

Rents reach an all time high in the US property market



MONDAY, 07 JULY 2008



Rental demand in the US has reached an all time high, fuelled by the growing number of foreclosures.

According to Weiss Research the rental market has never been as strong. Analyst Michael Larson said some cities are recording double digit median increases.

US rental demand at an all time high

'Now is possibly the best time to buy and profit from soaring rental demand and rapidly advancing rental yields,' he says in his research report.

'Never before in America's history has the real estate rental market appeared so strong. Vacancy levels are falling across the whole of America at record rates, and in parallel to this massive upside pressure that is being exerted on supply, the rate at which rental rates are rising is dramatic.'

The average predicted increase in rental rates for 2008 across the whole market according to the National Association of Realtors is at least 5.3%.

Three specific factors are causing record rental demand increases across the whole of America; the rate at which homes are being foreclosed upon is forcing increasing numbers of former homeowners into rental accommodation as they can no longer keep up with their mortgage costs; first time buyers or current rental tenants wishing to purchase are finding it dramatically and significantly harder to gain access to mortgages; and there are those who are biding their time before they buy in who are demanding rental accommodation in the meantime.

In certain parts of the country there are additional factors creating a situation where demand for rental accommodation is increasing unabated and where rental rates are rising dramatically.

In the Gulf Opportunity Zone for example, (the area devastated by Hurricane Katrina in 2005), there has been a great deal of effort, outlay and pure investment into rebuilding towns and regenerating communities.

In Biloxi, for example, investors will benefit from returning rental demand, and because there are 22 casinos opening in the area and providing employment opportunities alongside the likes of Chevron, NASA, The University of Southern Mississippi and Naval Construction Battalion.

[Find Off Plan Property](#)

Register for Free Intl Off Plan
F&P Property Investment Review
www.foxpowers.com

[ROI of 242% in 5 Years](#)

Investment Property Romania
70% Mortgages Available!
www.ObeliskInternational.com

Ads by Google

BOOKMARK THIS PAGE ([What is this?](#))



Related News

[Buyers property market in Scotland good for investors](#) 24/07/2008

[New Zealand developers being hit hard by credit crunch](#)

24/07/2008

[New Zealand rental market confidence slowing](#) 21/07/2008

[A million facing foreclosure in the US - even celebrities](#) 21/07/2008

[Change is the name of the game](#) 21/07/2008

More Recent News

[The Russian bear growls across the Atlantic](#) 18/07/2008

[Brits taking advantage of low property prices in the US](#) 08/07/2008

Earlier News

[Las Vegas ripe for those seeking a long term property investment](#)

06/07/2008

[US property experts predict trend in overseas investment](#)

01/07/2008

[Property prices slowing in Canada but crash unlikely](#) *30/06/2008*

[Out of touch US consumers believe real estate recession is short term](#) *27/06/2008*

[Decaying foreclosed properties bringing down prices even further in US](#) *25/06/2008*

[Close Window](#)