotel development

6.11 We have separately assessed the ability of hotel developments to make contributions through CIL (appraisal attached at Appendix 2). Assuming a capital value of £110,000 per room, our appraisals indicate that hotel development should be able to absorb a CIL of up to £320 per sqm, including the Mayoral CIL.

Student housing development

6.12 Student housing developments typically generate high residual land values, although the level of rent charged is a critical factor. Schemes developed by universities themselves tend to have lower rent levels than schemes developed by private sector bodies, such as Unite. Given the financial constraints that universities now operate under, it is likely that most if not all new student housing will be developed by the private sector.

6.13 Our appraisal indicates that a typical student housing scheme, with rents of £190 per week, should be able to contribute between £300 to £350 per square metre of net additional floorspace (assuming 33% existing floorspace on site). This would allow a comfortable viability margin and for the Mayoral CIL.

Assessment – commercial development

6.14 Our appraisals indicate that the ability of commercial schemes to viably make contributions through CIL will vary according to use class. Office and retail floorspace generates a positive RLV in excess of EUV benchmarks, generating a surplus that could be used to make CIL contributions.

6.15 As noted in section 4, the level of rents that can be achieved for commercial space varies according to exact location; quality of building; and configuration of space. Consequently, our appraisals reflect this range to show the likely

contributions that can be secured in the 'least viable' scenario where rents are lowest.

Table 6.15.1 – Office floorspace

Primary range

Rent level (per sq ft)	£20	£21	£22	£23
RLV (£m)	1.52	1.78	2.03	2.28
EUV benchmark (£m)	1.62	1.62	1.76	1.76
'Surplus' to fund CIL (£m)	(0.16)	0.15	0.27	0.53
CIL per sqm across whole scheme	(37)	54	98	190
CIL per sqm of net additional floorspace	(56)	81	147	283

Table 6.15.2 – Retail floorspace

Primary range

Rent level (per sq ft)	£20	£21	£23	£25
RLV (£m)	1.83	2.11	3.11	3.66
EUV benchmark (£m)	1.77	1.98	2.47	2.61
'Surplus' to fund CIL (3m)	0.06	0.12	0.64	1.05
CIL per sqm across whole scheme	21	44	229	375
CIL per sqm of net additional floorspace	31	66	341	560

Table 6.15.3 – Industrial floorspace

Rent level (per sq ft)	£7.50	£8	£8.5	£9
RLV (£m)	(0.751)	(0.649)	(0.546)	(0.444)
EUV benchmark (£m)	0.614	0.731	0.848	0.804
'Surplus' to fund CIL	(1.365)	(1.380)	(1.394)	(1.409)
CIL per sqm across whole scheme	(490)	(495)	(500)	(506)
CIL per sqm of net additional floorspace	(1,195)	(1,208)	(1,220)	(1,223)

Table 6.15.4 – Warehouse floorspace

Rent level (per sq ft)	£9	£10	£11	£12
RLV (£m)	(0.440)	(0.239)	(0.034)	0.170
EUV benchmark (£m)	0.654	0.770	0.887	1.004
'Surplus' to fund CIL	(1.098)	(1.011)	(0.922)	(0.834)
CIL per sqm across whole scheme	(394)	(362)	(331)	(299)
CIL per sqm of net additional floorspace	(960)	(884)	(807)	(730)

6.16 The results indicate that office developments could viably generate a contribution towards CIL of between £81 and £147 per sq m. Retail developments could make a slightly higher contribution of between £66 and £341 per sq m.

6.17 The Council would need to adopt a level of CIL that has regard to the lower value developments, which suggests that the maximum CIL rates for offices would be £81 per sq m and £66 for retail. However, with retail parks attracting higher rents, the Council could consider adopting a higher rate of CIL for these types of development.

6.18 Industrial and warehouse developments generate negative values after deducting an allowance for the existing use value plus landowner premium. The maximum rent for industrial lettings is currently £9 per sq ft. Rents would need to increase to £15.90 per sq ft to achieve a viable scheme (even before CIL is applied). The prospects of achieving a 76% increase in rents over the life of the Charging Schedule are very limited. Rents for warehousing developments would need to increase to £14 psf to break even. Again, it is unlikely that rents will increase sufficiently above these levels during the life of the Charging Schedule for any level of CIL to become viable.

6.19 We have also considered the ability of schemes providing 'affordable workspace' to make contributions through CIL. For the purposes of this assessment, we have assumed that the workspace is let at 75% of the lowest rent in the range of office rents. This equates to a rent of £15 per sq ft. The results indicate that affordable workspace would not generate sufficient value to make any CIL contribution.

Table 6.19.1: Affordable workspace

Rent level (per sq ft)	£15
RLV (£m)	0.62
EUV benchmark (£m)	1.12
'Surplus' to fund CIL	(0.50)
CIL per sqm across whole scheme	(180)
CIL per sqm of net additional floorspace	(269)

D1 floorspace development

6.20 D1 floorspace typically includes uses that do not accommodate revenue generating operations, such as schools, health centres, museums and places of worship. Other uses that do generate an income stream (such as swimming pools) have operating costs that are far higher than the income and require public subsidy. Many D1 uses will be infrastructure themselves, which CIL will help to provide. It is therefore unlikely that D1 uses will be capable of generating any contribution towards CIL.

6.21 In light of these results, the next section of this report sets out our recommendations to the Council on how it might approach setting appropriate levels of CIL to strike an appropriate balance between revenue maximisation and viability.

7 Conclusions and recommendations

7.1 The results of our analysis indicate a degree of variation in viability of development in terms of use classes. In light of these variations, two options are available to the Council under the CIL regulations. Firstly, the Council could set a single CIL rate across the Borough, having regard to the least viable use classes and least viable locations. This option would suggest the adoption of the 'lowest common denominator', with sites that could have provided a greater contribution towards infrastructure requirements not doing so. Secondly, the Council has the option of setting different rates for different use classes. The results of our study point firmly towards the second option as our recommended route.

7.2 We have also referred to the results of development appraisals as being highly dependent upon the inputs, which will vary significantly between individual developments. In the main, the imposition of CIL is not a critical factor in determining whether a scheme is viable or not (with the relationship between scheme value, costs and existing use value benchmarks being far more important). This is evidenced by the very marginal differences between the 'pre' and 'post' CIL residential appraisals shown in the table in Section 6.

7.3 Given CIL's nature as a fixed tariff, it is important that the Council selects rates that are not on the limit of viability. This is particularly important for commercial floorspace, where the Council does not have the ability to 'flex' other planning obligations to absorb site-specific viability issues. In contrast, the Council could in principle set higher rates for residential schemes as the level of affordable housing could be adjusted in the case of marginally viable schemes. However, this approach runs the risk of frustrating one of the Council's other key objectives of delivering affordable housing. Consequently, sensitive CIL rate setting for residential schemes is also vital.

7.4 Our core recommendations on levels are CIL are therefore summarised as follows:

- The results of this study are reflective of current market conditions, which are likely to improve over the medium term. It is therefore important that the Council keeps the viability situation under review so that levels of CIL can be adjusted to reflect any future improvements. This could be achieved through indexation, using a combination of changes in house prices (as measured by the Land Registry House Price Index) and build costs (as measured by BCIS or other appropriate index).

- A majority of **residential schemes** should be able to absorb a CIL rate of up to £300 per sq m, including the Mayoral CIL of £35 per sq m. However, our results indicate that a CIL of this level would prevent some developments at the margins of viability from coming forward. We therefore recommend a lower starting rate of around £200 per sq m, plus the Mayoral CIL.

- Our appraisals indicate that student housing schemes could comfortably accommodate a CIL of around £300 per sq metre (exclusive of the Mayoral CIL).

- Hotel developments could accommodate a CIL of up to a maximum of £320 per sq metre. We would suggest a starting rate of £200 per sq metre to allow a buffer and the Mayoral CIL.

- **Office developments** range in value, with rents typically around £21 per sq ft to £22 per sq ft. Our appraisals indicate that a CIL of up to £147 per sq m could be levied, but this would result in many office developments that attract lower rents from coming forward. Given that there are no other significant planning obligations that could be 'flexed' to absorb viability issues on lower value schemes, we recommend that the Council sets a CIL for offices that strikes a balance between the upper and lower end of the rental range. This would suggest a maximum CIL of up to £110 per sq m, or £40 after allowing a margin to absorb site specific viability issues, plus the Mayoral CIL.
- Values generated by **Retail developments** vary between high street and small retail developments and retail parks, with the latter attracting higher rents and generating higher capital values. At the lower end of the range, our results indicate that a maximum CIL of £66 per sq m could be achieved. However, the viable levels of CIL increase very steeply with modest increases in rents (from £21 to £23 per sq ft) to £341 per sq m. In arriving at a balance between the two ends of the range, the Council might consider adopting a CIL of £80 per sq m plus the Mayoral CIL.
- Our appraisals of developments of **industrial and warehousing floorspace** indicate that these uses are unlikely to generate positive residual land values. Even when positive land values are achieved, they fall short of existing use values. We recommend that zero rates are set for these use classes, although it is unlikely that development would come forward in any case.

For residential schemes, the application of CIL of £200 per sq m does not appear to be a critical factor in determining whether or not a scheme is viable. Some schemes would be unviable even if a zero CIL were adopted. We therefore recommend that the Council pays limited regard to these sites. However, the Council should also consider the potential CIL that could be secured from other viable sites when determining an appropriate balance between revenue maximisation and viability.

Appendix 1 Residential appraisal results

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	1,571,084	1,852,703	1,126,473	-1,966,988	-6,451,545	-9,913,312	-12,693,220	-15,814,057	£3,875
£4,198	2,387,034	3,083,520	2,775,972	110,471	-3,939,245	-6,982,294	-9,343,485	-12,045,606	£4,198
£4,521	3,202,352	4,306,496	4,416,577	2,172,345	-1,426,944	-4,051,277	-5,993,751	-8,277,155	£4,521
£4,844	4,017,669	5,529,472	6,047,212	4,234,219	1,049,670	-1,127,031	-2,644,017	-4,508,703	£4,844
£5,167	4,826,414	6,742,589	7,664,700	6,267,329	3,503,904	1,736,242	640,480	-791,233	£5,167
£5,490	5,455,901	7,686,819	8,923,674	7,841,047	5,412,346	3,962,758	3,185,068	2,071,429	£5,490
£5,920	6,295,217	8,945,793	10,602,306	9,939,335	7,950,948	6,931,445	6,577,854	5,888,313	£5,920
£6,458	7,344,362	10,519,510	12,700,595	12,562,198	11,098,381	10,628,630	10,818,835	10,659,418	£6,458
£6,997	8,393,506	12,093,227	14,798,884	15,185,060	14,245,816	14,300,636	15,018,166	15,404,341	£6,997
£7,535	9,442,651	13,666,944	16,897,174	17,807,921	17,393,250	17,972,643	19,214,745	20,125,492	£7,535
£8,073	10,491,795	15,240,661	18,995,464	20,430,783	20,540,684	21,644,649	23,411,324	24,846,643	£8,073
£8,611	11,540,940	16,814,378	21,093,752	23,053,644	23,688,118	25,316,656	27,607,902	29,567,794	£8,611
£9,149	12,590,085	18,388,095	23,192,042	25,676,507	26,835,553	28,988,662	31,804,482	34,288,945	£9,149
£9,688	13,639,229	19,961,813	25,290,332	28,299,368	29,982,986	32,660,668	36,001,060	39,010,097	£9,688
Private floor area	3,238	4,856	6,475	8,094	9,713	11,331	12,950	14,569	
CIL	199,106	298,659	398,213	497,766	597,319	696,872	796,425	895,978	

RLVs less existing use value **£11,960,000 per hectare** **£4,842,105 per acre** **Incl premium to landowner** **£14,352,000 per hectare**

Office

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	-12,980,022	-12,797,956	-13,623,740	-16,816,754	-21,400,864	-24,962,184	-27,841,645	-31,062,035	£3,875
£4,198	-12,164,072	-11,567,139	-11,974,241	-14,739,295	-18,888,564	-22,031,166	-24,491,910	-27,293,584	£4,198
£4,521	-11,348,754	-10,344,163	-10,333,636	-12,677,421	-16,376,263	-19,100,149	-21,142,176	-23,525,133	£4,521
£4,844	-10,533,437	-9,121,187	-8,703,000	-10,615,547	-13,899,649	-16,175,903	-17,792,442	-19,756,681	£4,844
£5,167	-9,724,692	-7,908,070	-7,085,512	-8,582,437	-11,445,415	-13,312,630	-14,507,945	-16,039,211	£5,167
£5,490	-9,095,205	-6,963,840	-5,826,538	-7,008,719	-9,536,973	-11,086,114	-11,963,357	-13,176,549	£5,490
£5,920	-8,255,889	-5,704,866	-4,147,906	-4,910,431	-6,998,371	-8,117,427	-8,570,571	-9,359,665	£5,920
£6,458	-7,206,744	-4,131,149	-2,049,617	-2,287,568	-3,850,938	-4,420,242	-4,329,590	-4,588,560	£6,458
£6,997	-6,157,600	-2,557,432	48,672	335,294	703,503	-748,236	-130,259	156,363	£6,997
£7,535	-5,108,455	-983,715	2,146,962	2,958,155	2,443,931	2,923,771	4,066,320	4,877,514	£7,535
£8,073	-4,059,311	590,002	4,245,252	5,581,017	5,591,365	6,595,777	8,262,899	9,598,665	£8,073
£8,611	-3,010,166	2,163,719	6,343,540	8,203,878	8,738,799	10,267,784	12,459,477	14,319,816	£8,611
£9,149	-1,961,021	3,737,436	8,441,830	10,826,741	11,886,234	13,939,790	16,656,057	19,040,967	£9,149
£9,688	-911,877	5,311,154	10,540,120	13,449,602	15,033,667	17,611,796	20,852,635	23,762,119	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **£1,961,053 per acre** **Incl premium to landowner** **£5,812,560 per hectare**

Industrial/Storage/Distribution

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	-4,440,582	-4,258,516	-5,084,300	-8,277,314	-12,861,424	-16,422,744	-19,302,205	-22,522,595	£3,875
£4,198	-3,624,632	-3,027,699	-3,434,801	-6,199,855	-10,349,124	-13,491,726	-15,952,470	-18,754,144	£4,198
£4,521	-2,809,314	-1,804,723	-1,794,196	-4,137,981	-7,836,823	-10,560,709	-12,602,736	-14,985,693	£4,521
£4,844	-1,993,997	-581,747	163,560	-2,076,107	-5,360,209	-7,636,463	-9,253,002	-11,217,241	£4,844
£5,167	-1,185,252	631,370	1,453,928	-42,997	-2,905,975	-4,773,190	-5,968,505	-7,499,771	£5,167
£5,490	-555,765	1,575,600	2,712,902	1,530,721	-997,533	-2,546,674	-3,423,917	-4,637,109	£5,490
£5,920	283,551	2,834,574	4,391,534	3,629,009	1,541,069	422,013	-31,131	-820,225	£5,920
£6,458	1,332,696	4,408,291	6,489,823	6,251,872	4,688,502	4,119,198	4,209,850	3,950,880	£6,458
£6,997	2,381,840	5,982,008	8,588,112	8,874,734	7,835,937	7,791,204	8,409,181	8,695,803	£6,997
£7,535	3,430,985	7,555,725	10,686,402	11,497,595	10,983,371	11,463,211	12,605,760	13,416,954	£7,535
£8,073	4,480,129	9,129,442	12,784,692	14,120,457	14,130,805	15,135,217	16,802,339	18,138,105	£8,073
£8,611	5,529,274	10,703,159	14,882,980	16,743,318	17,278,239	18,807,224	20,998,917	22,859,256	£8,611
£9,149	6,578,419	12,276,876	16,981,270	19,366,181	20,425,674	22,479,230	25,195,497	27,580,407	£9,149
£9,688	7,627,563	13,850,594	19,079,560	21,989,042	23,573,107	26,151,236	29,392,075	32,301,559	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **£847,368 per acre** **Incl premium to landowner** **£2,511,600 per hectare**

Former Car park sites/Community

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	-1,139,622	-957,556	-1,783,340	-4,976,354	9,560,464	-13,121,784	-16,001,245	-19,221,635	£3,875
£4,198	-323,672	273,261	-133,841	-2,898,895	7,048,164	-10,190,766	-12,651,510	-15,453,184	£4,198
£4,521	491,646	1,496,237	1,506,765	-837,021	4,535,863	-7,259,749	-9,301,776	-11,684,733	£4,521
£4,844	1,306,963	2,719,213	3,137,400	1,224,853	2,059,249	-4,335,503	-5,952,042	-7,916,281	£4,844
£5,167	2,115,708	3,932,330	4,754,888	3,257,963	394,985	-1,472,230	-2,667,545	-4,198,811	£5,167
£5,490	2,745,195	4,876,560	6,013,862	4,831,681	2,303,427	754,286	-122,957	-1,336,149	£5,490
£5,920	3,584,511	6,135,534	7,692,494	6,929,969	4,842,029	3,722,973	3,269,829	2,480,735	£5,920
£6,458	4,633,656	7,709,251	9,790,783	9,552,832	7,989,462	7,420,158	7,510,810	7,251,840	£6,458
£6,997	5,682,800	9,282,968	11,889,072	12,175,694	11,136,897	11,092,164	11,710,141	11,996,763	£6,997
£7,535	6,731,945	10,856,685	13,987,362	14,798,555	14,284,331	14,764,171	15,906,720	16,717,914	£7,535
£8,073	7,781,089	12,430,402	16,085,652	17,421,417	17,431,765	18,436,177	20,103,299	21,439,065	£8,073
£8,611	8,830,234	14,004,119	18,183,940	20,044,278	20,579,199	22,108,184	24,299,877	26,160,216	£8,611
£9,149	9,879,379	15,577,836	20,282,230	22,667,141	23,726,634	25,780,190	28,496,457	30,881,367	£9,149
£9,688	10,928,523	17,151,554	22,380,520	25,290,002	26,874,067	29,452,196	32,693,035	35,602,519	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **£490,263 per acre** **Incl premium to landowner** **£1,453,140 per hectare**

LA owned land/Regen sites

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	-81,162	100,904	-724,880	-3,917,894	-8,502,004	-12,063,324	-14,942,785	-18,163,175	£3,875
£4,198	734,788	1,331,721	924,620	-1,840,435	-5,989,704	-9,132,306	-11,593,050	-14,394,724	£4,198
£4,521	1,550,106	2,554,697	2,565,225	221,439	-3,477,403	-6,201,289	-8,243,316	-10,626,273	£4,521
£4,844	2,365,423	3,777,673	4,195,860	2,283,313	-1,000,789	-3,277,043	-4,893,582	-6,857,821	£4,844
£5,167	3,174,168	4,990,790	5,813,348	4,316,423	1,453,445	-413,770	-1,609,085	-3,140,351	£5,167
£5,490	3,803,655	5,935,020	7,072,322	5,890,141	3,361,887	1,812,746	935,503	-277,689	£5,490
£5,920	4,642,971	7,193,994	8,750,954	7,988,429	5,900,489	4,781,433	4,328,289	3,539,195	£5,920
£6,458	5,692,116	8,767,711	10,849,243	10,611,292	9,047,922	8,478,618	8,569,270	8,310,300	£6,458
£6,997	6,741,260	10,341,428	12,947,532	13,234,154	12,195,357	12,150,624	12,768,601	13,055,223	£6,997
£7,535	7,790,405	11,915,145	15,045,822	15,857,015	15,342,791	15,822,631	16,965,180	17,776,374	£7,535
£8,073	8,839,549	13,488,862	17,144,112	18,479,877	18,490,225	19,494,637	21,161,759	22,497,525	£8,073
£8,611	9,888,694	15,062,579	19,242,400	21,102,738	21,637,659	23,166,644	25,358,337	27,218,676	£8,611
£9,149	10,937,839	16,636,296	21,340,690	23,725,601	24,785,094	26,838,650	29,554,917	31,939,827	£9,149
£9,688	11,986,983	18,210,014	23,438,980	26,348,462	27,932,527	30,510,656	33,751,495	36,660,979	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	1,571,084	1,852,703	1,126,473	- 1,966,988	- 6,451,545	- 9,913,312	- 12,693,220	- 15,814,057	£3,875
£4,198	2,387,034	3,083,520	2,775,972	110,471	- 3,939,245	- 6,982,294	- 9,343,485	- 12,045,606	£4,198
£4,521	3,202,352	4,306,496	4,416,577	2,172,345	- 1,426,944	- 4,051,277	- 5,993,751	- 8,277,155	£4,521
£4,844	4,017,669	5,529,472	6,047,212	4,234,219	1,049,670	- 1,127,031	- 2,644,017	- 4,508,703	£4,844
£5,167	4,826,414	6,742,589	7,664,700	6,267,329	3,503,904	1,736,242	640,480	- 791,233	£5,167
£5,490	5,455,901	7,686,819	8,923,674	7,841,047	5,412,346	3,962,758	3,185,068	2,071,429	£5,490
£5,920	6,295,217	8,945,793	10,602,306	9,939,335	7,950,948	6,931,445	6,577,854	5,888,313	£5,920
£6,458	7,344,362	10,519,510	12,700,595	12,562,198	11,098,381	10,628,630	10,818,835	10,659,418	£6,458
£6,997	8,393,506	12,093,227	14,798,884	15,185,060	14,245,816	14,300,636	15,018,166	15,404,341	£6,997
£7,535	9,442,651	13,666,944	16,897,174	17,807,921	17,393,250	17,972,643	19,214,745	20,125,492	£7,535
£8,073	10,491,795	15,240,661	18,995,464	20,430,783	20,540,684	21,644,649	23,411,324	24,846,643	£8,073
£8,611	11,540,940	16,814,378	21,093,752	23,053,644	23,688,118	25,316,656	27,607,902	29,567,794	£8,611
£9,149	12,590,085	18,388,095	23,192,042	25,676,507	26,835,553	28,988,662	31,804,482	34,288,945	£9,149
£9,688	13,639,229	19,961,813	25,290,332	28,299,368	29,982,986	32,660,668	36,001,060	39,010,097	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

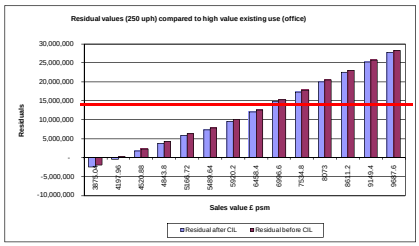
Value ranges

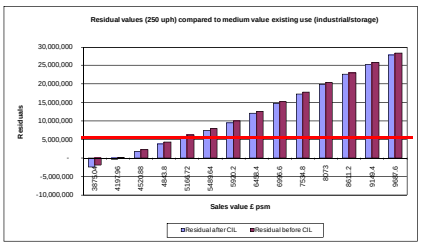
Current	Inflated (10% real growth)	Inflated (25% real growth)

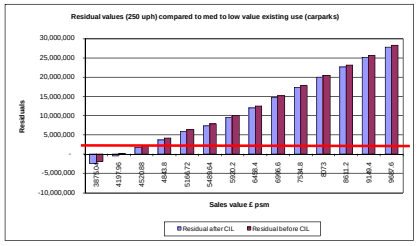
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	1,371,978	1,554,044	728,261	- 2,464,754	- 7,048,864	- 10,610,184	- 13,489,645	- 16,710,035	£3,875
£4,198	2,187,928	2,784,861	2,377,760	- 387,295	- 4,536,564	- 7,679,166	- 10,139,910	- 12,941,584	£4,198
£4,521	3,003,246	4,007,837	4,018,365	1,674,579	- 2,024,263	- 4,748,149	- 6,790,176	- 9,173,133	£4,521
£4,844	3,818,563	5,230,813	5,649,000	3,736,453	452,351	- 1,823,903	- 3,440,442	- 5,404,681	£4,844
£5,167	4,627,308	6,443,930	7,266,488	5,769,563	2,906,585	1,039,370	- 155,945	- 1,687,211	£5,167
£5,490	5,256,795	7,388,160	8,525,462	7,343,281	4,815,027	3,265,886	2,388,643	1,175,451	£5,490
£5,920	6,096,111	8,647,134	10,204,094	9,441,569	7,353,629	6,234,573	5,781,429	4,992,335	£5,920
£6,458	7,145,256	10,220,851	12,302,383	12,064,432	10,501,062	9,931,758	10,022,410	9,763,440	£6,458
£6,997	8,194,400	11,794,568	14,400,672	14,687,294	13,648,497	13,603,764	14,221,741	14,508,363	£6,997
£7,535	9,243,545	13,368,285	16,498,962	17,310,155	16,795,931	17,275,771	18,418,320	19,229,514	£7,535
£8,073	10,292,689	14,942,002	18,597,252	19,933,017	19,943,365	20,947,777	22,614,899	23,950,665	£8,073
£8,611	11,341,834	16,515,719	20,695,540	22,555,878	23,090,799	24,619,784	26,811,477	28,671,816	£8,611
£9,149	12,390,979	18,089,436	22,793,830	25,178,741	26,238,234	28,291,790	31,008,057	33,392,967	£9,149
£9,688	13,440,123	19,663,154	24,892,120	27,801,602	29,385,667	31,963,796	35,204,635	38,114,119	£9,688

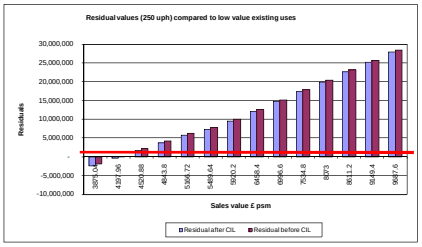
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	2,281,899	2,923,416	2,554,090	- 166,881	- 4,274,434	- 7,373,348	- 9,790,403	- 12,548,388	£3,875
£4,198	3,185,948	4,281,890	4,382,608	2,118,765	- 1,489,317	- 4,124,046	- 6,076,916	- 8,370,715	£4,198
£4,521	4,089,997	5,637,962	6,191,865	4,404,412	1,253,901	- 888,761	- 2,363,428	- 4,193,041	£4,521
£4,844	4,994,045	6,994,036	7,999,963	6,686,407	3,996,677	2,311,144	1,297,510	- 52,074	£4,844
£5,167	5,892,835	8,342,221	9,797,543	8,933,383	6,723,442	5,492,369	4,933,196	4,036,072	£5,167
£5,490	6,648,220	9,475,297	11,308,311	10,821,843	9,009,957	8,164,188	7,986,703	7,473,268	£5,490
£5,920	7,655,399	10,986,066	13,322,669	13,339,791	12,031,493	11,717,260	12,058,044	12,053,528	£5,920
£6,458	8,914,372	12,874,526	15,840,616	16,487,225	15,808,414	16,123,668	17,101,630	17,748,238	£6,458
£6,997	10,173,346	14,762,986	18,358,564	19,634,659	19,585,336	20,530,075	22,137,525	23,413,620	£6,997
£7,535	11,432,320	16,651,447	20,876,511	22,782,093	23,362,256	24,936,483	27,173,419	29,079,002	£7,535
£8,073	12,691,293	18,539,908	23,394,459	25,929,527	27,139,177	29,342,891	32,209,315	34,744,382	£8,073
£8,611	13,950,267	20,428,368	25,912,406	29,076,961	30,916,098	33,749,298	37,245,209	40,409,764	£8,611
£9,149	15,209,240	22,316,829	28,430,353	32,224,395	34,693,019	38,155,706	42,281,103	46,075,145	£9,149
£9,688	16,468,214	24,205,289	30,948,300	35,371,829	38,469,940	42,562,114	47,316,998	51,740,527	£9,688
Private floor area	3,885	5,828	7,770	9,713	11,655	13,598	15,540	17,483	
CIL	238,928	358,391	477,855	597,319	716,783	836,246	955,710	1,075,174	

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

3075

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 12,309,029	- 11,786,975	- 12,275,765	- 15,116,200	- 19,343,217	- 22,561,594	- 25,098,113	- 27,975,562	£3,875
£4,198	- 11,404,980	- 10,428,501	- 10,447,247	- 12,830,554	- 16,558,100	- 19,312,292	- 21,384,626	- 23,797,889	£4,198
£4,521	- 10,500,931	- 9,072,429	- 8,637,990	- 10,544,907	- 13,814,882	- 16,077,007	- 17,671,138	- 19,620,215	£4,521
£4,844	- 9,596,882	- 7,716,355	- 6,829,892	- 8,262,912	- 11,072,106	- 12,877,102	- 14,010,200	- 15,479,248	£4,844
£5,167	- 8,698,092	- 6,368,170	- 5,032,312	- 6,015,936	- 8,345,340	- 9,695,877	- 10,374,514	- 11,389,102	£5,167
£5,490	- 7,942,707	- 5,235,094	- 3,521,544	- 4,127,476	- 6,058,825	- 7,024,058	- 7,321,007	- 7,953,906	£5,490
£5,920	- 6,935,528	- 3,724,325	- 1,507,186	- 1,609,528	- 3,037,289	- 3,470,986	- 3,249,666	- 3,373,646	£5,920
£6,458	- 5,676,555	- 1,835,865	1,010,761	1,537,906	739,632	935,422	1,793,920	2,321,064	£6,458
£6,997	- 4,417,581	52,595	3,528,709	4,685,340	4,516,554	5,341,829	6,829,815	7,986,446	£6,997
£7,535	- 3,158,607	1,941,056	6,046,656	7,832,774	8,293,474	9,748,237	11,865,709	13,651,828	£7,535
£8,073	- 1,899,634	3,829,517	8,564,604	10,980,208	12,070,395	14,154,645	16,901,605	19,317,208	£8,073
£8,611	- 640,660	5,717,977	11,082,551	14,127,642	15,847,316	18,561,052	21,937,499	24,982,590	£8,611
£9,149	618,313	7,606,438	13,600,498	17,275,076	19,624,237	22,967,460	26,973,393	30,647,971	£9,149
£9,688	1,877,287	9,494,898	16,118,445	20,422,510	23,401,158	27,373,868	32,009,288	36,313,353	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 3,769,589	- 3,247,535	- 3,736,325	- 6,576,760	- 10,803,777	- 14,022,154	- 16,558,673	- 19,436,122	£3,875
£4,198	- 2,865,540	- 1,889,061	- 1,907,807	- 4,291,114	- 8,018,660	- 10,772,852	- 12,845,186	- 15,258,449	£4,198
£4,521	- 1,961,491	- 532,989	- 98,550	- 2,005,467	- 5,275,442	- 7,537,567	- 9,131,698	- 11,080,775	£4,521
£4,844	- 1,057,443	823,085	1,709,548	276,528	- 2,532,666	- 4,337,662	- 5,470,760	- 6,939,808	£4,844
£5,167	- 158,652	2,171,270	3,507,128	2,523,504	194,100	- 1,156,437	- 1,835,074	- 2,849,662	£5,167
£5,490	596,733	3,304,346	5,017,896	4,411,964	2,480,615	1,515,382	1,218,433	585,534	£5,490
£5,920	1,603,912	4,815,115	7,032,254	6,929,912	5,502,151	5,068,454	5,289,774	5,165,794	£5,920
£6,458	2,862,885	6,703,575	9,550,201	10,077,346	9,279,072	9,474,862	10,333,360	10,860,504	£6,458
£6,997	4,121,859	8,592,035	12,068,149	13,224,780	13,055,994	13,881,269	15,369,255	16,525,886	£6,997
£7,535	5,380,833	10,480,496	14,586,096	16,372,214	16,832,914	18,287,677	20,405,149	22,191,268	£7,535
£8,073	6,639,806	12,368,957	17,104,044	19,519,648	20,609,835	22,694,085	25,441,045	27,856,648	£8,073
£8,611	7,898,780	14,257,417	19,621,991	22,667,082	24,386,756	27,100,492	30,476,939	33,522,030	£8,611
£9,149	9,157,753	16,145,878	22,139,938	25,814,516	28,163,677	31,506,900	35,512,833	39,187,411	£9,149
£9,688	10,416,727	18,034,338	24,657,885	28,961,950	31,940,598	35,913,308	40,548,728	44,852,793	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 468,629	53,425	- 435,365	- 3,275,800	- 7,502,817	- 10,721,194	- 13,257,713	- 16,135,162	£3,875
£4,198	435,421	1,411,899	1,393,153	990,154	- 4,717,700	- 7,471,892	- 9,544,226	- 11,957,489	£4,198
£4,521	1,339,470	2,767,971	3,202,410	1,295,493	- 1,974,482	- 4,236,607	- 5,830,738	- 7,779,815	£4,521
£4,844	2,243,518	4,124,045	5,010,508	3,577,488	768,295	- 1,036,702	- 2,169,800	- 3,638,848	£4,844
£5,167	3,142,308	5,472,230	6,808,088	5,824,464	3,495,060	2,144,523	1,465,886	451,298	£5,167
£5,490	3,897,693	6,605,306	8,318,856	7,712,924	5,781,575	4,816,342	4,519,393	3,886,494	£5,490
£5,920	4,904,872	8,116,075	10,333,214	10,230,872	8,803,111	8,369,414	8,590,734	8,466,754	£5,920
£6,458	6,163,845	10,004,535	12,851,161	13,378,306	12,580,032	12,775,822	13,634,320	14,161,464	£6,458
£6,997	7,422,819	11,892,995	15,369,109	16,525,740	16,356,954	17,182,229	18,670,215	19,826,846	£6,997
£7,535	8,681,793	13,781,456	17,887,056	19,673,174	20,133,874	21,588,637	23,706,109	25,492,228	£7,535
£8,073	9,940,766	15,669,917	20,405,004	22,820,608	23,910,795	25,995,045	28,742,005	31,157,608	£8,073
£8,611	11,199,740	17,558,377	22,922,951	25,968,042	27,687,716	30,401,452	33,777,899	36,822,990	£8,611
£9,149	12,458,713	19,446,838	25,440,898	29,115,476	31,464,637	34,807,860	38,813,793	42,488,371	£9,149
£9,688	13,717,687	21,335,298	27,958,845	32,262,910	35,241,558	39,214,268	43,849,688	48,153,753	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	589,832	1,111,885	623,095	- 2,217,340	- 6,444,357	- 9,662,734	- 12,199,253	- 15,076,702	£3,875
£4,198	1,493,881	2,470,359	2,451,613	68,306	- 3,659,240	- 6,413,432	- 8,485,766	- 10,899,029	£4,198
£4,521	2,397,930	3,826,431	4,260,870	2,353,953	- 916,022	- 3,178,147	- 4,772,278	- 6,721,355	£4,521
£4,844	3,301,978	5,182,505	6,068,968	4,635,948	1,826,755	21,758	- 1,111,340	- 2,580,388	£4,844
£5,167	4,200,768	6,530,690	7,866,548	6,882,924	4,553,520	3,202,983	2,524,346	1,509,758	£5,167
£5,490	4,956,153	7,663,766	9,377,316	8,771,384	6,840,035	5,874,802	5,577,853	4,944,954	£5,490
£5,920	5,963,332	9,174,535	11,391,674	11,289,332	9,861,571	9,427,874	9,649,194	9,525,214	£5,920
£6,458	7,222,305	11,062,995	13,909,621	14,436,766	13,638,492	13,834,282	14,692,780	15,219,924	£6,458
£6,997	8,481,279	12,951,455	16,427,569	17,584,200	17,415,414	18,240,689	19,728,675	20,885,306	£6,997
£7,535	9,740,253	14,839,916	18,945,516	20,731,634	21,192,334	22,647,097	24,764,569	26,550,688	£7,535
£8,073	10,999,226	16,728,377	21,463,464	23,879,068	24,969,255	27,053,505	29,800,465	32,216,068	£8,073
£8,611	12,258,200	18,616,837	23,981,411	27,026,502	28,746,176	31,459,912	34,836,359	37,881,450	£8,611
£9,149	13,517,173	20,505,298	26,499,358	30,173,936	32,523,097	35,866,320	39,872,253	43,546,831	£9,149
£9,688	14,776,147	22,393,758	29,017,305	33,321,370	36,300,018	40,272,728	44,908,148	49,212,213	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	2,281,899	2,923,416	2,554,090	- 166,881	- 4,274,434	- 7,373,348	- 9,790,403	- 12,548,388	£3,875
£4,198	3,185,948	4,281,890	4,382,608	2,118,765	- 1,489,317	- 4,124,046	- 6,076,916	- 8,370,715	£4,198
£4,521	4,089,997	5,637,962	6,191,865	4,404,412	1,253,901	- 888,761	- 2,363,428	- 4,193,041	£4,521
£4,844	4,994,045	6,994,036	7,999,963	6,686,407	3,996,677	2,311,144	1,297,510	- 52,074	£4,844
£5,167	5,892,835	8,342,221	9,797,543	8,933,383	6,723,442	5,492,369	4,933,196	4,038,072	£5,167
£5,490	6,648,220	9,475,297	11,308,311	10,821,843	9,009,957	8,164,188	7,986,703	7,473,268	£5,490
£5,920	7,655,399	10,986,066	13,322,669	13,339,791	12,031,493	11,717,260	12,058,044	12,053,528	£5,920
£6,458	8,914,372	12,874,526	15,840,616	16,487,225	15,808,414	16,123,668	17,101,630	17,748,238	£6,458
£6,997	10,173,346	14,762,986	18,358,564	19,634,659	19,585,336	20,530,075	22,137,525	23,413,620	£6,997
£7,535	11,432,320	16,651,447	20,876,511	22,782,093	23,362,256	24,936,483	27,173,419	29,079,002	£7,535
£8,073	12,691,293	18,539,908	23,394,459	25,929,527	27,139,177	29,342,891	32,209,315	34,744,382	£8,073
£8,611	13,950,267	20,428,368	25,912,406	29,076,961	30,916,098	33,749,298	37,245,209	40,409,764	£8,611
£9,149	15,209,240	22,316,829	28,430,353	32,224,395	34,693,019	38,155,706	42,281,103	46,075,145	£9,149
£9,688	16,468,214	24,205,289	30,948,300	35,371,829	38,469,940	42,562,114	47,316,998	51,740,527	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (affordable)	£0 per unit
S106 (private)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

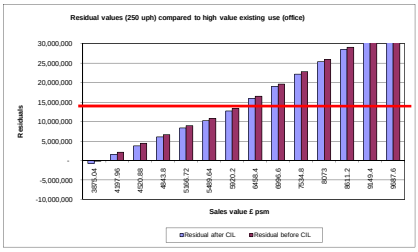
RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

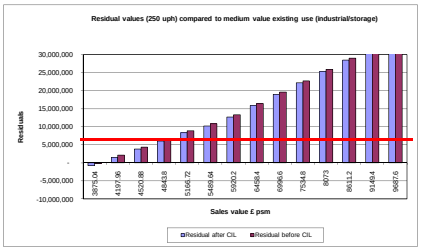
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

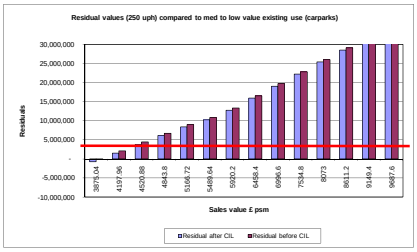
Value ranges

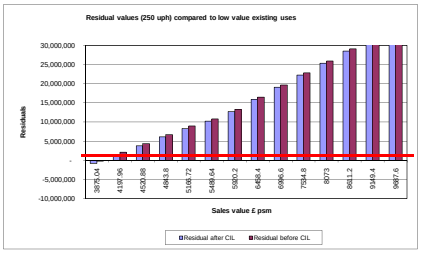
Current	Inflated (10% real growth)	Inflated (25% real growth)

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	2,042,972	2,565,025	2,076,235	- 764,200	- 4,991,217	- 8,209,594	- 10,746,113	- 13,623,562	£3,875
£4,198	2,947,021	3,923,499	3,904,753	1,521,446	- 2,206,100	- 4,960,292	- 7,032,626	- 9,445,889	£4,198
£4,521	3,851,070	5,279,571	5,714,010	3,807,093	537,119	- 1,725,007	- 3,319,138	- 5,268,215	£4,521
£4,844	4,755,118	6,635,645	7,522,108	6,089,088	3,279,895	1,474,898	341,800	- 1,127,248	£4,844
£5,167	5,653,908	7,983,830	9,319,688	8,336,064	6,006,660	4,656,123	3,977,486	2,962,898	£5,167
£5,490	6,409,293	9,116,906	10,830,456	10,224,524	8,293,175	7,327,942	7,030,993	6,398,094	£5,490
£5,920	7,416,472	10,627,675	12,844,814	12,742,472	11,314,711	10,881,014	11,102,334	10,978,354	£5,920
£6,458	8,675,445	12,516,135	15,362,761	15,889,906	15,091,632	15,287,422	16,145,920	16,673,064	£6,458
£6,997	9,934,419	14,404,595	17,880,709	19,037,340	18,868,554	19,693,829	21,181,815	22,338,446	£6,997
£7,535	11,193,393	16,293,056	20,398,656	22,184,774	22,645,474	24,100,237	26,217,709	28,003,828	£7,535
£8,073	12,452,366	18,181,517	22,916,604	25,332,208	26,422,395	28,506,645	31,253,605	33,669,208	£8,073
£8,611	13,711,340	20,069,977	25,434,551	28,479,642	30,199,316	32,913,052	36,289,499	39,334,590	£8,611
£9,149	14,970,313	21,958,438	27,952,498	31,627,076	33,976,237	37,319,460	41,325,393	44,999,971	£9,149
£9,688	16,229,287	23,846,898	30,470,445	34,774,510	37,753,158	41,725,868	46,361,288	50,665,353	£9,688









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	2,992,080	3,991,089	3,981,708	1,617,641	- 2,097,321	- 4,833,384	- 6,887,587	- 9,282,720	£3,875
£4,198	3,984,861	5,480,259	5,981,593	4,127,060	921,079	- 1,277,054	- 2,810,346	- 4,695,824	£4,198
£4,521	4,977,640	6,969,429	7,967,153	6,636,479	3,932,381	2,236,133	1,211,783	- 148,516	£4,521
£4,844	5,970,421	8,458,599	9,952,714	9,127,346	6,943,684	5,749,319	5,226,852	4,368,438	£4,844
£5,167	6,959,257	9,941,853	11,930,386	11,599,436	9,942,978	9,248,495	9,225,912	8,867,378	£5,167
£5,490	7,840,539	11,263,776	13,692,949	13,802,640	12,586,913	12,365,249	12,788,337	12,875,106	£5,490
£5,920	9,015,581	13,026,339	16,043,033	16,740,245	16,112,039	16,477,897	17,506,463	18,203,676	£5,920
£6,458	10,484,383	15,229,543	18,980,638	20,412,252	20,518,446	21,618,706	23,381,674	24,813,287	£6,458
£6,997	11,953,186	17,432,747	21,918,244	24,084,259	24,924,855	26,759,515	29,256,884	31,422,899	£6,997
£7,535	13,421,988	19,635,950	24,855,848	27,756,265	29,331,263	31,900,323	35,132,095	38,032,510	£7,535
£8,073	14,890,790	21,839,154	27,793,454	31,428,271	33,737,670	37,041,133	41,007,305	44,642,122	£8,073
£8,611	16,359,594	24,042,358	30,731,059	35,100,278	38,144,078	42,181,942	46,882,515	51,251,733	£8,611
£9,149	17,828,396	26,245,562	33,668,664	38,772,284	42,550,486	47,322,751	52,757,725	57,861,345	£9,149
£9,688	19,297,198	28,448,766	36,606,269	42,444,291	46,956,893	52,463,559	58,632,935	64,470,957	£9,688
Private floor area	4,533	6,799	9,065	11,331	13,598	15,864	18,130	20,396	
CIL	278,749	418,123	557,498	696,872	836,246	975,621	1,114,995	1,254,369	

RLVs less existing use value — **£11,960,000 per hectare** — **£4,842,105 per acre** — **Incl premium to landowner** — **£14,352,000 per hectare** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 11,638,669	- 10,779,034	- 10,927,790	- 13,431,231	- 17,285,567	- 20,161,005	- 22,354,582	- 24,889,089	£3,875
£4,198	- 10,645,888	- 9,289,864	- 8,927,904	- 10,921,812	- 14,267,167	- 16,604,675	- 18,277,341	- 20,302,193	£4,198
£4,521	- 9,653,109	- 7,800,694	- 6,942,344	- 8,412,393	- 11,255,865	- 13,091,488	- 14,255,212	- 15,754,885	£4,521
£4,844	- 8,660,328	- 6,311,524	- 4,956,783	- 5,921,526	- 8,244,562	- 9,578,302	- 10,240,143	- 11,237,931	£4,844
£5,167	- 7,671,492	- 4,828,270	- 2,979,111	- 3,449,436	- 5,245,268	- 6,079,126	- 6,241,083	- 6,738,991	£5,167
£5,490	- 6,790,210	- 3,506,347	- 1,216,548	- 1,246,232	- 2,601,333	- 2,962,372	- 2,678,658	- 2,731,263	£5,490
£5,920	- 5,615,168	- 1,743,784	1,133,536	1,691,373	923,793	1,150,276	2,039,468	2,597,307	£5,920
£6,458	- 4,146,366	459,420	4,071,141	5,363,380	5,330,200	6,291,085	7,914,679	9,206,918	£6,458
£6,997	- 2,677,563	2,662,624	7,008,747	9,035,387	9,736,609	11,431,894	13,789,889	15,816,530	£6,997
£7,535	- 1,208,761	4,865,827	9,946,351	12,707,393	14,143,017	16,572,702	19,665,100	22,426,141	£7,535
£8,073	260,041	7,069,031	12,883,957	16,379,399	18,549,424	21,713,512	25,540,310	29,035,753	£8,073
£8,611	1,728,845	9,272,235	15,821,562	20,051,406	22,955,832	26,854,321	31,415,520	35,645,364	£8,611
£9,149	3,197,647	11,475,439	18,759,167	23,723,412	27,362,240	31,995,130	37,290,730	42,254,976	£9,149
£9,688	4,666,449	13,678,643	21,696,772	27,395,419	31,768,647	37,135,938	43,165,940	48,864,588	£9,688

RLVs less existing use value — **£4,843,800 per hectare** — **£1,961,053 per acre** — **Incl premium to landowner** — **£5,812,560 per hectare** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 3,099,229	- 2,239,594	- 2,388,350	- 4,891,791	- 8,746,127	- 11,621,565	- 13,815,142	- 16,349,649	£3,875
£4,198	- 2,106,448	- 750,424	- 388,464	- 2,382,372	- 5,727,727	- 8,065,235	- 9,737,901	- 11,762,753	£4,198
£4,521	- 1,113,669	738,746	1,597,096	127,047	- 2,716,425	- 4,552,048	- 5,715,772	- 7,215,445	£4,521
£4,844	- 120,888	2,227,916	3,582,657	2,617,914	294,878	- 1,038,862	- 1,700,703	- 2,698,491	£4,844
£5,167	867,948	3,711,170	5,560,329	5,090,004	3,294,172	2,460,314	2,298,357	1,800,449	£5,167
£5,490	1,749,230	5,033,093	7,322,892	7,293,208	5,938,107	5,577,068	5,860,782	5,808,177	£5,490
£5,920	2,924,272	6,795,656	9,672,976	10,230,813	9,463,233	9,689,716	10,578,908	11,136,747	£5,920
£6,458	4,393,074	8,998,860	12,610,581	13,902,820	13,869,640	14,830,525	16,454,119	17,746,358	£6,458
£6,997	5,861,877	11,202,064	15,548,187	17,574,827	18,276,049	19,971,334	22,329,329	24,355,970	£6,997
£7,535	7,330,679	13,405,267	18,485,791	21,246,833	22,682,457	25,112,142	28,204,540	30,965,581	£7,535
£8,073	8,799,481	15,608,471	21,423,397	24,918,839	27,088,864	30,252,952	34,079,750	37,575,193	£8,073
£8,611	10,268,285	17,811,675	24,361,002	28,590,846	31,495,272	35,393,761	39,954,960	44,184,804	£8,611
£9,149	11,737,087	20,014,879	27,298,607	32,262,852	35,901,680	40,534,570	45,830,170	50,794,416	£9,149
£9,688	13,205,889	22,218,083	30,236,212	35,934,859	40,308,087	45,675,378	51,705,380	57,404,028	£9,688

RLVs less existing use value — **£2,093,000 per hectare** — **£847,368 per acre** — **Incl premium to landowner** — **£2,511,600 per hectare** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	201,731	1,061,366	912,611	- 1,590,831	- 5,445,167	- 8,320,605	- 10,514,182	- 13,048,689	£3,875
£4,198	1,194,512	2,550,536	2,912,496	918,588	- 2,426,767	- 4,764,275	- 6,436,941	- 8,461,793	£4,198
£4,521	2,187,291	4,039,706	4,898,056	3,428,007	584,535	- 1,251,088	- 2,414,812	- 3,914,485	£4,521
£4,844	3,180,072	5,528,876	6,883,617	5,918,874	3,595,838	2,262,098	1,600,257	602,469	£4,844
£5,167	4,168,908	7,012,130	8,861,289	8,390,964	6,595,132	5,761,274	5,599,317	5,101,409	£5,167
£5,490	5,050,190	8,334,053	10,623,852	10,594,168	9,239,067	8,878,028	9,161,742	9,109,137	£5,490
£5,920	6,225,232	10,096,616	12,973,936	13,531,773	12,764,193	12,990,676	13,879,868	14,437,707	£5,920
£6,458	7,694,034	12,299,820	15,911,541	17,203,780	17,170,600	18,131,485	19,755,079	21,047,318	£6,458
£6,997	9,162,837	14,503,024	18,849,147	20,875,787	21,577,009	23,272,294	25,630,289	27,656,930	£6,997
£7,535	10,631,639	16,706,227	21,786,751	24,547,793	25,983,417	28,413,102	31,505,500	34,266,541	£7,535
£8,073	12,100,441	18,909,431	24,724,357	28,219,799	30,389,824	33,553,912	37,380,710	40,876,153	£8,073
£8,611	13,569,245	21,112,635	27,661,962	31,891,806	34,796,232	38,694,721	43,255,920	47,485,764	£8,611
£9,149	15,038,047	23,315,839	30,599,567	35,563,812	39,202,640	43,835,530	49,131,130	54,095,376	£9,149
£9,688	16,506,849	25,519,043	33,537,172	39,235,819	43,609,047	48,976,338	55,006,340	60,704,988	£9,688

RLVs less existing use value — **£1,210,950 per hectare** — **£490,263 per acre** — **Incl premium to landowner** — **£1,453,140 per hectare** — **LA owned land/Regen sites**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	1,260,191	2,119,826	1,971,071	- 532,371	- 4,386,707	- 7,262,145	- 9,455,722	- 11,990,229	£3,875
£4,198	2,252,972	3,608,996	3,970,956	1,977,048	- 1,368,307	- 3,705,815	- 5,378,481	- 7,403,333	£4,198
£4,521	3,245,751	5,098,166	5,956,516	4,486,467	1,642,995	- 192,628	- 1,356,352	- 2,856,025	£4,521
£4,844	4,238,532	6,587,336	7,942,077	6,977,334	4,654,298	3,320,558	2,658,717	1,660,929	£4,844
£5,167	5,227,368	8,070,590	9,919,749	9,449,424	7,653,592	6,819,734	6,657,777	6,159,869	£5,167
£5,490	6,108,650	9,392,513	11,682,312	11,652,628	10,297,527	9,936,488	10,220,202	10,167,597	£5,490
£5,920	7,283,692	11,155,076	14,032,396	14,590,233	13,822,653	14,049,136	14,938,328	15,496,167	£5,920
£6,458	8,752,494	13,358,280	16,970,001	18,262,240	18,229,060	19,189,945	20,813,539	22,105,778	£6,458
£6,997	10,221,297	15,561,484	19,907,607	21,934,247	22,635,469	24,330,754	26,688,749	28,715,390	£6,997
£7,535	11,690,099	17,764,687	22,845,211	25,606,253	27,041,877	29,471,562	32,563,960	35,325,001	£7,535
£8,073	13,158,901	19,967,891	25,782,817	29,278,259	31,448,284	34,612,372	38,439,170	41,934,613	£8,073
£8,611	14,627,705	22,171,095	28,720,422	32,950,266	35,854,692	39,753,181	44,314,380	48,544,224	£8,611
£9,149	16,096,507	24,374,299	31,658,027	36,622,272	40,261,100	44,893,990	50,189,590	55,153,836	£9,149
£9,688	17,565,309	26,577,503	34,595,632	40,294,279	44,667,507	50,034,798	56,064,800	61,763,448	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	2,992,080	3,991,089	3,981,708	1,617,641	- 2,097,321	- 4,833,384	- 6,887,587	- 9,282,720	£3,875
£4,198	3,984,861	5,480,259	5,981,593	4,127,060	921,079	- 1,277,054	- 2,810,346	- 4,695,824	£4,198
£4,521	4,977,640	6,969,429	7,967,153	6,636,479	3,932,381	2,236,133	1,211,783	- 148,516	£4,521
£4,844	5,970,421	8,458,599	9,952,714	9,127,346	6,943,684	5,749,319	5,226,852	4,368,438	£4,844
£5,167	6,959,257	9,941,853	11,930,386	11,599,436	9,942,978	9,248,495	9,225,912	8,867,378	£5,167
£5,490	7,840,539	11,263,776	13,692,949	13,802,640	12,586,913	12,365,249	12,788,337	12,875,106	£5,490
£5,920	9,015,581	13,026,339	16,043,033	16,740,245	16,112,039	16,477,897	17,506,463	18,203,676	£5,920
£6,458	10,484,383	15,229,543	18,980,638	20,412,252	20,518,446	21,618,706	23,381,674	24,813,287	£6,458
£6,997	11,953,186	17,432,747	21,918,244	24,084,259	24,924,855	26,759,515	29,256,884	31,422,899	£6,997
£7,535	13,421,988	19,635,950	24,855,848	27,756,265	29,331,263	31,900,323	35,132,095	38,032,510	£7,535
£8,073	14,890,790	21,839,154	27,793,454	31,428,271	33,737,670	37,041,133	41,007,305	44,642,122	£8,073
£8,611	16,359,594	24,042,358	30,731,059	35,100,278	38,144,078	42,181,942	46,882,515	51,251,733	£8,611
£9,149	17,828,396	26,245,562	33,668,664	38,772,284	42,550,486	47,322,751	52,757,725	57,861,345	£9,149
£9,688	19,297,198	28,448,766	36,606,269	42,444,291	46,956,893	52,463,559	58,632,935	64,470,957	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

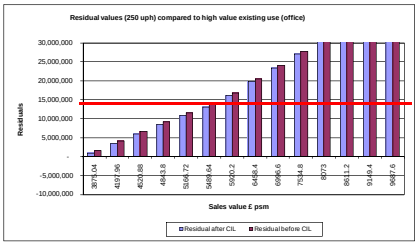
Value ranges

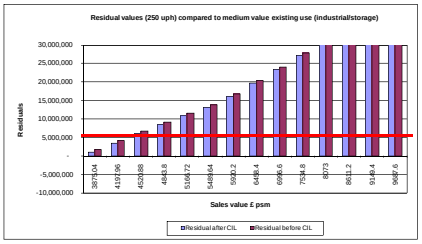
Current	Inflated (10% real growth)	Inflated (25% real growth)

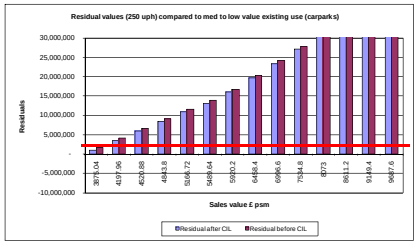
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	2,713,331	3,572,966	3,424,211	920,769	- 2,933,567	- 5,809,005	- 8,002,582	- 10,537,089	£3,875
£4,198	3,706,112	5,062,136	5,424,096	3,430,188	84,833	- 2,252,675	- 3,925,341	- 5,950,193	£4,198
£4,521	4,698,891	6,551,306	7,409,656	5,939,607	3,096,135	1,260,512	96,788	- 1,402,885	£4,521
£4,844	5,691,672	8,040,476	9,395,217	8,430,474	6,107,438	4,773,698	4,111,857	3,114,069	£4,844
£5,167	6,680,508	9,523,730	11,372,889	10,902,564	9,106,732	8,272,874	8,110,917	7,613,009	£5,167
£5,490	7,561,790	10,845,653	13,135,452	13,105,768	11,750,667	11,389,628	11,673,342	11,620,737	£5,490
£5,920	8,736,832	12,608,216	15,485,536	16,043,373	15,275,793	15,502,276	16,391,468	16,949,307	£5,920
£6,458	10,205,634	14,811,420	18,423,141	19,715,380	19,682,200	20,643,085	22,266,679	23,558,918	£6,458
£6,997	11,674,437	17,014,624	21,360,747	23,387,387	24,088,609	25,783,894	28,141,889	30,168,530	£6,997
£7,535	13,143,239	19,217,827	24,298,351	27,059,393	28,495,017	30,924,702	34,017,100	36,778,141	£7,535
£8,073	14,612,041	21,421,031	27,235,957	30,731,399	32,901,424	36,065,512	39,892,310	43,387,753	£8,073
£8,611	16,080,845	23,624,235	30,173,562	34,403,406	37,307,832	41,206,321	45,767,520	49,997,364	£8,611
£9,149	17,549,647	25,827,439	33,111,167	38,075,412	41,714,240	46,347,130	51,642,730	56,606,976	£9,149
£9,688	19,018,449	28,030,643	36,048,772	41,747,419	46,120,647	51,487,938	57,517,940	63,216,588	£9,688

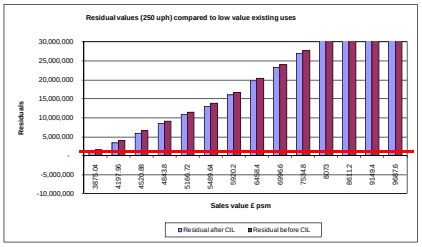
CIL (rate per sqm) **£140.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	3,702,263	5,056,362	5,409,326	3,402,163	51,203	- 2,293,420	- 3,984,771	- 6,017,052	£3,875
£4,198	4,783,774	6,678,629	7,579,420	6,135,355	3,331,033	1,534,559	409,984	- 1,050,541	£4,198
£4,521	5,865,285	8,300,895	9,742,442	8,864,507	6,610,862	5,361,027	4,783,090	3,869,204	£4,521
£4,844	6,946,796	9,923,162	11,905,465	11,568,285	9,890,691	9,187,495	9,156,196	8,788,948	£4,844
£5,167	8,025,678	11,541,486	14,063,228	14,265,490	13,142,332	13,004,623	13,518,628	13,696,684	£5,167
£5,490	9,032,857	13,052,254	16,077,586	16,783,437	16,163,869	16,538,365	17,575,570	18,276,944	£5,490
£5,920	10,375,762	15,066,612	18,763,397	20,140,700	20,192,585	21,238,533	22,947,191	24,324,494	£5,920
£6,458	12,054,394	17,584,559	22,120,660	24,337,278	25,228,479	27,113,744	29,661,717	31,878,336	£6,458
£6,997	13,733,025	20,102,506	25,477,923	28,533,858	30,264,373	32,988,954	36,376,243	39,432,177	£6,997
£7,535	15,411,657	22,620,453	28,835,186	32,730,436	35,300,269	38,864,164	43,090,769	46,986,020	£7,535
£8,073	17,090,288	25,138,401	32,192,449	36,927,015	40,336,163	44,739,374	49,805,296	54,539,861	£8,073
£8,611	18,768,920	27,656,348	35,549,712	41,123,594	45,372,057	50,614,585	56,519,821	62,093,703	£8,611
£9,149	20,447,552	30,174,295	38,906,975	45,320,173	50,407,952	56,489,795	63,234,348	69,647,545	£9,149
£9,688	22,126,183	32,692,242	42,264,238	49,516,751	55,443,846	62,365,005	69,948,873	77,201,387	£9,688
Private floor area	5,180	7,770	10,360	12,950	15,540	18,130	20,720	23,310	
CIL	318,570	477,855	637,140	796,425	955,710	1,114,995	1,274,280	1,433,565	

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 10,968,307	- 9,773,493	- 9,579,814	- 11,746,262	- 15,256,507	- 17,760,415	- 19,611,051	- 21,802,617	£3,875
£4,198	- 9,886,796	- 8,151,226	- 7,409,720	- 9,013,070	- 11,976,677	- 13,932,436	- 15,216,296	- 16,836,106	£4,198
£4,521	- 8,805,285	- 6,528,960	- 5,246,698	- 6,283,918	- 8,696,848	- 10,105,968	- 10,843,190	- 11,916,361	£4,521
£4,844	- 7,723,774	- 4,906,693	- 3,083,675	- 3,580,140	- 5,417,019	- 6,279,500	- 6,470,084	- 6,996,617	£4,844
£5,167	- 6,644,892	- 3,288,369	- 925,912	- 882,935	- 2,165,378	- 2,462,372	- 2,107,652	- 2,088,881	£5,167
£5,490	- 5,637,713	- 1,777,601	1,088,446	1,635,012	856,159	1,071,370	1,949,290	2,491,379	£5,490
£5,920	- 4,294,808	236,757	3,774,257	4,992,275	4,884,875	5,771,538	7,320,911	8,538,929	£5,920
£6,458	- 2,616,176	2,754,704	7,131,520	9,188,853	9,920,769	11,646,749	14,035,437	16,092,771	£6,458
£6,997	- 937,545	5,272,651	10,488,783	13,385,433	14,956,663	17,521,959	20,749,963	23,646,612	£6,997
£7,535	741,087	7,790,598	13,846,046	17,582,011	19,992,559	23,397,169	27,464,489	31,200,455	£7,535
£8,073	2,419,718	10,308,546	17,203,309	21,778,590	25,028,453	29,272,379	34,179,016	38,754,296	£8,073
£8,611	4,098,350	12,826,493	20,560,572	25,975,169	30,064,347	35,147,590	40,893,541	46,308,138	£8,611
£9,149	5,776,982	15,344,440	23,917,835	30,171,748	35,100,242	41,022,800	47,608,068	53,861,980	£9,149
£9,688	7,455,613	17,862,387	27,275,098	34,368,326	40,136,136	46,898,010	54,322,593	61,415,822	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 2,428,867	- 1,234,053	- 1,040,374	- 3,206,822	- 6,717,067	- 9,220,975	- 11,071,611	- 13,263,177	£3,875
£4,198	- 1,347,356	388,214	1,129,720	- 473,630	- 3,437,237	- 5,392,996	- 6,676,856	- 8,296,666	£4,198
£4,521	- 265,845	2,010,480	3,292,742	2,255,522	- 157,408	- 1,566,528	- 2,303,750	- 3,376,921	£4,521
£4,844	815,666	3,632,747	5,455,765	4,959,300	3,122,421	2,259,940	2,069,356	1,542,823	£4,844
£5,167	1,894,548	5,251,071	7,613,528	7,656,505	6,374,062	6,077,068	6,431,788	6,450,559	£5,167
£5,490	2,901,727	6,761,839	9,627,886	10,174,452	9,395,599	9,610,810	10,488,730	11,030,819	£5,490
£5,920	4,244,632	8,776,197	12,313,697	13,531,715	13,424,315	14,310,978	15,860,351	17,078,369	£5,920
£6,458	5,923,264	11,294,144	15,670,960	17,728,293	18,460,209	20,186,189	22,574,877	24,632,211	£6,458
£6,997	7,601,895	13,812,091	19,028,223	21,924,873	23,496,103	26,061,399	29,289,403	32,186,052	£6,997
£7,535	9,280,527	16,330,038	22,385,486	26,121,451	28,531,999	31,936,609	36,003,929	39,739,895	£7,535
£8,073	10,959,158	18,847,986	25,742,749	30,318,030	33,567,893	37,811,819	42,718,456	47,293,736	£8,073
£8,611	12,637,790	21,365,933	29,100,012	34,514,609	38,603,787	43,687,030	49,432,981	54,847,578	£8,611
£9,149	14,316,422	23,883,880	32,457,275	38,711,188	43,639,682	49,562,240	56,147,508	62,401,420	£9,149
£9,688	15,995,053	26,401,827	35,814,538	42,907,766	48,675,576	55,437,450	62,862,033	69,955,262	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	872,093	2,066,907	2,260,586	94,138	3,416,107	- 5,920,015	- 7,770,651	- 9,962,217	£3,875
£4,198	1,953,604	3,689,174	4,430,680	2,827,330	136,277	- 2,092,036	- 3,375,896	- 4,995,706	£4,198
£4,521	3,035,115	5,311,440	6,593,702	5,556,482	3,143,552	1,734,432	997,210	- 75,961	£4,521
£4,844	4,116,626	6,933,707	8,756,725	8,260,260	6,423,381	5,560,900	5,370,316	4,843,783	£4,844
£5,167	5,195,508	8,552,031	10,914,488	10,957,465	9,675,022	9,378,028	9,732,748	9,751,519	£5,167
£5,490	6,202,687	10,062,799	12,928,846	13,475,412	12,696,559	12,911,770	13,789,690	14,331,779	£5,490
£5,920	7,545,592	12,077,157	15,614,657	16,832,675	16,725,275	17,611,938	19,161,311	20,379,329	£5,920
£6,458	9,224,224	14,595,104	18,971,920	21,029,253	21,761,169	23,487,149	25,875,837	27,933,171	£6,458
£6,997	10,902,855	17,113,051	22,329,183	25,225,833	26,797,063	29,362,359	32,590,363	35,487,012	£6,997
£7,535	12,581,487	19,630,998	25,686,446	29,422,411	31,832,959	35,237,569	39,304,889	43,040,855	£7,535
£8,073	14,260,118	22,148,946	29,043,709	33,618,990	36,868,853	41,112,779	46,019,416	50,594,696	£8,073
£8,611	15,938,750	24,666,893	32,400,972	37,815,569	41,904,747	46,987,990	52,733,941	58,148,538	£8,611
£9,149	17,617,382	27,184,840	35,758,235	42,012,148	46,940,642	52,863,200	59,448,468	65,702,380	£9,149
£9,688	19,296,013	29,702,787	39,115,498	46,208,726	51,976,536	58,738,410	66,162,993	73,256,222	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	1,930,553	3,125,367	3,319,046	1,152,598	- 2,357,647	- 4,861,555	- 6,712,191	- 8,903,757	£3,875
£4,198	3,012,064	4,747,634	5,489,140	3,885,790	922,183	- 1,033,576	- 2,317,436	- 3,937,246	£4,198
£4,521	4,093,575	6,369,900	7,652,162	6,614,942	4,202,012	2,792,892	2,055,670	982,499	£4,521
£4,844	5,175,086	7,992,167	9,815,185	9,318,720	7,481,841	6,619,360	6,428,776	5,902,243	£4,844
£5,167	6,253,968	9,610,491	11,972,948	12,015,925	10,733,482	10,436,488	10,791,208	10,809,979	£5,167
£5,490	7,261,147	11,121,259	13,987,306	14,533,872	13,755,019	13,970,230	14,848,150	15,390,239	£5,490
£5,920	8,604,052	13,135,617	16,673,117	17,891,135	17,783,735	18,670,398	20,219,771	21,437,789	£5,920
£6,458	10,282,684	15,653,564	20,030,380	22,087,713	22,819,629	24,545,609	26,934,297	28,991,631	£6,458
£6,997	11,961,315	18,171,511	23,387,643	26,284,293	27,855,523	30,420,819	33,648,823	36,545,472	£6,997
£7,535	13,639,947	20,689,458	26,744,906	30,480,871	32,891,419	36,296,029	40,363,349	44,099,315	£7,535
£8,073	15,318,578	23,207,406	30,102,169	34,677,450	37,927,313	42,171,239	47,077,876	51,653,156	£8,073
£8,611	16,997,210	25,725,353	33,459,432	38,874,029	42,963,207	48,046,450	53,792,401	59,206,998	£8,611
£9,149	18,675,842	28,243,300	36,816,695	43,070,608	47,999,102	53,921,660	60,506,928	66,760,840	£9,149
£9,688	20,354,473	30,761,247	40,173,958	47,267,186	53,034,996	59,796,870	67,221,453	74,314,682	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	3,702,263	5,056,362	5,409,326	3,402,163	51,203	- 2,293,420	- 3,984,771	- 6,017,052	£3,875
£4,198	4,783,774	6,678,629	7,579,420	6,135,355	3,331,033	1,534,559	409,984	- 1,050,541	£4,198
£4,521	5,865,285	8,300,895	9,742,442	8,864,507	6,610,862	5,361,027	4,783,090	3,869,204	£4,521
£4,844	6,946,796	9,923,162	11,905,465	11,568,285	9,890,691	9,187,495	9,156,196	8,788,948	£4,844
£5,167	8,025,678	11,541,486	14,063,228	14,265,490	13,142,332	13,004,623	13,518,628	13,696,684	£5,167
£5,490	9,032,857	13,052,254	16,077,586	16,783,437	16,163,869	16,538,365	17,575,570	18,276,944	£5,490
£5,920	10,375,762	15,066,612	18,763,397	20,140,700	20,192,585	21,238,533	22,947,191	24,324,494	£5,920
£6,458	12,054,394	17,584,559	22,120,660	24,337,278	25,228,479	27,113,744	29,661,717	31,878,336	£6,458
£6,997	13,733,025	20,102,506	25,477,923	28,533,858	30,264,373	32,988,954	36,376,243	39,432,177	£6,997
£7,535	15,411,657	22,620,453	28,835,186	32,730,436	35,300,269	38,864,164	43,090,769	46,986,020	£7,535
£8,073	17,090,288	25,138,401	32,192,449	36,927,015	40,336,163	44,739,374	49,805,296	54,539,861	£8,073
£8,611	18,768,920	27,656,348	35,549,712	41,123,594	45,372,057	50,614,585	56,519,821	62,093,703	£8,611
£9,149	20,447,552	30,174,295	38,906,975	45,320,173	50,407,952	56,489,795	63,234,348	69,647,545	£9,149
£9,688	22,126,183	32,692,242	42,264,238	49,516,751	55,443,846	62,365,005	69,948,873	77,201,387	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

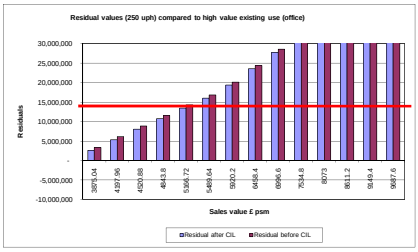
Value ranges

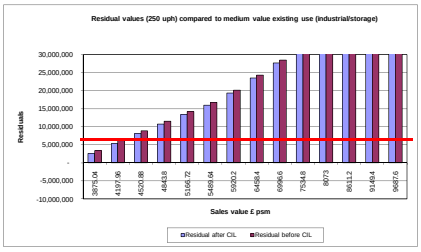
Current	Inflated (10% real growth)	Inflated (25% real growth)

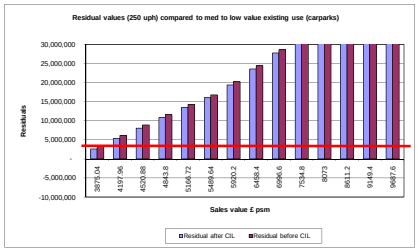
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	3,383,693	4,578,507	4,772,186	2,605,738	- 904,507	- 3,408,415	- 5,259,051	- 7,450,617	£3,875
£4,198	4,465,204	6,200,774	6,942,280	5,338,930	2,375,323	419,564	- 864,296	- 2,484,106	£4,198
£4,521	5,546,715	7,823,040	9,105,302	8,068,082	5,655,152	4,246,032	3,508,810	2,435,639	£4,521
£4,844	6,628,226	9,445,307	11,268,325	10,771,860	8,934,981	8,072,500	7,881,916	7,355,383	£4,844
£5,167	7,707,108	11,063,631	13,426,088	13,469,065	12,186,622	11,889,628	12,244,348	12,263,119	£5,167
£5,490	8,714,287	12,574,399	15,440,446	15,987,012	15,208,159	15,423,370	16,301,290	16,843,379	£5,490
£5,920	10,057,192	14,588,757	18,126,257	19,344,275	19,236,875	20,123,538	21,672,911	22,890,929	£5,920
£6,458	11,735,824	17,106,704	21,483,520	23,540,853	24,272,769	25,998,749	28,387,437	30,444,771	£6,458
£6,997	13,414,455	19,624,651	24,840,783	27,737,433	29,308,663	31,873,959	35,101,963	37,998,612	£6,997
£7,535	15,093,087	22,142,598	28,198,046	31,934,011	34,344,559	37,749,169	41,816,489	45,552,455	£7,535
£8,073	16,771,718	24,660,546	31,555,309	36,130,590	39,380,453	43,624,379	48,531,016	53,106,296	£8,073
£8,611	18,450,350	27,178,493	34,912,572	40,327,169	44,416,347	49,499,590	55,245,541	60,660,138	£8,611
£9,149	20,128,982	29,696,440	38,269,835	44,523,748	49,452,242	55,374,800	61,960,068	68,213,980	£9,149
£9,688	21,807,613	32,214,387	41,627,098	48,720,326	54,488,136	61,250,010	68,674,593	75,767,822	£9,688

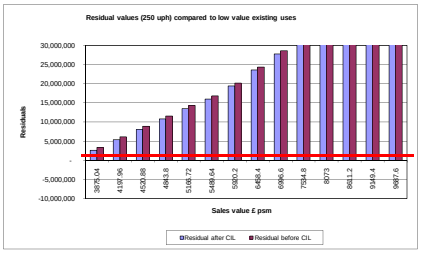
CIL (rate per sqm) ############

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,412,445	6,121,635	6,836,761	5,186,685	2,192,629	206,422	- 1,107,887	- 2,758,145	£3,875
£4,198	5,582,687	7,876,998	9,177,246	8,143,649	5,740,986	4,346,171	3,623,256	2,564,390	£4,198
£4,521	6,752,930	9,632,362	11,517,731	11,083,618	9,289,342	8,485,920	8,354,397	7,886,925	£4,521
£4,844	7,923,171	11,387,726	13,858,216	14,009,224	12,834,813	12,625,670	13,085,539	13,209,459	£4,844
£5,167	9,092,100	13,141,117	16,196,072	16,931,543	16,341,597	16,745,713	17,811,344	18,525,989	£5,167
£5,490	10,225,176	14,840,732	18,462,224	19,764,233	19,740,826	20,711,481	22,344,846	23,646,855	£5,490
£5,920	11,735,944	17,106,884	21,483,761	23,541,155	24,273,131	25,999,170	28,387,919	30,445,313	£5,920
£6,458	13,624,405	19,939,575	25,260,681	28,262,305	29,938,512	32,608,782	35,941,761	38,943,385	£6,458
£6,997	15,512,865	22,772,266	29,037,602	32,983,457	35,603,893	39,218,393	43,495,602	47,441,457	£6,997
£7,535	17,401,326	25,604,956	32,814,523	37,704,608	41,269,275	45,828,005	51,049,444	55,939,529	£7,535
£8,073	19,289,786	28,437,647	36,591,445	42,425,759	46,934,656	52,437,616	58,603,286	64,437,601	£8,073
£8,611	21,178,246	31,270,338	40,368,365	47,146,910	52,600,037	59,047,228	66,157,128	72,935,673	£8,611
£9,149	23,066,707	34,103,029	44,145,286	51,868,062	58,265,419	65,656,839	73,710,969	81,433,745	£9,149
£9,688	24,955,167	36,935,719	47,922,207	56,589,213	63,930,800	72,266,451	81,264,812	89,931,817	£9,688
Private floor area	5,828	8,741	11,655	14,569	17,483	20,396	23,310	26,224	
CIL	358,391	537,587	716,783	895,978	1,075,174	1,254,369	1,433,565	1,612,761	

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 10,297,946	- 8,767,952	- 8,232,021	- 10,061,293	- 13,234,545	- 15,399,947	- 16,893,452	- 18,722,906	£3,875
£4,198	- 9,127,704	- 7,012,589	- 5,891,536	- 7,104,329	- 9,686,188	- 11,260,198	- 12,162,309	- 13,400,371	£4,198
£4,521	- 7,957,461	- 5,257,225	- 3,551,051	- 4,164,360	- 6,137,832	- 7,120,449	- 7,431,168	- 8,077,836	£4,521
£4,844	- 6,787,220	- 3,501,861	- 1,210,566	- 1,238,754	- 2,592,361	- 2,980,699	- 2,700,026	- 2,755,302	£4,844
£5,167	- 5,618,291	- 1,748,470	1,127,290	1,683,565	914,423	1,139,344	2,025,779	2,561,228	£5,167
£5,490	- 4,485,215	- 48,855	3,393,442	4,516,255	4,313,652	5,105,112	6,559,281	7,682,094	£5,490
£5,920	- 2,974,447	2,217,297	6,414,979	8,293,177	8,845,957	10,392,801	12,602,354	14,480,552	£5,920
£6,458	- 1,085,986	5,049,988	10,191,899	13,014,327	14,511,338	17,002,413	20,156,196	22,978,624	£6,458
£6,997	802,474	7,882,679	13,968,820	17,735,479	20,176,719	23,612,024	27,710,037	31,476,696	£6,997
£7,535	2,690,935	10,715,369	17,745,741	22,456,630	25,842,101	30,221,636	35,263,879	39,974,768	£7,535
£8,073	4,579,395	13,548,060	21,522,663	27,177,781	31,507,482	36,831,247	42,817,721	48,472,840	£8,073
£8,611	6,467,855	16,380,751	25,299,583	31,898,932	37,172,863	43,440,859	50,371,563	56,970,912	£8,611
£9,149	8,356,316	19,213,442	29,076,504	36,620,084	42,838,245	50,050,470	57,925,404	65,468,984	£9,149
£9,688	10,244,776	22,046,132	32,853,425	41,341,235	48,503,626	56,660,082	65,479,247	73,967,056	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 1,758,506	- 228,512	307,419	- 1,521,853	- 4,695,105	- 6,860,507	- 8,354,012	- 10,183,466	£3,875
£4,198	- 588,264	1,526,851	2,647,904	- 1,435,111	- 1,146,748	- 2,720,758	- 3,622,869	- 4,860,931	£4,198
£4,521	581,979	3,282,215	4,988,389	4,375,080	2,401,608	1,418,991	1,108,272	461,604	£4,521
£4,844	1,752,220	5,037,579	7,328,874	7,300,686	5,947,079	5,558,741	5,839,414	5,784,138	£4,844
£5,167	2,921,149	6,790,970	9,666,730	10,223,005	9,453,863	9,678,784	10,565,219	11,100,668	£5,167
£5,490	4,054,225	8,490,585	11,932,882	13,055,695	12,853,092	13,644,552	15,098,721	16,221,534	£5,490
£5,920	5,564,993	10,756,737	14,954,419	16,832,617	17,385,397	18,932,241	21,141,794	23,019,992	£5,920
£6,458	7,453,454	13,589,428	18,731,339	21,553,767	23,050,778	25,541,853	28,695,636	31,518,064	£6,458
£6,997	9,341,914	16,422,119	22,508,260	26,274,919	28,716,159	32,151,464	36,249,477	40,016,136	£6,997
£7,535	11,230,375	19,254,809	26,285,181	30,996,070	34,381,541	38,761,076	43,803,319	48,514,208	£7,535
£8,073	13,118,835	22,087,500	30,062,103	35,717,221	40,046,922	45,370,687	51,357,161	57,012,280	£8,073
£8,611	15,007,295	24,920,191	33,839,023	40,438,372	45,712,303	51,980,299	58,911,003	65,510,352	£8,611
£9,149	16,895,756	27,752,882	37,615,944	45,159,524	51,377,685	58,589,910	66,464,844	74,008,424	£9,149
£9,688	18,784,216	30,585,572	41,392,865	49,880,675	57,043,066	65,199,522	74,018,687	82,506,496	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,542,454	3,072,448	3,608,379	1,779,107	- 1,394,145	- 3,559,547	- 5,053,052	- 6,882,506	£3,875
£4,198	2,712,696	4,827,811	5,948,864	4,736,071	2,154,212	580,202	- 321,909	- 1,559,971	£4,198
£4,521	3,882,939	6,583,175	8,289,349	7,676,040	5,702,568	4,719,951	4,409,232	3,762,564	£4,521
£4,844	5,053,180	8,338,539	10,629,834	10,601,646	9,248,039	8,859,701	9,140,374	9,085,098	£4,844
£5,167	6,222,109	10,091,930	12,967,690	13,523,965	12,754,823	12,979,744	13,866,179	14,401,628	£5,167
£5,490	7,355,185	11,791,545	15,233,842	16,356,655	16,154,052	16,945,512	18,399,681	19,522,494	£5,490
£5,920	8,865,953	14,057,697	18,255,379	20,133,577	20,686,357	22,233,201	24,442,754	26,320,952	£5,920
£6,458	10,754,414	16,890,388	22,032,299	24,854,727	26,351,738	28,842,813	31,996,596	34,819,024	£6,458
£6,997	12,642,874	19,723,079	25,809,220	29,575,879	32,017,119	35,452,424	39,550,437	43,317,096	£6,997
£7,535	14,531,335	22,555,769	29,586,141	34,297,030	37,682,501	42,062,036	47,104,279	51,815,168	£7,535
£8,073	16,419,795	25,388,460	33,363,063	39,018,181	43,347,882	48,671,647	54,658,121	60,313,240	£8,073
£8,611	18,308,255	28,221,151	37,139,983	43,739,332	49,013,263	55,281,259	62,211,963	68,811,312	£8,611
£9,149	20,196,716	31,053,842	40,916,904	48,460,484	54,678,645	61,890,870	69,765,804	77,309,384	£9,149
£9,688	22,085,176	33,886,532	44,693,825	53,181,635	60,344,026	68,500,482	77,319,647	85,807,456	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	2,600,914	4,130,908	4,666,839	2,837,567	- 335,685	- 2,501,087	- 3,994,592	- 5,824,046	£3,875
£4,198	3,771,156	5,886,271	7,007,324	5,794,531	3,212,672	1,638,662	736,551	- 501,511	£4,198
£4,521	4,941,399	7,641,635	9,347,809	8,734,500	6,761,028	5,778,411	5,467,692	4,821,024	£4,521
£4,844	6,111,640	9,396,999	11,688,294	11,660,106	10,306,499	9,918,161	10,198,834	10,143,558	£4,844
£5,167	7,280,569	11,150,390	14,026,150	14,582,425	13,813,283	14,038,204	14,924,639	15,460,088	£5,167
£5,490	8,413,645	12,850,005	16,292,302	17,415,115	17,212,512	18,003,972	19,458,141	20,580,954	£5,490
£5,920	9,924,413	15,116,157	19,313,839	21,192,037	21,744,817	23,291,661	25,501,214	27,379,412	£5,920
£6,458	11,812,874	17,948,848	23,090,759	25,913,187	27,410,198	29,901,273	33,055,056	35,877,484	£6,458
£6,997	13,701,334	20,781,539	26,867,680	30,634,339	33,075,579	36,510,884	40,608,897	44,375,556	£6,997
£7,535	15,589,795	23,614,229	30,644,601	35,355,490	38,740,961	43,120,496	48,162,739	52,873,628	£7,535
£8,073	17,478,255	26,446,920	34,421,523	40,076,641	44,406,342	49,730,107	55,716,581	61,371,700	£8,073
£8,611	19,366,715	29,279,611	38,198,443	44,797,792	50,071,723	56,339,719	63,270,423	69,869,772	£8,611
£9,149	21,255,176	32,112,302	41,975,364	49,518,944	55,737,105	62,949,330	70,824,264	78,367,844	£9,149
£9,688	23,143,636	34,944,992	45,752,285	54,240,095	61,402,486	69,558,942	78,378,107	86,865,916	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,412,445	6,121,635	6,836,761	5,186,685	2,192,629	206,422	- 1,107,887	- 2,758,145	£3,875
£4,198	5,582,687	7,876,998	9,177,246	8,143,649	5,740,986	4,346,171	3,623,256	2,564,390	£4,198
£4,521	6,752,930	9,632,362	11,517,731	11,083,618	9,289,342	8,485,920	8,354,397	7,886,925	£4,521
£4,844	7,923,171	11,387,726	13,858,216	14,009,224	12,834,813	12,625,670	13,085,539	13,209,459	£4,844
£5,167	9,092,100	13,141,117	16,196,072	16,931,543	16,341,597	16,745,713	17,811,344	18,525,989	£5,167
£5,490	10,225,176	14,840,732	18,462,224	19,764,233	19,740,826	20,711,481	22,344,846	23,646,855	£5,490
£5,920	11,735,944	17,106,884	21,483,761	23,541,155	24,273,131	25,999,170	28,387,919	30,445,313	£5,920
£6,458	13,624,405	19,939,575	25,260,681	28,262,305	29,938,512	32,608,782	35,941,761	38,943,385	£6,458
£6,997	15,512,865	22,772,266	29,037,602	32,983,457	35,603,893	39,218,393	43,495,602	47,441,457	£6,997
£7,535	17,401,326	25,604,956	32,814,523	37,704,608	41,269,275	45,828,005	51,049,444	55,939,529	£7,535
£8,073	19,289,786	28,437,647	36,591,445	42,425,759	46,934,656	52,437,616	58,603,286	64,437,601	£8,073
£8,611	21,178,246	31,270,338	40,368,365	47,146,910	52,600,037	59,047,228	66,157,128	72,935,673	£8,611
£9,149	23,066,707	34,103,029	44,145,286	51,868,062	58,265,419	65,656,839	73,710,969	81,433,745	£9,149
£9,688	24,955,167	36,935,719	47,922,207	56,589,213	63,930,800	72,266,451	81,264,812	89,931,817	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value **£11,960,000 per hectare** **£4,842,105 per acre** **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **£1,961,053 per acre** **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **£847,368 per acre** **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **£490,263 per acre** **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

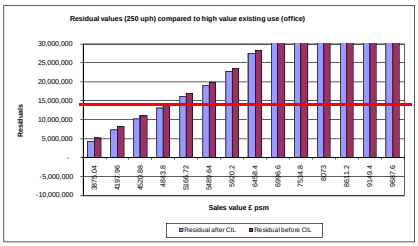
Value ranges

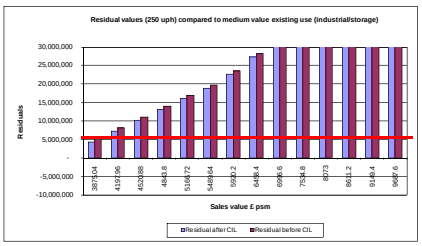
Current	Inflated (10% real growth)	Inflated (25% real growth)

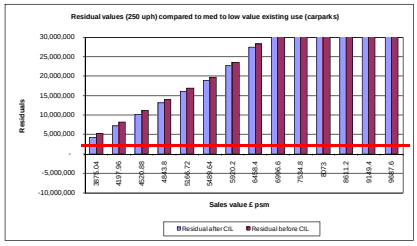
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	4,054,054	5,584,048	6,119,979	4,290,707	1,117,455	- 1,047,947	- 2,541,452	- 4,370,906	£3,875
£4,198	5,224,296	7,339,411	8,460,464	7,247,671	4,665,812	3,091,802	2,189,691	951,629	£4,198
£4,521	6,394,539	9,094,775	10,800,949	10,187,640	8,214,168	7,231,551	6,920,832	6,274,164	£4,521
£4,844	7,564,780	10,850,139	13,141,434	13,113,246	11,759,639	11,371,301	11,651,974	11,596,698	£4,844
£5,167	8,733,709	12,603,530	15,479,290	16,035,565	15,266,423	15,491,344	16,377,779	16,913,228	£5,167
£5,490	9,866,785	14,303,145	17,745,442	18,868,255	18,665,652	19,457,112	20,911,281	22,034,094	£5,490
£5,920	11,377,553	16,569,297	20,766,979	22,645,177	23,197,957	24,744,801	26,954,354	28,832,552	£5,920
£6,458	13,266,014	19,401,988	24,543,899	27,366,327	28,863,338	31,354,413	34,508,196	37,330,624	£6,458
£6,997	15,154,474	22,234,679	28,320,820	32,087,479	34,528,719	37,964,024	42,062,037	45,828,696	£6,997
£7,535	17,042,935	25,067,369	32,097,741	36,808,630	40,194,101	44,573,636	49,615,879	54,326,768	£7,535
£8,073	18,931,395	27,900,060	35,874,663	41,529,781	45,859,482	51,183,247	57,169,721	62,824,840	£8,073
£8,611	20,819,855	30,732,751	39,651,583	46,250,932	51,524,863	57,792,859	64,723,563	71,322,912	£8,611
£9,149	22,708,316	33,565,442	43,428,504	50,972,084	57,190,245	64,402,470	72,277,404	79,820,984	£9,149
£9,688	24,596,776	36,398,132	47,205,425	55,693,235	62,855,626	71,012,082	79,831,247	88,319,056	£9,688

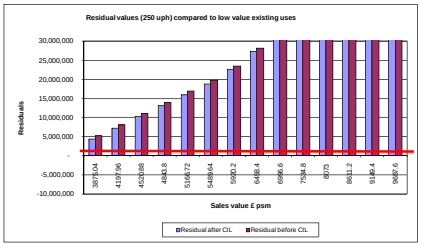
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,169,572	5,757,326	6,351,016	4,625,225	1,536,724	- 558,802	- 1,992,005	- 3,775,190	£3,875
£4,198	4,983,571	6,980,303	7,981,652	6,663,519	4,010,972	2,327,821	1,316,570	- 30,631	£4,198
£4,521	5,794,429	8,200,616	9,612,287	8,701,813	6,465,920	5,214,445	4,615,569	3,680,742	£4,521
£4,844	6,605,285	9,416,901	11,242,922	10,740,107	8,911,874	8,077,704	7,906,242	7,392,115	£4,844
£5,167	7,409,666	10,623,474	12,855,226	12,761,968	11,338,106	10,908,308	11,141,220	11,042,777	£5,167
£5,490	8,037,468	11,565,173	14,110,826	14,335,685	13,226,567	13,111,512	13,659,167	13,875,468	£5,490
£5,920	8,874,534	12,820,774	15,784,960	16,433,975	15,744,514	16,049,118	17,016,430	17,652,389	£5,920
£6,458	9,920,868	14,390,275	17,877,627	19,056,836	18,891,949	19,721,124	21,213,010	22,373,540	£6,458
£6,997	10,967,201	15,959,776	19,970,295	21,679,698	22,039,382	23,393,131	25,409,588	27,094,691	£6,997
£7,535	12,013,536	17,529,277	22,062,963	24,302,559	25,186,817	27,065,137	29,606,167	31,815,841	£7,535
£8,073	13,059,869	19,098,777	24,155,630	26,921,025	28,334,250	30,737,144	33,802,746	36,536,993	£8,073
£8,611	14,106,203	20,668,278	26,248,298	29,536,860	31,481,685	34,409,150	37,999,325	41,258,144	£8,611
£9,149	15,152,537	22,237,779	28,340,966	32,152,694	34,629,119	38,081,156	42,195,903	45,979,295	£9,149
£9,688	16,198,871	23,807,280	30,433,633	34,768,528	37,776,553	41,753,163	46,392,482	50,700,446	£9,688
Private floor area	3,238	4,856	6,475	8,094	9,713	11,331	12,950	14,569	
CIL	199,106	298,659	398,213	497,766	597,319	696,872	796,425	895,978	

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 10,381,534	- 8,893,333	- 8,399,196	- 10,224,541	- 13,412,595	- 15,607,674	- 17,140,430	- 19,023,168	£3,875
£4,198	- 9,567,535	- 7,670,356	- 6,768,560	- 8,186,247	- 10,938,347	- 12,721,051	- 13,831,855	- 15,278,609	£4,198
£4,521	- 8,756,677	- 6,450,043	- 5,137,925	- 6,147,953	- 8,483,399	- 9,834,427	- 10,532,856	- 11,567,236	£4,521
£4,844	- 7,945,821	- 5,233,758	- 3,507,290	- 4,109,659	- 6,037,445	- 6,971,168	- 7,242,183	- 7,855,863	£4,844
£5,167	- 7,141,440	- 4,027,185	- 1,894,986	- 2,087,798	- 3,611,213	- 4,140,564	- 4,007,205	- 4,205,201	£5,167
£5,490	- 6,513,638	- 3,085,486	- 639,386	- 514,081	- 1,722,752	- 1,937,360	- 1,489,258	- 1,372,510	£5,490
£5,920	- 5,676,572	- 1,829,885	1,034,748	1,584,209	795,195	1,000,246	1,868,005	2,404,411	£5,920
£6,458	- 4,630,238	- 260,384	3,127,415	4,207,070	3,942,630	4,672,252	6,064,585	7,125,562	£6,458
£6,997	- 3,583,905	1,309,117	5,220,083	6,829,932	7,090,063	8,344,259	10,261,163	11,846,713	£6,997
£7,535	- 2,537,570	2,878,618	7,312,751	9,452,793	10,237,498	12,016,265	14,457,742	16,567,863	£7,535
£8,073	- 1,491,237	4,448,118	9,405,418	12,071,259	13,384,931	15,688,272	18,654,321	21,289,015	£8,073
£8,611	- 444,903	6,017,619	11,498,086	14,687,094	16,532,366	19,360,278	22,850,900	26,010,166	£8,611
£9,149	601,431	7,587,120	13,590,754	17,302,928	19,679,800	23,032,284	27,047,478	30,731,317	£9,149
£9,688	1,647,765	9,156,621	15,683,421	19,918,762	22,827,234	26,704,291	31,244,057	35,452,468	£9,688

Value ranges: Current | Inflated (10% real growth) | **Inflated** (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 1,842,094	- 353,893	140,244	- 1,685,101	- 4,873,155	- 7,068,234	- 8,600,990	- 10,483,728	£3,875
£4,198	- 1,028,095	869,084	1,770,880	353,193	- 2,398,907	- 4,181,611	- 5,292,415	- 6,739,169	£4,198
£4,521	- 217,237	2,089,397	3,401,515	2,391,487	56,041	- 1,294,987	- 1,993,416	- 3,027,796	£4,521
£4,844	593,619	3,305,682	5,032,150	4,429,781	2,501,995	1,568,272	1,297,257	683,577	£4,844
£5,167	1,398,000	4,512,255	6,644,454	6,451,642	4,928,227	4,398,876	4,532,235	4,334,239	£5,167
£5,490	2,025,802	5,453,954	7,900,054	8,025,359	6,816,688	6,602,080	7,050,182	7,166,930	£5,490
£5,920	2,862,868	6,709,555	9,574,188	10,123,649	9,334,635	9,539,686	10,407,445	10,943,851	£5,920
£6,458	3,909,202	8,279,056	11,666,855	12,746,510	12,482,070	13,211,692	14,604,025	15,665,002	£6,458
£6,997	4,955,535	9,848,557	13,759,523	15,369,372	15,629,503	16,883,699	18,800,603	20,386,153	£6,997
£7,535	6,001,870	11,418,058	15,852,191	17,992,233	18,776,938	20,555,705	22,997,182	25,107,303	£7,535
£8,073	7,048,203	12,987,558	17,944,858	20,610,699	21,924,371	24,227,712	27,193,761	29,828,455	£8,073
£8,611	8,094,537	14,557,059	20,037,526	23,226,534	25,071,806	27,899,718	31,390,340	34,549,606	£8,611
£9,149	9,140,871	16,126,560	22,130,194	25,842,368	28,219,240	31,571,724	35,586,918	39,270,757	£9,149
£9,688	10,187,205	17,696,061	24,222,861	28,458,202	31,366,674	35,243,731	39,783,497	43,991,908	£9,688

Value ranges: Current | Inflated (10% real growth) | **Inflated** (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,458,866	2,947,067	3,441,204	1,615,859	- 1,572,195	- 3,767,274	- 5,300,030	- 7,182,768	£3,875
£4,198	2,272,865	4,170,044	5,071,840	3,654,153	902,053	- 880,651	- 1,991,455	- 3,438,209	£4,198
£4,521	3,083,723	5,390,357	6,702,475	5,692,447	3,357,001	2,005,973	1,307,544	273,164	£4,521
£4,844	3,894,579	6,606,642	8,333,110	7,730,741	5,802,955	4,869,232	4,598,217	3,984,537	£4,844
£5,167	4,698,960	7,813,215	9,945,414	9,752,602	8,229,187	7,699,836	7,833,195	7,635,199	£5,167
£5,490	5,326,762	8,754,914	11,201,014	11,326,319	10,117,648	9,903,040	10,351,142	10,467,890	£5,490
£5,920	6,163,828	10,010,515	12,875,148	13,424,609	12,635,595	12,840,646	13,708,405	14,244,811	£5,920
£6,458	7,210,162	11,580,016	14,967,815	16,047,470	15,783,030	16,512,652	17,904,985	18,965,962	£6,458
£6,997	8,256,495	13,149,517	17,060,483	18,670,332	18,930,463	20,184,659	22,101,563	23,687,113	£6,997
£7,535	9,302,830	14,719,018	19,153,151	21,293,193	22,077,898	23,856,665	26,298,142	28,408,263	£7,535
£8,073	10,349,163	16,288,518	21,245,818	23,911,659	25,225,331	27,528,672	30,494,721	33,129,415	£8,073
£8,611	11,395,497	17,858,019	23,338,486	26,527,494	28,372,766	31,200,678	34,691,300	37,850,566	£8,611
£9,149	12,441,831	19,427,520	25,431,154	29,143,328	31,520,200	34,872,684	38,887,878	42,571,717	£9,149
£9,688	13,488,165	20,997,021	27,523,821	31,759,162	34,667,634	38,544,691	43,084,457	47,292,868	£9,688

Value ranges: Current | Inflated (10% real growth) | **Inflated** (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	2,517,326	4,005,527	4,499,664	2,674,319	- 513,735	- 2,708,814	- 4,241,570	- 6,124,308	£3,875
£4,198	3,331,325	5,228,504	6,130,300	4,712,613	1,960,513	177,809	- 932,995	- 2,379,749	£4,198
£4,521	4,142,183	6,448,817	7,760,935	6,750,907	4,415,461	3,064,433	2,366,004	1,331,624	£4,521
£4,844	4,953,039	7,665,102	9,391,570	8,789,201	6,861,415	5,927,692	5,656,677	5,042,997	£4,844
£5,167	5,757,420	8,871,675	11,003,874	10,811,062	9,287,647	8,758,296	8,891,655	8,693,659	£5,167
£5,490	6,385,222	9,813,374	12,259,474	12,384,779	11,176,108	10,961,500	11,409,602	11,526,350	£5,490
£5,920	7,222,288	11,068,975	13,933,608	14,483,069	13,694,055	13,899,106	14,766,865	15,303,271	£5,920
£6,458	8,268,622	12,638,476	16,026,275	17,105,930	16,841,490	17,571,112	18,963,445	20,024,422	£6,458
£6,997	9,314,955	14,207,977	18,118,943	19,728,792	19,988,923	21,243,119	23,160,023	24,745,573	£6,997
£7,535	10,361,290	15,777,478	20,211,611	22,351,653	23,136,358	24,915,125	27,356,602	29,466,723	£7,535
£8,073	11,407,623	17,346,978	22,304,278	24,970,119	26,283,791	28,587,132	31,553,181	34,187,875	£8,073
£8,611	12,453,957	18,916,479	24,396,946	27,585,954	29,431,226	32,259,138	35,749,760	38,909,026	£8,611
£9,149	13,500,291	20,485,980	26,489,614	30,201,788	32,578,660	35,931,144	39,946,338	43,630,177	£9,149
£9,688	14,546,625	22,055,481	28,582,281	32,817,622	35,726,094	39,603,151	44,142,917	48,351,328	£9,688

Value ranges: Current | Inflated (10% real growth) | **Inflated** (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,169,572	5,757,326	6,351,016	4,625,225	1,536,724	- 558,802	- 1,992,005	- 3,775,190	£3,875
£4,198	4,983,571	6,980,303	7,981,652	6,663,519	4,010,972	2,327,821	1,316,570	- 30,631	£4,198
£4,521	5,794,429	8,200,616	9,612,287	8,701,813	6,465,920	5,214,445	4,615,569	3,680,742	£4,521
£4,844	6,605,285	9,416,901	11,242,922	10,740,107	8,911,874	8,077,704	7,906,242	7,392,115	£4,844
£5,167	7,409,666	10,623,474	12,855,226	12,761,968	11,338,106	10,908,308	11,141,220	11,042,777	£5,167
£5,490	8,037,468	11,565,173	14,110,826	14,335,685	13,226,567	13,111,512	13,659,167	13,875,468	£5,490
£5,920	8,874,534	12,820,774	15,784,960	16,433,975	15,744,514	16,049,118	17,016,430	17,652,389	£5,920
£6,458	9,920,868	14,390,275	17,877,627	19,056,836	18,891,949	19,721,124	21,213,010	22,373,540	£6,458
£6,997	10,967,201	15,959,776	19,970,295	21,679,698	22,039,382	23,393,131	25,409,588	27,094,691	£6,997
£7,535	12,013,536	17,529,277	22,062,963	24,302,559	25,186,817	27,065,137	29,606,167	31,815,841	£7,535
£8,073	13,059,869	19,098,777	24,155,630	26,921,025	28,334,250	30,737,144	33,802,746	36,536,993	£8,073
£8,611	14,106,203	20,668,278	26,248,298	29,536,860	31,481,685	34,409,150	37,999,325	41,258,144	£8,611
£9,149	15,152,537	22,237,779	28,340,966	32,152,694	34,629,119	38,081,156	42,195,903	45,979,295	£9,149
£9,688	16,198,871	23,807,280	30,433,633	34,768,528	37,776,553	41,753,163	46,392,482	50,700,446	£9,688

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

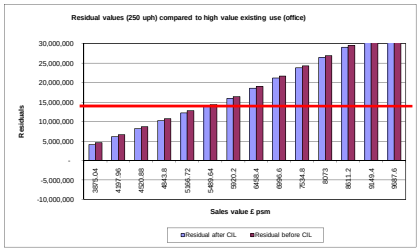
Value ranges

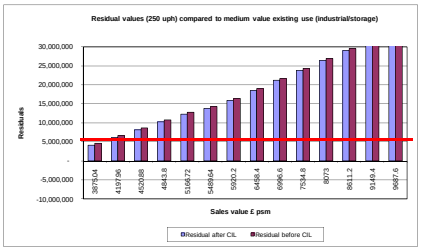
Current	Inflated (10% real growth)	Inflated (25% real growth)

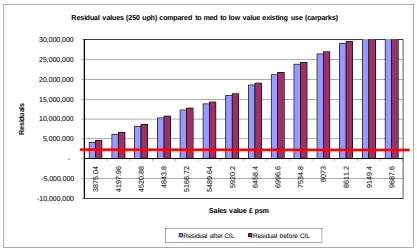
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	3,970,466	5,458,667	5,952,804	4,127,459	939,405	- 1,255,674	- 2,788,430	- 4,671,168	£3,875
£4,198	4,784,465	6,681,644	7,583,440	6,165,753	3,413,653	1,630,949	520,145	- 926,609	£4,198
£4,521	5,595,323	7,901,957	9,214,075	8,204,047	5,868,601	4,517,573	3,819,144	2,784,764	£4,521
£4,844	6,406,179	9,118,242	10,844,710	10,242,341	8,314,555	7,380,832	7,109,817	6,496,137	£4,844
£5,167	7,210,560	10,324,815	12,457,014	12,264,202	10,740,787	10,211,436	10,344,795	10,146,799	£5,167
£5,490	7,838,362	11,266,514	13,712,614	13,837,919	12,629,248	12,414,640	12,862,742	12,979,490	£5,490
£5,920	8,675,428	12,522,115	15,386,748	15,936,209	15,147,195	15,352,246	16,220,005	16,756,411	£5,920
£6,458	9,721,762	14,091,616	17,479,415	18,559,070	18,294,630	19,024,252	20,416,585	21,477,562	£6,458
£6,997	10,768,095	15,661,117	19,572,083	21,181,932	21,442,063	22,696,259	24,613,163	26,198,713	£6,997
£7,535	11,814,430	17,230,618	21,664,751	23,804,793	24,589,498	26,368,265	28,809,742	30,919,863	£7,535
£8,073	12,860,763	18,800,118	23,757,418	26,423,259	27,736,931	30,040,272	33,006,321	35,641,015	£8,073
£8,611	13,907,097	20,369,619	25,850,086	29,039,094	30,884,366	33,712,278	37,202,900	40,362,166	£8,611
£9,149	14,953,431	21,939,120	27,942,754	31,654,928	34,031,800	37,384,284	41,399,478	45,083,317	£9,149
£9,688	15,999,765	23,508,621	30,035,421	34,270,762	37,179,234	41,056,291	45,596,057	49,804,468	£9,688

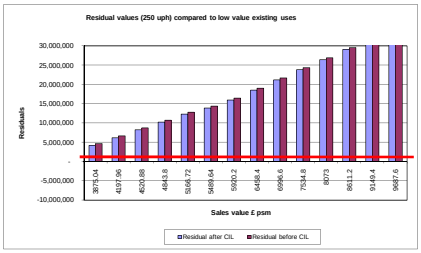
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,360,183	6,043,243	6,732,239	5,101,752	2,096,190	93,909	- 1,236,472	- 2,917,295	£3,875
£4,198	5,264,232	7,399,316	8,540,337	7,361,874	4,838,966	3,293,814	2,420,561	1,211,359	£4,198
£4,521	6,168,281	8,755,390	10,348,434	9,621,997	7,570,140	6,493,719	6,077,595	5,325,523	£4,521
£4,844	7,072,330	10,111,462	12,156,532	11,882,118	10,282,287	9,676,519	9,733,460	9,439,686	£4,844
£5,167	7,971,120	11,459,648	13,954,112	14,129,094	12,978,658	12,822,285	13,328,621	13,503,603	£5,167
£5,490	8,726,504	12,592,724	15,464,880	16,017,555	15,244,810	15,466,129	16,350,158	16,902,832	£5,490
£5,920	9,731,289	14,103,493	17,479,238	18,535,502	18,266,347	18,991,255	20,378,874	21,435,137	£5,920
£6,458	10,986,889	15,989,307	19,997,186	21,682,935	22,043,267	23,397,663	25,414,768	27,100,519	£6,458
£6,997	12,242,490	17,872,709	22,515,133	24,830,370	25,820,188	27,804,071	30,450,662	32,765,899	£6,997
£7,535	13,498,091	19,756,109	25,032,073	27,977,804	29,597,110	32,210,478	35,486,558	38,431,281	£7,535
£8,073	14,753,691	21,639,510	27,543,274	31,125,238	33,374,031	36,616,887	40,522,452	44,096,663	£8,073
£8,611	16,009,292	23,522,910	30,054,476	34,272,672	37,150,951	41,023,295	45,558,346	49,762,044	£8,611
£9,149	17,264,892	25,406,312	32,565,677	37,420,106	40,927,872	45,429,702	50,594,241	55,427,425	£9,149
£9,688	18,520,493	27,289,712	35,076,877	40,567,540	44,704,793	49,836,110	55,630,135	61,092,807	£9,688
Private floor area	3,885	5,828	7,770	9,713	11,655	13,598	15,540	17,483	
CIL	238,928	358,391	477,855	597,319	716,783	836,246	955,710	1,075,174	

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 10,230,745	- 8,667,148	- 8,097,616	- 9,847,567	- 12,972,593	- 15,094,337	- 16,544,182	- 18,344,469	£3,875
£4,198	- 9,326,695	- 7,311,075	- 6,289,518	- 7,587,445	- 10,229,817	- 11,894,432	- 12,887,149	- 14,215,815	£4,198
£4,521	- 8,422,646	- 5,955,001	- 4,481,421	- 5,327,322	- 7,498,642	- 8,694,527	- 9,230,115	- 10,101,651	£4,521
£4,844	- 7,518,597	- 4,598,929	- 2,673,323	- 3,067,201	- 4,786,495	- 5,511,727	- 5,574,250	- 5,987,488	£4,844
£5,167	- 6,619,807	- 3,250,743	- 875,743	- 820,225	- 2,090,124	- 2,365,961	- 1,979,089	- 1,923,571	£5,167
£5,490	- 5,864,423	- 2,117,667	635,025	1,068,236	176,028	277,883	1,042,448	1,475,658	£5,490
£5,920	- 4,859,638	- 606,898	2,649,383	3,586,183	3,197,565	3,803,009	5,071,164	6,007,963	£5,920
£6,458	- 3,604,038	1,278,916	5,167,331	6,733,616	6,974,485	8,209,417	10,107,058	11,673,345	£6,458
£6,997	- 2,348,437	3,162,318	7,685,278	9,881,051	10,751,406	12,615,825	15,142,952	17,338,725	£6,997
£7,535	- 1,092,836	5,045,718	10,202,218	13,028,485	14,528,328	17,022,232	20,178,848	23,004,107	£7,535
£8,073	162,764	6,929,119	12,713,419	16,175,919	18,305,249	21,428,641	25,214,742	28,669,489	£8,073
£8,611	1,418,365	8,812,519	15,224,621	19,323,353	22,082,169	25,835,049	30,250,636	34,334,870	£8,611
£9,149	2,673,965	10,695,921	17,735,822	22,470,787	25,859,090	30,241,456	35,286,531	40,000,251	£9,149
£9,688	3,929,566	12,579,321	20,247,022	25,618,221	29,636,011	34,647,864	40,322,425	45,665,633	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 1,691,305	- 127,708	441,824	- 1,308,127	- 4,433,153	- 6,554,897	- 8,004,742	- 9,805,029	£3,875
£4,198	- 787,255	1,228,365	2,249,922	951,995	- 1,690,377	- 3,354,992	- 4,347,709	- 5,676,375	£4,198
£4,521	116,794	2,584,439	4,058,019	3,212,118	1,040,798	- 155,087	- 690,675	- 1,562,211	£4,521
£4,844	1,020,843	3,940,511	5,866,117	5,472,239	3,752,945	3,027,713	2,965,190	2,551,952	£4,844
£5,167	1,919,633	5,288,697	7,663,697	7,719,215	6,449,316	6,173,479	6,560,351	6,615,869	£5,167
£5,490	2,675,017	6,421,773	9,174,465	9,607,676	8,715,468	8,817,323	9,581,888	10,015,098	£5,490
£5,920	3,679,802	7,932,542	11,188,823	12,125,623	11,737,005	12,342,449	13,610,604	14,547,403	£5,920
£6,458	4,935,402	9,818,356	13,706,771	15,273,056	15,513,925	16,748,857	18,646,498	20,212,785	£6,458
£6,997	6,191,003	11,701,758	16,224,718	18,420,491	19,290,846	21,155,265	23,682,392	25,878,165	£6,997
£7,535	7,446,604	13,585,158	18,741,658	21,567,925	23,067,768	25,561,672	28,718,288	31,543,547	£7,535
£8,073	8,702,204	15,468,559	21,252,859	24,715,359	26,844,689	29,968,081	33,754,182	37,208,929	£8,073
£8,611	9,957,805	17,351,959	23,764,061	27,862,793	30,621,609	34,374,489	38,790,076	42,874,310	£8,611
£9,149	11,213,405	19,235,361	26,275,262	31,010,227	34,398,530	38,780,896	43,825,971	48,539,691	£9,149
£9,688	12,469,006	21,118,761	28,786,462	34,157,661	38,175,451	43,187,304	48,861,865	54,205,073	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,609,656	3,173,252	3,742,784	1,992,833	- 1,132,193	- 3,253,937	- 4,703,782	- 6,504,069	£3,875
£4,198	2,513,705	4,529,325	5,550,882	4,252,955	1,610,584	- 54,032	- 1,046,749	- 2,375,415	£4,198
£4,521	3,417,754	5,885,399	7,358,979	6,513,078	4,341,758	3,145,873	2,610,285	1,738,749	£4,521
£4,844	4,321,803	7,241,471	9,167,077	8,773,199	7,053,905	6,328,673	6,266,150	5,852,912	£4,844
£5,167	5,220,593	8,589,657	10,964,657	11,020,175	9,750,276	9,474,439	9,881,311	9,916,829	£5,167
£5,490	5,975,977	9,722,733	12,475,425	12,908,636	12,016,428	12,118,283	12,882,848	13,316,058	£5,490
£5,920	6,980,762	11,233,502	14,489,783	15,426,583	15,037,965	15,643,409	16,911,564	17,848,363	£5,920
£6,458	8,236,362	13,119,316	17,007,731	18,574,016	18,814,885	20,049,817	21,947,458	23,513,745	£6,458
£6,997	9,491,963	15,002,718	19,525,678	21,721,451	22,591,806	24,456,225	26,983,352	29,179,125	£6,997
£7,535	10,747,564	16,886,118	22,042,618	24,868,885	26,368,728	28,862,632	32,019,248	34,844,507	£7,535
£8,073	12,003,164	18,769,519	24,553,819	28,016,319	30,145,649	33,269,041	37,055,142	40,509,889	£8,073
£8,611	13,258,765	20,652,919	27,065,021	31,163,753	33,922,569	37,675,449	42,091,036	46,175,270	£8,611
£9,149	14,514,365	22,536,321	29,576,222	34,311,187	37,699,490	42,081,856	47,126,931	51,840,651	£9,149
£9,688	15,769,966	24,419,721	32,087,422	37,458,621	41,476,411	46,488,264	52,162,825	57,506,033	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	2,668,116	4,231,712	4,801,244	3,051,293	- 73,733	- 2,195,477	- 3,645,322	- 5,445,609	£3,875
£4,198	3,572,165	5,587,785	6,609,342	5,311,415	2,669,044	1,004,428	11,711	- 1,316,955	£4,198
£4,521	4,476,214	6,943,859	8,417,439	7,571,538	5,400,218	4,204,333	3,668,745	2,797,209	£4,521
£4,844	5,380,263	8,299,931	10,225,537	9,831,659	8,112,365	7,387,133	7,324,610	6,911,372	£4,844
£5,167	6,279,053	9,648,117	12,023,117	12,078,635	10,808,736	10,532,899	10,919,771	10,975,289	£5,167
£5,490	7,034,437	10,781,193	13,533,885	13,967,096	13,074,888	13,176,743	13,941,308	14,374,518	£5,490
£5,920	8,039,222	12,291,962	15,548,243	16,485,043	16,096,425	16,701,869	17,970,024	18,906,823	£5,920
£6,458	9,294,822	14,177,776	18,066,191	19,632,476	19,873,345	21,108,277	23,005,918	24,572,205	£6,458
£6,997	10,550,423	16,061,178	20,584,138	22,779,911	23,650,266	25,514,685	28,041,812	30,237,585	£6,997
£7,535	11,806,024	17,944,578	23,101,078	25,927,345	27,427,188	29,921,092	33,077,708	35,902,967	£7,535
£8,073	13,061,624	19,827,979	25,612,279	29,074,779	31,204,109	34,327,501	38,113,602	41,568,349	£8,073
£8,611	14,317,225	21,711,379	28,123,481	32,222,213	34,981,029	38,733,909	43,149,496	47,233,730	£8,611
£9,149	15,572,825	23,594,781	30,634,682	35,369,647	38,757,950	43,140,316	48,185,391	52,899,111	£9,149
£9,688	16,828,426	25,478,181	33,145,882	38,517,081	42,534,871	47,546,724	53,221,285	58,564,493	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,360,183	6,043,243	6,732,239	5,101,752	2,096,190	93,909	- 1,236,472	- 2,917,295	£3,875
£4,198	5,264,232	7,399,316	8,540,337	7,361,874	4,838,966	3,293,814	2,420,561	1,211,359	£4,198
£4,521	6,168,281	8,755,390	10,348,434	9,621,997	7,570,140	6,493,719	6,077,595	5,325,523	£4,521
£4,844	7,072,330	10,111,462	12,156,532	11,882,118	10,282,287	9,676,519	9,733,460	9,439,686	£4,844
£5,167	7,971,120	11,459,648	13,954,112	14,129,094	12,978,658	12,822,285	13,328,621	13,503,603	£5,167
£5,490	8,726,504	12,592,724	15,464,880	16,017,555	15,244,810	15,466,129	16,350,158	16,902,832	£5,490
£5,920	9,731,289	14,103,493	17,479,238	18,535,502	18,266,347	18,991,255	20,378,874	21,435,137	£5,920
£6,458	10,986,889	15,989,307	19,997,186	21,682,935	22,043,267	23,397,663	25,414,768	27,100,519	£6,458
£6,997	12,242,490	17,872,709	22,515,133	24,830,370	25,820,188	27,804,071	30,450,662	32,765,899	£6,997
£7,535	13,498,091	19,756,109	25,032,073	27,977,804	29,597,110	32,210,478	35,486,558	38,431,281	£7,535
£8,073	14,753,691	21,639,510	27,543,274	31,125,238	33,374,031	36,616,887	40,522,452	44,096,663	£8,073
£8,611	16,009,292	23,522,910	30,054,476	34,272,672	37,150,951	41,023,295	45,558,346	49,762,044	£8,611
£9,149	17,264,892	25,406,312	32,565,677	37,420,106	40,927,872	45,429,702	50,594,241	55,427,425	£9,149
£9,688	18,520,493	27,289,712	35,076,877	40,567,540	44,704,793	49,836,110	55,630,135	61,092,807	£9,688

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value **£11,960,000 per hectare** **£4,842,105 per acre** **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **£1,961,053 per acre** **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **£847,368 per acre** **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

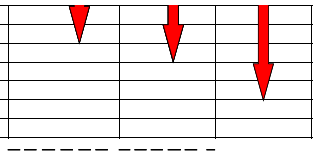
RLVs less existing use value **£1,210,950 per hectare** **£490,263 per acre** **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

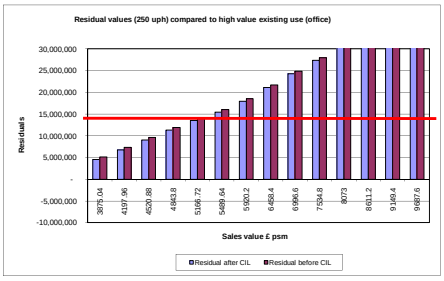
£6,458									£6,458	
£6,997									£6,997	
£7,535									£7,535	
£8,073									£8,073	
£8,611									£8,611	
£9,149									£9,149	
£9,688									£9,688	

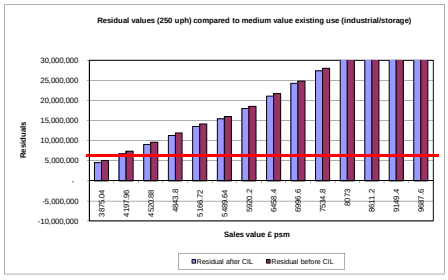


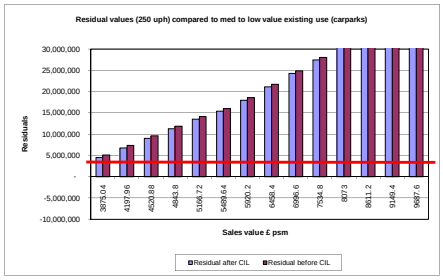
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	4,121,256	5,684,852	6,254,384	4,504,433	1,379,408	- 742,337	- 2,192,182	- 3,992,469	£3,875
£4,198	5,025,305	7,040,925	8,062,482	6,764,555	4,122,184	2,457,568	1,464,851	136,185	£4,198
£4,521	5,929,354	8,396,999	9,870,579	9,024,678	6,853,358	5,657,473	5,121,885	4,250,349	£4,521
£4,844	6,833,403	9,753,071	11,678,677	11,284,799	9,565,505	8,840,273	8,777,750	8,364,512	£4,844
£5,167	7,732,193	11,101,257	13,476,257	13,531,775	12,261,876	11,986,039	12,372,911	12,428,429	£5,167
£5,490	8,487,577	12,234,333	14,987,025	15,420,236	14,528,028	14,629,883	15,394,448	15,827,658	£5,490
£5,920	9,492,362	13,745,102	17,001,383	17,938,183	17,549,565	18,155,009	19,423,164	20,359,963	£5,920
£6,458	10,747,962	15,630,916	19,519,331	21,085,616	21,326,485	22,561,417	24,459,058	26,025,345	£6,458
£6,997	12,003,563	17,514,318	22,037,278	24,233,051	25,103,406	26,967,825	29,494,952	31,690,725	£6,997
£7,535	13,259,164	19,397,718	24,554,218	27,380,485	28,880,328	31,374,232	34,530,848	37,356,107	£7,535
£8,073	14,514,764	21,281,119	27,065,419	30,527,919	32,657,249	35,780,641	39,566,742	43,021,489	£8,073
£8,611	15,770,365	23,164,519	29,576,621	33,675,353	36,434,169	40,187,049	44,602,636	48,686,870	£8,611
£9,149	17,025,965	25,047,921	32,087,822	36,822,787	40,211,090	44,593,456	49,638,531	54,352,251	£9,149
£9,688	18,281,566	26,931,321	34,599,022	39,970,221	43,988,011	48,999,864	54,674,425	60,017,633	£9,688

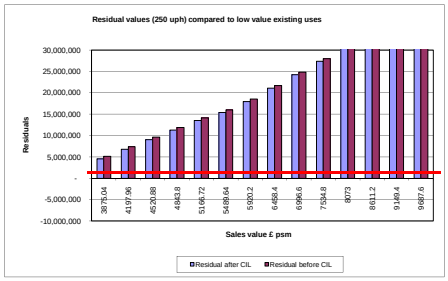
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,550,794	6,329,159	7,113,460	5,572,542	2,655,657	746,620	- 490,518	- 2,063,605	£3,875
£4,198	5,543,574	7,818,329	9,099,020	8,060,229	5,666,959	4,259,807	3,524,552	2,453,349	£4,198
£4,521	6,536,354	9,307,499	11,084,580	10,542,179	8,674,360	7,772,993	7,539,623	6,970,303	£4,521
£4,844	7,529,134	10,796,669	13,070,140	13,024,129	11,652,700	11,275,335	11,554,693	11,487,257	£4,844
£5,167	8,517,970	12,279,923	15,047,813	15,496,219	14,619,208	14,736,261	15,516,022	15,964,430	£5,167
£5,490	9,399,252	13,601,845	16,810,375	17,699,423	17,263,052	17,820,746	19,041,148	19,930,196	£5,490
£5,920	10,574,294	15,364,409	19,160,459	20,637,029	20,788,179	21,933,393	23,741,317	25,217,885	£5,920
£6,458	12,043,096	17,567,613	22,098,065	24,309,035	25,194,587	27,074,202	29,616,527	31,827,497	£6,458
£6,997	13,511,899	19,770,816	25,035,670	27,981,042	29,600,995	32,215,011	35,491,738	38,437,109	£6,997
£7,535	14,980,701	21,974,020	27,973,276	31,653,048	34,007,402	37,355,821	41,366,948	45,046,721	£7,535
£8,073	16,447,513	24,177,224	30,910,880	35,325,055	38,413,810	42,496,629	47,242,158	51,656,332	£8,073
£8,611	17,912,380	26,377,544	33,848,485	38,997,061	42,820,218	47,637,438	53,117,368	58,265,944	£8,611
£9,149	19,377,248	28,574,844	36,786,091	42,669,067	47,226,625	52,778,247	58,992,578	64,875,555	£9,149
£9,688	20,842,115	30,772,145	39,720,122	46,341,074	51,633,033	57,919,057	64,867,789	71,485,167	£9,688
Private floor area	4,533	6,799	9,065	11,331	13,598	15,864	18,130	20,396	
CIL	278,749	418,123	557,498	696,872	836,246	975,621	1,114,995	1,254,369	

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 10,079,955	- 8,440,964	- 7,796,037	- 9,476,330	- 12,532,589	- 14,581,001	- 15,957,513	- 17,669,974	£3,875
£4,198	- 9,087,175	- 6,951,794	- 5,810,477	- 6,988,643	- 9,521,287	- 11,067,814	- 11,942,443	- 13,153,020	£4,198
£4,521	- 8,094,395	- 5,462,624	- 3,824,917	- 4,506,693	- 6,513,886	- 7,554,628	- 7,927,372	- 8,636,066	£4,521
£4,844	- 7,101,615	- 3,973,454	- 1,839,357	- 2,024,743	- 3,535,546	- 4,052,286	- 3,912,302	- 4,119,112	£4,844
£5,167	- 6,112,779	- 2,490,200	138,316	447,347	- 569,038	- 591,360	49,027	358,061	£5,167
£5,490	- 5,231,497	- 1,168,278	1,900,878	2,650,551	2,074,806	2,493,125	3,574,153	4,323,827	£5,490
£5,920	- 4,056,455	594,286	4,250,962	5,588,157	5,599,933	6,605,772	8,274,322	9,611,516	£5,920
£6,458	- 2,587,653	2,797,490	7,188,568	9,260,163	10,006,341	11,746,581	14,149,532	16,221,128	£6,458
£6,997	- 1,118,850	5,000,693	10,126,173	12,932,170	14,412,749	16,887,390	20,024,743	22,830,740	£6,997
£7,535	349,952	7,203,897	13,063,779	16,604,176	18,819,156	22,028,200	25,899,953	29,440,352	£7,535
£8,073	1,816,764	9,407,101	16,001,383	20,276,183	23,225,564	27,169,008	31,775,163	36,049,963	£8,073
£8,611	3,281,631	11,607,421	18,938,988	23,948,189	27,631,972	32,309,817	37,650,373	42,659,575	£8,611
£9,149	4,746,499	13,804,721	21,876,594	27,620,195	32,038,379	37,450,626	43,525,583	49,269,186	£9,149
£9,688	6,211,366	16,002,022	24,810,625	31,292,202	36,444,787	42,591,436	49,400,794	55,878,798	£9,688

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,540,515	98,476	743,403	936,890	- 3,993,149	- 6,041,561	- 7,418,073	- 9,130,534	£3,875
£4,198	547,735	1,587,646	2,728,963	1,550,797	- 981,847	- 2,528,374	- 3,403,003	- 4,613,580	£4,198
£4,521	445,045	3,076,816	4,714,523	4,032,747	2,025,554	984,812	612,068	- 96,626	£4,521
£4,844	1,437,825	4,565,986	6,700,083	6,514,697	5,003,894	4,487,154	4,627,138	4,420,328	£4,844
£5,167	2,426,661	6,049,240	8,677,756	8,986,787	7,970,402	7,948,080	8,588,467	8,897,501	£5,167
£5,490	3,307,943	7,371,162	10,440,318	11,189,991	10,614,246	11,032,565	12,113,593	12,863,267	£5,490
£5,920	4,482,985	9,133,726	12,790,402	14,127,597	14,139,373	15,145,212	16,813,762	18,150,956	£5,920
£6,458	5,951,787	11,336,930	15,728,008	17,799,603	18,545,781	20,286,021	22,688,972	24,760,568	£6,458
£6,997	7,420,590	13,540,133	18,665,613	21,471,610	22,952,189	25,426,830	28,564,183	31,370,180	£6,997
£7,535	8,889,392	15,743,337	21,603,219	25,143,616	27,358,596	30,567,640	34,439,393	37,979,792	£7,535
£8,073	10,356,204	17,946,541	24,540,823	28,815,623	31,765,004	35,708,448	40,314,603	44,589,403	£8,073
£8,611	11,821,071	20,146,861	27,478,428	32,487,629	36,171,412	40,849,257	46,189,813	51,199,015	£8,611
£9,149	13,285,939	22,344,161	30,416,034	36,159,635	40,577,819	45,990,066	52,065,023	57,808,626	£9,149
£9,688	14,750,806	24,541,462	33,350,065	39,831,642	44,984,227	51,130,876	57,940,234	64,418,238	£9,688

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,760,445	3,399,436	4,044,363	2,364,070	- 692,189	- 2,740,601	- 4,117,113	- 5,829,574	£3,875
£4,198	2,753,225	4,888,606	6,029,923	4,851,757	2,319,113	772,586	- 102,043	- 1,312,620	£4,198
£4,521	3,746,005	6,377,776	8,015,483	7,333,707	5,326,514	4,285,772	3,913,028	3,204,334	£4,521
£4,844	4,738,785	7,866,946	10,001,043	9,815,657	8,304,854	7,788,114	7,928,098	7,721,288	£4,844
£5,167	5,727,621	9,350,200	11,978,716	12,287,747	11,271,362	11,249,040	11,889,427	12,198,461	£5,167
£5,490	6,608,903	10,672,122	13,741,278	14,490,951	13,915,206	14,333,525	15,414,553	16,164,227	£5,490
£5,920	7,783,945	12,434,686	16,091,362	17,428,557	17,440,333	18,446,172	20,114,722	21,451,916	£5,920
£6,458	9,252,747	14,637,890	19,028,968	21,100,563	21,846,741	23,586,981	25,989,932	28,061,528	£6,458
£6,997	10,721,550	16,841,093	21,966,573	24,772,570	26,253,149	28,727,790	31,865,143	34,671,140	£6,997
£7,535	12,190,352	19,044,297	24,904,179	28,444,576	30,659,556	33,868,600	37,740,353	41,280,752	£7,535
£8,073	13,657,164	21,247,501	27,841,783	32,116,583	35,065,964	39,009,408	43,615,563	47,890,363	£8,073
£8,611	15,122,031	23,447,821	30,779,388	35,788,589	39,472,372	44,150,217	49,490,773	54,499,975	£8,611
£9,149	16,586,899	25,645,121	33,716,994	39,460,595	43,878,779	49,291,026	55,365,983	61,109,586	£9,149
£9,688	18,051,766	27,842,422	36,651,025	43,132,602	48,285,187	54,431,836	61,241,194	67,719,198	£9,688

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	2,818,905	4,457,896	5,102,823	3,422,530	366,271	- 1,682,141	- 3,058,653	- 4,771,114	£3,875
£4,198	3,811,685	5,947,066	7,088,383	5,910,217	3,377,573	1,831,046	956,417	- 254,160	£4,198
£4,521	4,804,465	7,436,236	9,073,943	8,392,167	6,384,974	5,344,232	4,971,488	4,262,794	£4,521
£4,844	5,797,245	8,925,406	11,059,503	10,874,117	9,363,314	8,846,574	8,986,558	8,779,748	£4,844
£5,167	6,786,081	10,408,660	13,037,176	13,346,207	12,329,822	12,307,500	12,947,887	13,256,921	£5,167
£5,490	7,667,363	11,730,582	14,799,738	15,549,411	14,973,666	15,391,985	16,473,013	17,222,687	£5,490
£5,920	8,842,405	13,493,146	17,149,822	18,487,017	18,498,793	19,504,632	21,173,182	22,510,376	£5,920
£6,458	10,311,207	15,696,350	20,087,428	22,159,023	22,905,201	24,645,441	27,048,392	29,119,988	£6,458
£6,997	11,780,010	17,899,553	23,025,033	25,831,030	27,311,609	29,786,250	32,923,603	35,729,600	£6,997
£7,535	13,248,812	20,102,757	25,962,639	29,503,036	31,718,016	34,927,060	38,798,813	42,339,212	£7,535
£8,073	14,715,624	22,305,961	28,900,243	33,175,043	36,124,424	40,067,868	44,674,023	48,948,823	£8,073
£8,611	16,180,491	24,506,281	31,837,848	36,847,049	40,530,832	45,208,677	50,549,233	55,558,435	£8,611
£9,149	17,645,359	26,703,581	34,775,454	40,519,055	44,937,239	50,349,486	56,424,443	62,168,046	£9,149
£9,688	19,110,226	28,900,882	37,709,485	44,191,062	49,343,647	55,490,296	62,299,654	68,777,658	£9,688

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,550,794	6,329,159	7,113,460	5,572,542	2,655,657	746,620	- 490,518	- 2,063,605	£3,875
£4,198	5,543,574	7,818,329	9,099,020	8,060,229	5,666,959	4,259,807	3,524,552	2,453,349	£4,198
£4,521	6,536,354	9,307,499	11,084,580	10,542,179	8,674,360	7,772,993	7,539,623	6,970,303	£4,521
£4,844	7,529,134	10,796,669	13,070,140	13,024,129	11,652,700	11,275,335	11,554,693	11,487,257	£4,844
£5,167	8,517,970	12,279,923	15,047,813	15,496,219	14,619,208	14,736,261	15,516,022	15,964,430	£5,167
£5,490	9,399,252	13,601,845	16,810,375	17,699,423	17,263,052	17,820,746	19,041,148	19,930,196	£5,490
£5,920	10,574,294	15,364,409	19,160,459	20,637,029	20,788,179	21,933,393	23,741,317	25,217,885	£5,920
£6,458	12,043,096	17,567,613	22,098,065	24,309,035	25,194,587	27,074,202	29,616,527	31,827,497	£6,458
£6,997	13,511,899	19,770,816	25,035,670	27,981,042	29,600,995	32,215,011	35,491,738	38,437,109	£6,997
£7,535	14,980,701	21,974,020	27,973,276	31,653,048	34,007,402	37,355,821	41,366,948	45,046,721	£7,535
£8,073	16,447,513	24,177,224	30,910,880	35,325,055	38,413,810	42,496,629	47,242,158	51,656,332	£8,073
£8,611	17,912,380	26,377,544	33,848,485	38,997,061	42,820,218	47,637,438	53,117,368	58,265,944	£8,611
£9,149	19,377,248	28,574,844	36,786,091	42,669,067	47,226,625	52,778,247	58,992,578	64,875,555	£9,149
£9,688	20,842,115	30,772,145	39,720,122	46,341,074	51,633,033	57,919,057	64,867,789	71,485,167	£9,688

Aff Hsg	10%
% AR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

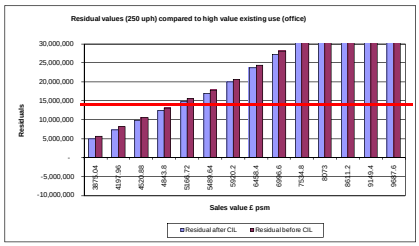
Value ranges

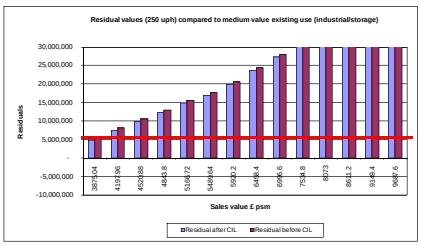
Current	Inflated (10% real growth)	Inflated (25% real growth)

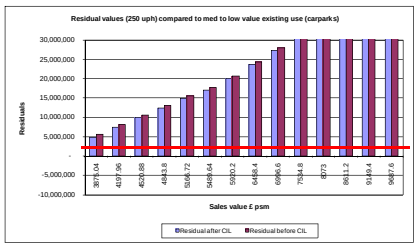
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									value per sm
£3,875	4,272,045	5,911,036	6,555,963	4,875,670	1,819,411	- 229,001	- 1,605,513	- 3,317,974	£3,875
£4,198	5,264,825	7,400,206	8,541,523	7,363,357	4,830,713	3,284,186	2,409,557	1,198,980	£4,198
£4,521	6,257,605	8,889,376	10,527,083	9,845,307	7,838,114	6,797,372	6,424,628	5,715,934	£4,521
£4,844	7,250,385	10,378,546	12,512,643	12,327,257	10,816,454	10,299,714	10,439,698	10,232,888	£4,844
£5,167	8,239,221	11,861,800	14,490,316	14,799,347	13,782,962	13,760,640	14,401,027	14,710,061	£5,167
£5,490	9,120,503	13,183,722	16,252,878	17,002,551	16,426,806	16,845,125	17,926,153	18,675,827	£5,490
£5,920	10,295,545	14,946,286	18,602,962	19,940,157	19,951,933	20,957,772	22,626,322	23,963,516	£5,920
£6,458	11,764,347	17,149,490	21,540,568	23,612,163	24,358,341	26,098,581	28,501,532	30,573,128	£6,458
£6,997	13,233,150	19,352,693	24,478,173	27,284,170	28,764,749	31,239,390	34,376,743	37,182,740	£6,997
£7,535	14,701,952	21,555,897	27,415,779	30,956,176	33,171,156	36,380,200	40,251,953	43,792,352	£7,535
£8,073	16,168,764	23,759,101	30,353,383	34,628,183	37,577,564	41,521,008	46,127,163	50,401,963	£8,073
£8,611	17,633,631	25,959,421	33,290,988	38,300,189	41,983,972	46,661,817	52,002,373	57,011,575	£8,611
£9,149	19,098,499	28,156,721	36,228,594	41,972,195	46,390,379	51,802,626	57,877,583	63,621,186	£9,149
£9,688	20,563,366	30,354,022	39,162,625	45,644,202	50,796,787	56,943,436	63,752,794	70,230,798	£9,688

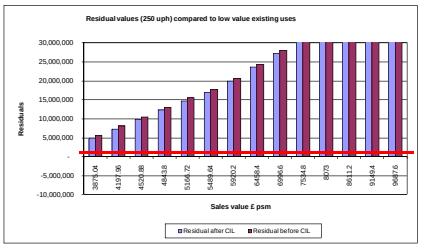
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,741,405	6,615,075	7,494,682	6,038,763	3,215,123	1,399,331	255,438	- 1,224,405	£3,875
£4,198	5,822,916	8,237,342	9,657,704	8,758,585	6,494,952	5,225,799	4,628,544	3,695,340	£4,198
£4,521	6,904,427	9,859,608	11,820,727	11,462,363	9,774,782	9,052,267	9,001,650	8,615,084	£4,521
£4,844	7,985,938	11,481,876	13,983,749	14,166,141	13,023,113	12,874,149	13,374,755	13,534,828	£4,844
£5,167	9,064,821	13,100,199	16,141,513	16,863,346	16,259,759	16,650,237	17,703,423	18,425,256	£5,167
£5,490	10,071,999	14,610,967	18,155,870	19,381,293	19,281,296	20,175,362	21,732,139	22,957,561	£5,490
£5,920	11,414,904	16,625,325	20,841,682	22,738,555	23,310,012	24,875,531	27,103,760	29,000,635	£5,920
£6,458	13,093,536	19,143,272	24,198,945	26,935,134	28,345,906	30,750,741	33,818,286	36,554,476	£6,458
£6,997	14,772,167	21,661,219	27,556,207	31,131,713	33,381,801	36,625,952	40,532,812	44,108,318	£6,997
£7,535	16,450,799	24,179,166	30,913,470	35,328,292	38,417,695	42,501,162	47,247,338	51,662,159	£7,535
£8,073	18,129,430	26,697,114	34,270,734	39,524,870	43,453,589	48,376,372	53,961,864	59,216,002	£8,073
£8,611	19,808,062	29,215,061	37,627,997	43,721,450	48,489,485	54,251,583	60,676,390	66,769,843	£8,611
£9,149	21,486,694	31,733,008	40,985,259	47,918,028	53,525,379	60,126,793	67,390,916	74,323,685	£9,149
£9,688	23,163,737	34,250,956	44,342,522	52,114,607	58,561,273	66,002,004	74,105,442	81,877,527	£9,688
Private floor area	5,180	7,770	10,360	12,950	15,540	18,130	20,720	23,310	
CIL	318,570	477,855	637,140	796,425	955,710	1,114,995	1,274,280	1,433,565	

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 9,929,165	- 8,214,780	- 7,494,458	- 9,109,662	- 12,092,587	- 14,067,664	- 15,370,842	- 17,009,970	£3,875
£4,198	- 8,847,654	- 6,592,513	- 5,331,436	- 6,389,840	- 8,812,758	- 10,241,196	- 10,997,736	- 12,090,225	£4,198
£4,521	- 7,766,143	- 4,970,247	- 3,168,413	- 3,686,062	- 5,532,928	- 6,414,728	- 6,624,630	- 7,170,481	£4,521
£4,844	- 6,684,632	- 3,347,979	- 1,005,391	- 982,284	- 2,284,597	- 2,592,846	- 2,251,525	- 2,250,737	£4,844
£5,167	- 5,605,749	- 1,729,656	1,152,373	1,714,921	952,049	1,183,242	2,077,143	2,639,691	£5,167
£5,490	- 4,598,571	- 218,888	3,166,730	4,232,868	3,973,586	4,708,367	6,105,859	7,171,996	£5,490
£5,920	- 3,255,666	1,795,470	5,852,542	7,590,130	8,002,302	9,408,536	11,477,480	13,215,070	£5,920
£6,458	- 1,577,034	4,313,417	9,209,805	11,786,709	13,038,196	15,283,746	18,192,006	20,768,911	£6,458
£6,997	101,597	6,831,364	12,567,067	15,983,288	18,074,091	21,158,957	24,906,532	28,322,753	£6,997
£7,535	1,780,229	9,349,311	15,924,330	20,179,867	23,109,985	27,034,167	31,621,058	35,876,594	£7,535
£8,073	3,458,860	11,867,259	19,281,594	24,376,445	28,145,879	32,909,377	38,335,584	43,430,437	£8,073
£8,611	5,137,492	14,385,206	22,638,857	28,573,025	33,181,775	38,784,588	45,050,110	50,984,278	£8,611
£9,149	6,816,124	16,903,153	25,996,119	32,769,603	38,217,669	44,659,798	51,764,636	58,538,120	£9,149
£9,688	8,493,167	19,421,101	29,353,382	36,966,182	43,253,563	50,535,009	58,479,162	66,091,962	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 1,389,725	324,660	1,044,982	- 570,222	- 3,553,147	- 5,528,224	- 6,831,402	- 8,470,530	£3,875
£4,198	- 308,214	1,946,927	3,208,004	2,149,600	- 273,318	- 1,701,756	- 2,458,296	- 3,550,785	£4,198
£4,521	773,297	3,569,193	5,371,027	4,853,378	3,006,512	2,124,712	1,914,810	1,368,959	£4,521
£4,844	1,854,808	5,191,461	7,534,049	7,557,156	6,254,843	5,946,594	6,287,915	6,288,703	£4,844
£5,167	2,933,691	6,809,784	9,691,813	10,254,361	9,491,489	9,722,682	10,616,583	11,179,131	£5,167
£5,490	3,940,869	8,320,552	11,706,170	12,772,308	12,513,026	13,247,807	14,645,299	15,711,436	£5,490
£5,920	5,283,774	10,334,910	14,391,982	16,129,570	16,541,742	17,947,976	20,016,920	21,754,510	£5,920
£6,458	6,962,406	12,852,857	17,749,245	20,326,149	21,577,636	23,823,186	26,731,446	29,308,351	£6,458
£6,997	8,641,037	15,370,804	21,106,507	24,522,728	26,613,531	29,698,397	33,445,972	36,862,193	£6,997
£7,535	10,319,669	17,888,751	24,463,770	28,719,307	31,649,425	35,573,607	40,160,498	44,416,034	£7,535
£8,073	11,998,300	20,406,699	27,821,034	32,915,885	36,685,319	41,448,817	46,875,024	51,969,877	£8,073
£8,611	13,676,932	22,924,646	31,178,297	37,112,465	41,721,215	47,324,028	53,589,550	59,523,718	£8,611
£9,149	15,355,564	25,442,593	34,535,559	41,309,043	46,757,109	53,199,238	60,304,076	67,077,560	£9,149
£9,688	17,032,607	27,960,541	37,892,822	45,505,622	51,793,003	59,074,449	67,018,602	74,631,402	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	1,911,235	3,625,620	4,345,942	2,730,738	- 252,187	- 2,227,264	- 3,530,442	- 5,169,570	£3,875
£4,198	2,992,746	5,247,887	6,508,964	5,450,560	3,027,642	1,599,204	842,664	- 249,825	£4,198
£4,521	4,074,257	6,870,153	8,671,987	8,154,338	6,307,472	5,425,672	5,215,770	4,669,919	£4,521
£4,844	5,155,768	8,492,421	10,835,009	10,858,116	9,555,803	9,247,554	9,588,875	9,589,663	£4,844
£5,167	6,234,651	10,110,744	12,992,773	13,555,321	12,792,449	13,023,642	13,917,543	14,480,091	£5,167
£5,490	7,241,829	11,621,512	15,007,130	16,073,268	15,813,986	16,548,767	17,946,259	19,012,396	£5,490
£5,920	8,584,734	13,635,870	17,692,942	19,430,530	19,842,702	21,248,936	23,317,880	25,055,470	£5,920
£6,458	10,263,366	16,153,817	21,050,205	23,627,109	24,878,596	27,124,146	30,032,406	32,609,311	£6,458
£6,997	11,941,997	18,671,764	24,407,467	27,823,688	29,914,491	32,999,357	36,746,932	40,163,153	£6,997
£7,535	13,620,629	21,189,711	27,764,730	32,020,267	34,950,385	38,874,567	43,461,458	47,716,994	£7,535
£8,073	15,299,260	23,707,659	31,121,994	36,216,845	39,986,279	44,749,777	50,175,984	55,270,837	£8,073
£8,611	16,977,892	26,225,606	34,479,257	40,413,425	45,022,175	50,624,988	56,890,510	62,824,678	£8,611
£9,149	18,656,524	28,743,553	37,836,519	44,610,003	50,058,069	56,500,198	63,605,036	70,378,520	£9,149
£9,688	20,333,567	31,261,501	41,193,782	48,806,582	55,093,963	62,375,409	70,319,562	77,932,362	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	2,969,695	4,684,080	5,404,402	3,789,198	806,273	- 1,168,804	- 2,471,982	- 4,111,110	£3,875
£4,198	4,051,206	6,306,347	7,567,424	6,509,020	4,086,102	2,657,664	1,901,124	808,635	£4,198
£4,521	5,132,717	7,928,613	9,730,447	9,212,798	7,365,932	6,484,132	6,274,230	5,728,379	£4,521
£4,844	6,214,228	9,550,881	11,893,469	11,916,576	10,614,263	10,306,014	10,647,335	10,648,123	£4,844
£5,167	7,293,111	11,169,204	14,051,233	14,613,781	13,850,909	14,082,102	14,976,003	15,538,551	£5,167
£5,490	8,300,289	12,679,972	16,065,590	17,131,728	16,872,446	17,607,227	19,004,719	20,070,856	£5,490
£5,920	9,643,194	14,694,330	18,751,402	20,488,990	20,901,162	22,307,396	24,376,340	26,113,930	£5,920
£6,458	11,321,826	17,212,277	22,108,665	24,685,569	25,937,056	28,182,606	31,090,866	33,667,771	£6,458
£6,997	13,000,457	19,730,224	25,465,927	28,882,148	30,972,951	34,057,817	37,805,392	41,221,613	£6,997
£7,535	14,679,089	22,248,171	28,823,190	33,078,727	36,008,845	39,933,027	44,519,918	48,775,454	£7,535
£8,073	16,357,720	24,766,119	32,180,454	37,275,305	41,044,739	45,808,237	51,234,444	56,329,297	£8,073
£8,611	18,036,352	27,284,066	35,537,717	41,471,885	46,080,635	51,683,448	57,948,970	63,883,138	£8,611
£9,149	19,714,984	29,802,013	38,894,979	45,668,463	51,116,529	57,558,658	64,663,496	71,436,980	£9,149
£9,688	21,392,027	32,319,961	42,252,242	49,865,042	56,152,423	63,433,869	71,378,022	78,990,822	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,741,405	6,615,075	7,494,682	6,038,763	3,215,123	1,399,331	255,438	- 1,224,405	£3,875
£4,198	5,822,916	8,237,342	9,657,704	8,758,585	6,494,952	5,225,799	4,628,544	3,695,340	£4,198
£4,521	6,904,427	9,859,608	11,820,727	11,462,363	9,774,782	9,052,267	9,001,650	8,615,084	£4,521
£4,844	7,985,938	11,481,876	13,983,749	14,166,141	13,023,113	12,874,149	13,374,755	13,534,828	£4,844
£5,167	9,064,821	13,100,199	16,141,513	16,863,346	16,259,759	16,650,237	17,703,423	18,425,256	£5,167
£5,490	10,071,999	14,610,967	18,155,870	19,381,293	19,281,296	20,175,362	21,732,139	22,957,561	£5,490
£5,920	11,414,904	16,625,325	20,841,682	22,738,555	23,310,012	24,875,531	27,103,760	29,000,635	£5,920
£6,458	13,093,536	19,143,272	24,198,945	26,935,134	28,345,906	30,750,741	33,818,286	36,554,476	£6,458
£6,997	14,772,167	21,661,219	27,556,207	31,131,713	33,381,801	36,625,952	40,532,812	44,108,318	£6,997
£7,535	16,450,799	24,179,166	30,913,470	35,328,292	38,417,695	42,501,162	47,247,338	51,662,159	£7,535
£8,073	18,129,430	26,697,114	34,270,734	39,524,870	43,453,589	48,376,372	53,961,864	59,216,002	£8,073
£8,611	19,808,062	29,215,061	37,627,997	43,721,450	48,489,485	54,251,583	60,676,390	66,769,843	£8,611
£9,149	21,486,694	31,733,008	40,985,259	47,918,028	53,525,379	60,126,793	67,390,916	74,323,685	£9,149
£9,688	23,163,737	34,250,956	44,342,522	52,114,607	58,561,273	66,002,004	74,105,442	81,877,527	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

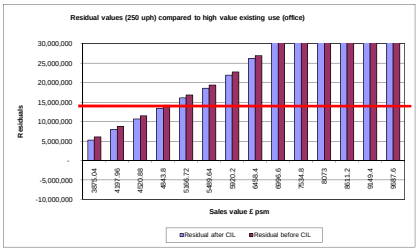
Value ranges

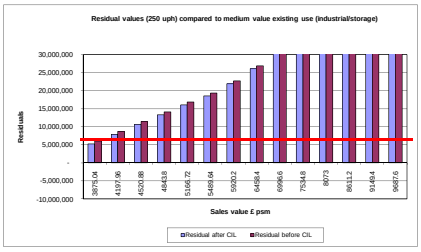
Current	Inflated (10% real growth)	Inflated (25% real growth)

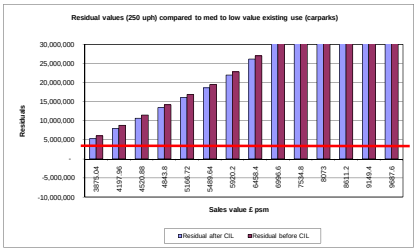
Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm
Sales value per sm								value per sm
£3,875	4,422,835	6,137,220	6,857,542	5,242,338	2,259,413	284,336	- 1,018,842	- 2,657,970	£3,875
£4,198	5,504,346	7,759,487	9,020,564	7,962,160	5,539,242	4,110,804	3,354,264	2,261,775	£4,198
£4,521	6,585,857	9,381,753	11,183,587	10,665,938	8,819,072	7,937,272	7,727,370	7,181,519	£4,521
£4,844	7,667,368	11,004,021	13,346,609	13,369,716	12,067,403	11,759,154	12,100,475	12,101,263	£4,844
£5,167	8,746,251	12,622,344	15,504,373	16,066,921	15,304,049	15,535,242	16,429,143	16,991,691	£5,167
£5,490	9,753,429	14,133,112	17,518,730	18,584,868	18,325,586	19,060,367	20,457,859	21,523,996	£5,490
£5,920	11,096,334	16,147,470	20,204,542	21,942,130	22,354,302	23,760,536	25,829,480	27,567,070	£5,920
£6,458	12,774,966	18,665,417	23,561,805	26,138,709	27,390,196	29,635,746	32,544,006	35,120,911	£6,458
£6,997	14,453,597	21,183,364	26,919,067	30,335,288	32,426,091	35,510,957	39,258,532	42,674,753	£6,997
£7,535	16,132,229	23,701,311	30,276,330	34,531,867	37,461,985	41,386,167	45,973,058	50,228,594	£7,535
£8,073	17,810,860	26,219,259	33,633,594	38,728,445	42,497,879	47,261,377	52,687,584	57,782,437	£8,073
£8,611	19,489,492	28,737,206	36,990,857	42,925,025	47,533,775	53,136,588	59,402,110	65,336,278	£8,611
£9,149	21,168,124	31,255,153	40,348,119	47,121,603	52,569,669	59,011,798	66,116,636	72,890,120	£9,149
£9,688	22,845,167	33,773,101	43,705,382	51,318,182	57,605,563	64,887,009	72,831,162	80,443,962	£9,688

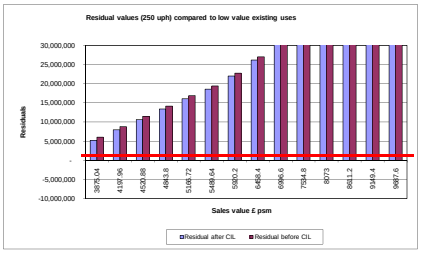
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

MODEL

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (uplift p.u. on PD)	£6,970
CSH (p.u. uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm									Sales value per sm
£3,875	4,932,016	6,900,992	7,875,903	6,504,985	3,774,590	2,052,042	1,001,393	- 385,205	£3,875
£4,198	6,102,258	8,656,355	10,216,388	9,456,939	7,322,946	6,191,791	5,732,535	4,937,330	£4,198
£4,521	7,272,501	10,411,718	12,556,873	12,382,545	10,871,302	10,331,541	10,463,677	10,259,865	£4,521
£4,844	8,442,743	12,167,082	14,897,358	15,308,152	14,393,526	14,471,289	15,194,819	15,582,399	£4,844
£5,167	9,611,671	13,920,474	17,235,214	18,230,471	17,900,310	18,564,212	19,890,824	20,886,082	£5,167
£5,490	10,744,747	15,620,088	19,501,366	21,063,162	21,299,539	22,529,980	24,423,130	25,984,925	£5,490
£5,920	12,255,515	17,886,241	22,522,903	24,840,082	25,831,844	27,817,669	30,466,203	32,783,383	£5,920
£6,458	14,143,976	20,718,931	26,299,823	29,561,234	31,497,225	34,427,280	38,020,045	41,281,455	£6,458
£6,997	16,032,436	23,551,623	30,076,744	34,282,385	37,162,606	41,036,892	45,573,886	49,779,527	£6,997
£7,535	17,920,897	26,384,313	33,853,666	39,003,536	42,827,988	47,646,503	53,127,729	58,277,599	£7,535
£8,073	19,809,357	29,217,003	37,630,587	43,724,687	48,493,370	54,256,115	60,681,570	66,775,671	£8,073
£8,611	21,697,817	32,049,695	41,407,508	48,445,838	54,158,750	60,865,726	68,235,412	75,273,743	£8,611
£9,149	23,586,278	34,882,385	45,184,428	53,166,990	59,824,132	67,475,338	75,789,254	83,771,815	£9,149
£9,688	25,474,738	37,715,075	48,961,349	57,888,141	65,489,514	74,084,950	83,343,096	92,269,887	£9,688
Private floor area	5,828	8,741	11,655	14,569	17,483	20,396	23,310	26,224	
CIL	358,391	537,587	716,783	895,978	1,075,174	1,254,369	1,433,565	1,612,761	

RLVs less existing use value **£11,960,000 per hectare** **Office**
£4,842,105 per acre
Incl premium to landowner **£14,352,000 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 9,778,375	- 7,988,595	- 7,192,879	- 8,742,993	- 11,652,584	- 13,554,327	- 14,784,172	- 16,349,966	£3,875
£4,198	- 8,608,133	- 6,233,232	- 4,852,394	- 5,791,039	- 8,104,228	- 9,414,578	- 10,053,030	- 11,027,431	£4,198
£4,521	- 7,437,890	- 4,477,869	- 2,511,909	- 2,865,433	- 4,555,872	- 5,274,828	- 5,321,888	- 5,704,896	£4,521
£4,844	- 6,267,648	- 2,722,505	- 171,424	60,174	- 1,033,648	- 1,135,080	- 590,746	- 382,362	£4,844
£5,167	- 5,098,720	- 969,113	2,166,432	2,982,493	2,473,136	2,957,843	4,105,259	4,921,321	£5,167
£5,490	- 3,965,644	730,501	4,432,584	5,815,184	5,872,365	6,923,611	8,637,565	10,020,164	£5,490
£5,920	- 2,454,876	2,996,654	7,454,121	9,592,104	10,404,670	12,211,300	14,680,638	16,818,622	£5,920
£6,458	- 566,415	5,829,344	11,231,041	14,313,256	16,070,051	18,820,911	22,234,480	25,316,694	£6,458
£6,997	1,322,045	8,662,036	15,007,962	19,034,407	21,735,432	25,430,523	29,788,321	33,814,766	£6,997
£7,535	3,210,506	11,494,726	18,784,884	23,755,558	27,400,814	32,040,134	37,342,164	42,312,838	£7,535
£8,073	5,098,966	14,327,416	22,561,805	28,476,709	33,066,196	38,649,746	44,896,005	50,810,910	£8,073
£8,611	6,987,426	17,160,108	26,338,726	33,197,860	38,731,576	45,259,357	52,449,847	59,308,982	£8,611
£9,149	8,875,887	19,992,798	30,115,646	37,919,012	44,396,958	51,868,969	60,003,689	67,807,054	£9,149
£9,688	10,764,347	22,825,488	33,892,567	42,640,163	50,062,340	58,478,581	67,557,531	76,305,126	£9,688

RLVs less existing use value **£4,843,800 per hectare** **Industrial/Storage/Distribution**
£1,961,053 per acre
Incl premium to landowner **£5,812,560 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	- 1,238,935	550,845	1,346,561	- 203,553	- 3,113,144	- 5,014,887	- 6,244,732	- 7,810,526	£3,875
£4,198	- 68,693	2,306,208	3,687,046	2,748,401	435,212	- 875,138	- 1,513,590	- 2,487,991	£4,198
£4,521	1,101,550	4,061,571	6,027,531	5,674,007	3,983,568	3,264,612	3,217,552	2,834,544	£4,521
£4,844	2,271,792	5,816,935	8,368,016	8,599,614	7,505,792	7,404,360	7,948,694	8,157,078	£4,844
£5,167	3,440,720	7,570,327	10,705,872	11,521,933	11,012,576	11,497,283	12,644,699	13,460,761	£5,167
£5,490	4,573,796	9,269,941	12,972,024	14,354,624	14,411,805	15,463,051	17,177,005	18,559,604	£5,490
£5,920	6,084,564	11,536,094	15,993,561	18,131,544	18,944,110	20,750,740	23,220,078	25,358,062	£5,920
£6,458	7,973,025	14,368,784	19,770,481	22,852,696	24,609,491	27,360,351	30,773,920	33,856,134	£6,458
£6,997	9,861,485	17,201,476	23,547,402	27,573,847	30,274,872	33,969,963	38,327,761	42,354,206	£6,997
£7,535	11,749,946	20,034,166	27,324,324	32,294,998	35,940,254	40,579,574	45,881,604	50,852,278	£7,535
£8,073	13,638,406	22,866,856	31,101,245	37,016,149	41,605,636	47,189,186	53,435,445	59,350,350	£8,073
£8,611	15,526,866	25,699,548	34,878,166	41,737,300	47,271,016	53,798,797	60,989,287	67,848,422	£8,611
£9,149	17,415,327	28,532,238	38,655,086	46,458,452	52,936,398	60,408,409	68,543,129	76,346,494	£9,149
£9,688	19,303,787	31,364,928	42,432,007	51,179,603	58,601,780	67,018,021	76,096,971	84,844,566	£9,688

RLVs less existing use value **£2,093,000 per hectare** **Former Car park sites/Community**
£847,368 per acre
Incl premium to landowner **£2,511,600 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875	2,062,025	3,851,805	4,647,521	3,097,407	187,816	- 1,713,927	- 2,943,772	- 4,509,566	£3,875
£4,198	3,232,267	5,607,168	6,988,006	6,049,361	3,736,172	2,425,822	1,787,370	812,969	£4,198
£4,521	4,402,510	7,362,531	9,328,491	8,974,967	7,284,528	6,565,572	6,518,512	6,135,504	£4,521
£4,844	5,572,752	9,117,895	11,668,976	11,900,574	10,806,752	10,705,320	11,249,654	11,458,038	£4,844
£5,167	6,741,680	10,871,287	14,006,832	14,822,893	14,313,536	14,798,243	15,945,659	16,761,721	£5,167
£5,490	7,874,756	12,570,901	16,272,984	17,655,584	17,712,765	18,764,011	20,477,965	21,860,564	£5,490
£5,920	9,385,524	14,837,054	19,294,521	21,432,504	22,245,070	24,051,700	26,521,038	28,659,022	£5,920
£6,458	11,273,985	17,669,744	23,071,441	26,153,656	27,910,451	30,661,311	34,074,880	37,157,094	£6,458
£6,997	13,162,445	20,502,436	26,848,362	30,874,807	33,575,832	37,270,923	41,628,721	45,655,166	£6,997
£7,535	15,050,906	23,335,126	30,625,284	35,595,958	39,241,214	43,880,534	49,182,564	54,153,238	£7,535
£8,073	16,939,366	26,167,816	34,402,205	40,317,109	44,906,596	50,490,146	56,736,405	62,651,310	£8,073
£8,611	18,827,826	29,000,508	38,179,126	45,038,260	50,571,976	57,099,757	64,290,247	71,149,382	£8,611
£9,149	20,716,287	31,833,198	41,956,046	49,759,412	56,237,358	63,709,369	71,844,089	79,647,454	£9,149
£9,688	22,604,747	34,665,888	45,732,967	54,480,563	61,902,740	70,318,981	79,397,931	88,145,526	£9,688

RLVs less existing use value **£1,210,950 per hectare** **LA owned land/Regen sites**
£490,263 per acre
Incl premium to landowner **£1,453,140 per hectare**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875	3,120,485	4,910,265	5,705,981	4,155,867	1,246,276	- 655,467	- 1,885,312	- 3,451,106	£3,875
£4,198	4,290,727	6,665,628	8,046,466	7,107,821	4,794,632	3,484,282	2,845,830	1,871,429	£4,198
£4,521	5,460,970	8,420,991	10,386,951	10,033,427	8,342,988	7,624,032	7,576,972	7,193,964	£4,521
£4,844	6,631,212	10,176,355	12,727,436	12,959,034	11,865,212	11,763,780	12,308,114	12,516,498	£4,844
£5,167	7,800,140	11,929,747	15,065,292	15,881,353	15,371,996	15,856,703	17,004,119	17,820,181	£5,167
£5,490	8,933,216	13,629,361	17,331,444	18,714,044	18,771,225	19,822,471	21,536,425	22,919,024	£5,490
£5,920	10,443,984	15,895,514	20,352,981	22,490,964	23,303,530	25,110,160	27,579,498	29,717,482	£5,920
£6,458	12,332,445	18,728,204	24,129,901	27,212,116	28,968,911	31,719,771	35,133,340	38,215,554	£6,458
£6,997	14,220,905	21,560,896	27,906,822	31,933,267	34,634,292	38,329,383	42,687,181	46,713,626	£6,997
£7,535	16,109,366	24,393,586	31,683,744	36,654,418	40,299,674	44,938,994	50,241,024	55,211,698	£7,535
£8,073	17,997,826	27,226,276	35,460,665	41,375,569	45,965,056	51,548,606	57,794,865	63,709,770	£8,073
£8,611	19,886,286	30,058,968	39,237,586	46,096,720	51,630,436	58,158,217	65,348,707	72,207,842	£8,611
£9,149	21,774,747	32,891,658	43,014,506	50,817,872	57,295,818	64,767,829	72,902,549	80,705,914	£9,149
£9,688	23,663,207	35,724,348	46,791,427	55,539,023	62,961,200	71,377,441	80,456,391	89,203,986	£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

MODEL

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value psm									Sales value psm
£3,875	4,932,016	6,900,992	7,875,903	6,504,985	3,774,590	2,052,042	1,001,393	- 385,205	£3,875
£4,198	6,102,258	8,656,355	10,216,388	9,456,939	7,322,946	6,191,791	5,732,535	4,937,330	£4,198
£4,521	7,272,501	10,411,718	12,556,873	12,382,545	10,871,302	10,331,541	10,463,677	10,259,865	£4,521
£4,844	8,442,743	12,167,082	14,897,358	15,308,152	14,393,526	14,471,289	15,194,819	15,582,399	£4,844
£5,167	9,611,671	13,920,474	17,235,214	18,230,471	17,900,310	18,564,212	19,890,824	20,886,082	£5,167
£5,490	10,744,747	15,620,088	19,501,366	21,063,162	21,299,539	22,529,980	24,423,130	25,984,925	£5,490
£5,920	12,255,515	17,886,241	22,522,903	24,840,082	25,831,844	27,817,669	30,466,203	32,783,383	£5,920
£6,458	14,143,976	20,718,931	26,299,823	29,561,234	31,497,225	34,427,280	38,020,045	41,281,455	£6,458
£6,997	16,032,436	23,551,623	30,076,744	34,282,385	37,162,606	41,036,892	45,573,886	49,779,527	£6,997
£7,535	17,920,897	26,384,313	33,853,666	39,003,536	42,827,988	47,646,503	53,127,729	58,277,599	£7,535
£8,073	19,809,357	29,217,003	37,630,587	43,724,687	48,493,370	54,256,115	60,681,570	66,775,671	£8,073
£8,611	21,697,817	32,049,695	41,407,508	48,445,838	54,158,750	60,865,726	68,235,412	75,273,743	£8,611
£9,149	23,586,278	34,882,385	45,184,428	53,166,990	59,824,132	67,475,338	75,789,254	83,771,815	£9,149
£9,688	25,474,738	37,715,075	48,961,349	57,888,141	65,489,514	74,084,950	83,343,096	92,269,887	£9,688

Aff Hsg	10%
% SR	70%
% SO	30%
S106 (private)	£0 per unit
S106 (affordable)	£0 per unit
CSH (% uplift on Private)	£6,970
CSH (% uplift on AH)	£6,970
Grant	No
Developer's profit	20%

CIL Rate: **£150.00 per sqm**

Discount for existing 59%

RLVs less existing use value — **£11,960,000 per hectare** / **£4,842,105 per acre** — **Office**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£4,843,800 per hectare** / **£1,961,053 per acre** — **Industrial/Storage/Distribution**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£2,093,000 per hectare** / **£847,368 per acre** — **Former Car park sites/Community**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value £per sq m									Sales value £per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

Value ranges

Current	Inflated (10% real growth)	Inflated (25% real growth)

RLVs less existing use value — **£1,210,950 per hectare** / **£490,263 per acre** — **Distressed land sales**

Density - units/ha ->	100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->	£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sq m									Sales value per sq m
£3,875									£3,875
£4,198									£4,198
£4,521									£4,521
£4,844									£4,844
£5,167									£5,167
£5,490									£5,490
£5,920									£5,920
£6,458									£6,458
£6,997									£6,997
£7,535									£7,535
£8,073									£8,073
£8,611									£8,611
£9,149									£9,149
£9,688									£9,688

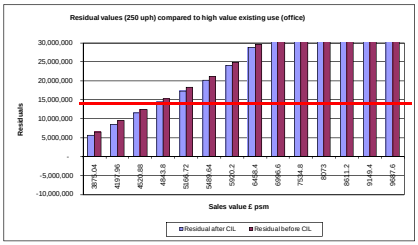
Value ranges

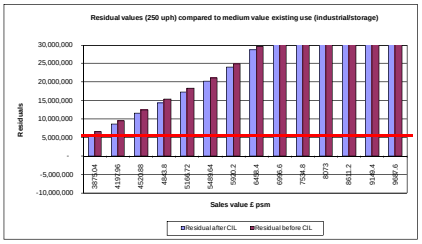
Current	Inflated (10% real growth)	Inflated (25% real growth)

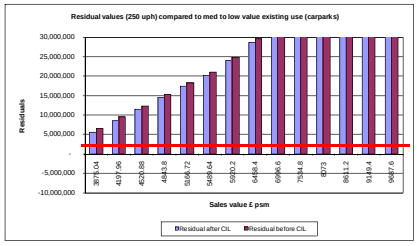
Density - units/ha ->		100 uph	150 uph	200 uph	250 uph	300 uph	350 uph	400 uph	450 uph	
Build costs ->		£1561 per sqm	£1615 per sqm	£1722 per sqm	£1938 per sqm	£2153 per sqm	£2260 per sqm	£2314 per sqm	£2368 per sqm	
Sales value per sm										value per sm
£3,875		4,573,625	6,363,405	7,159,121	5,609,007	2,699,416	797,673	- 432,172	- 1,997,966	£3,875
£4,198		5,743,867	8,118,768	9,499,606	8,560,961	6,247,772	4,937,422	4,298,970	3,324,569	£4,198
£4,521		6,914,110	9,874,131	11,840,091	11,486,567	9,796,128	9,077,172	9,030,112	8,647,104	£4,521
£4,844		8,084,352	11,629,495	14,180,576	14,412,174	13,318,352	13,216,920	13,761,254	13,969,638	£4,844
£5,167		9,253,280	13,382,887	16,518,432	17,334,493	16,825,136	17,309,843	18,457,259	19,273,321	£5,167
£5,490		10,386,356	15,082,501	18,784,584	20,167,184	20,224,365	21,275,611	22,989,565	24,372,164	£5,490
£5,920		11,897,124	17,348,654	21,806,121	23,944,104	24,756,670	26,563,300	29,032,638	31,170,622	£5,920
£6,458		13,785,585	20,181,344	25,583,041	28,665,256	30,422,051	33,172,911	36,586,480	39,668,694	£6,458
£6,997		15,674,045	23,014,035	29,359,962	33,386,407	36,087,432	39,782,523	44,140,321	48,166,766	£6,997
£7,535		17,562,506	25,846,726	33,136,884	38,107,558	41,752,814	46,392,134	51,694,164	56,664,838	£7,535
£8,073		19,450,966	28,679,416	36,913,805	42,828,709	47,418,196	53,001,746	59,248,005	65,162,910	£8,073
£8,611		21,339,426	31,512,108	40,690,726	47,549,860	53,083,576	59,611,357	66,801,847	73,660,982	£8,611
£9,149		23,227,887	34,344,798	44,467,646	52,271,012	58,748,958	66,220,969	74,355,689	82,159,054	£9,149
£9,688		25,116,347	37,177,488	48,244,567	56,992,163	64,414,340	72,830,581	81,909,531	90,657,126	£9,688

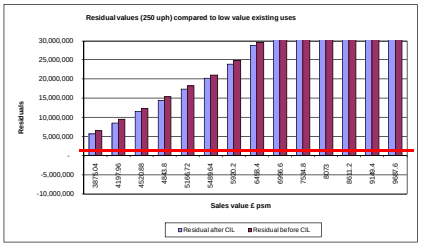
CIL (rate per sqm) **£150.00 per sqm**

Discount for existing floorspace 59%









If residual **before CIL** is above red line (i.e. higher than EUV plus premium), then consider impact of CIL. If imposition of CIL does not bring residual below EUV, then the level adopted can be regarded as viable.

In all cases where residual **before CIL** is unviable, the scheme would not proceed anyway.

So focus is on the marginal cases

Appendix 2 Commercial appraisal results

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	OFFICE

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	20	200,000
Rent - area 2	10,000	20	200,000
Rent - area 3	10,000	20	200,000
Total rental income	30,000		600,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.00%	8,010,857
GROSS DEVELOPMENT VALUE			**8,010,857**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	£9,900 sqt		75,000
Building costs	£110 psf			3,300,000
Area	33,333			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	60,000
Agent's fees (on capital value)			1.00%	80,109
Legal fees (% of capital value)			0.75%	60,081
Interest on Finance				
Total development duration	24	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	18	months	6.50%	200,487
Profit				
Developer's profit on Total Revenue			20.00%	1,602,171
TOTAL DEVELOPMENT COSTS				**6,156,524**

LAND VALUE

Land surplus			1,854,333
Stamp duty		4.00%	(74,173)
Agent's fees		1.25%	(23,179)
Legal fees		0.50%	(9,272)
Interest on land finance	24 months	6.50%	(227,202)
RESIDUAL LAND VALUE			**1,520,507**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£17 psf		
Rental income per annum	168,300		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,966,165
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		82,600
Existing use value			**1,353,915**
Landowner premium	20%		1,624,698
Surplus available to fund CIL			(104,191)
Per sqm (total scheme)			(37)
Per sqm (net additional floorspace only)			(56)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	OFFICE

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	21	210,000
Rent - area 2	10,000	21	210,000
Rent - area 3	10,000	21	210,000
Total rental income	30,000		630,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.00%	8,411,400
GROSS DEVELOPMENT VALUE			**8,411,400**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	£9,900 sqt		75,000
Building costs	£110 psf			3,300,000
Area	33,333			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	63,000
Agent's fees (on capital value)			1.00%	84,114
Legal fees (% of capital value)			0.75%	63,086
Interest on Finance				
Total development duration	24	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	18	months	6.50%	200,487
Profit				
Developer's profit on Total Revenue			20.00%	1,682,280
TOTAL DEVELOPMENT COSTS				**6,246,642**

LAND VALUE

Land surplus			2,164,758
Stamp duty		4.00%	(86,590)
Agent's fees		1.25%	(27,059)
Legal fees		0.50%	(10,824)
Interest on land finance	24 months	6.50%	(265,237)
RESIDUAL LAND VALUE			**1,775,048**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£17 psf		
Rental income per annum	168,300		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,966,165
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		82,600
Existing use value			**1,353,915**
Landowner premium	20%		1,624,698
Surplus available to fund CIL			150,349
Per sqm (total scheme)			54
Per sqm (net additional floorspace only)			81

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	OFFICE

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	22	220,000
Rent - area 2	10,000	22	220,000
Rent - area 3	10,000	22	220,000
Total rental income	30,000		660,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.00%	8,811,943
GROSS DEVELOPMENT VALUE			**8,811,943**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	£9,900 sqt		75,000
Building costs	£110 psf			3,300,000
Area	33,333			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	66,000
Agent's fees (on capital value)			1.00%	88,119
Legal fees (% of capital value)			0.75%	66,090
Interest on Finance				
Total development duration	24	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	18	months	6.50%	200,487
Profit				
Developer's profit on Total Revenue			20.00%	1,762,389
TOTAL DEVELOPMENT COSTS				**6,336,760**

LAND VALUE

Land surplus			2,475,183
Stamp duty		4.00%	(99,007)
Agent's fees		1.25%	(30,940)
Legal fees		0.50%	(12,376)
Interest on land finance	24 months	6.50%	(303,272)
RESIDUAL LAND VALUE			**2,029,588**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£18 psf		
Rental income per annum	178,200		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	2,081,822
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		89,250
Existing use value			**1,462,922**
Landowner premium	20%		1,755,506
Surplus available to fund CIL			274,082
Per sqm (total scheme)			98
Per sqm (net additional floorspace only)			147

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	OFFICE

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	23	230,000
Rent - area 2	10,000	23	230,000
Rent - area 3	10,000	23	230,000
Total rental income	30,000		690,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.00%	9,212,486
GROSS DEVELOPMENT VALUE			**9,212,486**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	£9,900 sqt		75,000
Building costs	£110 psf			3,300,000
Area	33,333			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	69,000
Agent's fees (on capital value)			1.00%	92,125
Legal fees (% of capital value)			0.75%	69,094
Interest on Finance				
Total development duration	24	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	18	months	6.50%	200,487
Profit				
Developer's profit on Total Revenue			20.00%	1,842,497
TOTAL DEVELOPMENT COSTS				**6,426,878**

LAND VALUE

Land surplus			2,785,608
Stamp duty		4.00%	(111,424)
Agent's fees		1.25%	(34,820)
Legal fees		0.50%	(13,928)
Interest on land finance	24 months	6.50%	(341,307)
RESIDUAL LAND VALUE			**2,284,129**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£18 psf		
Rental income per annum	178,200		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	2,081,822
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		89,250
Existing use value			**1,462,922**
Landowner premium	20%		1,755,506
Surplus available to fund CIL			528,623
Per sqm (total scheme)			190
Per sqm (net additional floorspace only)			283

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	OFFICE (Affordable)

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	15	150,000
Rent - area 2	10,000	15	150,000
Rent - area 3	10,000	15	150,000
Total rental income	30,000		450,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		6.50%	6,470,308
GROSS DEVELOPMENT VALUE			**6,470,308**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	9900.00		75,000
Building costs	£110 psf			3,300,000
Area	33,333			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	45,000
Agent's fees (on capital value)			1.00%	64,703
Legal fees (% of capital value)			0.75%	48,527
Interest on Finance				
Total development duration	18 months			
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	12 months		6.50%	133,658
Profit				
Developer's profit on Total Revenue			20.00%	1,294,062
TOTAL DEVELOPMENT COSTS				**5,739,625**

LAND VALUE

Land surplus			730,682
Stamp duty		4.00%	(29,227)
Agent's fees		1.25%	(9,134)
Legal fees		0.50%	(3,653)
Interest on land finance	18 months	6.50%	(67,145)
RESIDUAL LAND VALUE			**621,523**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£15 psf		
Rental income per annum	148,500		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,734,851
Refurbishment costs	£70 psf	693,000	
Fees	7%	48,510	
Purchaser's costs	5.75%		57,117
Existing use value			**936,224**
Landowner premium	20%		1,123,469
Surplus available to fund CIL			(501,946)
Per sqm (total scheme)			(180)
Per sqm (net additional floorspace only)			(269)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	RETAIL

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	20.00	200,000
Rent - area 2	10,000	20.00	200,000
Rent - area 3	10,000	20.00	200,000
Total rental income	30,000		600,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		6.75%	8,307,556
GROSS DEVELOPMENT VALUE			**8,307,556**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	9,900 sqt		75,000
Building costs	£110 psf			3,300,000
Area	35,294			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	60,000
Agent's fees (on capital value)			1.00%	83,076
Legal fees (% of capital value)			0.75%	62,307
Interest on Finance				
Total development duration	18	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	12	months	6.50%	133,658
Profit				
Developer's profit on Total Revenue			20.00%	1,661,511
TOTAL DEVELOPMENT COSTS				**6,154,227**

LAND VALUE

Land surplus			2,153,329
Stamp duty		4.00%	(86,133)
Agent's fees		1.25%	(26,917)
Legal fees		0.50%	(10,767)
Interest on land finance	18 months	6.50%	(197,877)
RESIDUAL LAND VALUE			**1,831,635**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£17 psf		
Rental income per annum	168,300		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.50%	2,097,242
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		90,137
Existing use value			**1,477,456**
Landowner premium	20%		1,772,947
Surplus available to fund CIL			58,688
Per sqm (total scheme)			21
Per sqm (net additional floorspace only)			31

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	RETAIL

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	21.00	210,000
Rent - area 2	10,000	21.00	210,000
Rent - area 3	10,000	21.00	210,000
Total rental income	30,000		630,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		6.75%	8,722,933
GROSS DEVELOPMENT VALUE			**8,722,933**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£110 psf			3,300,000
Area	35,294			
External works				330,000
Professional fees			11.00%	407,550
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	63,000
Agent's fees (on capital value)			1.00%	87,229
Legal fees (% of capital value)			0.75%	65,422
Interest on Finance				
Total development duration	18	months		
Loan arrangement fee			1.00%	41,126
On 50% of Construction Costs	12	months	6.50%	133,658
Profit				
Developer's profit on Total Revenue			20.00%	1,744,587
TOTAL DEVELOPMENT COSTS				**6,247,571**

LAND VALUE

Land surplus			2,475,362
Stamp duty		4.00%	(99,014)
Agent's fees		1.25%	(30,942)
Legal fees		0.50%	(12,377)
Interest on land finance	18 months	6.50%	(227,470)
RESIDUAL LAND VALUE			**2,105,558**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£19 psf		
Rental income per annum	183,150		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.50%	2,282,293
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		100,777
Existing use value			**1,651,866**
Landowner premium	20%		1,982,239
Surplus available to fund CIL			123,319
Per sqm (total scheme)			44
Per sqm (net additional floorspace only)			66

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	RETAIL

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	23.00	230,000
Rent - area 2	10,000	23.00	230,000
Rent - area 3	10,000	23.00	230,000
Total rental income	30,000		690,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		6.75%	9,553,689
GROSS DEVELOPMENT VALUE			**9,553,689**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	9,900 sqt		75,000
Building costs	£96 psf			2,880,000
Area	35,294			
External works				288,000
Professional fees			11.00%	356,730
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	69,000
Agent's fees (on capital value)			1.00%	95,537
Legal fees (% of capital value)			0.75%	71,653
Interest on Finance				
Total development duration	18	months		
Loan arrangement fee			1.00%	35,997
On 50% of Construction Costs	12	months	6.50%	116,991
Profit				
Developer's profit on Total Revenue			20.00%	1,910,738
TOTAL DEVELOPMENT COSTS				**5,899,646**

LAND VALUE

Land surplus			3,654,043
Stamp duty		4.00%	(146,162)
Agent's fees		1.25%	(45,676)
Legal fees		0.50%	(18,270)
Interest on land finance	18 months	6.50%	(335,784)
RESIDUAL LAND VALUE			**3,108,152**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£22 psf		
Rental income per annum	217,800		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.50%	2,714,078
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		125,605
Existing use value			**2,058,824**
Landowner premium	20%		2,470,589
Surplus available to fund CIL			637,563
Per sqm (total scheme)			229
Per sqm (net additional floorspace only)			341

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	RETAIL

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	25.00	250,000
Rent - area 2	10,000	25.00	250,000
Rent - area 3	10,000	25.00	250,000
Total rental income	30,000		750,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		6.75%	10,384,444
GROSS DEVELOPMENT VALUE			**10,384,444**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	9,900 sqt		75,000
Building costs	£96 psf			2,880,000
Area	35,294			
External works				288,000
Professional fees			11.00%	356,730
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	75,000
Agent's fees (on capital value)			1.00%	103,844
Legal fees (% of capital value)			0.75%	77,883
Interest on Finance				
Total development duration	18	months		
Loan arrangement fee			1.00%	35,997
On 50% of Construction Costs	12	months	6.50%	116,991
Profit				
Developer's profit on Total Revenue			20.00%	2,076,889
TOTAL DEVELOPMENT COSTS				**6,086,335**

LAND VALUE

Land surplus			4,298,109
Stamp duty		4.00%	(171,924)
Agent's fees		1.25%	(53,726)
Legal fees		0.50%	(21,491)
Interest on land finance	18 months	6.50%	(394,969)
RESIDUAL LAND VALUE			**3,655,999**

Existing use value			
Assumes existing space is 59% of new	9,900		
Rent per sq ft	£23 psf		
Rental income per annum	227,700		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.50%	2,837,446
Refurbishment costs	£50 psf	495,000	
Fees	7%	34,650	
Purchaser's costs	5.75%		132,698
Existing use value			**2,175,097**
Landowner premium	20%		2,610,117
Surplus available to fund CIL			1,045,882
Per sqm (total scheme)			375
Per sqm (net additional floorspace only)			560

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	WAREHOUSING

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	9.0	90,000
Rent - area 2	10,000	9.0	90,000
Rent - area 3	10,000	9.0	90,000
Total rental income	30,000		270,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		9.00%	2,803,800
GROSS DEVELOPMENT VALUE			**2,803,800**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£70 psf			2,100,000
Area	31,579			
External works				210,000
Professional fees			9.00%	214,650
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	27,000
Agent's fees (on capital value)			1.00%	28,038
Legal fees (% of capital value)			0.75%	21,029
Interest on Finance				
Total development duration	15	months		
Loan arrangement fee			1.00%	25,997
On 50% of Construction Costs	9	months	6.50%	63,366
Profit				
Developer's profit on Total Revenue			20.00%	560,760
TOTAL DEVELOPMENT COSTS				**3,325,839**

LAND VALUE

Land surplus			(522,039)
Stamp duty		4.00%	20,882
Agent's fees		1.25%	6,525
Legal fees		0.50%	2,610
Interest on land finance	18 months	6.50%	47,972
RESIDUAL LAND VALUE			**(444,050)**

Existing use value			
Assumes existing space is 59% of new	17,700		
Rent per sq ft	£6 psf		
Rental income per annum	106,200		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,240,682
Refurbishment costs	£35 psf	619,500	
Fees	7%	43,365	
Purchaser's costs	5.75%		33,224
Existing use value			**544,592**
Landowner premium	20%		653,510
Surplus available to fund CIL			(1,097,560)
Per sqm (total scheme)			(394)
Per sqm (net additional floorspace only)			(960)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	WAREHOUSING

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	10.0	100,000
Rent - area 2	10,000	10.0	100,000
Rent - area 3	10,000	10.0	100,000
Total rental income	30,000		300,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		9.00%	3,115,333
GROSS DEVELOPMENT VALUE			**3,115,333**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£70 psf			2,100,000
Area	31,579			
External works				210,000
Professional fees			9.00%	214,650
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	30,000
Agent's fees (on capital value)			1.00%	31,153
Legal fees (% of capital value)			0.75%	23,365
Interest on Finance				
Total development duration	15	months		
Loan arrangement fee			1.00%	25,997
On 50% of Construction Costs	9	months	6.50%	63,366
Profit				
Developer's profit on Total Revenue			20.00%	623,067
TOTAL DEVELOPMENT COSTS				**3,396,598**

LAND VALUE

Land surplus			(281,265)
Stamp duty		4.00%	11,251
Agent's fees		1.25%	3,516
Legal fees		0.50%	1,406
Interest on land finance	18 months	6.50%	25,846
RESIDUAL LAND VALUE			**(239,245)**

Existing use value			
Assumes existing space is 59% of new	17,700		
Rent per sq ft	£6.5 psf		
Rental income per annum	115,050		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,344,072
Refurbishment costs	£35 psf	619,500	
Fees	7%	43,365	
Purchaser's costs	5.75%		39,169
Existing use value			**642,037**
Landowner premium	20%		770,445
Surplus available to fund CIL			(1,009,690)
Per sqm (total scheme)			(362)
Per sqm (net additional floorspace only)			(884)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	WAREHOUSING

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	11.0	110,000
Rent - area 2	10,000	11.0	110,000
Rent - area 3	10,000	11.0	110,000
Total rental income	30,000		330,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		9.00%	3,426,867
GROSS DEVELOPMENT VALUE			**3,426,867**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£70 psf			2,100,000
Area	31,579			
External works				210,000
Professional fees			9.00%	214,650
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	33,000
Agent's fees (on capital value)			1.00%	34,269
Legal fees (% of capital value)			0.75%	25,702
Interest on Finance				
Total development duration	15	months		
Loan arrangement fee			1.00%	25,997
On 50% of Construction Costs	9	months	6.50%	63,366
Profit				
Developer's profit on Total Revenue			20.00%	685,373
TOTAL DEVELOPMENT COSTS				**3,467,356**

LAND VALUE

Land surplus			(40,490)
Stamp duty		4.00%	1,620
Agent's fees		1.25%	506
Legal fees		0.50%	202
Interest on land finance	18 months	6.50%	3,721
RESIDUAL LAND VALUE			**(34,441)**

Existing use value			
Assumes existing space is 59% of new	17,700		
Rent per sq ft	£7 psf		
Rental income per annum	123,900		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,447,462
Refurbishment costs	£35 psf	619,500	
Fees	7%	43,365	
Purchaser's costs	5.75%		45,114
Existing use value			**739,482**
Landowner premium	20%		887,379
Surplus available to fund CIL			(921,820)
Per sqm (total scheme)			(331)
Per sqm (net additional floorspace only)			(807)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	WAREHOUSING

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	12.0	120,000
Rent - area 2	10,000	12.0	120,000
Rent - area 3	10,000	12.0	120,000
Total rental income	30,000		360,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		9.00%	3,738,400
GROSS DEVELOPMENT VALUE			**3,738,400**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£70 psf			2,100,000
Area	31,579			
External works				210,000
Professional fees			9.00%	214,650
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	36,000
Agent's fees (on capital value)			1.00%	37,384
Legal fees (% of capital value)			0.75%	28,038
Interest on Finance				
Total development duration	15	months		
Loan arrangement fee			1.00%	25,997
On 50% of Construction Costs	9	months	6.50%	63,366
Profit				
Developer's profit on Total Revenue			20.00%	747,680
TOTAL DEVELOPMENT COSTS				**3,538,115**

LAND VALUE

Land surplus			200,285
Stamp duty		4.00%	(8,011)
Agent's fees		1.25%	(2,504)
Legal fees		0.50%	(1,001)
Interest on land finance	18 months	6.50%	(18,405)
RESIDUAL LAND VALUE			**170,364**

Existing use value			
Assumes existing space is 59% of new	17,700		
Rent per sq ft	£7.5 psf		
Rental income per annum	132,750		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	1,550,852
Refurbishment costs	£35 psf	619,500	
Fees	7%	43,365	
Purchaser's costs	5.75%		51,059
Existing use value			**836,928**
Landowner premium	20%		1,004,313
Surplus available to fund CIL			(833,949)
Per sqm (total scheme)			(299)
Per sqm (net additional floorspace only)			(730)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	WAREHOUSING

DEVELOPMENT VALUE

Rental Income	Area	£ psf	£ per annum
Rent - area 1	10,000	9.0	90,000
Rent - area 2	10,000	9.0	90,000
Rent - area 3	10,000	9.0	90,000
Total rental income	30,000		270,000
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		9.00%	2,803,800
GROSS DEVELOPMENT VALUE			**2,803,800**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	15,000 sqt		75,000
Building costs	£70 psf			2,100,000
Area	31,579			
External works				210,000
Professional fees			9.00%	214,650
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			10.00%	27,000
Agent's fees (on capital value)			1.00%	28,038
Legal fees (% of capital value)			0.75%	21,029
Interest on Finance				
Total development duration	15	months		
Loan arrangement fee			1.00%	25,997
On 50% of Construction Costs	9	months	6.50%	63,366
Profit				
Developer's profit on Total Revenue			20.00%	560,760
TOTAL DEVELOPMENT COSTS				**3,325,839**

LAND VALUE

Land surplus			(522,039)
Stamp duty		4.00%	20,882
Agent's fees		1.25%	6,525
Legal fees		0.50%	2,610
Interest on land finance	18 months	6.50%	47,972
RESIDUAL LAND VALUE			**(444,050)**

Existing use value			
Assumes existing space is 33% of new	9,900		
Rent per sq ft	£5.5 psf		
Rental income per annum	54,450		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		8.00%	636,112
Refurbishment costs	£15 psf	148,500	
Fees	7%	10,395	
Purchaser's costs	5.75%		27,440
Existing use value			**449,777**
Landowner premium	20%		539,733
Surplus available to fund CIL			(983,783)
Per sqm (total scheme)			(353)
Per sqm (net additional floorspace only)			(527)

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	STUDENT HSG

DEVELOPMENT VALUE

Rental Income					
Annual rent per unit - term time (95% occupancy)	42	weeks	87,875	3,690,750	100,000
Annual rent per unit - summer (50% occupancy)	8	weeks	47,500	380,000	
Operating costs	500	units	2,100	(1,050,000)	
Net annual rents				3,020,750	
Total revenue, capitalised (including all costs)			7.00%	43,153,571	
GROSS DEVELOPMENT VALUE				**43,153,571**	

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	33,000 sqt		75,000
Building costs	£125 psf			12,500,000
Area	117,647			
External works				1,250,000
Professional fees			10.00%	1,382,500
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			0.00%	-
Agent's fees (on capital value)			1.00%	431,536
Legal fees (% of capital value)			0.75%	323,652
Interest on Finance				
Total development duration	24	months		
Loan arrangement fee			1.00%	152,075
On 50% of Construction Costs	24	months	6.50%	988,488
Profit				
Developer's profit on Total Revenue			20.00%	8,630,714
TOTAL DEVELOPMENT COSTS				**25,733,964**

LAND VALUE

Land surplus				17,419,607
Stamp duty			4.00%	(696,784)
Agent's fees			1.25%	(217,745)
Legal fees			0.50%	(87,098)
Interest on land finance	24	months	6.50%	(2,134,337)
RESIDUAL LAND VALUE				**14,283,642**

Existing use value			
Assumes existing space is 50% of new	50,000		
Rent per sq ft	£20 psf		
Rental income per annum	1,000,000		
Rent free/voids (years)	24	0.9346	
Total revenue, capitalised (including all costs)		7.00%	13,351,429
Refurbishment costs	£50 psf	2,500,000	
Fees	7%	175,000	
Purchaser's costs	5.75%		613,895
Existing use value			**10,062,534**
Landowner premium	20%		12,075,041
Surplus available to fund CIL			2,208,602
Per sqm (total scheme)			238
Per sqm (net additional floorspace only)			475

DEVELOPMENT APPRAISAL
Commercial Development

Use class:	HOTEL

DEVELOPMENT VALUE

Capital value		Area		
		63,750		
Capital value per room	150 rooms		110,000.0	16,500,000
				-
Total capital value		63,750		16,500,000
GROSS DEVELOPMENT VALUE				**16,500,000**

DEVELOPMENT COSTS

Development Costs				
Demolition costs	£5 psf	19,125 sqt		75,000
Building costs	£129 psf			8,191,875
Area	67,105			
External works				819,188
Professional fees			9.00%	817,746
Section 106 costs				Excl
Disposal Costs				
Letting Agent's fee (% of rent)			0.00%	-
Agent's fees (on capital value)			1.00%	165,000
Legal fees (% of capital value)			0.75%	123,750
Interest on Finance				
Total development duration	24 months			
Loan arrangement fee			1.00%	99,038
On 50% of Construction Costs	18 months		6.50%	482,811
Profit				
Developer's profit on Total Revenue			20.00%	3,300,000
TOTAL DEVELOPMENT COSTS				**14,074,407**

LAND VALUE

Land surplus				2,425,593
Stamp duty			4.00%	(97,024)
Agent's fees			1.25%	(30,320)
Legal fees			0.50%	(12,128)
Interest on land finance	18 months		6.50%	(222,897)
RESIDUAL LAND VALUE				**2,063,225**

Existing use value				
Assumes existing space is 33% of new		21,038		
Rent per sq ft		£6 psf		
Rental income per annum		126,225		
Rent free/voids (years)		24	0.9346	
Total revenue, capitalised (including all costs)			8.00%	1,474,624
Refurbishment costs		£35 psf	736,313	
Fees		7%	51,542	
Purchaser's costs		5.75%		39,489
Existing use value				**647,280**
Landowner premium		20%		776,736
Surplus available to fund CIL				1,286,489
Per sqm (total scheme)				217
Per sqm (net additional floorspace only)				324