

Example A-1.

Interpolative Testing
2018 Annual Absorptions Report
(2017 Absorptions for 2016 Completions)

From Table 3:

Units in South = 114,900

If 98,700 has a value of 4,650
And 159,700 has a value of 5,020
Then 105,000 has a value of 4,688

Confidence level: $5,572 \times 1.645$
Computed standard error = 7,712

Lower limit: 97,288

Upper limit: 112,712

Source: U.S. Census Bureau, Survey of Market Absorption of
New Multifamily Units—2018 Annual Absorption Report (2017
Absorptions for 2016 Completions).