Gentrification in North Minneapolis

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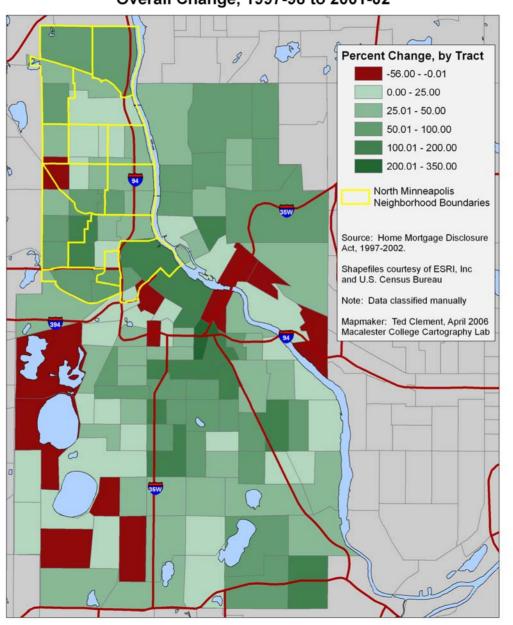
Our Objectives:

- Use indicators such as property values and the race of homeowners to determine whether or not gentrification is occurring in North Minneapolis
- If gentrification is occurring, how does North Minneapolis compare to other city neighborhoods?
- What are the obstacles to gentrification in North Minneapolis?

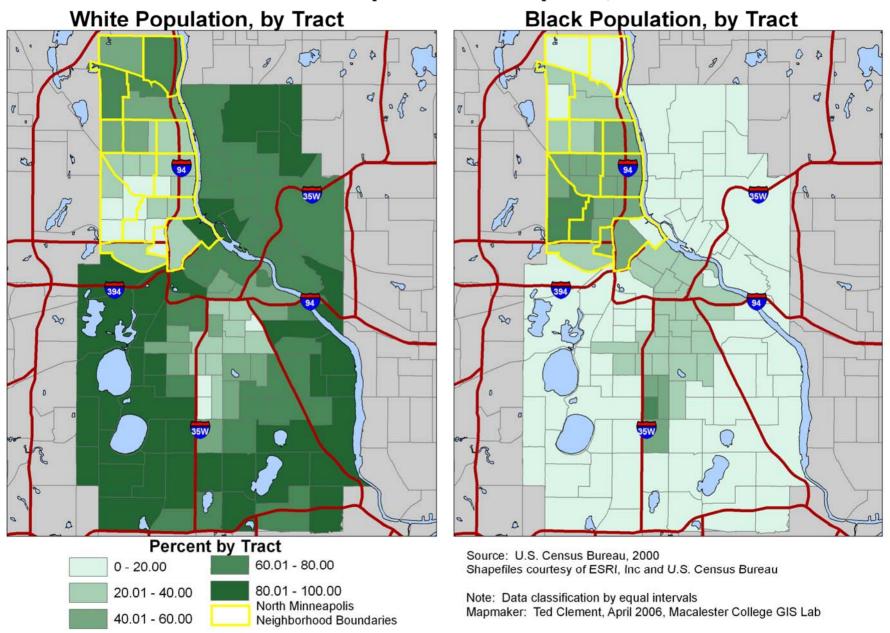
White Homeownership and Gentrification

- The rate of homeownership is an indicator of the strength of a neighborhood
- An increase in home sales, as evidenced by an increase in the number of mortgage applications from a particular area, indicates that the area is becoming more desirable
- Research has shown that an increase in the number of White homeowners in a neighborhood is an indicator of gentrification

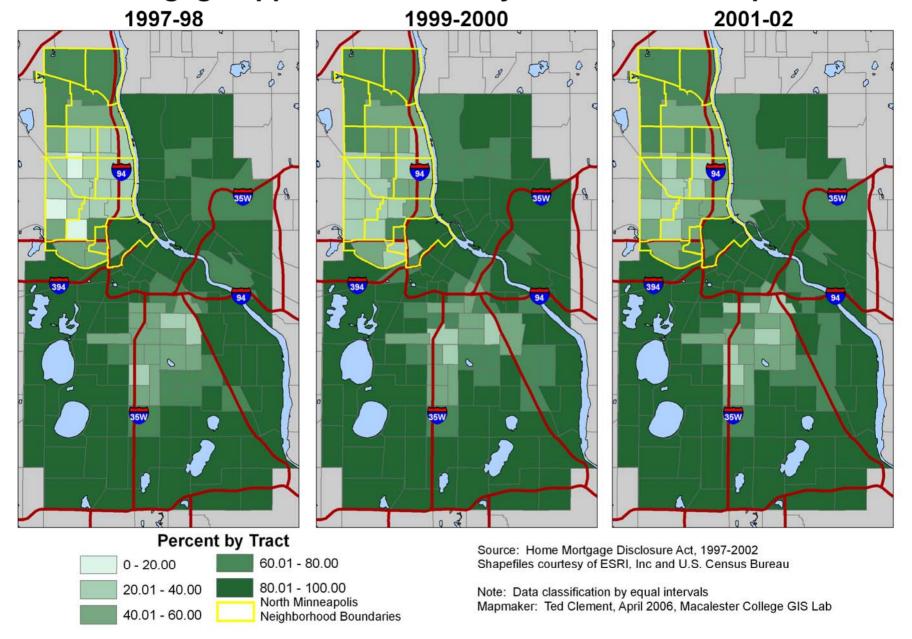
Mortgage Applications Filed in Minneapolis Overall Change, 1997-98 to 2001-02



Racial Groups in Minneapolis, 2000

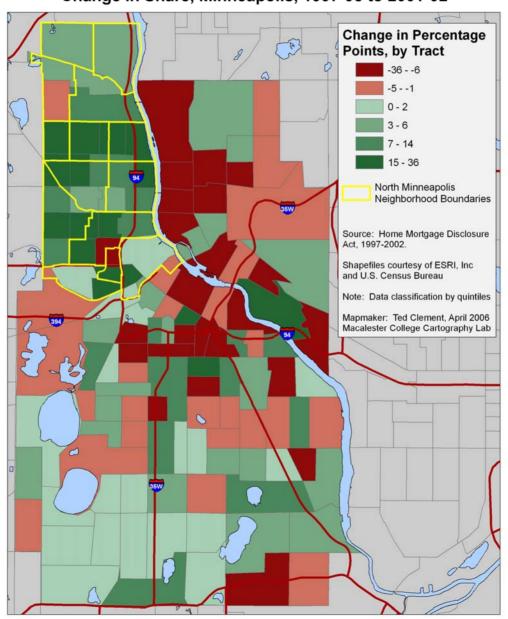


Mortgage Applications Filed by Whites in Minneapolis



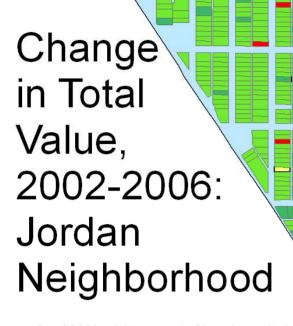
Mortgage Applications Filed by Whites

Change in Share, Minneapolis, 1997-98 to 2001-02



Property Values

- At what rate are property values increasing in North as opposed to Northeast?
- What are the housing values in North as opposed to Northeast?



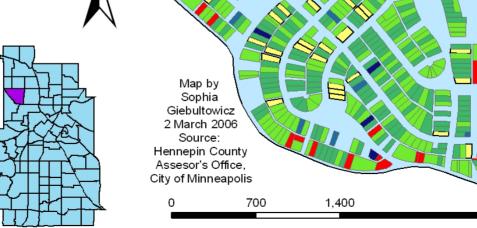
As of 2000, eight percent of housing units in this mainly African-American residential neighborhood were vacant. As of 1999, 29% of Jordan's population was living below the poverty level, in comparison to 17% in Minneapolis.

Change in Percent Value



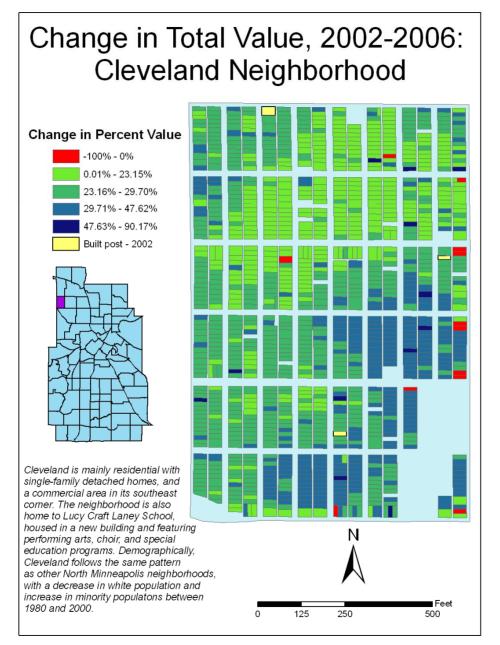
250.01% - 4062.16%

Built post - 2002



2.800

Ν

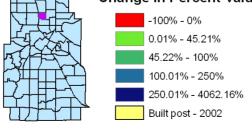


Change in Total Value, 2002-2006: Logan Park Neighborhood Map by Sophia Giebultowicz 18 April 2006 Source: Hennepin County Assesor's Office **Change in Percent Value** Built post - 2002 125 250 500 -100% - 0% This northeast neighborhood is approximatley 0.01% - 23.15% 40% residential, 30% industrial, and 11.5% made up 23.16% - 29.7% of open space or parks. The area has many large Victorian houses. The median household income has 29.71% - 47.62% risen from 1979 to 1999, though still remains below the 47.63% - 90.17% median income of Minneapolis.

90.18% - 418.52%

Change in Total Value, 2002-2006: Bottineau Neighborhood



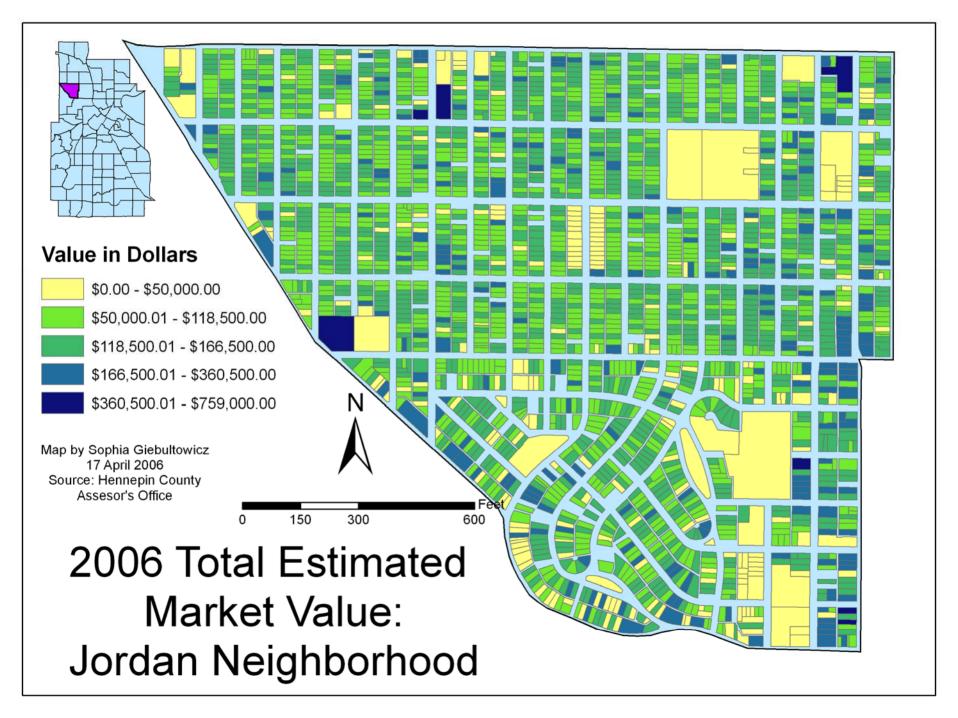


The Bottineau neighborhood has a diverse history, with many ethnic groups having settled in the area over the years. Today it is a destination for many artists to live and work. The neighborhood is mainly white, with smaller minority populations than in North Minneapolis.

Map by Sophia Giebultowicz 17 April 2006 Source: Hennepin County Assesor's Office; City of Minneapolis

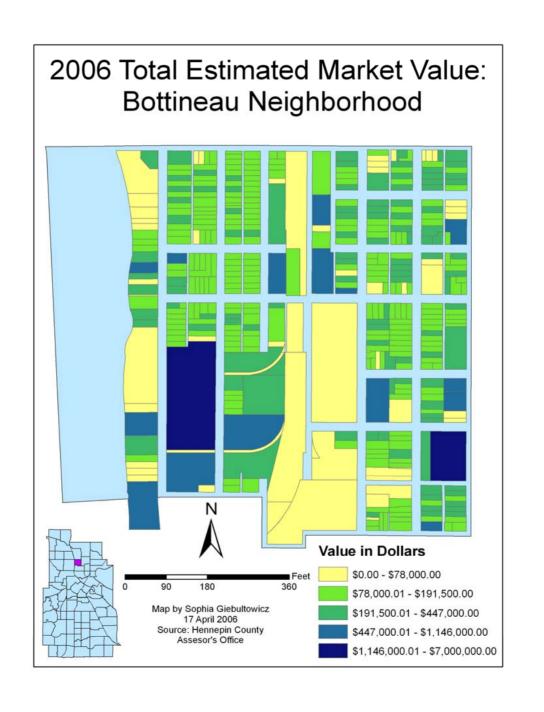
Similar Rates of Appreciation

- This goes against expected outcome
- Potential reasons:
 - NE only beginning to gentrify
 - Efforts to keep NE as "official arts district" successful
 - Housing values different, thus catering to different class?



2006 Total Estimated Market Value: Cleveland Neighborhood Value in Dollars 125 250 500 \$0.00 - \$69,000.00 Map by Sophia Giebultowicz \$69,000.01 - \$139,000.00 18 April 2006 Source: Hennepin County \$139,000.01 - \$193,000.00 Assesor's Office \$193,000.01 - \$382,500.00 \$382,500.01 - \$742,500.00

2006 Total Estimated Market Value: Logan Park Neighborhood Value in Dollars 210 105 \$0.00 - \$118,500.00 Map by Sophia Giebultowicz 18 April 2006 \$118,500.01 - \$260,000.00 Source: Hennepin County Assesor's Office \$260,000.01 - \$925,000.00 \$925,000.01 - \$2,750,000.00 \$2,750,000.01 - \$6,000,000.00



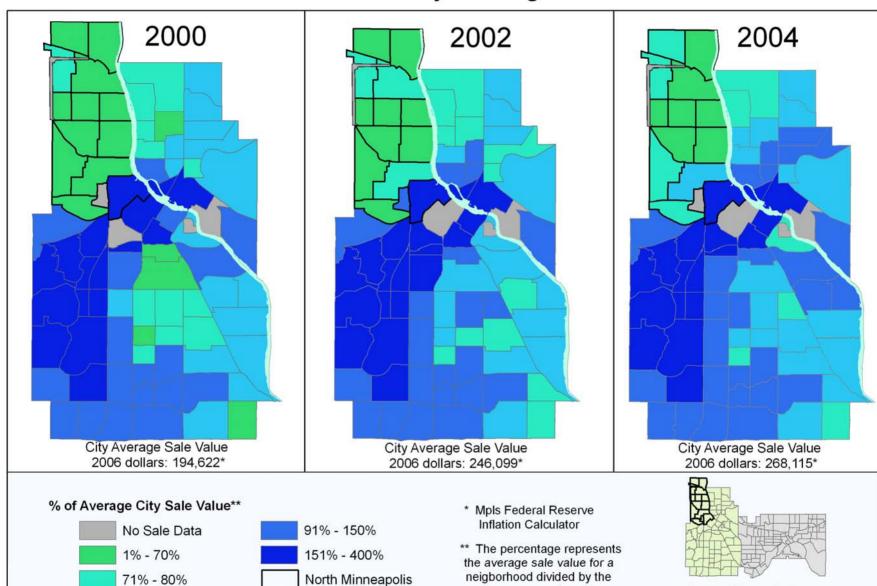
Average Home Appreciation Rates, 2002-2006

- North Minneapolis: 25.9%
- Northeast Minneapolis: 18.5%
- Minneapolis: 18.7%
- Hennepin County: 17.3%

2006 Average Total Value

- North Minneapolis: \$160,286
- Northeast Minneapolis: \$247,639
- Minneapolis: \$273,684
- Hennepin County: \$308,231

Ratio of Residential Sales Values vs. the City Average



Mississippi R.

81% - 90%

city average sale value.

If a neigborhood is 200%,

it is twice the city average.

Source: Hennepin County Assessor's Office, 2006 Shape Files from the Met Council Matthew Wicklund, April 2006

