



DISCLAIMER

The information above has been obtained from sources believed to be reliable. While we do not doubt its accuracy, we have not verified it and make no guarantee, warranty or representation about it. It is your responsibility to independently confirm its accuracy and completeness. Any projections, opinions, assumptions, or estimates used are for example only and do not represent the current or future performance of the property. The value of this transaction to you depends on tax and other factors which should be evaluated by your tax, financial, and legal advisors. You and your advisors should conduct a careful, independent investigation of the property to determine to your satisfaction the suitability of the property for your needs.

LEARN MORE

Visit our website to learn more about how we can be your ideal partner in finding a commercial real estate at www.firmcompanies.com





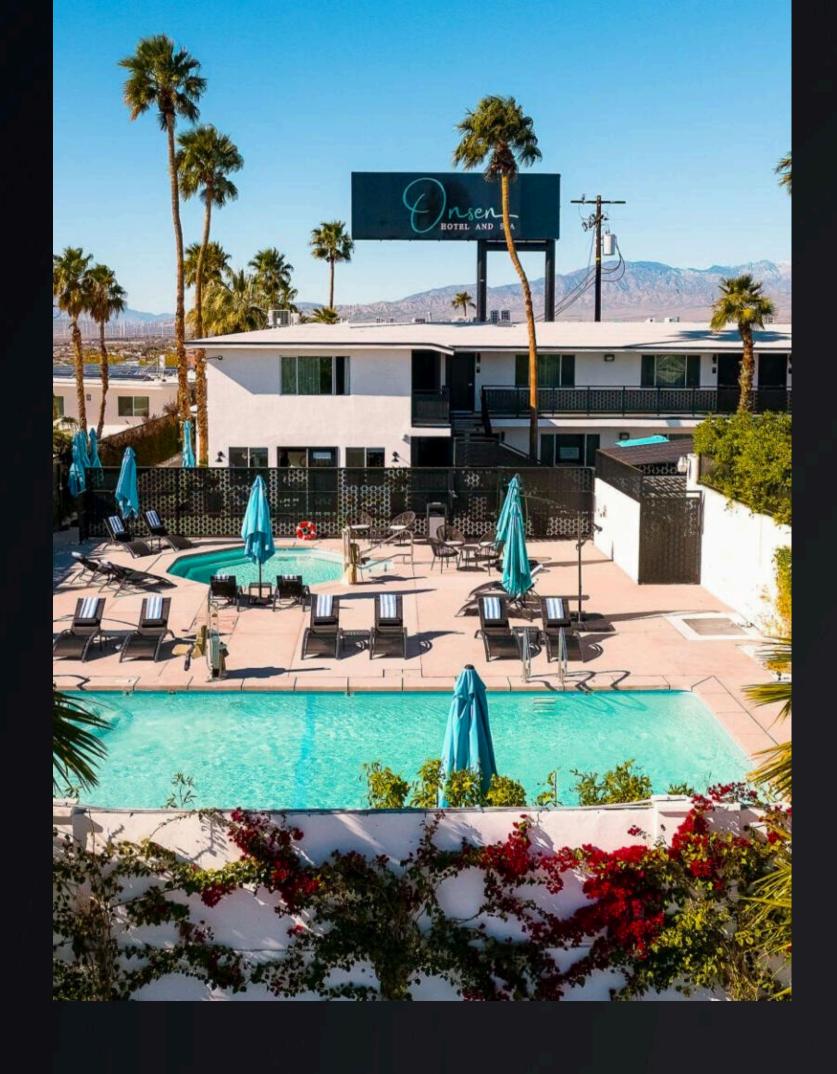
OVERVIEW

Welcome to your next investment opportunity – a premier, adult-only Onsen Hotel that redefines relaxation and sophistication. Nestled in the heart of DHS, this stunning retreat features 21 meticulously designed rooms, each showcasing a modern Mid-Century Modern (MCM) aesthetic thanks to a comprehensive down-to-the-studs remodel completed last year. With an option to expand to 22 rooms by removing the spa, this hotel offers versatile potential for growth and customization. As the highest-rated hotel in DHS, our property boasts an unparalleled reputation for excellence.

Guests indulge in the healing benefits of mineral waters in our exclusive spa, designed to offer a serene escape from everyday stress. Additionally, our pet-friendly policy ensures that no member of the family is left behind, making it a favored choice among travelers who prefer to bring their furry companions.

The Onsen Hotel's strong revenue growth from 2023 to 2024 underscores its thriving success and potential for continued profitability. With a fresh, turnkey condition and a prime location, this hotel is perfectly poised for future expansion and sustained high performance.







PROPERTY DETAILS

ASKING:\$5,450,000

SALE TYPE: INVESTMENT

APN: 642-082-004

YEAR BUILT / RENOVATED: 1964/2023

PROPERTY TYPE: HOSPITALITY

PROPERTY SUBTYPE: HOTEL

NUMBER OF BUILDINGS: 1

BUILDING SIZE: 10,400 SF

LOT SIZE: 23,522 SF

PARKING: 22

ZONING CODE: VS

FOR SALE \$5,450,000

CONTACT



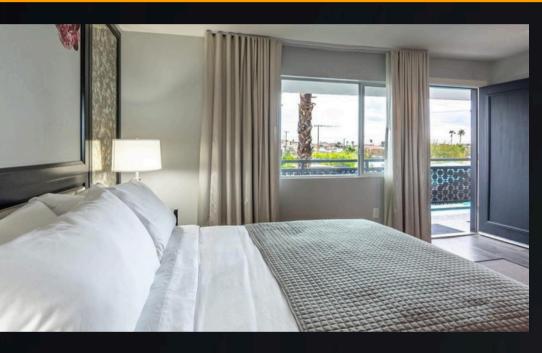
JOEL HANDSHUH
THE FIRM BROKERAGE
760-613-1089
joel@firmcompanies.com
DRE: 02162825



ADAM GILBERT
THE FIRM BROKERAGE
760-408-8874
adam@firmcompanies.com DRE:
01914157



QUEEN W/ PRIVATE PATIO



THIS LARGE ROOM FEATURING A QUEEN SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, MINI-FRIDGE, COFFEE MAKER, ARMCHAIR, AND A PRIVATE PATIO.

PERFECT FOR GUESTS WHO LIKE A LITTLE FRESH AIR IN THE MORNING. GUESTS ENJOY COMPLIMENTARY WIFI, PARKING, AND BREAKFAST. PETS ALLOWED WITH AN ADDITIONAL CHARGE.

QUEEN JUNIOR SUITE

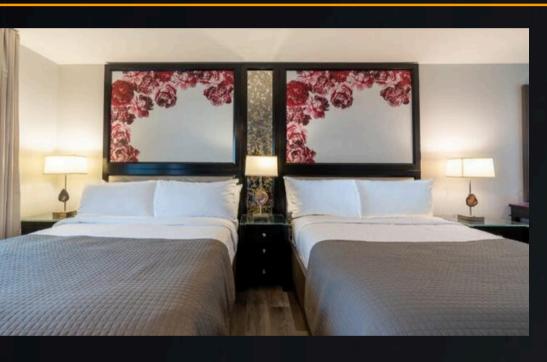
THIS JR SUITE FEATURING A QUEEN SIZED BED
WITH HIGH QUALITY LINENS IS AIR
CONDITIONED AND FULLY EQUIPPED WITH
SMART TV, MINIFRIDGE, COFFEE MAKER,
ARMCHAIR, AND A PRIVATE AREA WITH A SOFA
BED.

GUESTS ENJOY COMPLIMENTARY WIFI,
PARKING, AND BREAKFAST. PETS ALLOWED
WITH AN ADDITIONAL CHARGE.





DOUBLE QUEEN ROOM



THIS CLASSIC ROOM FEATURING TWO
QUEEN SIZED BEDS WITH HIGH QUALITY
LINENS IS AIR CONDITIONED AND FULLY
EQUIPPED WITH SMART TV, MINI-FRIDGE,
COFFEE MAKER, YOGA MAT AND
ARMCHAIR.

PERFECT FOR 2 TO 4 GUESTS. GUESTS ENJOY COMPLIMENTARY WIFI, PARKING, AND BREAKFAST. PETS ALLOWED WITH AN ADDITIONAL CHARGE.

KING ROOM

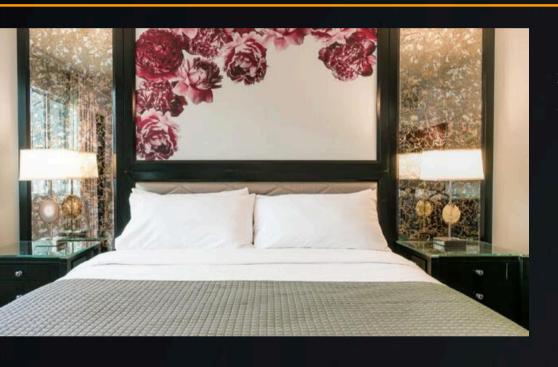
THIS SPACIOUS ROOM FEATURING A KING SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, DESK, GAMING CHAIR, MINI-FRIDGE, COFFEE MAKER, YOGA MAT, AND ARMCHAIR.

PERFECT FOR COUPLES OR SOLO TRAVELERS.
GUESTS ENJOY COMPLIMENTARY WIFI,
PARKING, AND BREAKFAST. PETS ALLOWED
WITH AN ADDITIONAL CHARGE.





KING SUITE



THIS OPULENT SUITE FEATURING A KING SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, DESK, GAMING CHAIR, MINI-FRIDGE, COFFEE MAKER, YOGA MAT, ARMCHAIR, AND SOFA BED.

PERFECT FOR MULTIPLE GUESTS TO SPREAD OUT. GUESTS ENJOY COMPLIMENTARY WIFI, PARKING, AND BREAKFAST. PETS ALLOWED WITH AN ADDITIONAL CHARGE.

ADA KING SUITE

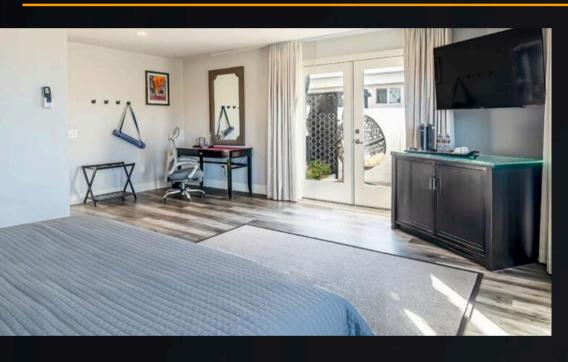
THIS ADA COMPLIANT ROOM FEATURING A KING SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, DESK, GAMING CHAIR, MINI-FRIDGE, YOGA MAT, COFFEE MAKER, AND ARMCHAIR.

GUESTS ENJOY COMPLIMENTARY WIFI,
PARKING, AND BREAKFAST. PETS ALLOWED
WITH AN ADDITIONAL CHARGE.





KING W/ PRIVATE PATIO



THIS COMFORTABLE ROOM FEATURING A KING SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, DESK, GAMING CHAIR, MINI-FRIDGE, COFFEE MAKER, YOGA MAT, ARMCHAIR, AND A PRIVATE PATIO WITH FURNITURE.

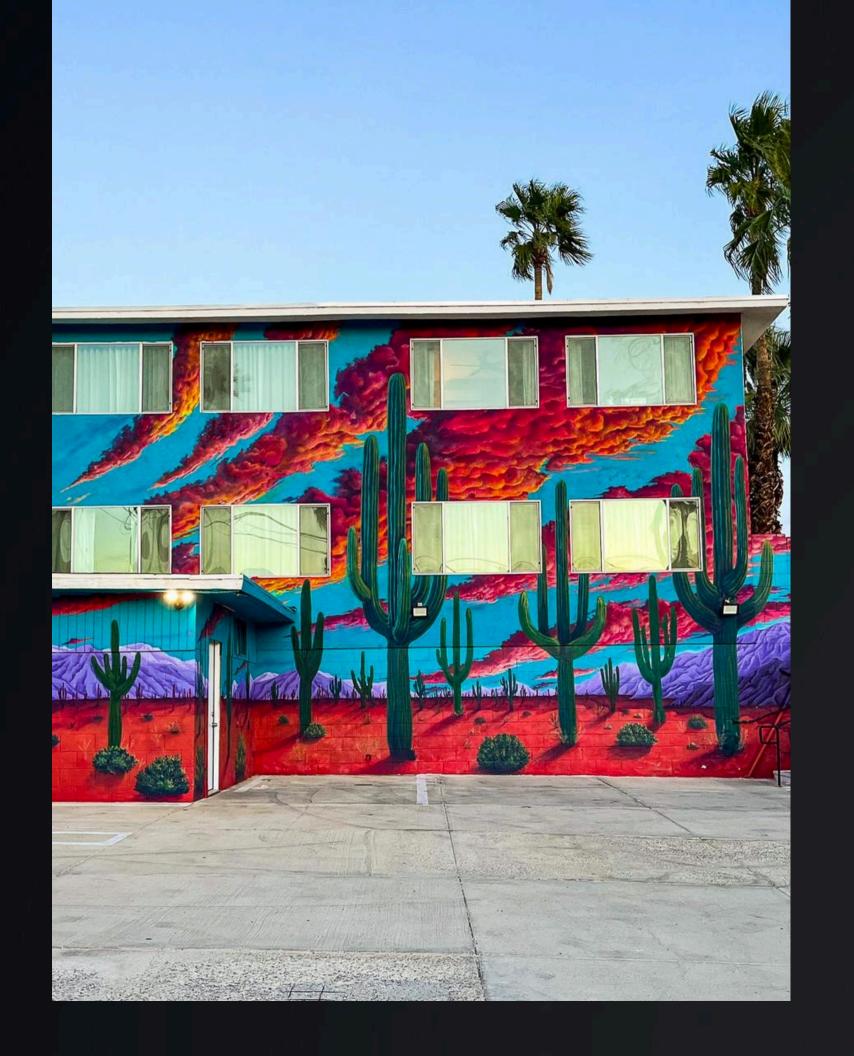
PERFECT TO ENJOY YOUR COFFEE IN THE MORNING OR READ YOUR BOOK AND RELAX WHILE GETTING SOME FRESH AIR. GUESTS ENJOY COMPLIMENTARY WIFI, PARKING, AND BREAKFAST. PETS ALLOWED WITH AN ADDITIONAL CHARGE.

QUEEN ROOM

THIS STANDARD ROOM FEATURING A QUEEN SIZED BED WITH HIGH QUALITY LINENS IS AIR CONDITIONED AND FULLY EQUIPPED WITH SMART TV, MINI-FRIDGE, COFFEE MAKER, AND ARMCHAIR.

PERFECT FOR COUPLES OR SOLO TRAVELERS.
GUESTS ENJOY COMPLIMENTARY WIFI,
PARKING, AND BREAKFAST BUFFET. PETS
ALLOWED WITH AN ADDITIONAL CHARGE.







HIGHLIGHTS

Incredible grounds with opportunity for expansion into the included two adjoining lots with a secondary mineral well. Possibilities include building 20+ additional rooms, a restaurant, a fully built out spa or lounge to drive ROI

GROWING AREA

Discover the expanding charm of DHS and its renowned medical retreat. With rapid development and increasing property values, this area is poised for impressive growth and long-term investment opportunities

TURN KEY PROPERTY

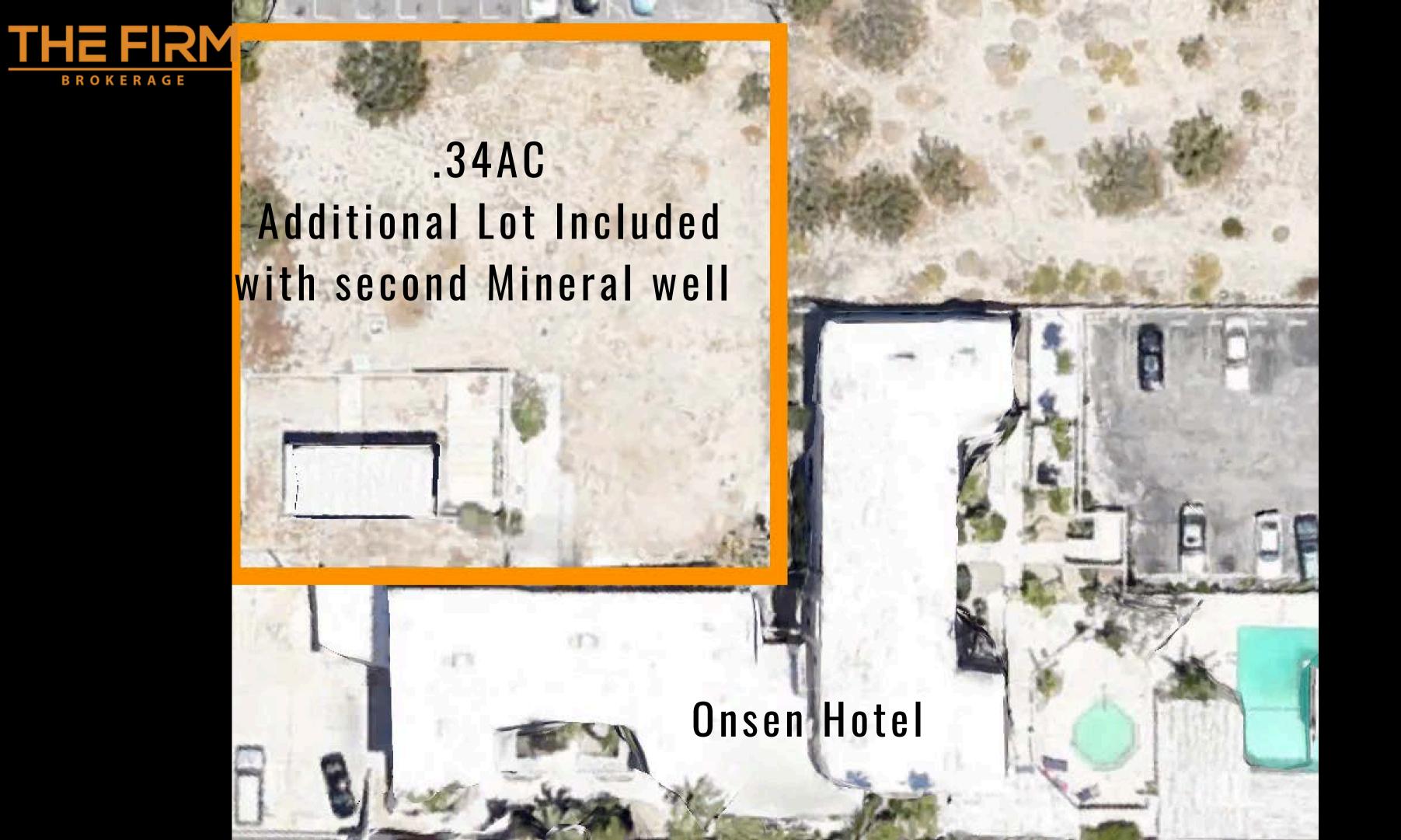
Down to the studs rennovation and all FF&E included for this turnkey hotel and spa property.

HIGH VISIBILITY

#1 rated hotel on trip advisor that offers new owners immediate visibility and promotional advantages from day one.

ADDITIONAL REVENUE OPPORTUNITIES

Spa and dining options are poised for rapid activation and expansion to further drive ROI for a new owner





NEARBY VENDORS AND RESORTS

LOCATION HIGHLIGHTS:

- Less than a mile from major retailers such as Starbucks, Mc Donald's, Grocery Outlet, Stater Brother's, Chase Bank, convenient stores and gas stations.
- Easy access off Palm Drive (main drag of DHS)
- Close proximity to other hotels and resorts that share a similar concept of wellness and retreat like accommodations.

NEARBY RESORTS AND SPAS:

Two Bunch Palms

80-room luxury wellness resort & spa with hot spring wells and event space.

The Spring Resort & Spa

Hidden boutique hotel with 15 rooms, formally known as the "Moors Hotel" that has since been revamped as a tranquil oasis.

• Azure Palm Hot Spring Resort & Day Spa Oasis
22-room resort offering high-end spa services and eloquent suites.



FUTURE OPERATIONAL PROFORMA



PARTIAL YEAR 1 STARTUP REVENUE-2023 (\$525,257.44)

JAN -JULY 2024 (\$390,653.22)

SPA PROGRAM CAN POTENTIALLY
GENERATE AN ADDITIONAL \$50,000 \$75,000 PER YEAR

OPERATIONS SUMMARY	2025	Yr 1	2026	Yr 2	2027	Yr 3
	\$	96	\$	96	\$	%
ROOM STATISTICS						
DAYS IN YEAR	365		365		366	
ROOM COUNT	21		21		21	
AVAILABLE ROOMS	7,665		7,665		7,686	
OCCUPIED ROOMS	5,749		6,132		6,533	
OCCUPANCY %	75.00%		80.0%		85.0%	
% CHANGE FROM PREV YEAR	73,0070		6.7%		6.2%	
AVERAGE DAILY RATE	\$180.00		\$200.00		\$220.00	
	3100.00					
% CHANGE FROM PREV YEAR	100000		11.1%		10.0%	
RevPAR	\$135.00		\$160.00		\$187.00	
% CHANGE FROM PREV YEAR			18.5%		16.9%	
REVENUE		POR		POR.		POR
ROOMS	1,034,775	91%	1,226,400	87%	1,437,282	83%
Other	103,478	9%	183,960		287,456	17%
TOTAL REVENUE	1,138,253	100%	1,410,360	100%	1,724,738	100%
EXPENSES						
ROOMS	258,694	23%	266,455	19%	274,448	16%
TOTAL DEPT EXPS	258,694	23%	266,455	19%	274,448	16%
GROSS OPERATING PROFIT	879,559	77%	1,143,905	81%	1,450,290	84%
JNDISTRIBUTED EXPS ADMIN & GENERAL	70.679	704	60 775	704	120 722	7704
INFORMATION SYSTEMS	79,678 20,696	7% 2%	98,725 24,528	7% 2%	120,732 28,746	7% 2%
SALES & MARKETING	91,060	B%	93,792	7%	96,606	6%
REPAIRS & MAINTENANCE	45,530	4%	56,414	4%	68,990	5%
UTILITIES	68,295	6%	70,344	5%	72,454	4%
TL UNDISTRIB EXPS	305,259	27%	343,804	24%	387,527	22%
BITDA	574,300	50%	800,102	57%	1,062,763	62%
TXED CHARGES	6800250,00	35.00	5/08/00/08	9398	5232840	000000
RE & PP TAXES	68,125	6%	69,488	5%	70,877	4%
BLDG & CONTENTS INS	25,000	2%	25,500	2%	26,010	2%
OTHER COSTS	11,383	1%	11,610	1%	11,842	1%
TL FIXED CHARGES	104,508	9%	106,598	B%	108,730	6%
NCOME AFTER FIXED CHARGES	469,793	41%	693,504	49%	954,034	55%
NOI	469,793	41%	693,504	49%	954,034	55%
TOTAL DEBT SERVICE	228,900	20%	228,900	16%	228,900	13%
NET CASH FLOW	240,893	21%	464,604	33%	725,134	42%

3.03

12.72%

\$259,523.81

21.31%

4.17

17.51%

\$259,523.81

33.26%

2.05

8.62%

\$259,523.81

11.05%

DSCR

Price Per Key

Cash on Cash



JOEL HANDSHUH

JOEL@FIRMCOMPANIES.COM (760) 613-1089 **ADAM GILBERT**

ADAM@FIRMCOMPANIES.COM (760) 408-8874

JOSHUA GILBERT

JOSHUA@FIRMCOMPANIES.COM (760) 413-9426