

Macro Roundup Article

Headline: [Mortgage Rate Lock-In and Homeowners' Moving Plans](#)

Article Link: <https://libertystreeteconomics.newyorkfed.org/2024/05/mortgage-rate-lock-in-and-homeowners-moving-plans/>

Author(s)	Felix Aidala, Andrew Haughwout, Ben Hyman, et al.
Publication	Federal Reserve Bank of New York
Publication Date	May 07, 2024

Tweet: Analysis at @NewYorkFed estimates that 24.9% of homeowners would move in the next three years if their mortgage rate didn't increase, compared to a baseline of 17.5%. @felix_aidala @ReviseNRetweet @JasonSomerville10

Summary: To assess the impact of mortgage rate lock-in on homeowner's moving plans, we first asked respondents who currently own a home for the percent chance that they will move in the next three years. As shown in the histograms below, U.S. households' moving plans generally reflect the decline in mobility that we've seen in recent decades. Across the distribution of homeowners' current self-reported mortgage rates, close to half of respondents assess their probability of moving in the next three years to be less than 10%, with almost three-quarters of respondents placing their chances at less than 25%. These patterns are broadly consistent across homeowners with and without a mortgage, as all groups report a mean probability of moving in the next three years between 16% and 19%.

Related Articles: The Lock-In Effect of Rising Mortgage Rates and Have Rising Mortgage Rates Frozen the Housing Market? And A Huge Number of Homeowners Have Mortgage Rates Too Good to Give Up

Primary Topic: Housing

Topics: GDP, Housing, Op-Ed/Blog Post

Permalink: https://www.edwardconard.com/macro-roundup/analysis-at-newyorkfed-estimates-that-24-9-of-homeowners-would-move-in-the-next-three-years-if-their-mortgage-rate-didnt-increase-compared-to-a-baseline-of-17-5-felix_aidala-revisenretwe?view=detail

Featured Image

Link: <https://www.edwardconard.com/wp-content/uploads/2024/05/FRBNY-Lock-In.png>