

Property Address

2716 Lexington St., Harrisburg, PA 17110

Turnkey Rental Pro Forma

Income and Expenses

Input:	Resale Price	\$104,995.00	
	Down Payment	\$20,999.00	20% Bank's Equity
	Mortgage Loan	\$83,996.00	
	Mortgage Terms	4.75%	30 Years
	Owner's Tax Bracket	30.0%	
	Cost Recovery	27.5 Years	
	Land Value	\$10,499.50	10% Percent of Total Value
	Closing Costs	\$4,829.77	5%

Projected First-Year Operating Statement

Potential Annual Gros Current		\$13,140
	\$1,095.00 House	
Less: Estimated Vacancy Factor/Rental Loss	5.0%	-\$657
Potential Annual Effective Gross Income		\$12,483
Less: Annual Operating Expenses		
Property Taxes	\$2,063	
Insurance	425	
Water & Sewer		
Electric	0 tenant	
trash	0	
Replacement/Reserves	657	5.0% of annual effective income
Management	788	6.0%
Total Expenses	\$3,933	
ESTIMATED ANNUAL NET OPERATING INCOME		\$8,550
Less: Annual Dept Service		-\$5,258
	<i>\$438 Monthly mortgage payment</i>	
Cash Flow Before Taxes		\$3,292
Cash Flow Per Month		\$274
Add: Principal for year (Equity Build-up)		\$1,296
Debt to Credit Ratio		1.626031487
Taxable Income Before Cost Recovery		\$4,588
Less: Cost Recovery	Tax deductible depreciation	-\$3,436
TAXABLE INCOME		\$1,152
CAP Rate	(NOI/Purchase Price)	8.14%
Gross Rent Multiplier	(Purchase Price/Gross Inc)	7.99
Cash on Cash Rate of Return	(Cash Before Taxes/Down	12.7%
Equity Yield Rate	(Assumes 3% Appreciator	35.20%
Net Spendable Rate of Return	(Cash Flow & Tax Savings,	11.4%