

## EXCLUSIVE MULTIFAMILY OFFERING



PRICE: \$305,000 | 8 Units

1 Bedroom/1 Bathroom

### **Somerset Village 8 Plex**

593 N Somerset Terrace | Olathe, KS

#### **Bradshaw & Hargis Group**

Brice Bradshaw

913-901-6305

Bradshaw12@prodigy.net

- ❖ All Electric Units
- ❖ 640 Square Foot Apartments
- ❖ Washer & Dryer Hookups in Each Unit
- ❖ Individually Metered for Electric and Water
- ❖ Off Street Parking
- ❖ Excellent Rental Area

# Somerset Village 8 Plex | Price \$305,000 | Units 8

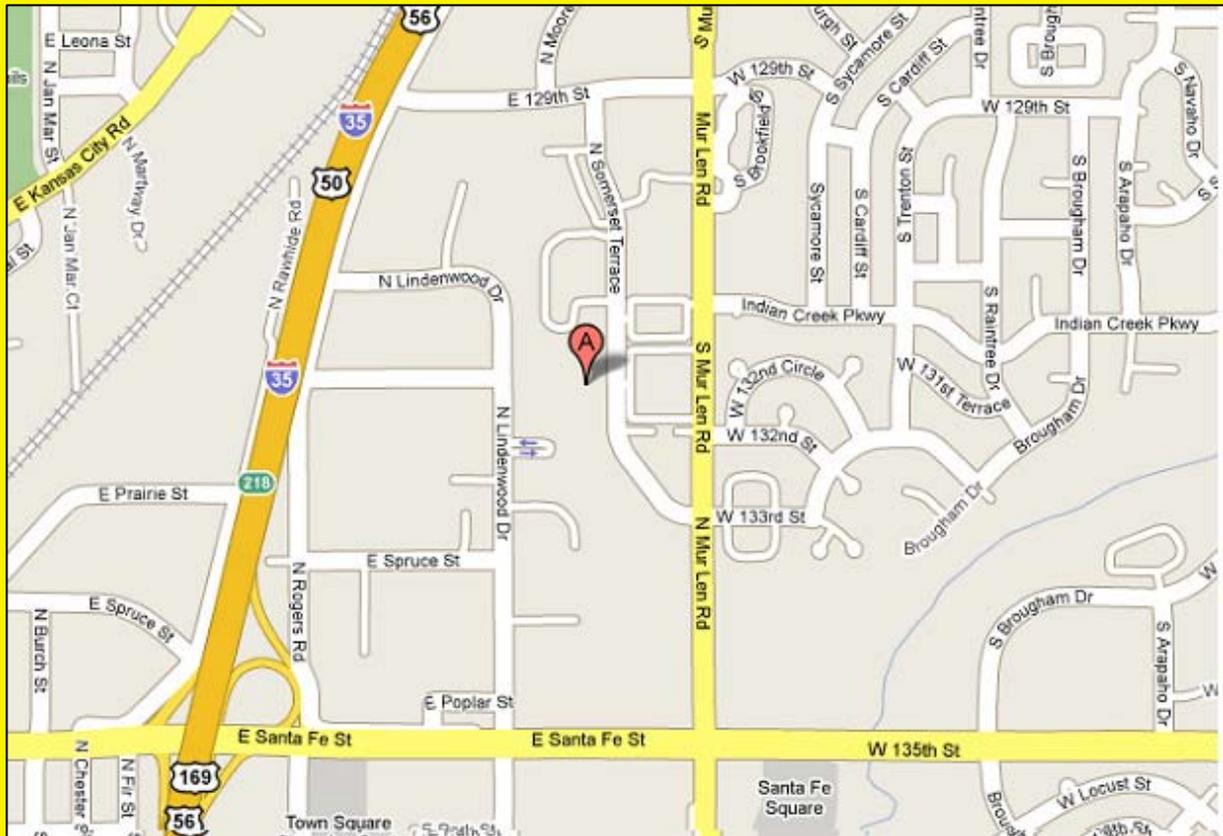
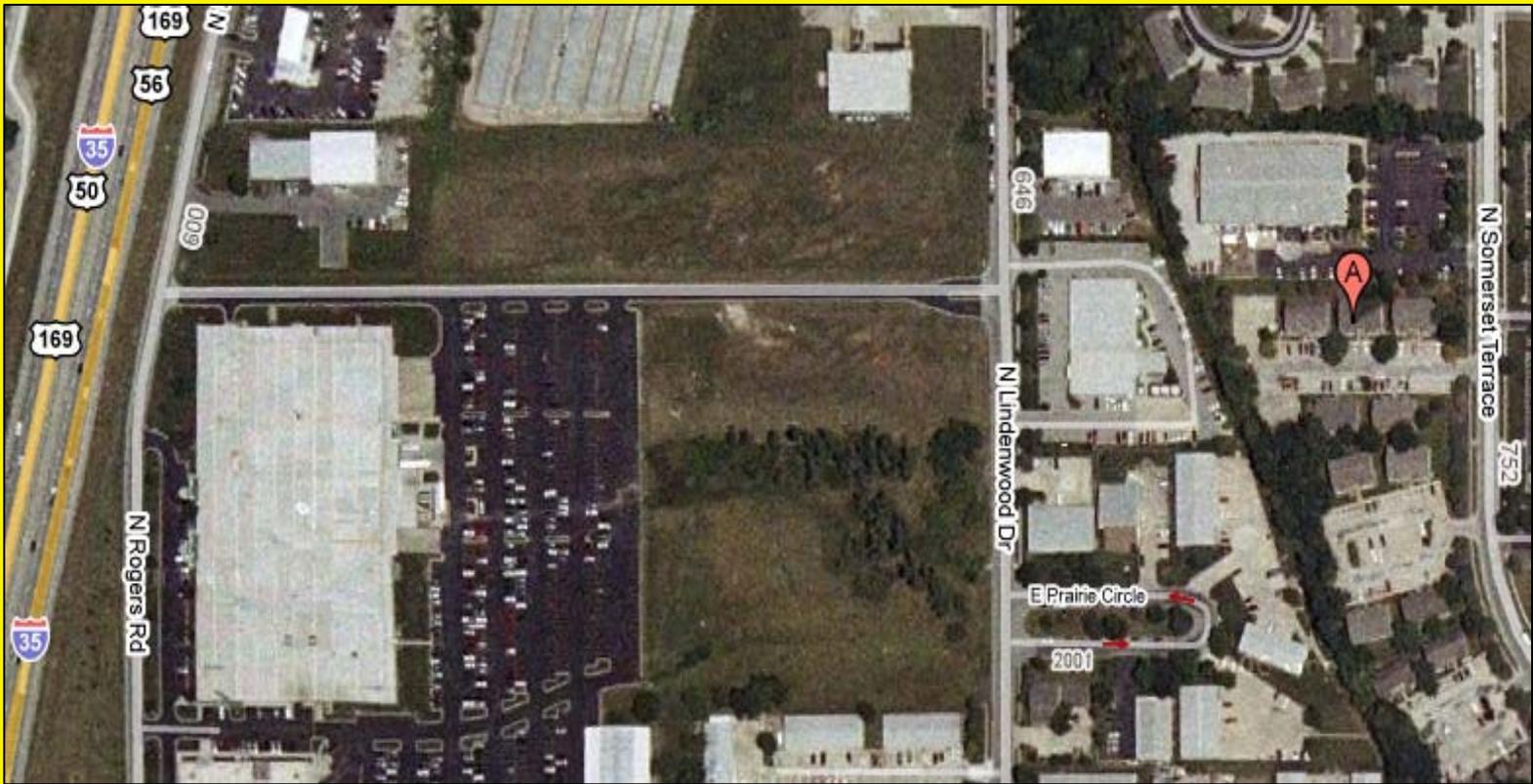
## PROPERTY DESCRIPTION

The Somerset eight plex features all electric units, pitched roofs and nice sized one bedroom one bath units. The units are individually metered for electric and water. Units are cooled and heated by a through the wall TPAC system with additional baseboard heat in the bedrooms. Each unit has its own hot water heater and washer and dryer hookups. The complex is located in an area with other eight plexes and a loosely organized Home Owners Association. There is ample off street parking for tenants and guests.



Somerset Village 8 Plex | Price \$305,000 | Units 8

## LOCATION MAP



# Somerset Village 8 Plex | Price \$305,000 | Units 8

## PROPERTY INFORMATION

<b>Number of Units</b>	8
<b>Year Constructed</b>	1984
<b>Type of Buildings</b>	2 Story
<b>Parking</b>	Off Street
<b>Metering</b>	Separate Electric & Water
<b>HVAC</b>	No
<b>Hot Water</b>	Individual
<b>Roofs</b>	Pitched
<b>Exterior</b>	Wood Frame/Wood Siding



## INVESTMENT INFORMATION

<b>Price</b>	\$305,000
<b>Price/Unit</b>	\$38,125
<b>Pro Forma Cap Rate</b>	8.33%
<b>Loan Amount</b>	\$244,000
<b>Down Payment</b>	\$61,000
<b>Interest Rate</b>	6.00%
<b>Amortization</b>	30 Years
<b>Monthly Payments</b>	\$1,572.10

## Neighborhood Description

Somerset Village is located in Olathe, a suburb of Kansas City, in Johnson County, Kansas. Olathe is the county seat and home to most of the Johnson County Offices and Courthouse. Olathe is the fastest growing city in Kansas with a population exceeding 122,500 making it the fourth largest city in Kansas. Johnson County is one of the wealthiest counties in the United States and features a high quality of life with award winning schools, thriving business community, low crime rate, extensive government services, beautiful parks and recreation areas and well planned and pleasing communities. Olathe is home to the world headquarters of Garmin, the world's leading GPS company, and Mid-American Nazarene University. Johnson County is home to the world headquarters of Sprint and YRC Worldwide.

Olathe neighbors the small community of Gardner, Kansas. Gardner is developing in conjunction with BNSF Railway and the Allan Group a new rail intermodal operation, the Kansas City Logistics Park. Kansas City is already ranked number one in rail tonnage and third in trucking volume. The Kansas City Logistics Park is a 1,000 acre development that will increase Kansas City's available distribution space almost 12 million square feet. The logistics park is expected to bring an additional 18,000 jobs to the area when fully operational.



This property summary includes assumptions, which represent a projection of future events and assumptions which may or may not occur. Absolutely no tax or legal advice is being implied or given. These projections may not and should not be relied upon to indicate results, which might be obtained. Income collected and expenses incurred will vary depending upon the type of management employed. Therefore, all information provided is solely for the purpose of permitting parties to determine whether or not the property is of such type and general character as might interest them in this purchase, and Reece and Nichols and Nichols Realtors/Hargis Real Estate Group makes no warranty as to the accuracy of such information. Interested persons are expected to acquaint themselves with the property and arrive at their own conclusions as to physical condition, number and occupancy of revenue producing units, estimates of operating costs, tax matters and any factors having to do with the valuation of property.

## Kansas City Information

The Kansas City Metropolitan Area is home to 2.4 Million people and is dissected North to South by the Kansas and Missouri State Line. Expansion Management Magazine ranks Kansas City as #3 on the "hottest cities" for expansions and relocations list and #2 in best places in the United States to locate a company. Kansas City is ranked #3 in U.S. cities for European Investment. The Kansas City area is home to such companies as: Hallmark, H&R Block, Black & Veatch, DST Systems, Russell Stover, YRC Worldwide, Garmin and Sprint Nextel Corporation. Kansas City is also home to an expanding Biotechnology Industry including the Stowers Institute for Medical Research, the Kansas Life Sciences Innovation Center, the Biotechnology Development Center, Xenotech and Proteon Therapeutics.

Money Magazine examined over 1,300 cities and chose the best places to live in 2005. Two of the metro's cities ranked in the top 100. Kansas City, Missouri was named one of only 10 All-American Cities for 2006.

According to POLICOM, the Kansas City Metropolitan Area ranks #10 for economic strength out of 361 statistical areas in the United States.

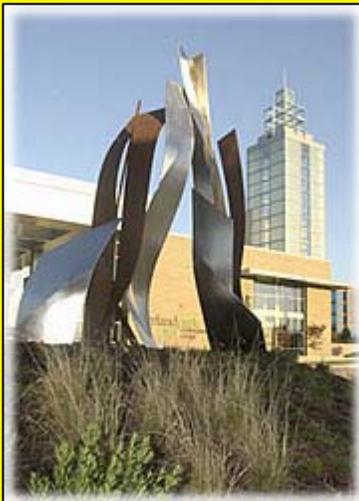
The General Motors Fairfax facility in Kansas City, Kansas is ranked as the most productive auto assembly plant in North America (HARGOUR CONSULTING REPORT). The expanding Ford Motor assembly plant in Kansas City builds the popular F-150 pickup truck and the Hybrid, Ford Escape. Kansas City also has a large Harley Davidson assembly plant near the airport.

Kansas City is the second largest U.S. railroad hub in terms of volume (measured in units) and the biggest in terms of tonnage. The area is also home to YRC Worldwide, the largest trucking company in the nation.

Kansas City is among the nation's top Real Estate markets: In November 2006, Kansas City was ranked #16 in (EXPANSION MANAGEMENT MAGAZINE'S ANNUAL TOP 40) Real Estate Markets.

For the sports fan, the Kansas City area has it all including the NFL's Chiefs, MLB's Royals, MLS's Wizards, Arena Football's Brigade, the T-Bones a minor league baseball team, several of the finest golf courses in the United States, the Kansas Speedway NASCAR's newest track, the new College Basketball Hall of Fame and much more. Kansas City is also currently developing the world's largest outdoor water park near the Kansas Speedway and is home to Worlds of Fun, Oceans of Fun and the Great Wolf Lodge, which are all large entertainment parks and destinations.

Education is also an integral piece of the Kansas City metropolitan area. The area has a number of major colleges and universities such as the University of Kansas, Kansas University Medical Center, the University of Missouri Kansas City and Rockhurst University along with many others. The area is proud to have 3 of the top 10 Public School Districts in the United States.



# Somerset Village 8 Plex | Price \$305,000 | Units 8

## MULTI - FAMILY STAT / PROFORMA SHEET

<b>Property Address:</b> 593 Somerset		<b>City:</b> Olathe		<b>State:</b> Ks.	<b>Zip:</b> 66062	<b>BRICE BRADSHAW</b>	
<b>Date:</b>		<b>Listing Price:</b> \$305,000				<b>Phone: 913-901-6305</b>	
<b>MLS No.:</b>							
<b>Directions:</b>						<a href="http://www.kccommercial.net">www.kccommercial.net</a>	

Unit Description			Current Rental Data			Market Rental Data		
# of Units	# Bed	# Bath	Unit Rent	Mo. Rent	Yearly Rent	Unit Rent	Mo. Rent	Yearly Rent
4	1	1	\$450	\$1,800	\$21,600	\$475	\$1,900	\$22,800
1	1	1	\$440	\$440	\$5,280	\$475	\$475	\$5,700
1	1	1	\$460	\$460	\$5,520	\$475	\$475	\$5,700
1	1	1	\$435	\$435	\$5,220	\$475	\$475	\$5,700
1	1	1	\$340	\$340	\$4,080	\$475	\$475	\$5,700
			\$0	\$0	\$0	\$0	\$0	\$0
<b>TOTALS</b>				\$3,475	\$41,700	<b>TOTALS</b>	\$3,800	\$45,600

PROFORMA							
6	<b>GROSS SCHEDULED INCOME:</b>		\$41,700	% GSI	% GSI	\$45,600	
7	Vacancy and Credit Losses:		\$2,085	← 5.0%	5.0% →	\$2,280	
8	Other Income:		\$250	← 0.6%	0.0% →	\$0	
9	<b>ADJUSTED GROSS INCOME (L6-(L7+L8)):</b>		\$39,865	% AGI	% AGI	\$43,320	
10	Accounting and Legal:		\$300	← 0.8%	0.7% →	\$300	
11	Advertising:		\$200	← 0.5%	0.5% →	\$200	
12	Repair and Maintenance:		\$3,600	← 9.0%	8.3% →	\$3,600	
13	Insurance:		\$2,300	← 5.8%	5.3% →	\$2,300	
14	Management:		\$3,169	← 8.0%	8.0% →	\$3,466	
15	Taxes:		\$3,682	← 9.2%	8.5% →	\$3,682	
16	Refuse:		\$0	← 0.0%	0.0% →	\$0	
17	Electric:		\$0	← 0.0%	0.0% →	\$0	
18	Gas:		\$0	← 0.0%	0.0% →	\$0	
19	Water & Sewer:		\$0	← 0.0%	0.0% →	\$0	
20	Other:	HOA:	\$1,200	← 3.0%	2.8% →	\$1,200	
21	<b>Total Expenses(sum L10 - L20):</b>		\$14,451	← 36.3%	34.0% →	\$14,748	
22	<b>Net Operating Income(L9 minus L21):</b>		\$25,414			\$28,572	
23	<b>Less Annual Debt Service:</b>		18,865	← 47.3%	43.5% →	18,865	
24	<b>Net Income (Cash Flow) L22-L23):</b>		6,549			9,707	
25	<b>CAP RATE (NOI ÷ PURCHASE PRICE):</b>		8.33%			9.37%	
26	<b>RETURN ON INVESTMENT (NI ÷ DOWN):</b>		10.74%			15.91%	

Estimated Financing			
<b>Purchase Price:</b>	\$305,000	6.00%	<b>Interest</b>
<b>20% Down:</b>	\$ 61,000	25	<b>:Years Amortized</b>
<b>Amount Financed:</b>	\$244,000	\$ 1,572.10	<b>:P&amp;I Monthly Payment</b>

**Description:**

This property summary includes assumptions, which represent a projection of future events and assumptions which may or may not occur. Absolutely no tax or legal advice is being implied or given. These projections may not and should not be relied upon to indicate results, which might be obtained. Income collected and expenses incurred will vary depending upon the type of management employed. Therefore, all information provided is solely for the purpose of permitting parties to determine whether or not the property is of such type and general character as might interest them in this purchase, and Reece and Nichols and Nichols Realtors/Hargis Real Estate Group makes no warranty as to the accuracy of such information. Interested persons are expected to acquaint themselves with the property and arrive at their own conclusions as to physical condition, number and occupancy of revenue producing units, estimates of operating costs, tax matters and any factors having to do with the valuation of property.