# BiggerPockets Rental Property Calculator



# 87 Franklin Ave

Monthly Income:	Monthly Expenses:	Monthly Cash Flow:	Pro Forma Cap Rate:
\$2,100.00	\$1,780.97	\$319.03	5.73%
NOI	<b>Total Cash Needed</b>	Cash on Cash ROI	Purchase Cap Rate
\$14,040.00	\$64,250.00	5.96%	5.73%

### **Property Information**

Total Cost of Project:	\$248,000.00
Estimated Repair Costs:	\$0.00
Purchase Closing Costs:	\$3,000.00
Purchase Price:	\$245,000.00

After Repair Value

 Down Payment:
 \$61,250.00

 Loan Amount:
 \$183,750.00

 Loan Points:

 Loan Fees:
 \$0.00

 Amortized Over:
 30 years

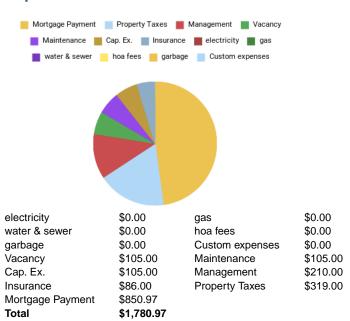
 Loan Interest Rate:
 3.750%

 Monthly P&I:
 \$850.97

#### **Income**



## **Expenses**



## **Financial Projections**

Total Initial Equity: -\$183,750.00
Gross Rent Multiplier: 9.72
Income-Expense Ratio (2% Rule): 0.85%

Typical Cap Rate: 5.73% Debt Coverage Ratio: 1.37

ARV based on Cap Rate: \$245,000.00

#### 50% Rule Cash Flow Estimates

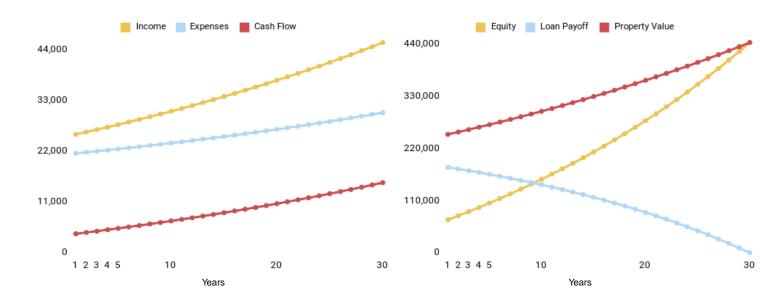
Total Monthly Income: \$2,100.00 x50% for Expenses: \$1,050.00 Monthly Payment/Interest Payment: \$850.97 Total Monthly Cash Flow using 50% Rule: \$199.03

# **Analysis Over Time**

Annual Growth Assumptions	2%		29	<b>%</b>		2%	
	Expenses	<b>;</b>	Inco	ome	Pı	operty Value	
	Year 1	Year 2	Year 5	Year 10	Year 15	Year 20	Year 30
Total Annual Income	\$25,704	\$26,218	\$27,823	\$30,719	\$33,916	\$37,446	\$45,646
Total Annual Expenses	s \$21,595	\$21,823	\$22,533	\$23,816	\$25,232	\$26,795	\$30,426
Total Annual Cashflow	\$4,109	\$4,396	\$5,290	\$6,903	\$8,684	\$10,651	\$15,220
Cash on Cash ROI	6.40%	6.84%	8.23%	10.74%	13.52%	16.58%	23.69%
Property Value	\$249,900	\$254,898	\$270,500	\$298,654	\$329,738	\$364,057	\$443,784
Equity	\$69,529	\$78,034	\$104,983	\$155,123	\$212,721	\$279,012	\$443,784
Loan Balance	\$180,371	\$176,864	\$165,517	\$143,530	\$117,017	\$85,045	\$0
Total Profit if Sold	\$9,388	\$22,289	\$64,200	\$145,565	\$242,951	\$358,486	\$654,150
Annualized Total Retu	rn 15%	16%	15%	13%	11%	10%	8%

### Income, Expenses and Cash Flow (in \$)

### Loan Balance, Value and Equity (in \$)



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House Size (sq. ft)	1150.0
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