

Disturbing Trend Continues With Inventory

Residential Home Supply - August 2018

Chart Information	NE	NW	SE	SW	ALL
\$0 - \$100,000	1.2	3.1	3.9	4.4	3.2
\$100,000 - \$150,000	2.9	2.4	2.9	5.9	2.9
\$150,000 - \$200,000	2.8	5.4	4.0	9.6	4.0
\$200,000 - \$250,000	3.7	3.8	4.9	3.3	3.8
\$250,000 - \$300,000	3.4	11.1	4.4	6.0	4.3
\$300,000 - \$350,000	4.5	8.7	4.5	7.2	4.8
\$350,000 - \$400,000	6.1	13.2	8.8	12.0	6.8
\$400,000 - \$450,000	3.6	9.6	7.4	6.0	4.2
\$450,000 - \$500,000	8.0	0.0	22.0	No Sales	8.8
\$500,000 - \$550,000	7.9	No Sales	3.0	No Sales	7.3
\$550,000 - \$600,000	10.7	No Sales	3.0	No Sales	10.5
\$600,000 +	13.2	15.0	4.2	No Sales	11.8
All Price Ranges	4.2	3.9	4.3	5.5	4.2

The number of homes for sale in Tallahassee continues to decline, and much of our housing market is appreciating at unsafe levels.

The table above is a snapshot of the relative supply of homes. It looks at the total number of home sales for the past year and compares it with the current inventory in order to calculate the number of months of supply of homes available.

Months of supply can be seen as the amount of inventory that exists measured in the amount of months it will satisfy the current rate of demand.

We consider a relative supply figure of 6.0 to be perfect and refer to this as market equilibrium. When supply levels drop below 6.0, the market moves to a sellers' market, as more buyers exist

than sellers. The opposite is true when the relative supply exceeds 6.0, and we refer to that as a buyers' market.

The areas and price ranges shaded in pink above show a significant shortage of inventory and the market very much favors sellers.

Because of this, we are seeing numerous neighborhoods on the North side of town appreciate at rates that exceed 20% on an annualized basis.

At the same time, we are seeing many of the most expensive homes in Tallahassee languish on the market for years, even though the high-end market is as active as ever.

It's important to understand where a home sits in the supply and demand dynamic to get it sold now for top dollar.



Joe Addresses Market Conditions With Chamber of Commerce



RESOURCES

- [Selling A Home](#)
- [Home Valuation Tool](#)
- [Property Search](#)
- [The Word Is Out!](#)
- [Archives](#)
- [Testimonials](#)



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