Housing market analysis

Client: William Rodriquez

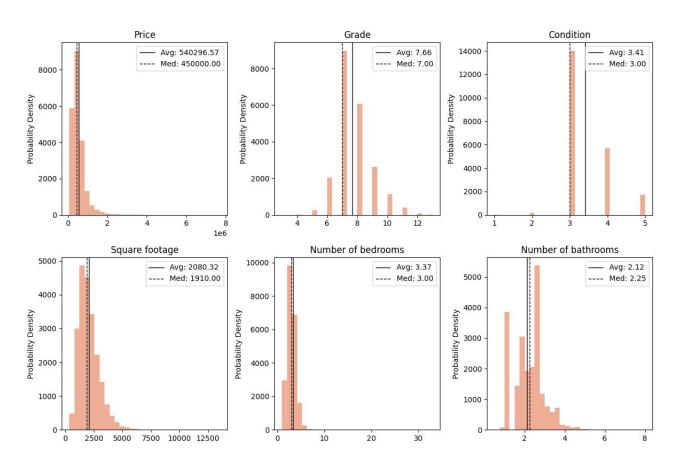
Data set

House sales in **King** county, Washington

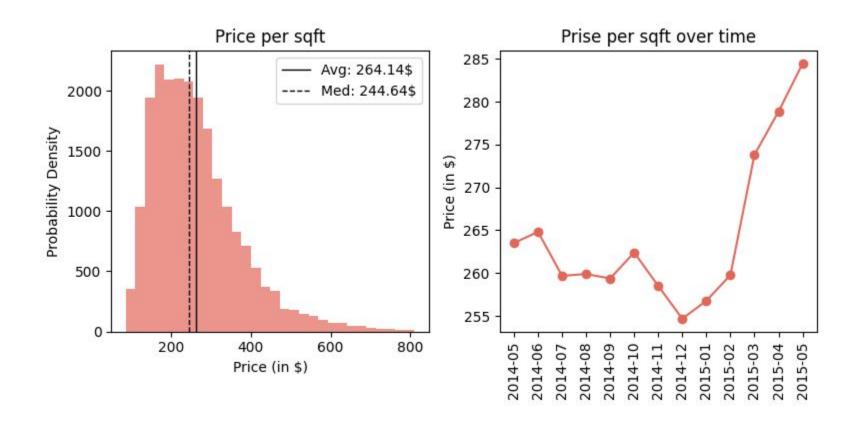
- 21,597 sales
- 21,420 houses
- May 2014 to May 2015

Disclaimer: analysis is backward looking

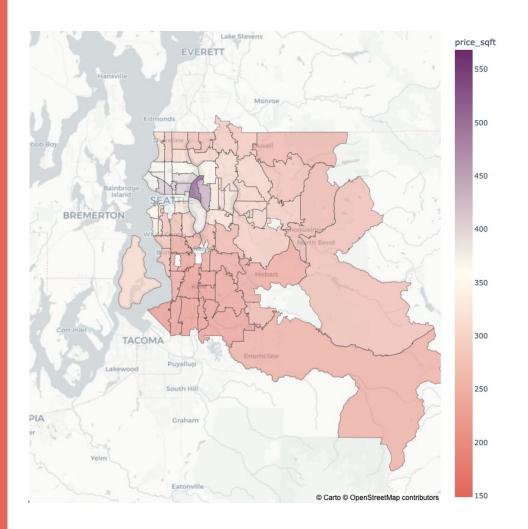
Distribution of house characteristics of interest



Price per sqft analysis



Average square foot price per zip code



Client: William Rodriquez

Household size: 2 people

1. Country house:

- Best time to buy
- Non-renovated

2. City house:

- ASAP
- Central location

Defining country and city

1. Country:

 Zip codes where population density is <500 per sqm (13)

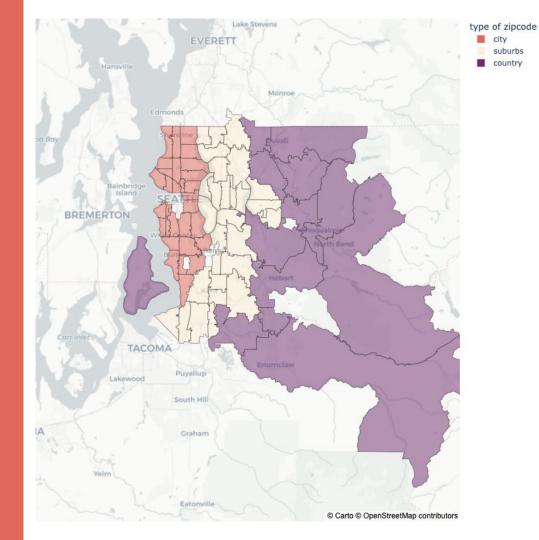
2. **City:**

Zip codes which belong to the city of Seattle

3. Suburbs:

- All else

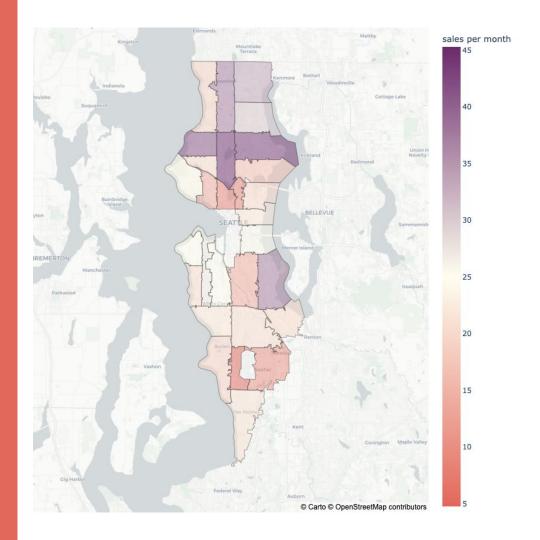
** Additional demographic data on US zip codes collected from the <u>US Zip Code Database</u>



Town home

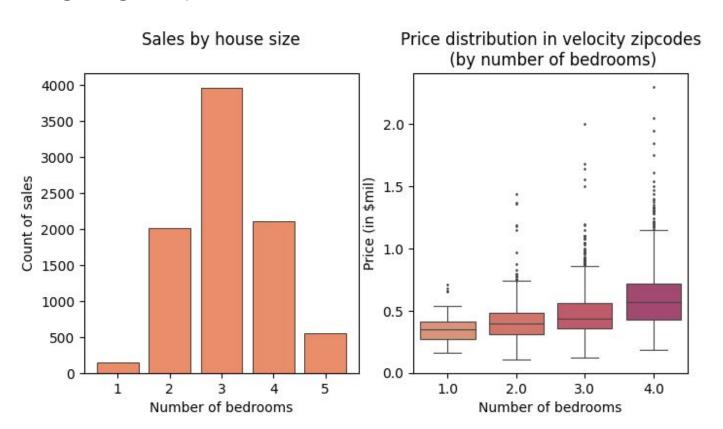
Homes with 1-4 bedrooms in high velocity zip codes

at least 30 sales per month



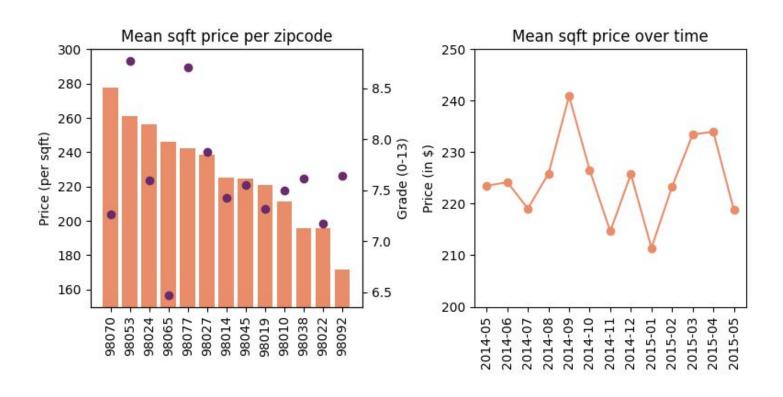
Town home

Decreasing marginal price with an additional room



Country house

Non-renovated houses where land-to-house ratio >= 5



Final recommendations

1. City home:

- Consider larger house (3-4 bedrooms): more common and lower price/sqft
- Consider homes in high-velocity neighborhoods
- Inspect high velocity zip-codes for suitability

2. Country home

- Wait until the winter
- There should be suitable number of non-renovated houses
- Consider combination of grade and price
- Consider distance and infrastructure