



IN-PLACE 9.88% RETURN



OFFERING MEMORANDUM

CASH FLOWING CO-LIVING INVESTMENT FOR SALE

2808-2814 PHILIP STREET . NEW ORLEANS . LA . 70113

4 Unit, 18 Bedroom Co-Living Concept PadSplit

2808-2814 PHILIP STREET
NEW ORLEANS, LA, 70113

LISTING AGENT:



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THE McENERY COMPANY

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OFFERING SUMMARY



Address: 2808-2814 Philip Street, New Orleans, Louisiana, 70113

List Price: \$938,000 | \$234,500 Per Unit | \$52,111 Per Bedroom | \$154.99 Per SF

Gross Building Area: 6,052 SF (See Unit Mix for More Details)

Site Size: 58'x91' (5,278 SF)

Cap Rate: 9.88%

Zoning: HU-RD2

Property Overview: 2808 – 2814 Philip Street in New Orleans includes two adjacent newly constructed residential buildings. The buildings encompass approximately 6,052 sf and are set up for shared housing/co-living. The property contains 18 bedroom-style units, eight units contain en-suite baths and ten units have shared baths (12 total baths). The property is divided into four flats – there are four kitchens and living areas shared by residents.

The property is fully occupied and has averaged approximately 98% occupancy over the trailing 12 month period. The average rental rate is \$776/month per bedroom. 2808-2814 Philip Street provides “naturally occurring affordable housing” – rents are affordable to those earning less than 50% of the Area Median Income (AMI) and there are no subsidies or use restrictions on the property. The property will be sold furnished.

The property is operated via a pass-through lease agreement with PadSplit. PadSplit provides affordable housing through shared house rentals and operates the leading affordable shared housing online platform in the United States. The PadSplit lease agreement is assignable to the new owner.

The property is strategically located in the Central City neighborhood of New Orleans – it is one block from Claiborne Avenue and less than one mile from the Superdome and Central Business District.

RENT ROLL & UNIT MIX



RENT ROLL

ROOM TYPE	COUNT	RENT/WEEK	TOTAL PGI
SHARED BATH	10	\$ 160	\$83,200
PRIVATE BATH+ YARD	4	\$ 200	\$ 41,600
PRIVATE BATH + UPSTAIRS	4	\$ 205	\$ 42,640
<u>TOTALS:</u>	<u>18</u>	<u>\$ 179</u>	<u>\$167,440</u>
2025 PRO FORMA EGI \$164,1507			
ECONOMIC OCCUPANCY 98.04%			

UNIT MIX

UNIT	SIZE (SF)	LAYOUT
2808 (UP)	1,393 SF	5BR / 3BA
2810 (DOWN)	1,393 SF	5BR / 3BA
2812 (UP)	1,633 SF	4BR / 3BA
2814 (DOWN)	1,633 SF	4BR / 3BA
<u>TOTALS:</u>	<u>6,052 SF</u>	<u>18 BR / 12 BA</u>

PRO-FORMA



	2023	2024	2025 (Pro Forma)
GROSS REVENUES	\$ 150,709.24	\$ 159,470.33	\$ 164,150.33
PADSPLIT FEES	\$22,229.61	\$ 23,521.87	\$ 23,883.87
GROSS TO OWNER	\$ 128,479.63	\$ 135,948.46	\$ 140,266.46
PEST	\$ 1,910.00	\$ 1,610.00	\$ 1,642.00
R & M	\$ 4,878.50	\$ 5,415.34	\$ 5,526.65
UTILITIES	\$ 18,917.99	\$ 17,642.30	\$ 17,995.15
PROPERTY TAXES	\$ 11,370.46	\$ 11,527.19	\$ 11,757.73
FLOOD INSURANCE	\$2,797.00	\$2,797.00	\$2,852.94
PROPERTY INSURANCE	\$8,575.00	\$13,669.00	\$7,861.00
TOTAL OPERATING EXPENSES	\$ 48,448.95	\$52,660.83	\$47,635.47
<u>NET OPERATING INCOME</u>	<u>\$80,030.68</u>	<u>\$83,287.63</u>	<u>\$92,630.99</u>

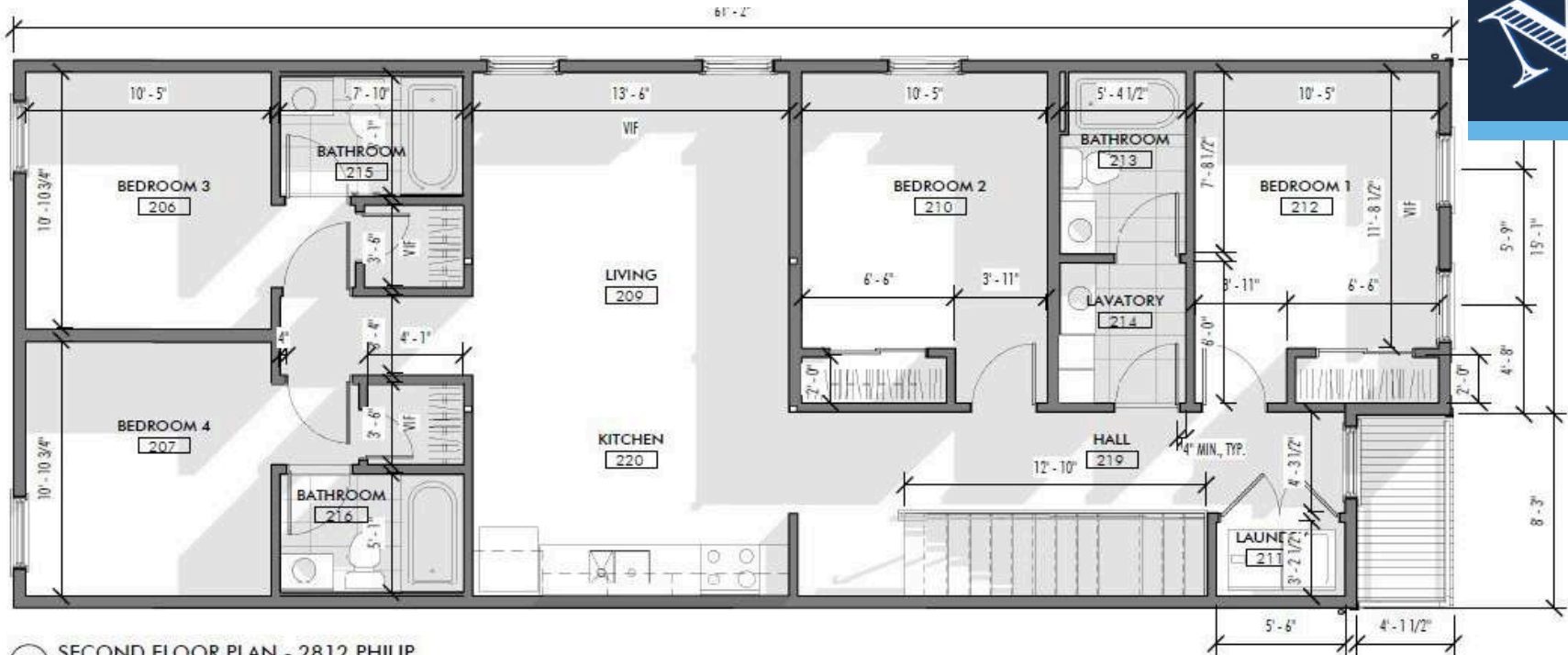
PROPERTY PHOTOS



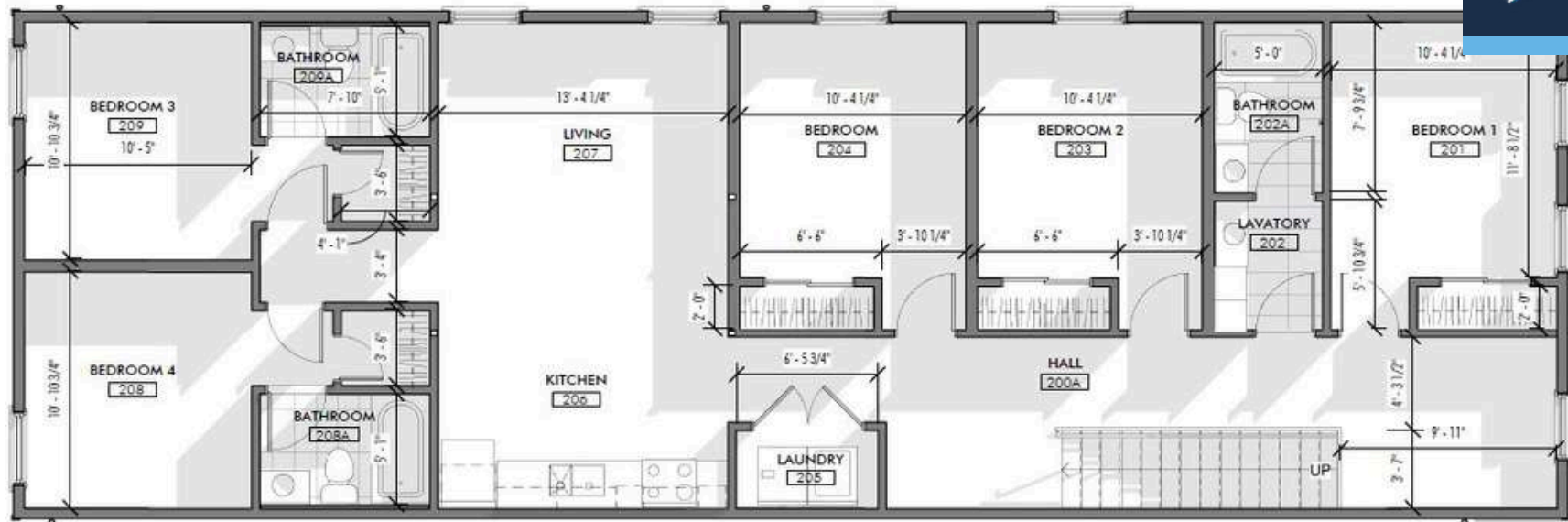
PROPERTY PHOTOS



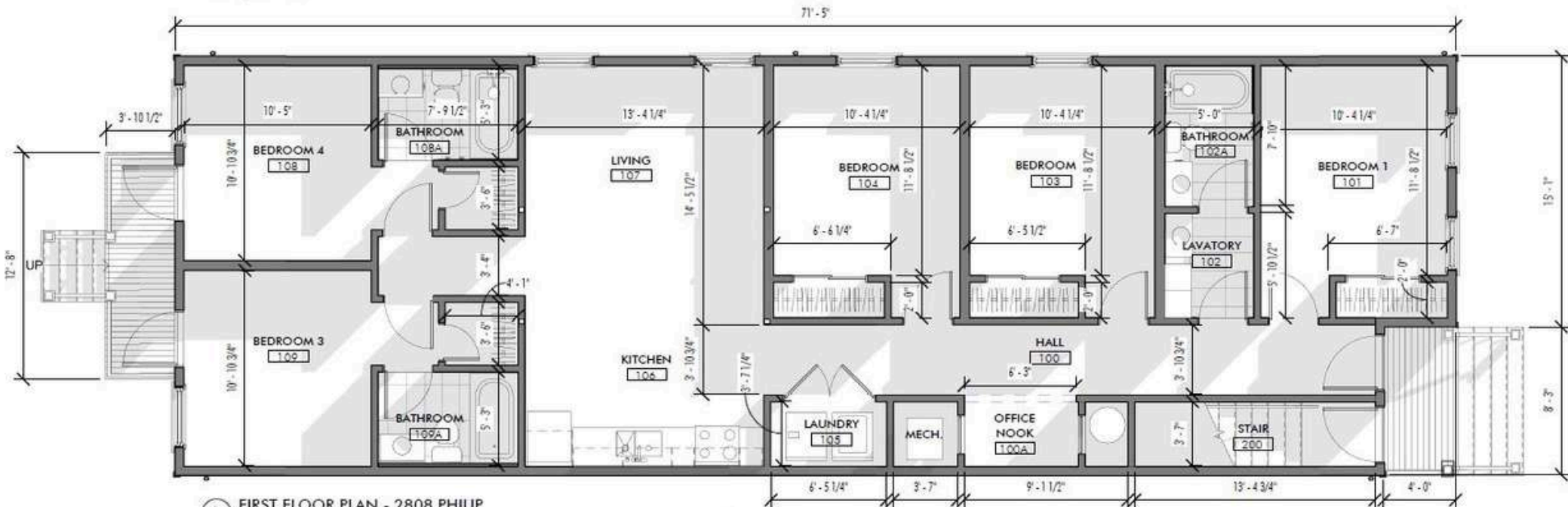
FLOOR PLANS



FLOOR PLANS



2 SECOND FLOOR PLAN - 2808 PHILIP
3/16" = 1'-0"

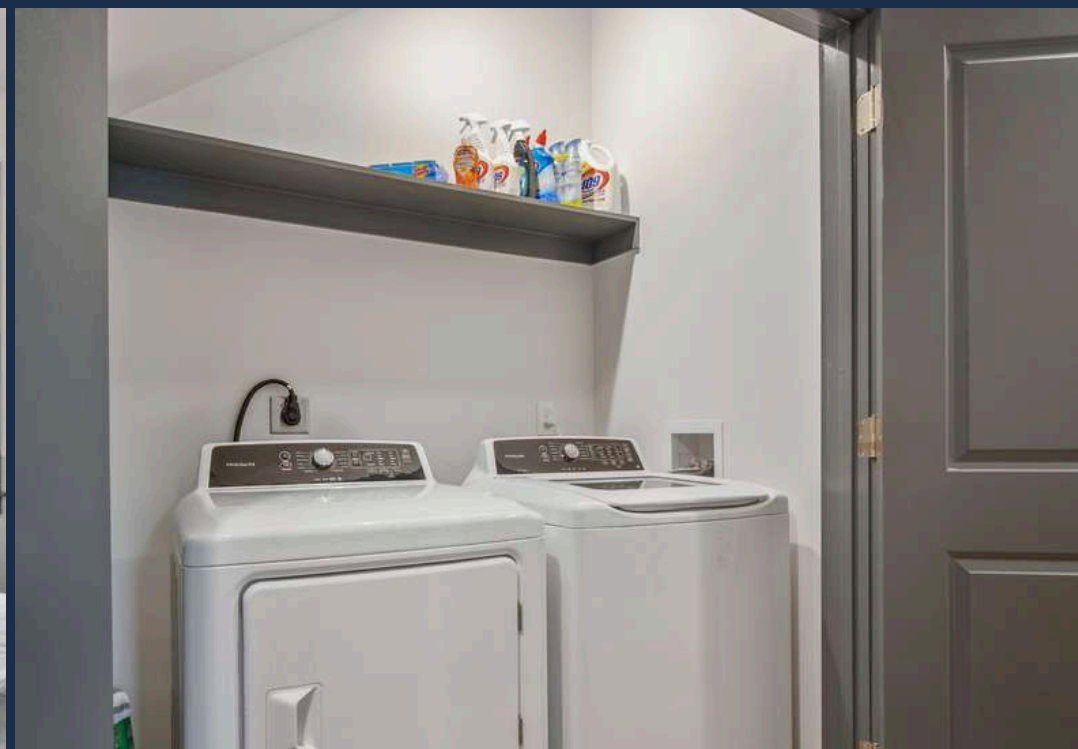
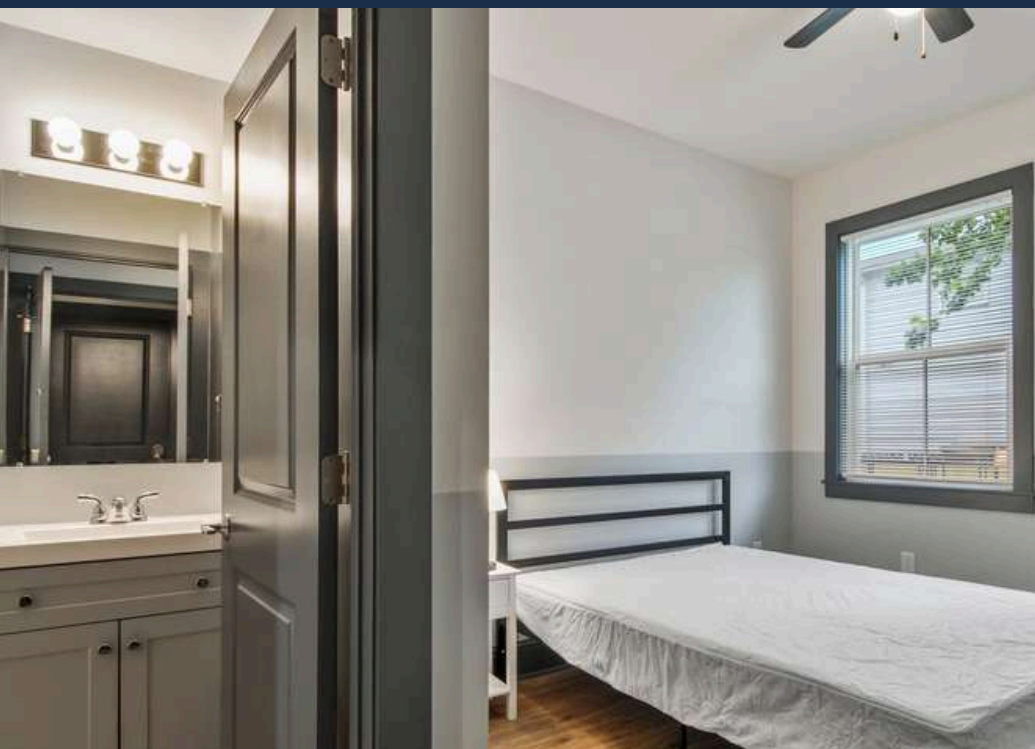


1 FIRST FLOOR PLAN - 2808 PHILIP
3/16" = 1'-0"

PROPERTY PHOTOS



PROPERTY PHOTOS



POINTS OF INTEREST





CO-LIVING INVESTMENT

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EXCLUSIVELY LISTED BY



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DISCLOSURE AND CONSENT TO DUAL AGENT DESIGNATED AGENCY



This document serves three purposes:

- It discloses that a real estate licensee may potentially act as a disclosed dual agent who represents more than one party to the transaction.
- It explains the concept of disclosed dual agency.
- It seeks your consent to allow the real estate agent to act as a disclosed dual agent.

A LICENSEE MAY LEGALLY ACT AS A DUAL AGENT ONLY WITH YOUR CONSENT. BY CHOOSING TO SIGN THIS DOCUMENT, YOUR CONSENT TO DUAL AGENCY REPRESENTATION IS PRESUMED. BEFORE SIGNING THIS DOCUMENT, PLEASE READ THE FOLLOWING:

The undersigned designated agent(s) _____
(Insert name(s) of licensee(s) undertaking dual representation)
and any subsequent designated agent(s) may undertake a dual representation represent both the buyer (or lessee) and the seller (or lessor) for the sale or lease of property described as _____
(List address of property, if known)

The undersigned buyer (or lessee) and seller (or lessor) acknowledge that they were informed of the possibility of this type of representation. The licensee(s) will undertake this representation only with the written consent of ALL clients in the transaction.

Any agreement between the clients as to a final contract price and other terms is a result of negotiations between the clients acting in their own best interests and on their own behalf. The undersigned buyer (or lessee) and seller (or lessor) acknowledge that the licensee(s) has explained the implications of dual representation, including the risks involved. The undersigned buyer (or lessee) and seller (or lessor) acknowledge that they have been advised to seek independent advice from their advisors or attorneys before signing any documents in this transaction.

WHAT A LICENSEE CAN DO FOR CLIENTS WHEN ACTING AS A DUAL AGENT

- Treat all clients honestly.
- Provide information about the property to the buyer (or lessee).
- Disclose all latent material defects in the property that are known to the licensee(s).
- Disclose financial qualifications of the buyer (or lessee) to the seller (or lessor).
- Explain real estate terms.
- Help the buyer (or lessee) to arrange for property inspections.
- Explain closing costs and procedures.
- Help the buyer compare financing alternatives.
- Provide information about comparable properties that have sold so that both clients may make educated decisions on what price to accept or offer.

WHAT A LICENSEE CANNOT DISCLOSE TO CLIENTS WHEN ACTING AS A DUAL AGENT

- Confidential information that the licensee may know about the clients, without that client's permission.
- The price the seller (or lessor) will take other than the listing price without permission of the seller (or lessor).
- The price the buyer (or lessee) is willing to pay without permission of the buyer (or lessee).

You are not required to sign this document unless you want to allow the licensee(s) to proceed as a dual agent(s), representing BOTH the buyer (or lessee) and the seller (or lessor) in this transaction. If you do not want the licensee(s) to proceed as a dual agent(s) and do not want to sign this document, please inform the licensee(s).

By signing below, you acknowledge that you have read and understand this form and voluntarily consent to the licensee(s) acting as a dual agent(s), representing BOTH the buyer (or lessee) and the seller (or lessor) should that become necessary.

_____ Buyer or Lessee	_____ Seller or Lessor
_____ Date	_____ Date
_____ Buyer or Lessee	_____ Seller or Lessor
_____ Date	_____ Date
_____ Licensee	_____ Licensee
_____ Date	_____ Date

Customer Information Form

What Customers Need to Know When Working With Real Estate Brokers or Licensees

This document describes the various types of agency relationships that can exist in real estate transactions.

AGENCY means a relationship in which a real estate broker or licensee represents a client by the client's consent, whether expressed or implied, in an immovable property transaction. An agency relationship is formed when a real estate licensee works for you in your best interest and represents you. Agency relationships can be formed with buyers/sellers and lessors/lessees.

DESIGNATED AGENCY means the agency relationship that shall be presumed to exist when a licensee engaged in any real estate transaction, except as otherwise provided in LA R.S. 9:3891, is working with a client, unless there is a written agreement providing for a different relationship.

- The law presumes that the real estate licensee you work with is your designated agent, unless you have a written agreement otherwise.
- No other licensees in the office work for you, unless disclosed and approved by you.
- You should confine your discussions of buying/selling to your designated agent or agents only.

DUAL AGENCY means an agency relationship in which a licensee is working with both buyer and seller or both landlord and tenant in the same transaction. Such a relationship shall not constitute dual agency if the licensee is the seller of property that he/she owns or if the property is owned by a real estate business of which the licensee is the sole proprietor and agent. A dual agency relationship shall not be construed to exist in a circumstance in which the licensee is working with both landlord and tenant as to a lease that does not exceed a term of three years and the licensee is the landlord. Dual agency is allowed only when informed consent is presumed to have been given by any client who signed the dual agency disclosure form prescribed by the Louisiana Real Estate Commission. Specific duties owed to both buyer/seller and lessor/lessee are:

- To treat all clients honestly.
- To provide factual information about the property.
- To disclose all latent material defects in the property that are known to them.
- To help the buyer compare financing options.
- To provide information about comparable properties that have sold, so that both clients may make educated buying/selling decisions.
- To disclose financial qualifications to the buyer/lessee to the seller/lessor.
- To explain real estate terms.
- To help buyers/lessees arrange for property inspections
- To explain closing costs and procedures.

CONFIDENTIAL INFORMATION means information obtained by a licensee from a client during the term of a brokerage agreement that was made confidential by the written request or written instruction of the client or is information the disclosure of which could materially harm the position of the client, unless at any time any of the following occur:

- The client permits the disclosure by word or conduct.
- The disclosure is required by law or would reveal serious defect.
- The information became public from a source other than the licensee.

By signing below you acknowledge that you have read and understand this form and that you are authorized to sign this form in the capacity in which you have signed.

Buyer/Lessee:	Seller/Lessor:
_____	_____
By: _____	By: _____
Title: _____	Title: _____
Date: _____	Date: _____
Licensee: _____	Licensee: _____
Date: _____	Date: _____

