

Automatic Land Parcel Valuation to Support the Land and Buildings Tax Information System by Developing the Open Source Software

**Bambang Edhi Leksono, Yuliana
Susilowati,
Andriyan Bayu Suksmono**

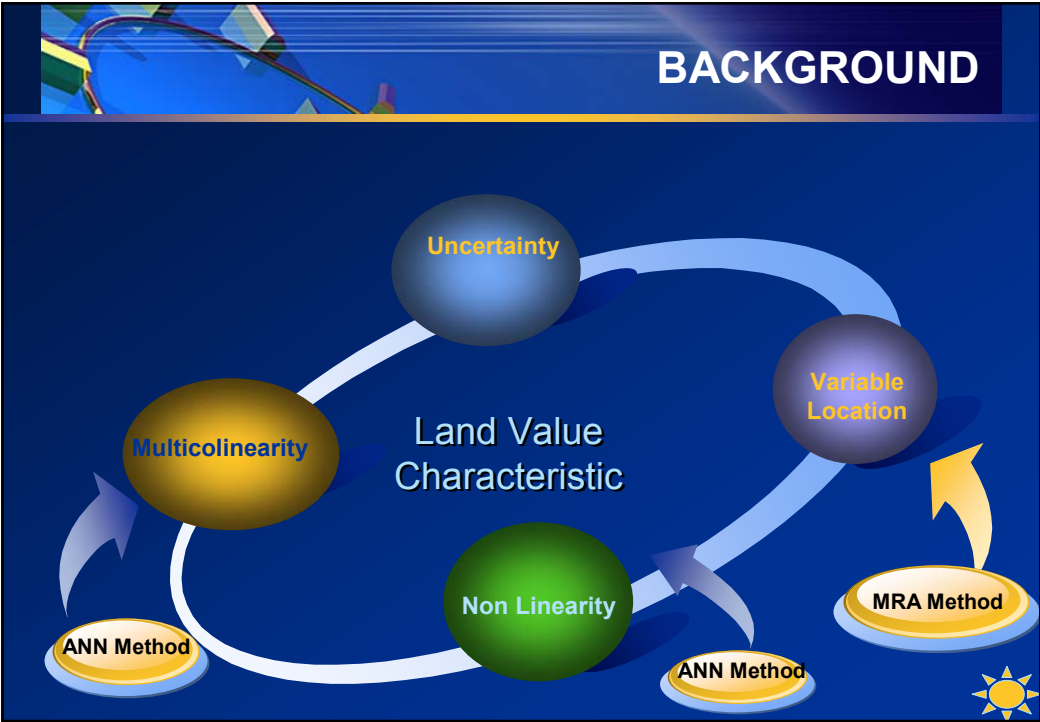
Graduate Program for Land Administration,
Bandung Institute of Technology.
Labtek IX-C 3rd floor, Jl. Ganesha 10,
Bandung, 40132, Indonesia.
Tel. +62 22 2530701
Fax. +62 22 2530702
Email. bleksono@bdg.itb.ac.id
bleksono@bdg.centrin.net.id

AUTOMATIC LAND PARCEL VALUATION

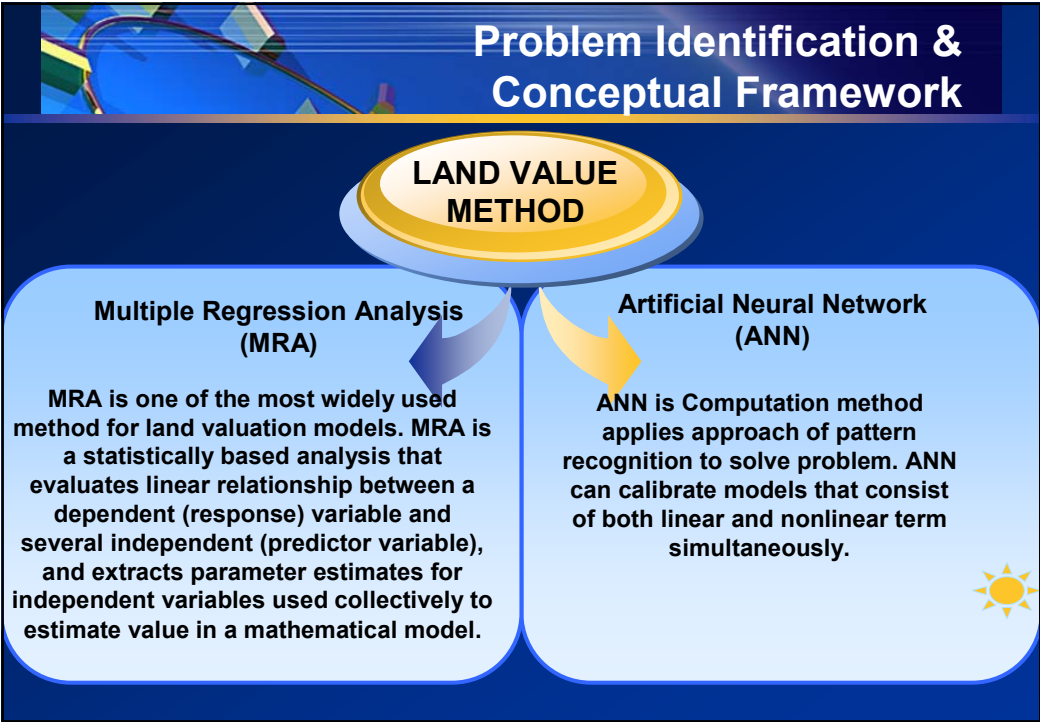
The purpose of Land Valuation:

**Provide a credible and reliable and
cost-effective estimate
of land value as of given point in time**

BACKGROUND



Problem Identification & Conceptual Framework



RESEARCH QUESTION

1

What is the most significant Variabel of the Land Value system?

2

What is the most proper model of the Land Value system?

3

How is the result of MRA method compare with the ANN Method?

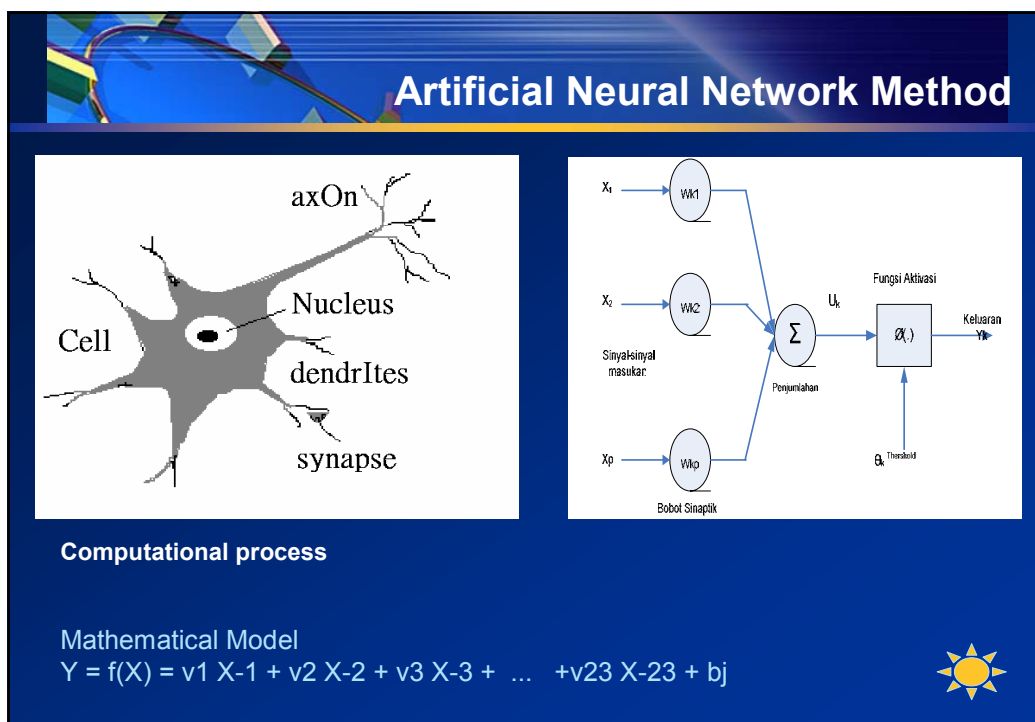
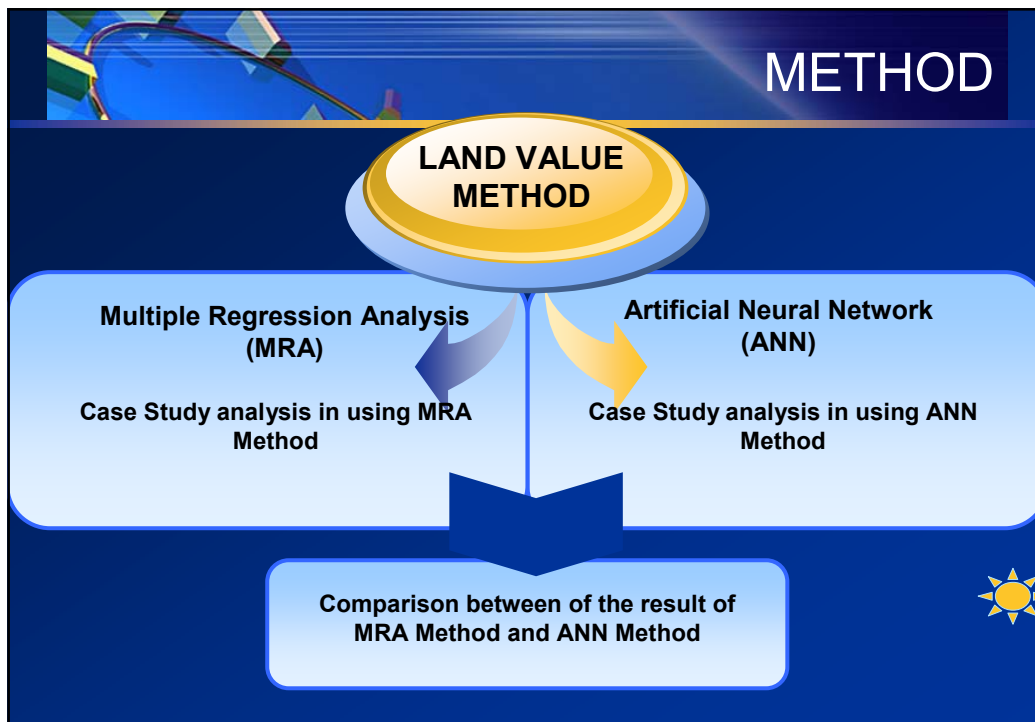


OBJECTIVES

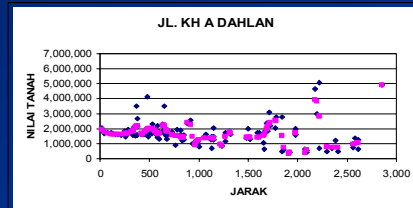
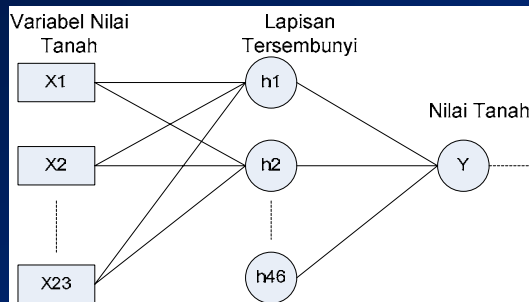
Objective

The aim of this study is to develop the automatic land valuation method using spatial analysis and artificial neural network.





Architecture of Artificial Neural Network



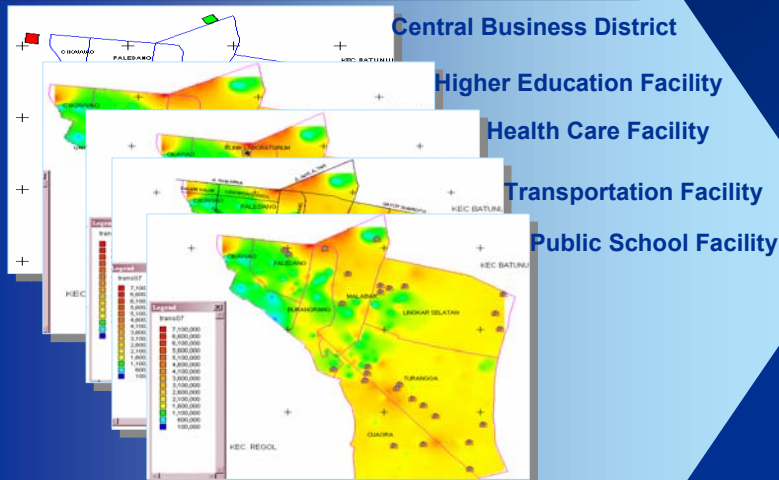
Mathematical Model:

$$H_j = f(X) = v_1 X-1 + v_2 X-2 + v_3 X-3 + \dots + v_{23} X-23 + b_j$$

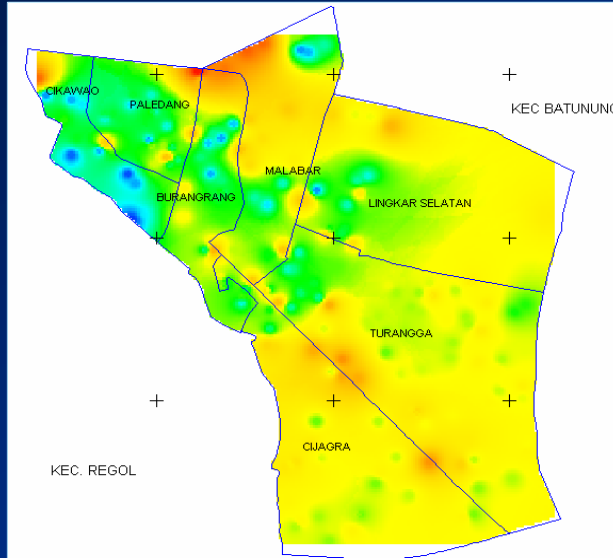
$$Y = g(H) = g(f(X)) = w_1 H-1 + w_2 H-2 + w_3 H-3 + \dots + w_{46} H-46 + b_k$$



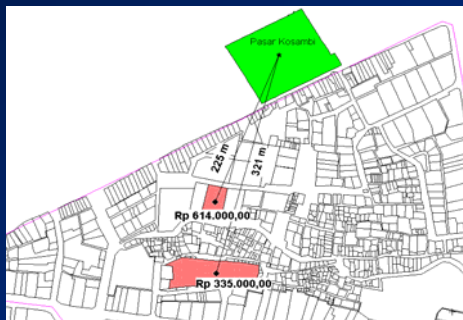
LAND VALUE VARIABLES



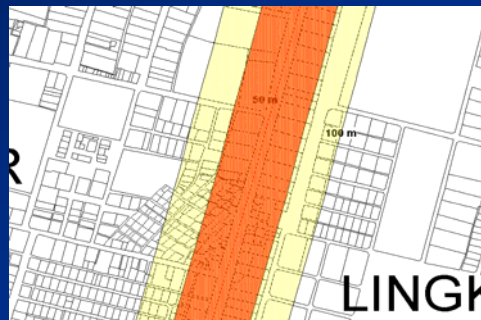
SPATIAL DATA OF LAND VALUE YEAR 2007



VARIABLES MEASUREMENT

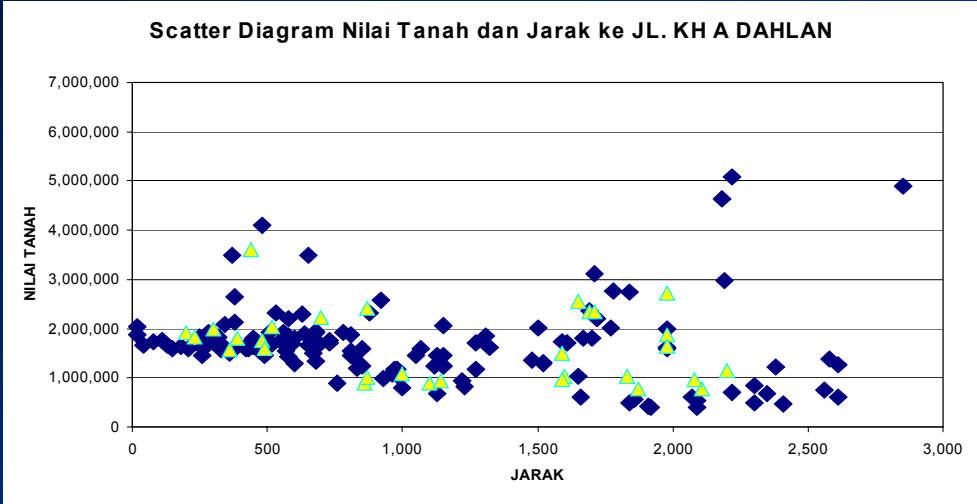


Direct Measurement of Centroid

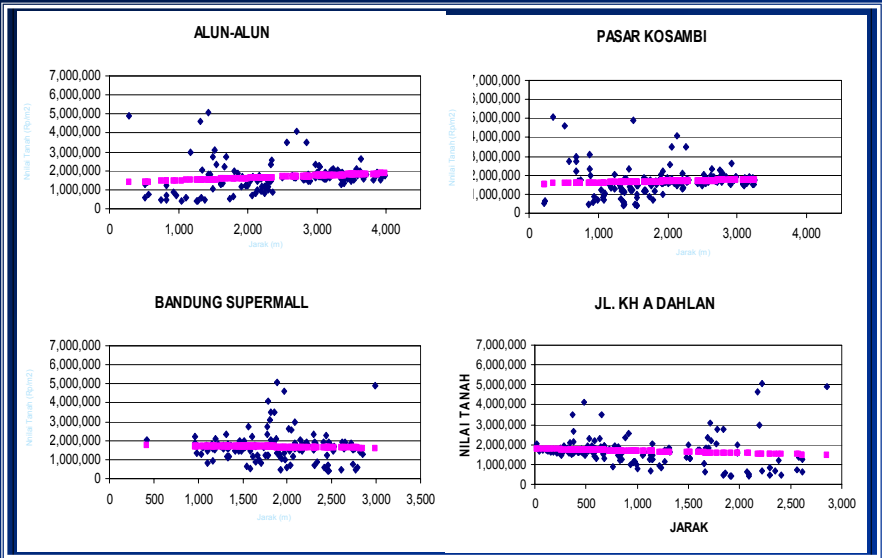


Measurement of Buffer

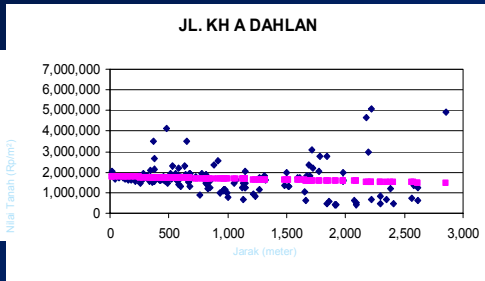
Characteristic of Transportation Facility to the Land Value



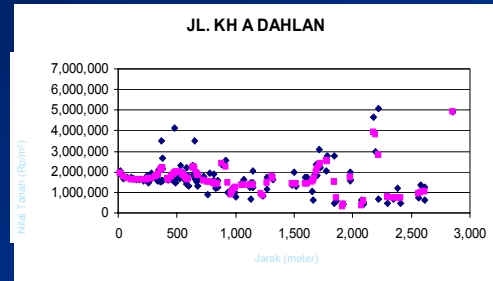
Characteristic of Central Business Distric to the Land Value



COMPARISON OF MRA AND ANN METHOD

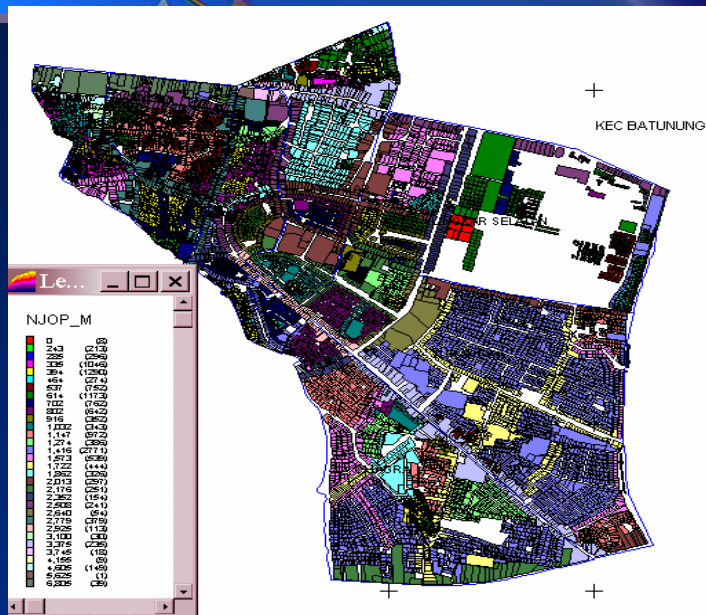


Multiple Regression Analysis (MRA)

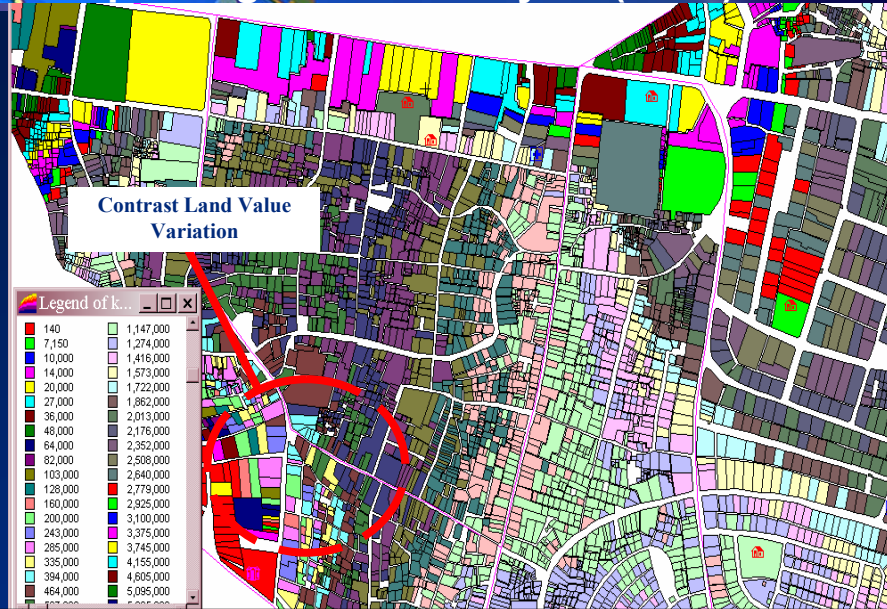


Artificial Neural Network (ANN)

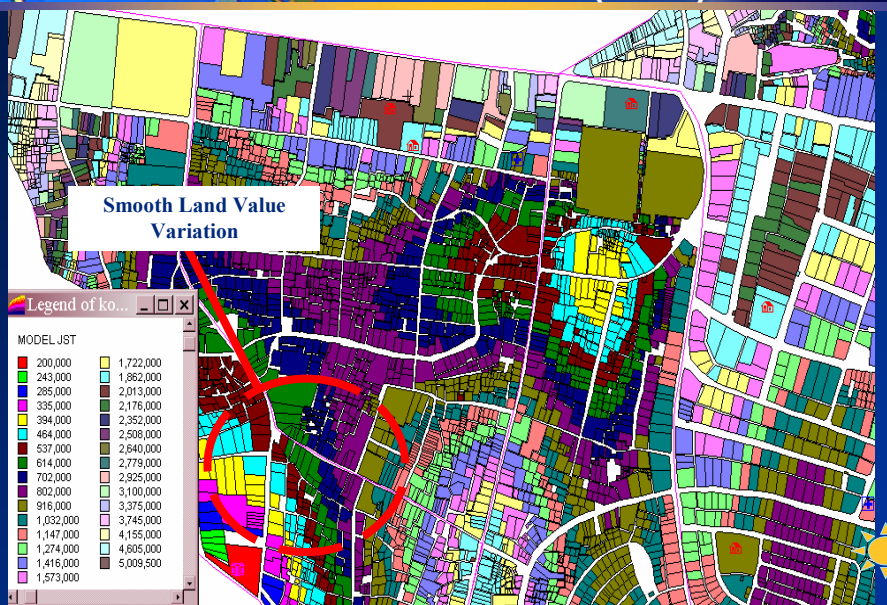
LAND VALUE DATA YEAR 2006



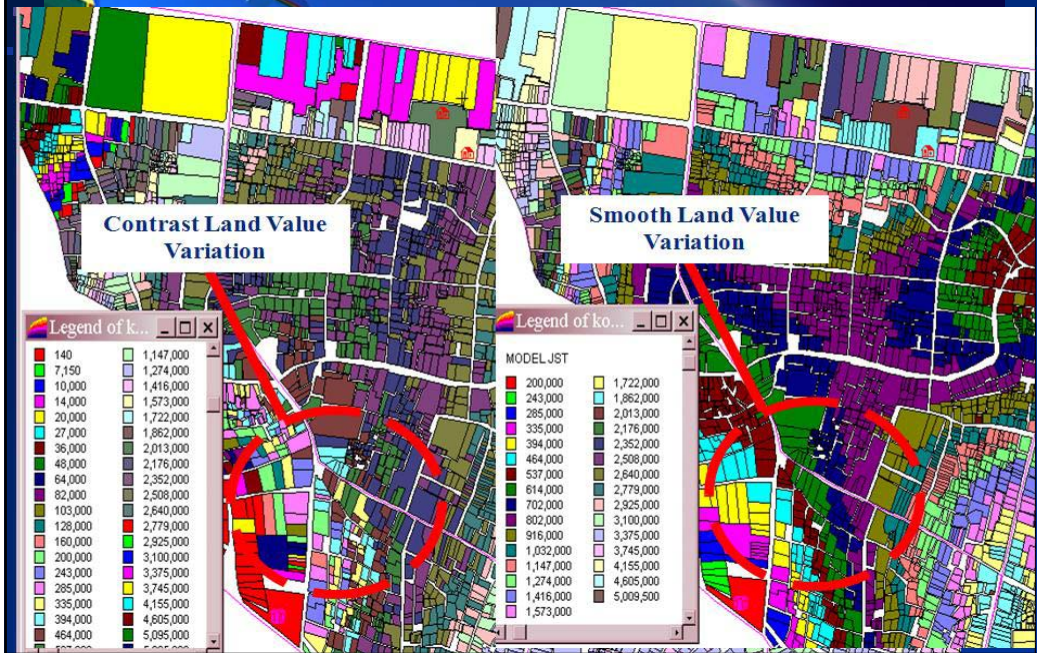
LAND VALUE MODEL Multiple Regression Analysis (MRA) Method



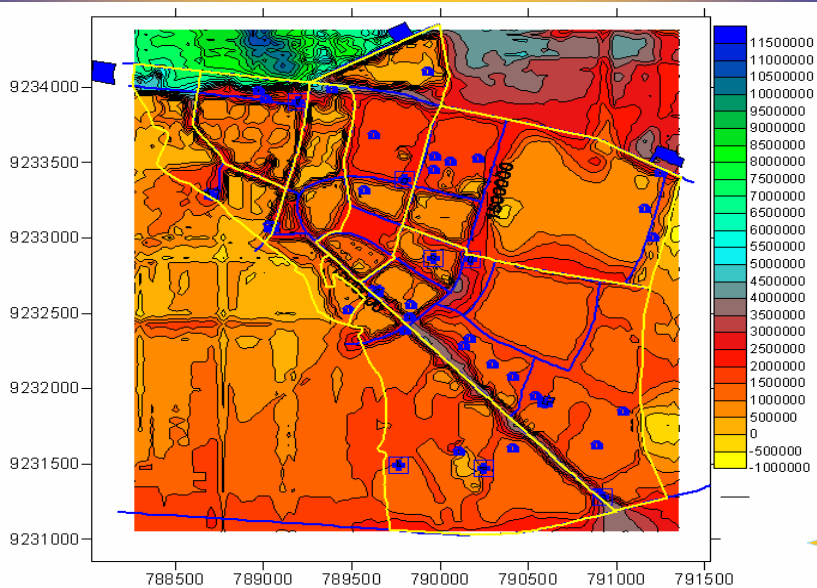
LAND VALUE MODEL Artificial Neural Network (ANN) Method

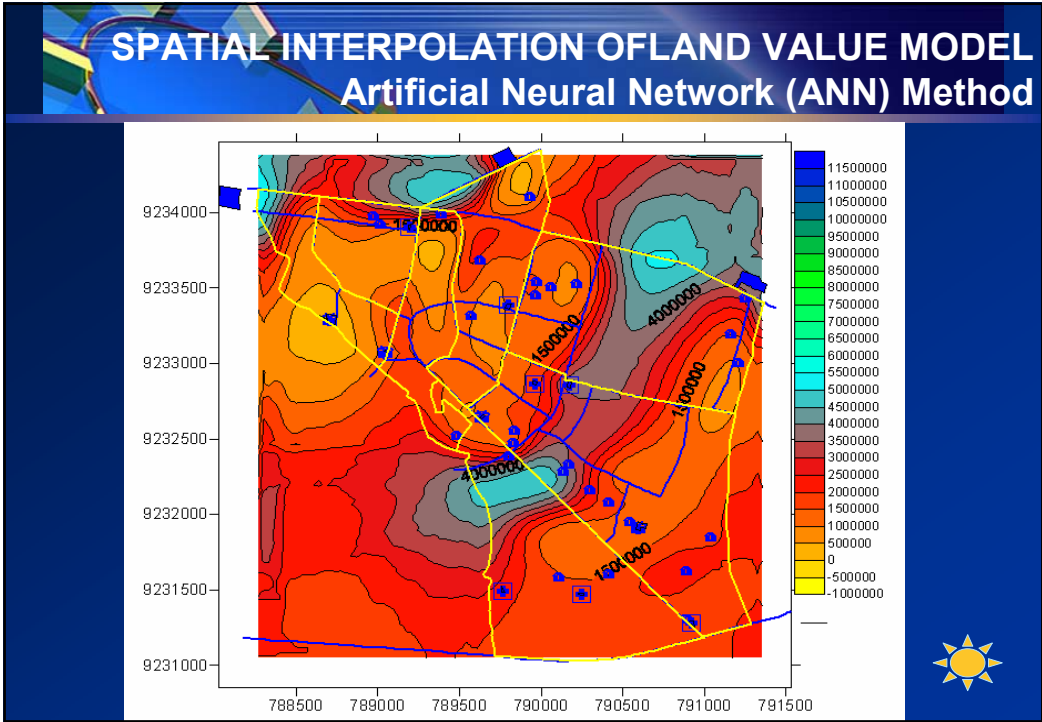
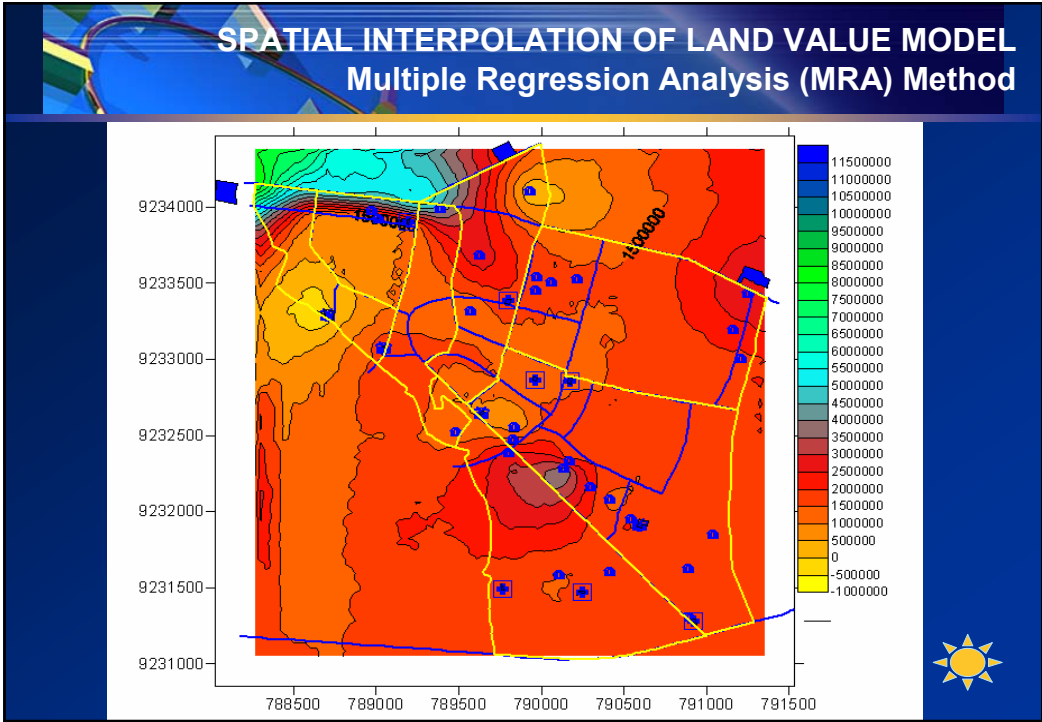


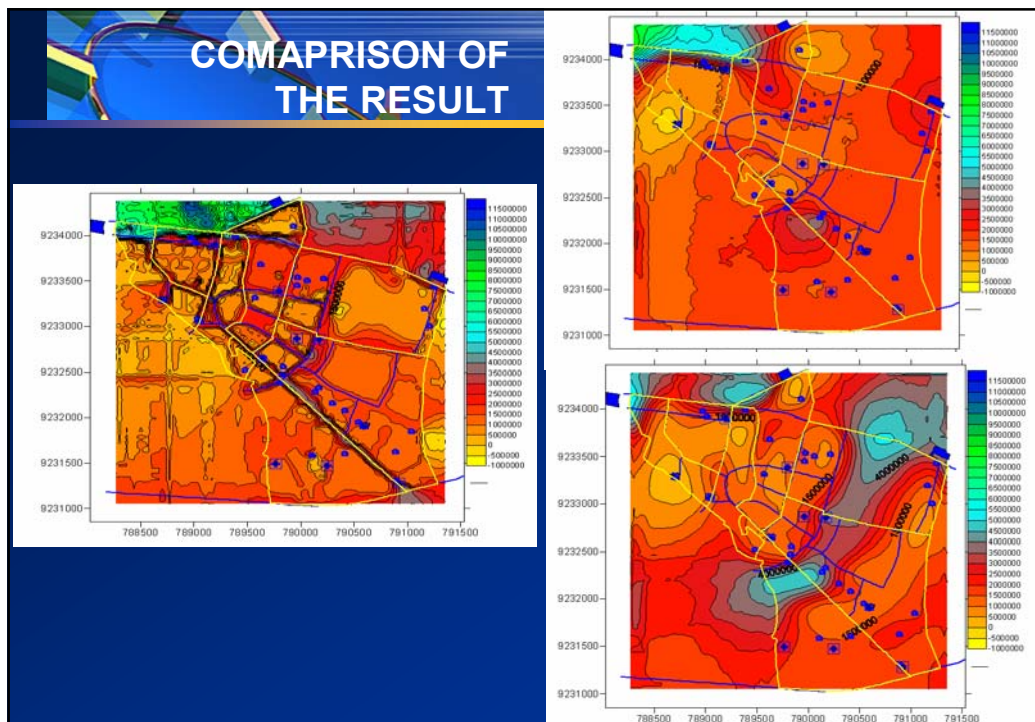
COMAPRISON OF THE RESULT



SPATIAL INTERPOLATION OF LAND VALUE DATA YEAR 2006








CONCLUSSION

- ❖ **Multiple regression analysis (MRA) is the most widely used method for calibrating model. The used of MRA has been the long standing choice for calibration of land value model. MRA is a statistically based analysis that evaluates linear relationship between a dependent (response) variable and several independent (predictor variable), and extracts parameter estimates for independent variables used collectively to estimate value in a mathematical model.**
- ❖ **Artificial neural network can calibrate models that consist of both linear and nonlinear term simultaneously.**





CONCLUSION

- ❖ **LINEARITY ASSUMPTION CANNOT BE SUPPORTED BY THE LAND VALUE VARIABLES**
- ❖ **THE USE OF NONLINEAR METHOD IS RECOMMENDED FOR THE LAND VALUE MODELING**
- ❖ **The land value modeling using spatial analysis and artificial neural network is a promising method for the automatic land valuation activities.**



THANK YOU