

ADDRESS

14269 Danielson Street Poway, CA 92064

BUILDING SIZE

Approx. 7,200 SF

BUILDING INFORMATION

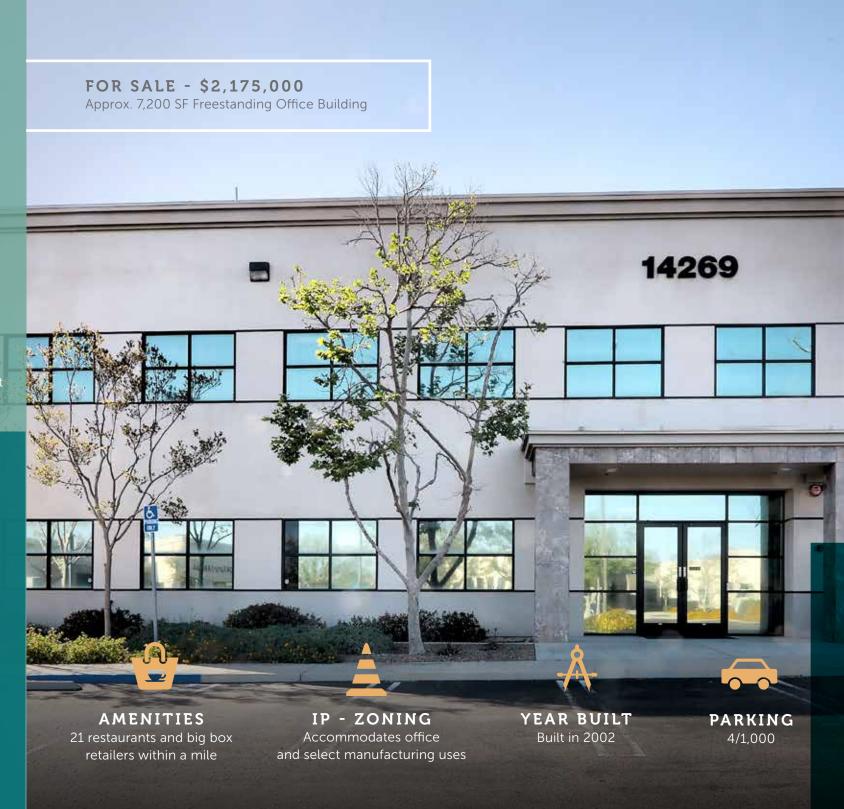
Two Story well maintained, office building featuring great glass line/natural light

SIGNAGE OPPORTUN<u>ITY</u>

Prominent signage available

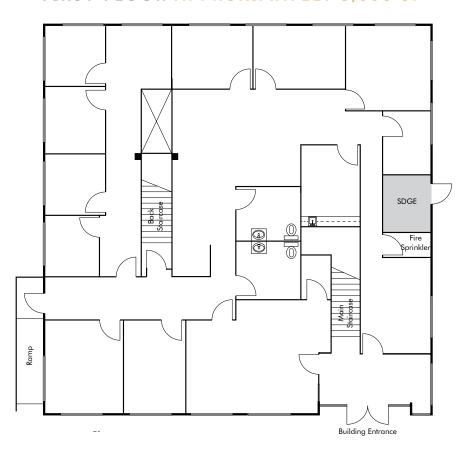
LOCATION

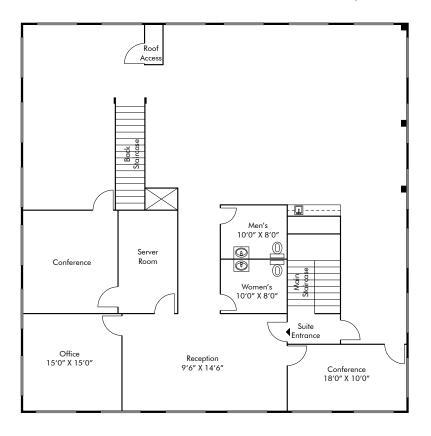
Located within the Scripps Poway Office Park West, the subject property is centrally located and boasts quick access to both Highway 67 and I-15.



FIRST FLOOR APPROXIMATELY 3,600 SF

SECOND FLOOR APPROXIMATELY 3,600 SF





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HIGHLIGHTS AND FEATURES

Great Window Line with Bright	High	Prominent Signage
Natural Light	Ceilings	Available
Built in 2002	4/1,000 Parking Ratio	*Existing Tenant Income in Place with Flexible Lease Terms. *Call Broker for Details.





Danielson Street

Poway, CA 92064





LEASE VS OWN OCCUPY HALF OF BUILDING

CBRE
BUSINESS LENDING

Prepared By:

Jim Hatch Vice President

858-546-2618 jim.hatch@cbre.com

Sale opportunity | 7,200 si

PURCHASE PRICE:

\$2,175,000

BENEFITS OF OWNERSHIP

FAVORABLE TAX DEDUCTIONS TO IMPROVE THE BOTTOM LINE

14269 Danielson Street | San Diego, CA

*Mortgage Loan Interest

*Annual depreciation

*Cost of building improvements

ACQUIRING AN ASSET THAT CREATES VALUE (Wealth Builder)

*Potential source of rental income

*Equity Build-up/Appreciation in asset value over time

*Diversification of business profits

POTENTIAL SOURCE OF PASSIVE INCOME

*Income stream from leasing half of the property

BENEFITS OF OWNING PROPERTY

*Space can be modified to accommodate changes in the business

*Stabilized occupancy cost

*No landlord or rent increases

LEASE vs OWN SCENARIO

OWN

Purchase Assumptions	
Purchase Price	2,175,000
Improvements	\$72,000
Closing Costs	\$51,480
Total Project Cost	\$ 2,298,480

Start-Up Costs	
10% Down Payment	\$217,500
Total Start-Up Costs	\$217,500

Monthly Costs	Per Sq. ft.	
Mortgage Payment	\$1.64	\$11,817
Operating Expenses	\$0.11	\$785
Property Taxes	\$0.29	\$2,084
Insurance	\$0.01	\$72
Maintenance	\$0.01	\$72
Total Monthly Costs		\$14,830

Monthly Ownership Benefits (Estimate	ed)	
Tax Benefits		
Depreciation Benefit		\$813
Expense Deduction		\$633
Interest Deduction (10 yr Avg.)		\$1,676
Other Benefits		
Rental Income		\$7,020
Opportunity Cost of Invested Equity		(\$819)
Investment Return on Excess Cash Fl	ow	(\$385)
Avg. Appreciation	3.0%	\$5,618
Total Ownership Benefits		\$14,556
Total Effective Monthly Cost:		\$275

LEASE

Lease Assumptions	
Size (Square Feet)	3,600
Lease rate per sq ft/mo + J&E	\$1.95
Monthly Lease Payment	\$7,020

Start-Up Costs	
Prepaid Rent	\$14,040
Security Deposit	\$7,020
Improvements	\$0
Total Start-Up Costs	\$21,060

Monthly Costs	Per Sq. ft.	
Lease Payment	\$1.95	\$7,020
Operating Expenses	\$0.00	\$0
Property Taxes	\$0.00	\$0
Insurance	\$0.00	\$0
Total Monthly Costs		\$7,020

Monthly Lease Benefits (Estimated)	
Tax Benefits	
Depreciation Benefit	\$32
Lease Deduction	\$1,474
Expense Deduction	\$23
Interest Deduction	n/a
Other Benefits	
Rental Income	\$0
Avg. Appreciation	n/a
Total Lease Benefits	\$1,529
Total Effective Monthly Cost:	\$5,49 1

Ownership Analysis Summary	
Annual Effective Cost Difference	\$63,890
Average Annual Principal Pay down	\$44,254
Annual Wealth Creation	\$108,144
10 Year Wealth Creation	\$1,081,444

All figures are provided for informational purposes only. Consult with your tax and financial advisors regarding the tax benefits of property ownership and deductibility of mortgage loan interest.

- Depreciation Tax Benefit = Purchase Price X 80% + Improvements / 39 years / 12months X 21% Tax Rate
- Estimated Monthly Appreciation = Purchase Price and Improvements x 3% Appreciation Rate/12 months
- Financing: SBA Loan, 90% LTV financed over 27.5 years at 5.05% blended interest rate
- Equity and Cash Flow returns based on 8% annual investment rate

estimates used are or your needs.

LEASE VS OWN OCCUPY FULL BUILDING

CBRE
BUSINESS LENDING

Prepared By:

Jim Hatch Vice President 858-546-2618

jim.hatch@cbre.com

PURCHASE PRICE: \$2,175,000

SALE OPPORTUNITY | 7,200 SF 14269 Danielson Street | San Diego, CA

BENEFITS OF OWNERSHIP

FAVORABLE TAX DEDUCTIONS TO IMPROVE THE BOTTOM LINE

*Mortgage Loan Interest

*Annual depreciation

*Cost of building improvements

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OWN

Purchase Assumptions	
Purchase Price	2,175,000
Improvements	\$72,000
Closing Costs	\$51,480
Total Project Cost	\$ 2,298,480

Start-Up Costs	
10% Down Payment	\$217,500
Total Start-Up Costs	\$217,500

Monthly Costs	Per Sq. ft.	
Mortgage Payment	\$1.64	\$11,817
Operating Expenses	\$0.11	\$785
Property Taxes	\$0.29	\$2,084
Insurance	\$0.01	\$72
Maintenance	\$0.01	\$72
Total Monthly Costs		\$14,830

Monthly Ownership Benefits (Estim	ated)	
Tax Benefits		
Depreciation Benefit Expense Deduction		\$813
		\$633
Interest Deduction (10 yr Avg.)		\$1,676
Other Benefits		
Rental Income		\$0
Opportunity Cost of Invested Equity		(\$731)
Investment Return on Excess Cash	Flow	(\$29)
Avg. Appreciation	3.0%	\$5,618
Total Ownership Benefits		\$7,980
Total Effective Monthly Cost:		\$6,850

LEASE

Lease Assumptions	
Size (Square Feet)	7,200
Lease rate per sq ft/mo + J&E	\$1.95
Monthly Lease Payment	\$14,040

Start-Up Costs	
Prepaid Rent	\$28,080
Security Deposit	\$14,040
Improvements	\$0
Total Start-Up Costs	\$42,120
Total Stati-Op Costs	¥42,12

\$1.95	\$14,040
\$0.00	\$0
\$0.00	\$0
\$0.00	\$0
	\$14,040
	\$0.00

Monthly Lease Benefits (Estimated)	
Tax Benefits	
Depreciation Benefit	\$32
Lease Deduction	\$2,948
Expense Deduction	\$45
Interest Deduction	n/a
Other Benefits	
Rental Income	\$0
Avg. Appreciation	n/a
Total Lease Benefits	\$3,026
Total Effective Monthly Cost:	\$11,014

Ownership Analysis Summary	
Annual Effective Cost Difference	\$52,553
Average Annual Principal Pay down	\$44,254
Annual Wealth Creation	\$96,808
10 Year Wealth Creation	\$968,077

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- Financing: SBA Loan, 90% LTV financed over 27.5 years at 5.05% blended interest rate
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CBRE

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