



MULTIFAMILY REPORT

Dallas Pushes Forward

Summer 2021



Investment Activity Spikes

Pipeline Leads Nation

Rent Gains Endure

DALLAS MULTIFAMILY



North Texas Maintains Strong Position

Dallas' multifamily market is in a strong position, despite the broader economic challenges of the past year. Rents averaged \$1,255, up 0.6% on a trailing three-month (T3) basis through May, matching the national rate of growth. Lifestyle figures increased by 0.7% to \$1,456, outpacing the 0.5% rate in working-class Rent-by-Necessity units. Rents are expected to continue expanding, given the metro's swift population growth and low rates compared to the U.S. average.

While the Dallas-Fort Worth economy has faced challenges over the past year, the market has shown itself to be resilient. Despite shedding nearly 100,000 jobs during the 12 months ending in March, the metro's unemployment rate dropped to 5.7% in April, far less than the peak of 12.5% from one year earlier. In past years, the economy has benefited greatly from corporate relocations—particularly from gateway markets—and this has kept up over the past year, with both CBRE and Charles Schwab shifting operations to the area.

Multifamily investment shot up to \$3.2 billion in the first five months of 2021, far beyond the \$1.8 billion transacted during the same period in 2020. Development, too, is at a high point, with nearly 49,000 units under construction as of May, the largest pipeline in the U.S.

Market Analysis | Summer 2021

Contacts

Jeff Adler

Vice President & General
Manager of Yardi Matrix
Jeff.Adler@Yardi.com
(303) 615-3676

Jack Kern

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

Ron Brock, Jr.

Industry Principal, Matrix
JR.Brock@Yardi.com
(480) 663-1149 x2404

Author**Jeff Hamann**

Senior Associate Editor

Recent Dallas Transactions

Ridgecrest Terrace



City: Dallas
Buyer: Steele Properties
Purchase Price: \$58 MM
Price per Unit: \$230,800

Aura Castle Hills



City: Lewisville, Texas
Buyer: BSR REIT
Purchase Price: \$52 MM
Price per Unit: \$187,681