

YARDI® Matrix

Reinventing Cleveland

Multifamily Winter Report 2017

**Downtown Renewal
Feeds Rent Growth**

**Biotech, Medical
Spur Office Demand**

**Fourfold Rise in
Completions Brews**

CLEVELAND MULTIFAMILY

YARDI® Matrix

Market Analysis

Winter 2017

Contacts

Paul Fiorilla

Associate Director of Research
Paul.Fiorilla@Yardi.com
(800) 866-1124 x5764

Jack Kern

Director of Research and Publications
Jack.Kern@Yardi.com
(800) 866-1124 x2444

Author

Laura Calugar

Associate Editor

Cleveland Reinvents Its Downtown

Cleveland has been one of the slowest-growing metros in recent years, but while its real estate fundamentals continue to lag the rest of the country, there are signs of emerging opportunities.

Employment growth has been steady for the past six years as a more diverse workforce has emerged and the region has gradually severed ties to its industrial past. Consistent job gains in health services and education have bolstered the employment market, while formerly traditional sectors, such as construction and manufacturing, lost positions. The metro continues to develop its biomedical and innovation centers, and in December, top cancer center University Hospitals broke ground on its Rainbow Center for Women & Children, located within Cleveland's Health-Tech Corridor.

Rent growth across the metro remains slow but steady, and strong gains were made in certain downtown and lakeside areas. New construction is also concentrated in Downtown Cleveland, as well as four other core submarkets. Construction jobs may return to the metro, as completions are expected to increase 400% in 2017 compared to 2016. Given the relatively soft real estate fundamentals, the metro remains affordable, and may provide investors with unique growth opportunities as the region continues to reinvent itself.

Recent Cleveland Transactions

The Vue at Beachwood



City: Beachwood, Ohio
Buyer: Strategic Properties of N. America
Purchase Price: \$90 MM
Price per Unit: \$258,406

Hunter's Chase



City: Westlake, Ohio
Buyer: Morgan Management
Purchase Price: \$30 MM
Price per Unit: \$123,497

Big Sky Park



City: Wadsworth, Ohio
Buyer: Stark Enterprises
Purchase Price: \$6 MM
Price per Unit: \$74,167

Triumph Tower



City: Euclid, Ohio
Buyer: Michael Dong
Purchase Price: \$4 MM
Price per Unit: \$34,683

To Subscribe

Hollie Zepke

Audience Development Specialist
Hollie.Zepke@Yardi.com
(800) 866-1124 x5389