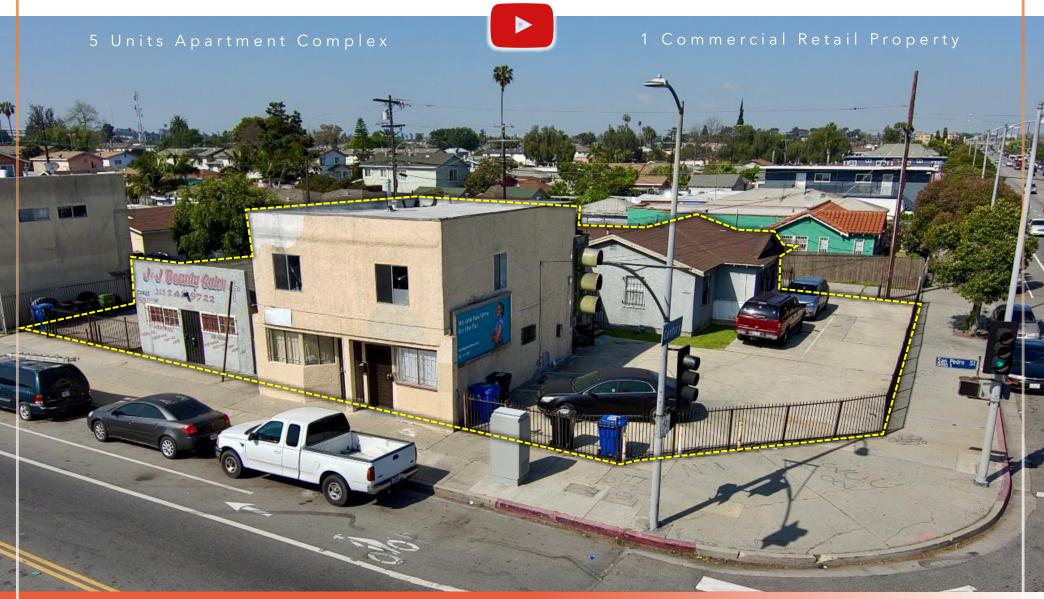
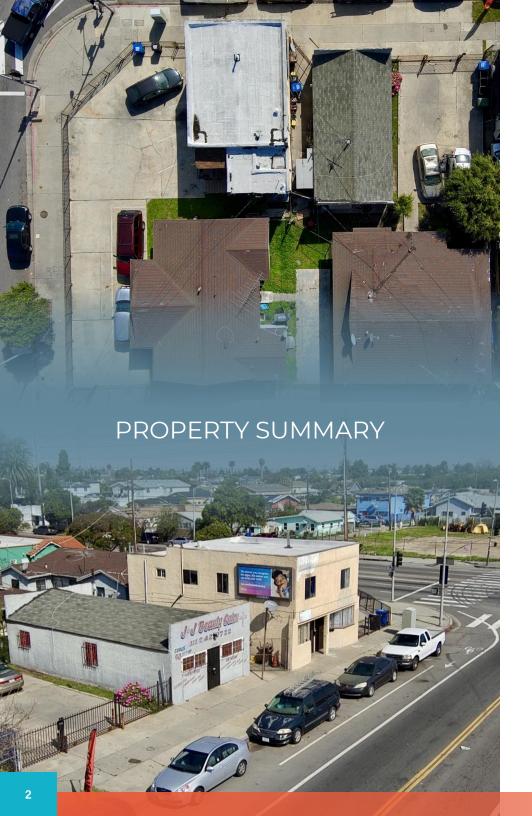
## 10007 S. SAN PEDRO STREET



LOS ANGELES, CA 90003 - MIXED USE RETAIL/RESIDENTIAL PROPERTY







## 10007 S. SAN PEDRO STREET LOS ANGELES, CA 90003

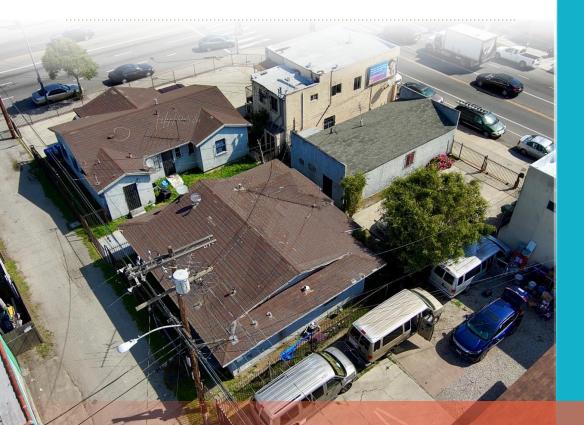
	PRICING	i	
OFFERING PRICE			\$950,000
PRICE/UNIT			\$158,333
PRICE/SF			\$199,300
GRM	11	7.4	5.41
CAP RATE	6.4%	3.4%	14.1%
Current (If All Rents are Paid)		Actual	Market

PROPERT	Y SUMMARY
UNITS	6
YEAR BUILT	1924-1953
GROSS SF	±4,966 SF
LOT SF	±10,468 SF
APN	6063-002-034
PARKING	9 Parking Spaces

BUILDING DETAILS					
UNIT MIX	(1) Retail Commercial, (2) Studio, (2) 3+1, (1) 3+1.5				
ELECTRIC METERS	6				
GAS METERS	6				
WATER METERS	4				
WATER HEATERS	5				

#### **OPPORTUNITY**

- ☐ Retail/Residential mixed use property
- Large corner lot
- Upside rental potential
- Updated Electrical and Plumbing (Based on HUD Requirements)
- 3 Units are Section 8



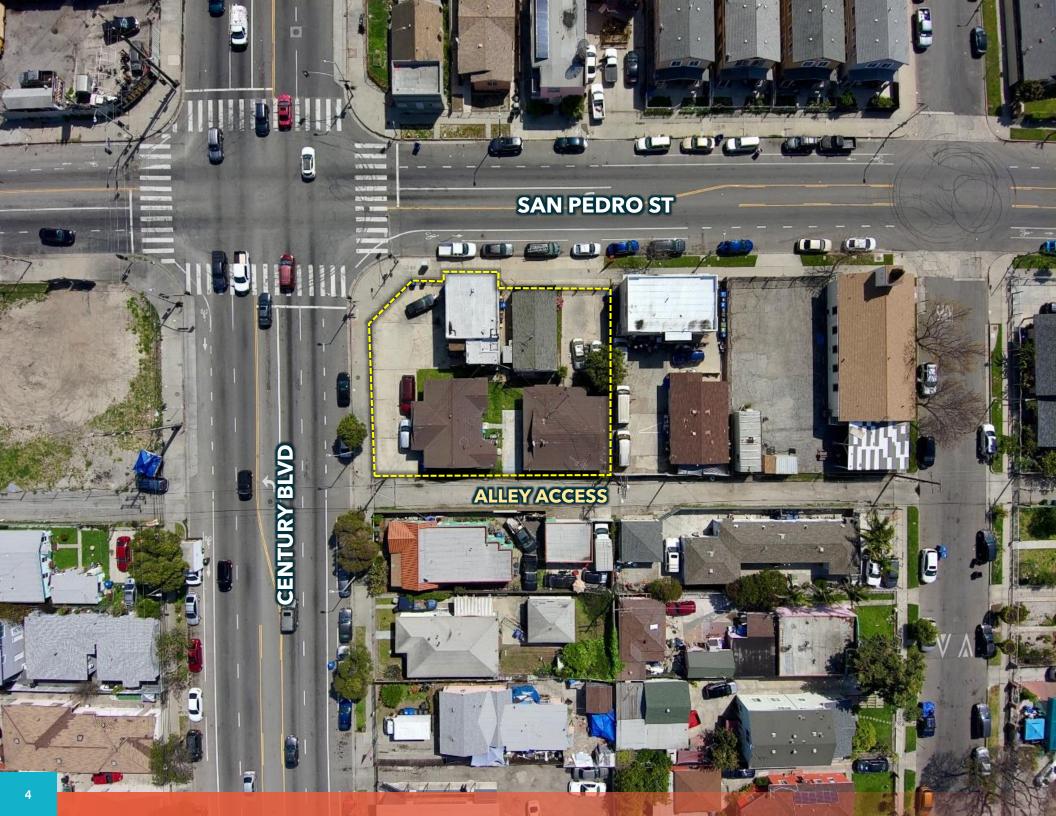
#### **OVERVIEW**

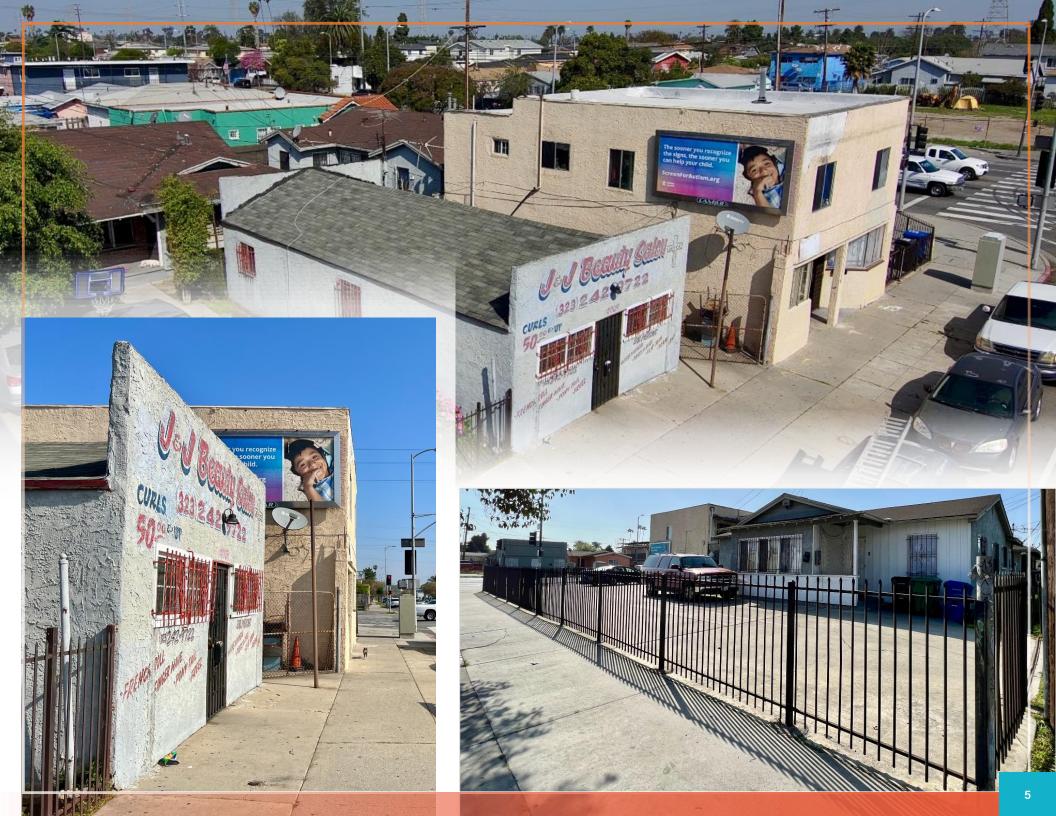
Kalachian Investment Group is pleased to present this mixed-use property situated on a large corner lot in the heart of Los Angeles and featuring a retail unit alongside five residential units. All five residential units are currently occupied and three of them being rented through the Section 8 program. This presents a stable and reliable source of rental income for the new owner. The property has excellent upside rental potential, as the current rents are below market averages in the area. This provides an opportunity for the new owner to maximize their returns. The property is fully occupied and has a strong rental history, making it an attractive investment opportunity.

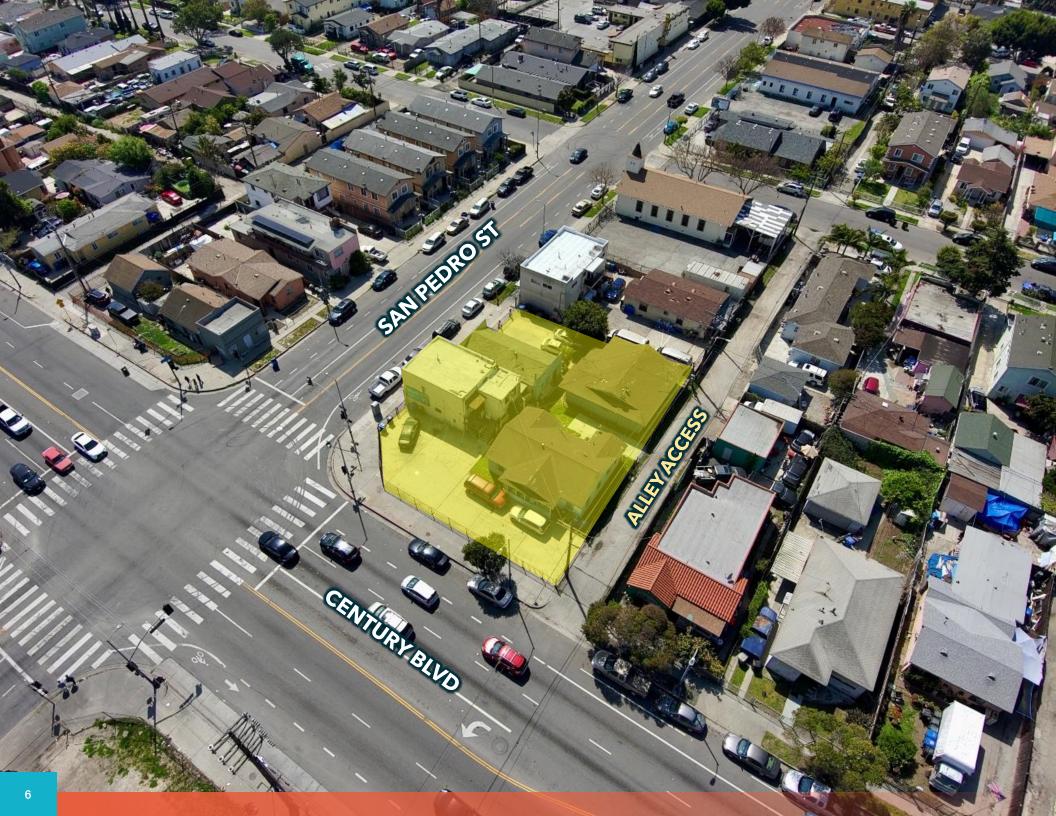
The retail unit is an ±810 SF beauty salon that is currently rented on a month-to-month basis. Property also has billboard income coming in due to its location.

Built in 1924-1953, the building is  $\pm 4,156$  SF has a favorable unit mix of (2) Studios, (2) 3+1 (1) 3+1.5, situated on a  $\pm 10,468$  SF of total land.

The property has a combined size of  $\pm 4,966$  SF building size, It is subject to Rent Stabilization Ordinance (RSO)







#### FINANCIAL ANALYSIS

P R I C I N G				
OFFERING PRICE			\$950,000	
PRICE/UNIT			\$158,333	
PRICE/SF			\$191.30	
GRM	11	7.4	5.41	
CAP RATE	6.4%	3.4%	14.1%	
Current (If All Rents are Paid) Actual			Market	

PROPERTY S	UMMARY
UNITS	6
YEAR BUILT	1924-1953
GROSS SF	±4,966 SF
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APN	6063-002-034
PARKING	9 Parking Spaces

ANNUALIZED INCOME		Current		Market
Gross Scheduled Income		\$99,768		\$175,380
Vacancy Rate Reserve	3%	(\$2,993)	3%	(\$5,261)
Gross Operating Income		\$96,775		\$170,119
ANNUALIZED EXPENSES		Current		Market
New Property Taxes (1.2%)		\$11,400		\$11,400
Insurance		\$4,591		\$4,591
Trash & Utilities	\$4,966			\$4,966
Off-Site Management	\$6,390 \$6			\$6,390
Repairs	\$8,691			\$8,691
Total Expenses		\$36,038		\$36,038
Expenses/Unit		\$6,006		\$6,006
Expenses/SF		\$7.26		\$7.26
% of GOI		37%		21.2%
RETURN		Current		Market
NOI		\$60,737		\$134,081

#### RENT ROLL

Unit #	Туре	<b>Current Rent</b>	Paid by HACLA	Tenant Portion	Market Rents*	Rent up to Date	Laundry
10009	Retail Commercial (Beauty Salon)	\$600	-	\$600	\$1,215	Yes	-
10005	Studio	\$1,000	-	\$1,000	\$1,500	Yes	No
10007	Studio	\$620	-	\$0	\$1,500	No	No
10005 ½	3+1	\$1,100	\$770	\$0	\$3,000	No	No
10007 ½	3+1	\$2,559	\$1,791	\$0	\$3,000	No	Yes
10011	3+1.5	\$2,406	\$1,684	\$0	\$3,200	No	Yes
Billboard	-Lease until 10/2024	\$29	-	\$29	\$1,200	Yes	-
Totals:		\$8,314	\$4,245	\$1,629	\$14,615		

<sup>\*</sup> Market Rents are based on remodeled condition units and not guaranteed.



#### SOUTH LOS ANGELES

South Los Angeles sits between the two major jobs centers of Downtown Los Angeles and Culver City. The former, with a daytime population of some 207,000 people, is home to a large concentration of firms from the legal, utilities, accounting and financial services sectors, as well as many federal, state and local government agencies. The latter, on the other hand, has an employer base that skews more creative, with a mix of firms in arts, design, entertainment, sports and media.







## COMMUNITY PROFILE

New developments and improved mass transit options within the submarket have lately drawn an influx of high-income young professionals to the area. Baldwin Hills Crenshaw Plaza has been approved by the city to undergo a major transformation.

In addition, LA Metro's new Crenshaw Line is expected to be completed in 2021, and will extend from the existing Exposition Line down to LAX. Named one of the top 10 places where L.A. home prices have increased most, according to Curbed Los Angeles as recently as December 2020, the area has seen the median sale price of homes jump 118% over nine years, growing from \$334,42 in 2010 to \$730,000 in 2020. Serving the area's increasingly affluent resident base, the city's main artery is getting an overhaul of trendy boutiques and restaurants, poising the neighborhood to be a premier South L.A. neighborhood for years to come.



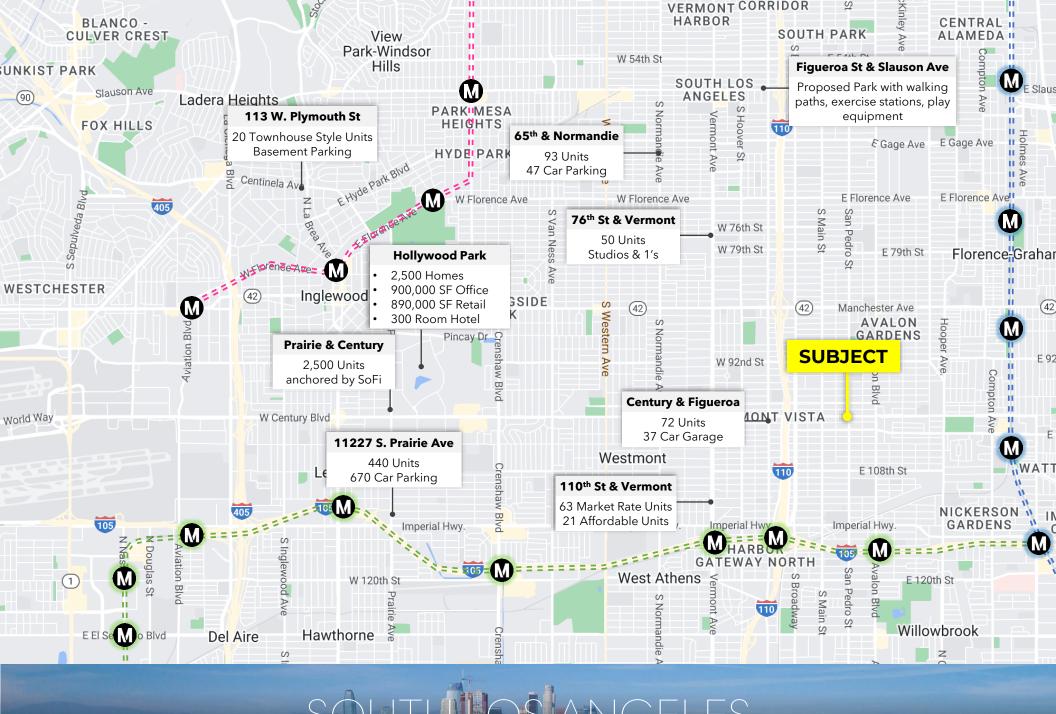
BALDWIN HILLS CREWNSHAW PLAZA



METRO CRENSHAW LINE



DESTINATION CRENSHAW



# SOUTHLOS ANGELES Development Synergy

#### LANDMARKS WITHIN 5 MILE RADIUS

## Lucas Museum of Narrative Art

The \$1-billion Lucas Museum of Narrative Art, located at Exposition Park in Downtown LA.

Designed by Ma Yansong of MAD Architects, the 300,000 square-foot Lucas Museum is expected to be "one of the most imaginative and inclusive art museums in the world—a global destination that all Angelenos and Californians will be proud to call their own."

# Inglewood Sports & Entertainment Complex

Located just south of Hollywood Park, home of Sofi stadium, the Inglewood Basketball and Entertainment Center is a Public/Private partnership between Murphy's Bowl LLC and the City of Inglewood. The project will consist of a 915,000 s.f. arena designed to host the LA Clippers basketball team with up to 18,500 seats for NBA games, family shows, concerts, conventions, corporate events and non-LA Clippers sporting events.

#### New Hollywood Park Complex

Hollywood Park will be a significant new office submarket on the south side of Los Angeles bringing a total of approximately five million SF of commercial space. Design is underway for an additional 500,000 SF of office space. Designed to accommodate even the world's largest organizations, Hollywood Park will come equipped with one of the most sophisticated technologically advanced infrastructures in the world.



Lucas Museum of Narrative Art





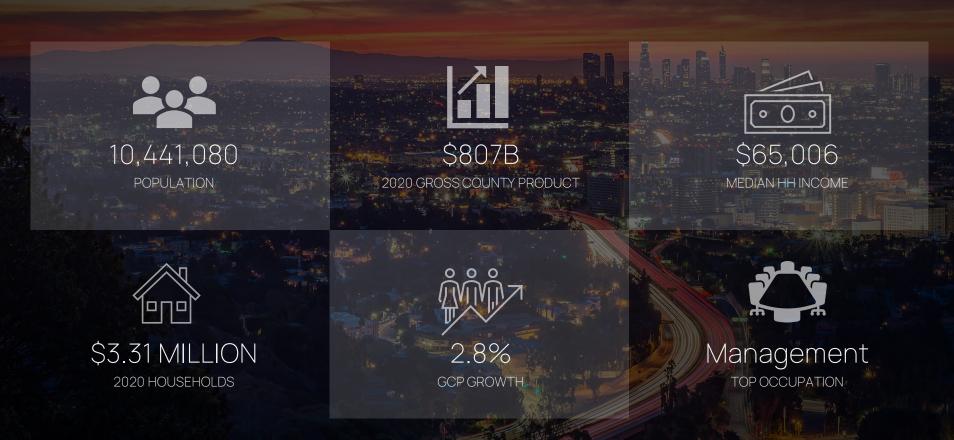
Los Angeles is on the leading edge of several growth industries. L.A. County, with more than 87,000 jobs in the fashion industry, has surpassed New York's fashion district workforce. The L.A. five-county area also has more than 700,000 people at work in health services/biomedical activities and 190,000 people in aerospace/technology.

The City of Los Angeles holds many distinctions. L.A. is the entertainment capital of the world, a cultural mecca boasting more than 100 museums, and a paradise of idyllic weather. From tourist attractions like the Walk of Fame's collection of stars (numbering more than 2,614 and growing by one or two a month) to career opportunities like those presented in the expanding tech industry, Los Angeles is the place to be. It is the only city in North America to have hosted the Summer Olympics twice. Downtown L.A. is the largest government center outside of Washington, D.C. Los Angeles has the only remaining wooden lighthouse in the state (located in San Pedro's Fermin Park) and the largest historical theater district on the National Register of Historic Places (located Downtown on Broadway).

TOP EMPLOYERS	# OF EMPLOYEES
KAISER PERMANENTE	6,184
SONY PICTURES STUDIOS, INC.	4,600
CBS BROADCASTING	3,500
CALIFORNIA MEDICAL CENTER	3,000
НВО	1,650
CENTINELA HOSPITAL	1,500
TBWA/CHIAT/DAY	1,300
RALPHS	1,206
CEDARS-SINAI CALIFORN	1,201
JH DESIGN GROUP	1,000

## LOS ANGELES COUNTY

Los Angeles County, officially the County of Los Angeles, in the Los Angeles metropolitan area of the U.S. state of California, is the most populous county in the United States, with more than 10 million inhabitants as of 2020. As such, it is the largest non-state level government entity in the United States. Its population is larger than that of 41 individual U.S. states. It is the third-largest metropolitan economy in the world, with a Nominal GDP of over \$700 billion—larger than the GDPs of Belgium, Norway, and Taiwan. It has 88 incorporated cities and many unincorporated areas and, at 4,083 square miles (10,570 km2), it is larger than the combined areas of Delaware and Rhode Island. The county is home to more than one-quarter of California residents and is one of the most ethnically-diverse counties in the U.S. Its county seat, Los Angeles, is also California's most populous city and the second most populous city in the U.S., with about 4 million residents.



































The subject property sits between the major jobs centers of Downtown Los Angeles and Hawthorne. The former, with a daytime population of some 207,000 people, is home to a large concentration of firms from the legal, utilities, accounting and financial services sectors, as well as many federal, state and local government agencies. The latter, on the other hand, has an employer base that skews more technology, with a mix of firms in space tech, military equipment, and aviation.

### 10007 S. SAN PEDRO STREET

#### LOS ANGELES, CA 90003

#### MELINA KALACHIAN, MBA, CCIM

Executive Vice President 818.522.1900 BRE Lic# 01877904 melinakalachian@yahoo.com



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This Offering Memorandum has been prepared to provide summary, unverified financial and physical information to prospective purchasers, and to establish only a preliminary level of interest in the subject property. The information contained herein is not a substitute for a thorough due diligence investigation. KW Commercial has not made any investigation, and makes no warranty or representation with respect to the income or expenses for the subject property, the future projected financial performance of the property, the size and square footage of the property and improvements, the presence or absence of contaminating substances, PCBs or asbestos, the compliance with local, state and federal regulations, the physical condition of the improvements thereon, or the financial condition or business prospects of any tenant, or any tenant's plans or intentions to continue its occupancy of the subject property. The information contained in this Offering Memorandum has been obtained from sources we believe to be reliable; however, KW Commercial has not verified, and will not verify, any of the information contained herein, nor has KW Commercial conducted any investigation regarding these matters and makes no warranty or representation whatsoever regarding the accuracy or completeness of the information provided.

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Any rent or income information in this offering memorandum, with the exception of actual, historical rent collections, represent good faith projections of potential future rent only, and KW Commercial makes no representations as to whether such rent may actually be attainable. Local, state, and federal laws regarding restrictions on rent increases may make these projections impossible, and Buyer and its advisors should conduct their own investigation to determine whether such rent increases are legally permitted and reasonably attainable.

