

# Foreclosures and Short Sales in the Twin Cities

May 2010



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of REALTORS®

<b>Contents</b>	
<b>New Listings</b>	<b>2</b>
<b>Pending Sales</b>	<b>3</b>
<b>Closed Sales</b>	<b>4</b>
<b>Median Sales Price</b>	<b>5</b>
<b>Percent of Original List Price Received</b>	<b>6</b>
<b>Days on Market Until Sale</b>	<b>7</b>
<b>Inventory of Homes for Sale</b>	<b>8</b>
<b>Months Supply of Inventory</b>	<b>9</b>
<b>Explanation of Methodology</b>	<b>10</b>

“**Lender-Owned**” refers to foreclosure properties in which the financial institution has repossessed the home from the owner due to nonpayment of mortgage obligations. “**Short Sales**” refer to unique arrangements where the financial institution and in-default homeowner work together in an attempt to sell the home before it is foreclosed upon. “**Traditional**” refers to a property listed by a typical seller who is not in either of the prior two categories.

The numbers provided in this report are best estimates based upon data from the Regional Multiple Listing Service and may not match other data sources perfectly.

See Page 10 for an explanation of methodology.

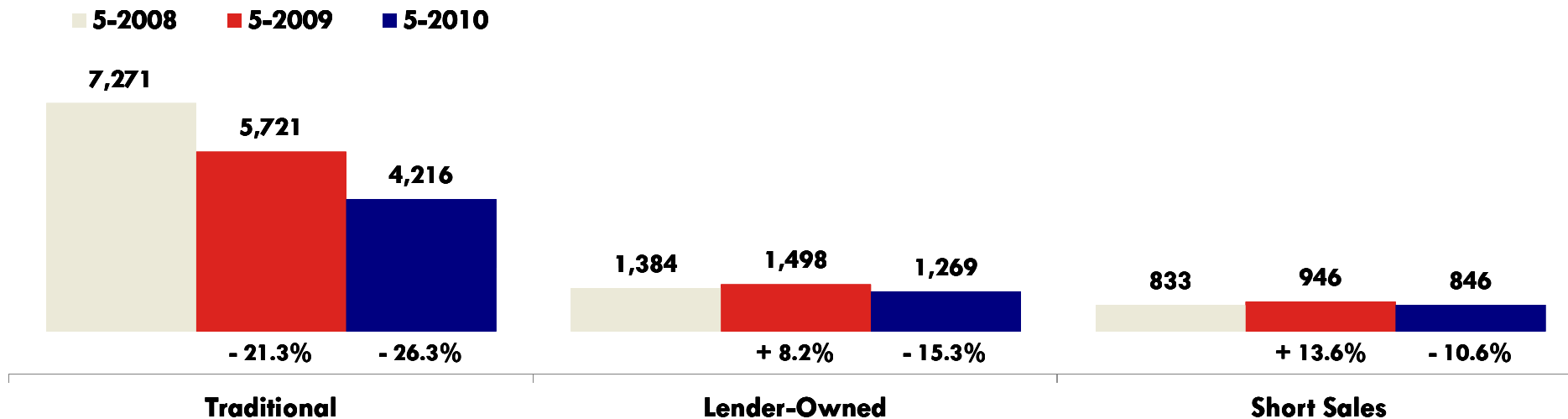
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May 2010

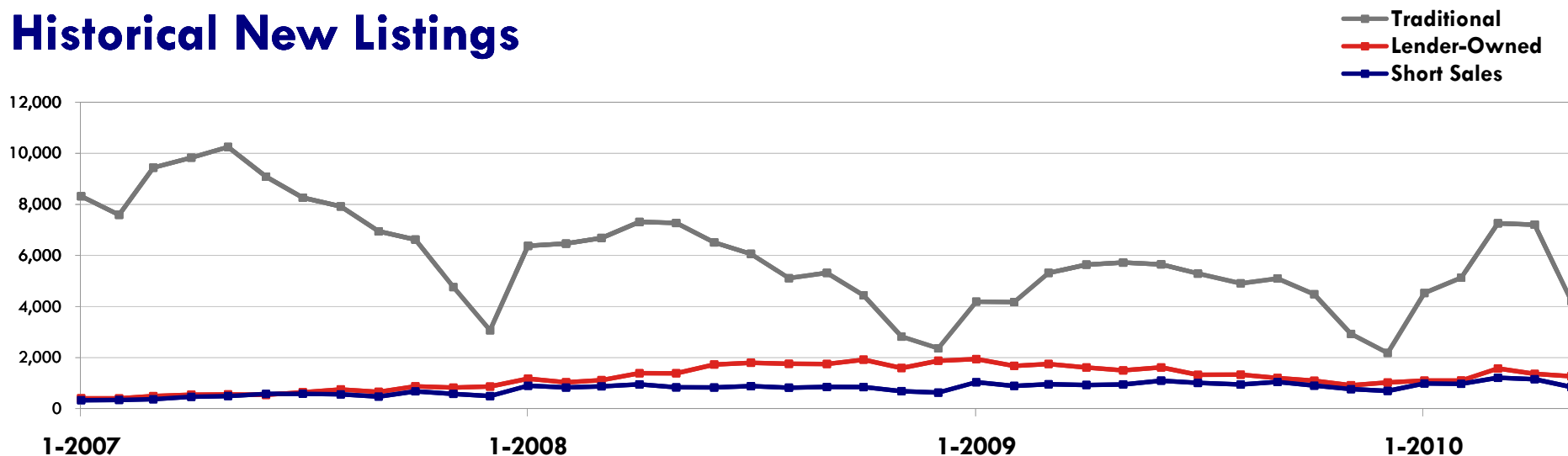


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## New Listings



## Historical New Listings



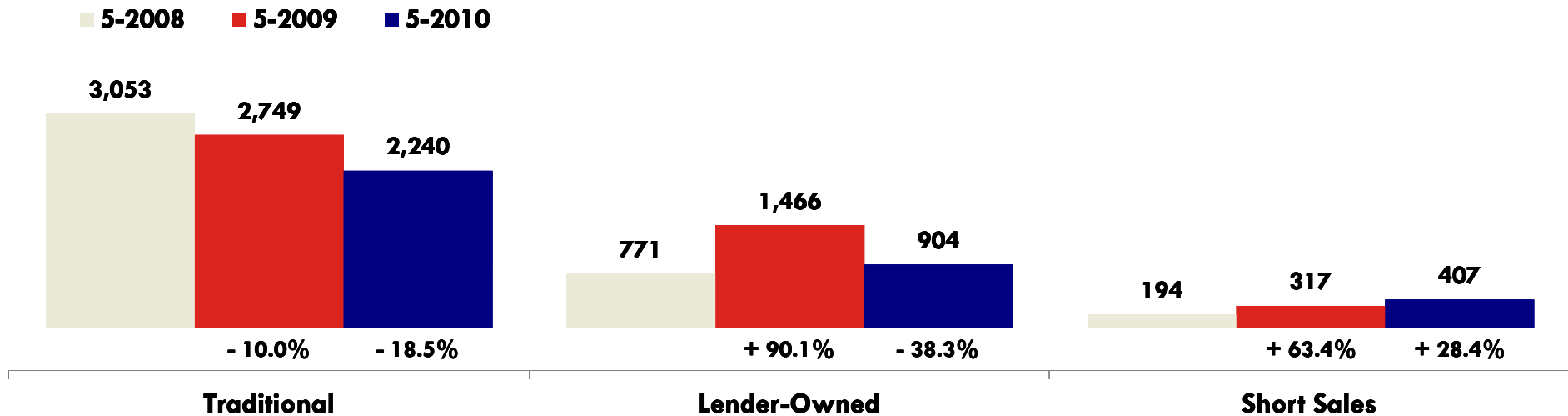
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May 2010

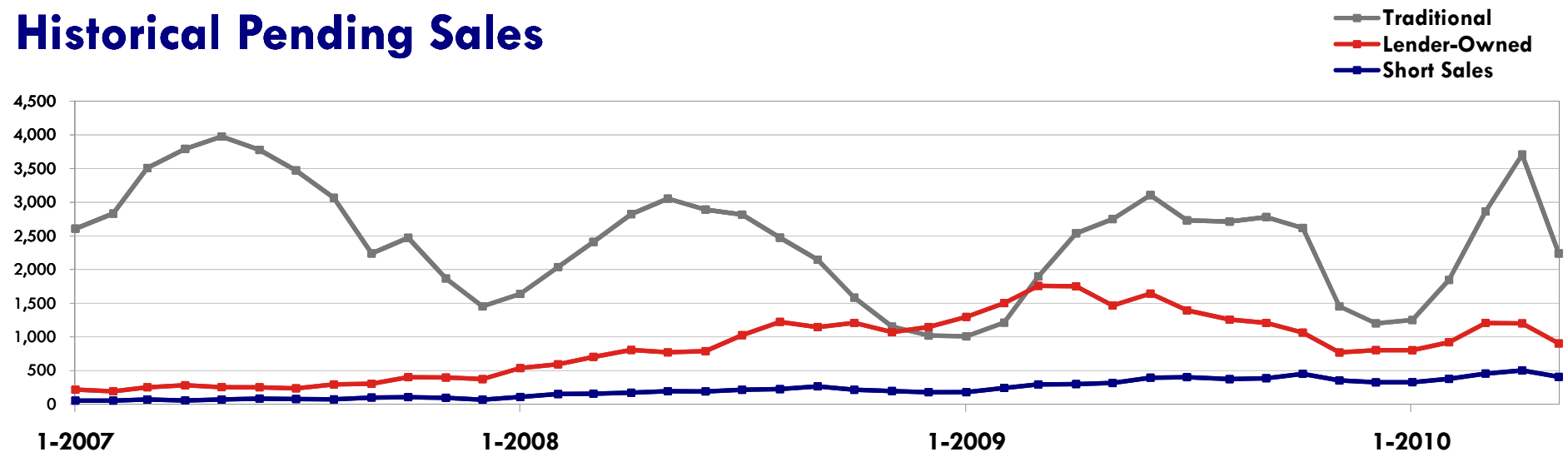


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## Pending Sales



## Historical Pending Sales



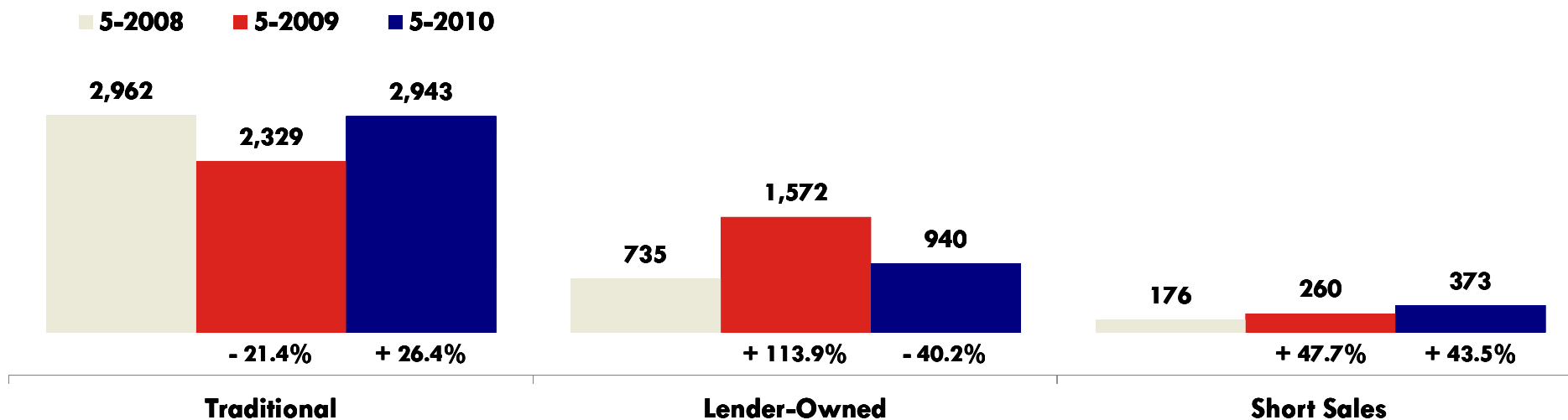
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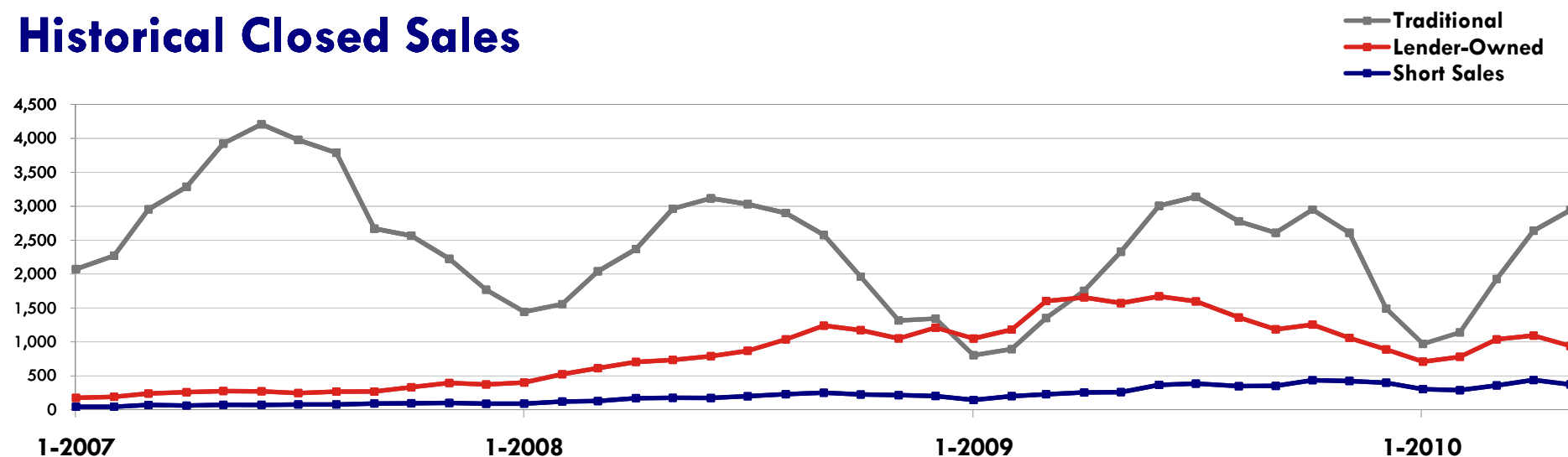


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## Closed Sales



## Historical Closed Sales



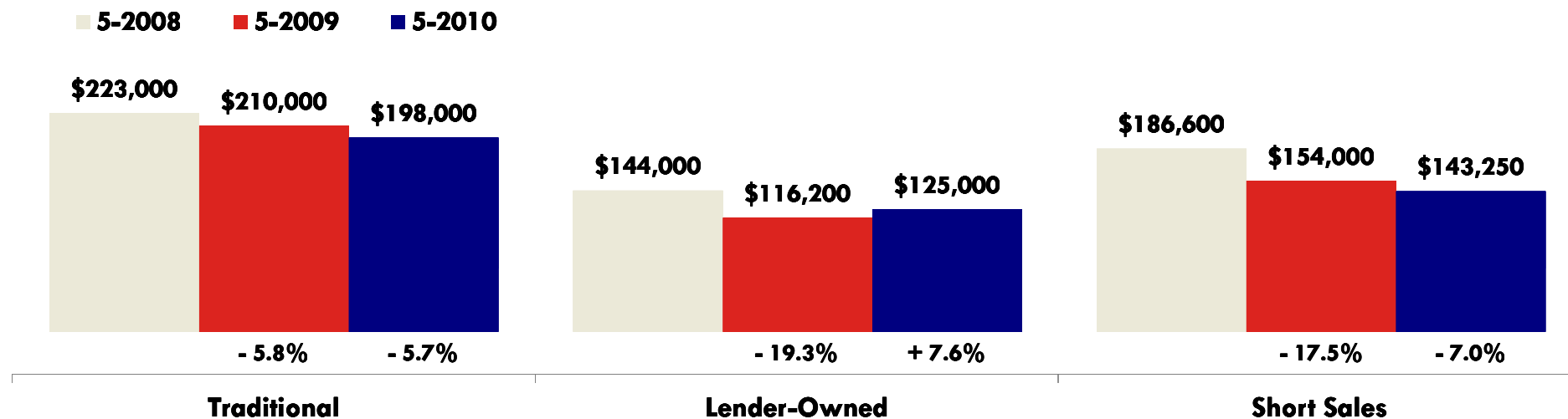
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May 2010

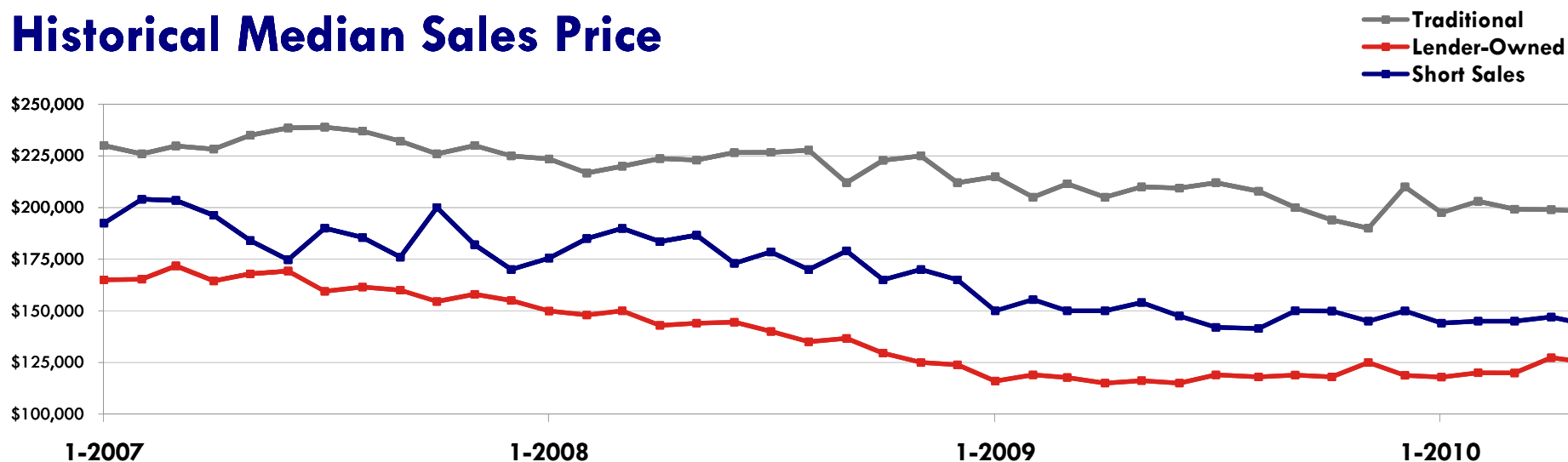


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## Median Sales Price



## Historical Median Sales Price



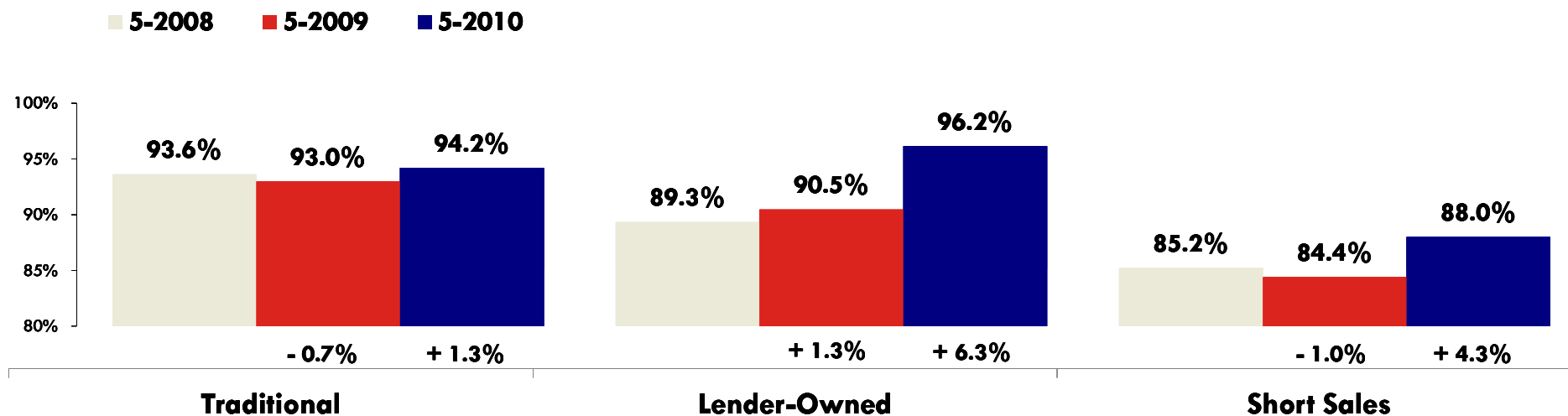
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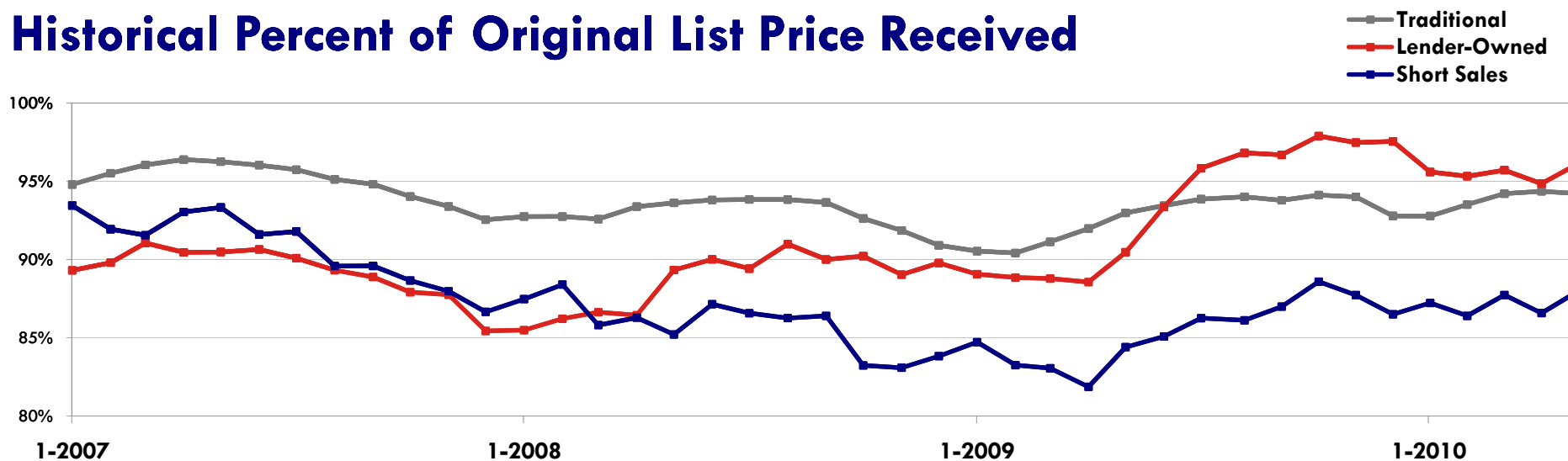


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## Percent of Original List Price Received



## Historical Percent of Original List Price Received



# Foreclosures and Short Sales in the Twin Cities

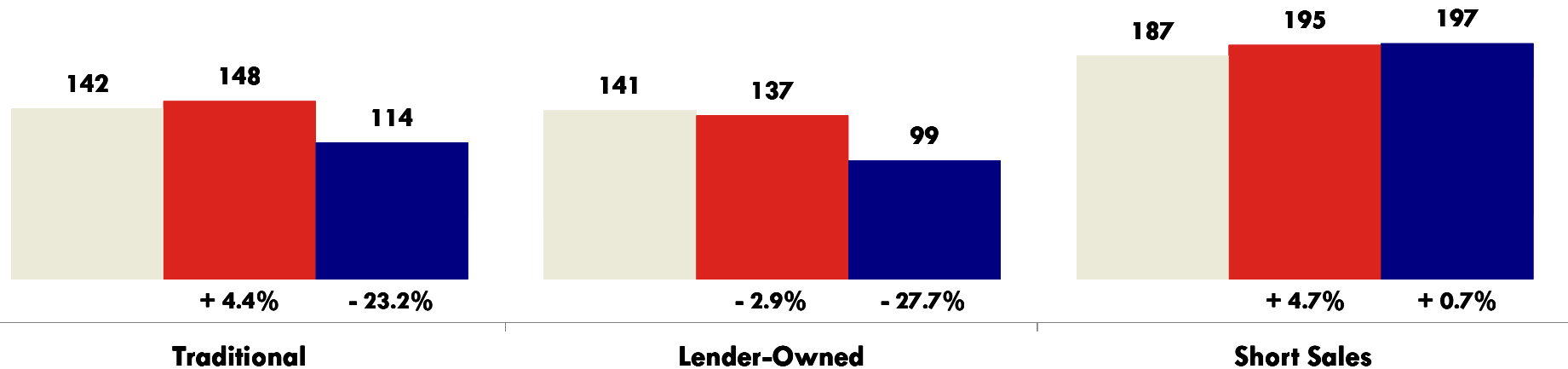
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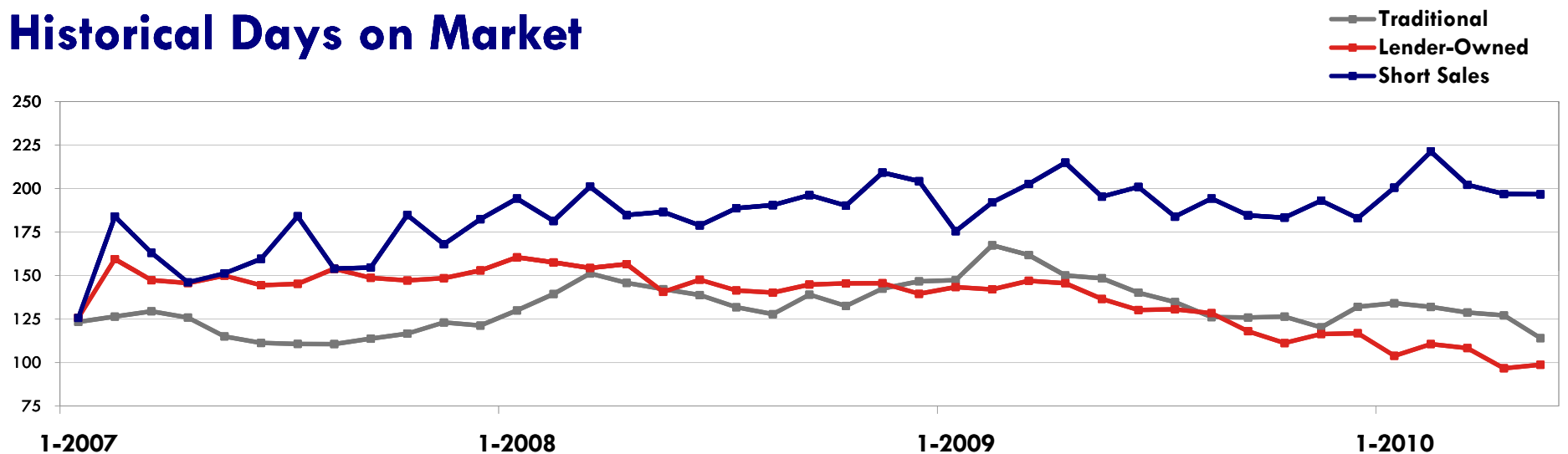
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## Days on Market Until Sale

■ 5-2008 ■ 5-2009 ■ 5-2010



## Historical Days on Market



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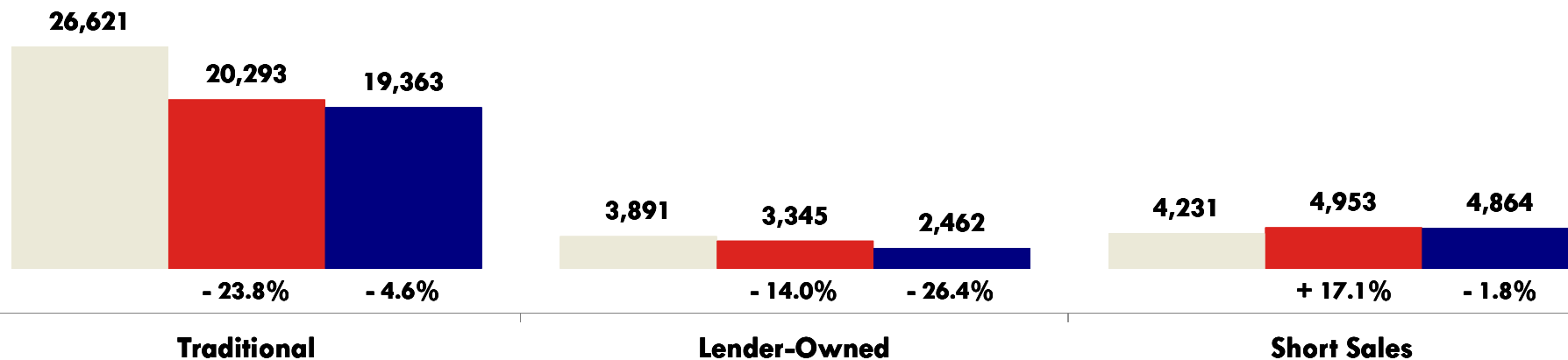
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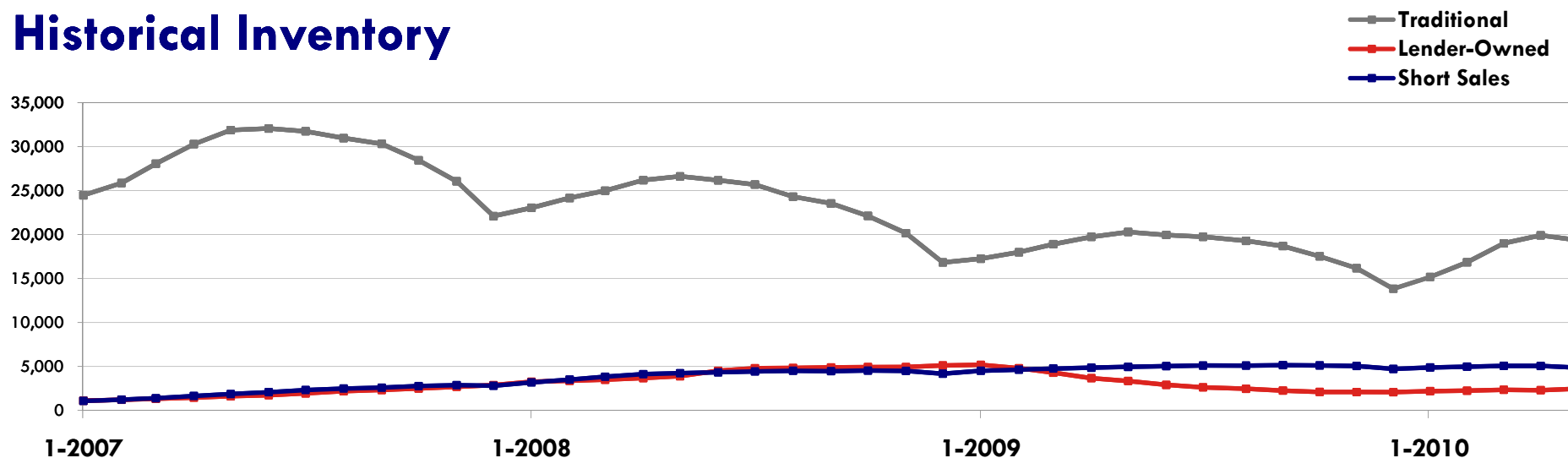
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## Inventory of Homes for Sale

■ 5-2008 ■ 5-2009 ■ 5-2010



## Historical Inventory



# Foreclosures and Short Sales in the Twin Cities

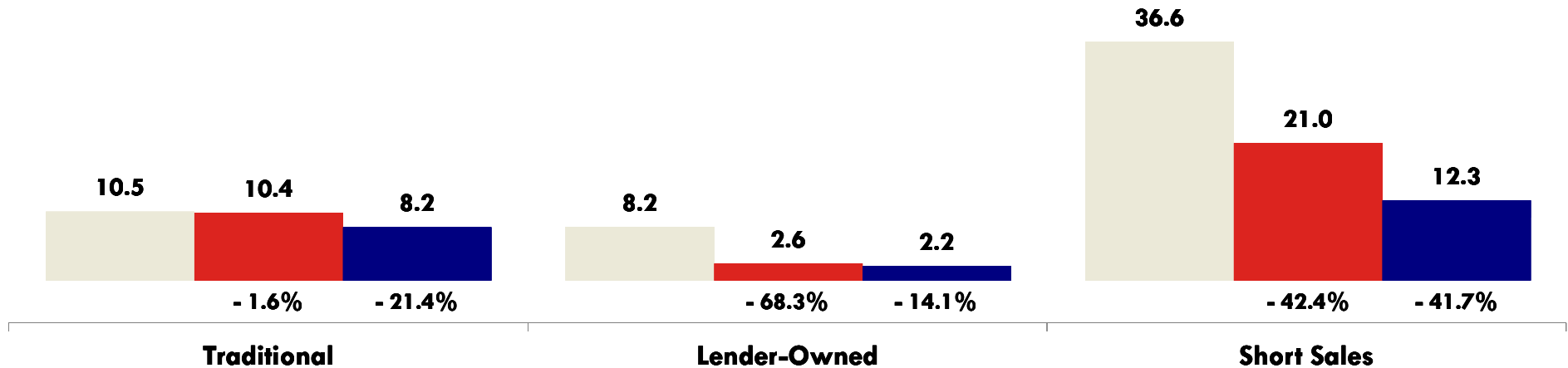
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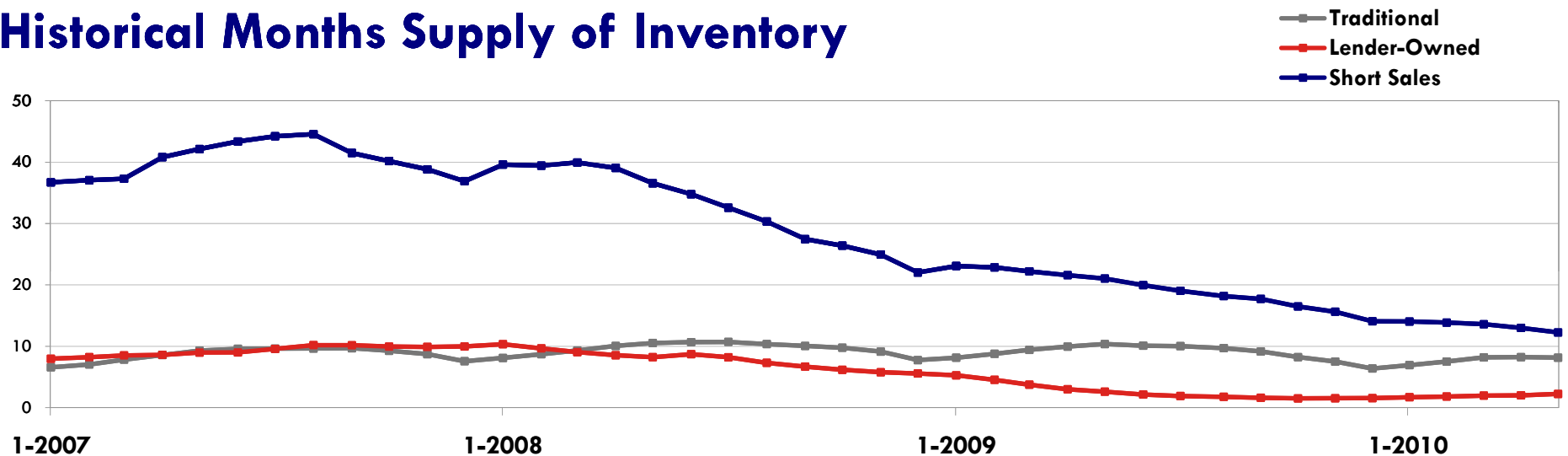
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## Months Supply of Inventory

■ 5-2008 ■ 5-2009 ■ 5-2010



## Historical Months Supply of Inventory



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## Postscript: Explanation of Methodology

This report relies in part upon the analysis of subjective remarks that REALTORS® employ when listing properties in the Twin Cities Regional Multiple Listing Service, and in part upon data fields in this same system called “In Foreclosure,” “Bank-Owned” and “Short Sale.” These fields allow users to mark properties that fit within these legal definitions.

### A property is a “Lender-Owned Foreclosure” when any of the following rules are met:

- Lender-Owned = “Yes”
- One of the following terms are found in Agent Remarks, Public Remarks or Financial Remarks:
  - **bank owned**
  - **bank-owned**
  - **bank-owne**
  - **foreclosure**
  - **forclosure**
  - **reo**
  - **hud acquire**
  - **hud-acquire**
  - **hud-acquired**
  - **corporate owned**
  - **corporate-owned**
  - **corp owned**
  - **corp. owned**
  - **corp-owned**
  - **corp owner**

### A property is a “Short Sale” when any of the following rules are met:

- Short Sale = “Yes”
- One of the following terms are found in Agent Remarks, Public Remarks or Financial Remarks:
  - **short sale**
  - **shortsale**
  - **short-sale**
  - **in foreclosure**
  - **in forclosure**
  - **preforeclosure**
  - **preforclosure**
  - **bank approv**
  - **lender approve**
  - **subject to bank**
  - **subject to lender**
  - **redemption**
  - **subject to corp**
  - **subj to corp**
  - **3rd-party approval**
  - **third-party approval**
  - **3rd party approve**
  - **subject to third**
  - **subject to 3rd**

Note: properties containing these specific phrases in the same remark fields are NOT counted in either category:

- not a foreclosure
- not a forclosure
- no foreclosure
- no forclosure
- not foreclosure
- not forclosure
- not a short sale
- not a shortsale
- not a short-sale
- not short sale
- not shortsale
- not short-sale
- no short sale
- no shortsale
- no short-sale
- not a bank
- not bank
- no bank
- tired of short sale
- tired of shortsale
- tired of short-sale
- tired of foreclosure
- tired of forclosure

The methodology was developed by Aaron Dickinson, REALTOR® with Edina Realty ([www.twincitiesrealestateblog.com](http://www.twincitiesrealestateblog.com)) and Jeff Allen, MAAR Research Manager ([www.mplsrealtor.com](http://www.mplsrealtor.com)).