

Revaluation 2023

Miscellaneous Properties Committee

Practice Note 26 Valuation of Five-a-side Pitches

1.0 Introduction

1.1 This Practice Note applies to the valuation of Five-a-side Pitches.

2.0 Basis of Valuation

2.1 The site, clubhouse, car parking and ancillary buildings should be valued on the Comparative Principle of valuation. Where appropriate, site improvements to enable the property to be used for football activities should be valued using the Contractor's Basis of valuation.

3.0 Valuation Considerations

3.1 Site Value

3.1.1 The site value should be determined by reference to local rental evidence for similarly operated subjects. If no local rental evidence is available, site values for similar subjects in other areas should be considered in determination of the rate per hectare.

3.2 Site Improvements and Ancillaries

3.2.1 Where actual costs are available, additions for site improvements and ancillaries should be made by the application of the Contractor's Basis of valuation in accordance with the recommendations of SAA Basic Principles Committee Practice Note 2 (Contractor's Basis Valuations).

3.2.2 In the absence of actual costs, details of site improvement costs are contained in the SAA Miscellaneous Properties Committee Practice Note 9 (Valuation of Sports Grounds). Where appropriate, the costs detailed in that Practice Note should be adopted to arrive at the Estimated Replacement Cost.

3.3 Age and Obsolescence

- 3.3.1 In applying age and obsolescence allowances to site improvements and ancillary items covered by this practice note, reference should be made to guidance in the SAA Basic Principles Committee Practice Note 2 (Contractor's Basis Valuations). Table C at Appendix 1 should be used. A notional date should be adopted where appropriate.

3.4 Decapitalisation Rate

- 3.4.1 The appropriate statutory decapitalisation rate should be applied to the Adjusted Replacement Cost of site improvements and ancillaries valued on the Contractor's Basis.

3.5 Clubhouses and Pavilions

- 3.5.1 Where there is a clubhouse or pavilion present, this should be valued in accordance with SAA Miscellaneous Properties Committee Practice Note 5 (Valuation of Sports Clubhouses and Pavilions). However, as these subjects mainly operate on a commercial basis, particular care should be taken in dealing with subjects where there is a licensed element. In such cases the building should be valued in line with similar licensed premises or sports clubs – depending on the predominance or otherwise of the licensed element.

3.6 Ancillary Items

- 3.6.1 The valuation of groundsman's huts, stores and other ancillary items should be derived from local evidence.

3.7 Car Parking

- 3.7.1 Car parking should be added at an appropriate rate in accordance with local rental evidence. It is recommended that any addition for car parking should not normally exceed 10% of the value of the subjects. To ensure there is no double counting, the area of the car park should be removed from the site area valued at 3.1.