

Yardi® Matrix

Miami's Alluring Force

Multifamily Report Summer 2019



Rent Growth Levels Off

Development Surge Continues

Occupancy Endures Despite Record Deliveries

MIAMI MULTIFAMILY

Yardi® Matrix

Market Analysis

Summer 2019

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South Florida Continues Healthy Streak

Despite the 40,000 units coming online since the beginning of 2016, Miami's multifamily market continues to be strong, fueled by above-trend job gains and population growth. Heavy supply, however, did leave marks: Alongside Houston (0.8%), Miami (2.2%) was one of the only two major U.S. metros where year-over-year rent growth fell below the 2.5% mark as of June.

Metro Miami gained 52,300 jobs over 12 months, with education and health services and professional and business services accounting for roughly 60% of additions. Developers are ramping up office construction, but they are also betting on the metro's entertainment hub status. Triple Five Group is moving forward with the American Dream Miami megamall after putting in place agreements for a massive amount of infrastructure near the site. The construction sector is expected to be one of the \$4 billion project's first beneficiaries. Additionally, Whitman Family Development landed a \$550 million loan for the expansion of Bal Harbour Shops.

More than 26,000 units were underway across the metro as of June, and demand shows no signs of abating. Investor appetite remained high, particularly for Fort Lauderdale assets. With strong development matching elevated demand, we expect rents to advance at moderate levels for the foreseeable future, following national trends.

Recent Miami Transactions

Doral View



City: Miami
Buyer: LivCor
Purchase Price: \$104 MM
Price per Unit: \$289,931

Cielo Boca



City: Boca Raton, Fla.
Buyer: Electra America
Purchase Price: \$92 MM
Price per Unit: \$204,241

Cottonwood West Palm



City: West Palm Beach, Fla.
Buyer: Cottonwood Residential
Purchase Price: \$67 MM
Price per Unit: \$273,157

Boynton Place



City: Boynton Beach, Fla.
Buyer: Robbins Property Associates
Purchase Price: \$34 MM
Price per Unit: \$177,083