

OFFERING MEMORANDUM

Kidney SPA Trophy Location | NNN Lease with Annual Rent Increases



Average Return of 7.25% | Strong Hedge Against Inflation



ACTUAL PHOTO

4298 PALM AVE, HIALEAH, FL 33012

Marcus & Millichap

INVESTMENT OVERVIEW

Marcus & Millichap is pleased to present for sale this Kidney Spa Property located at 4298 Palm Avenue in Hialeah, Florida. The subject property consists of 5,991 SF facility situated on a .43-acre pad fronting Palm Avenue with over 28,000 vehicles per day providing excellent visibility. Palm Avenue is a major North-South roadway in Hialeah, which leads directly into Downtown Miami that further connects to Interstate-95, traveling the entirety of the Florida Coast.

Hialeah is a city in Miami-Dade County Florida with a population of 223,109. It is the second largest city in the Miami Metropolitan Area with a population over 6,198,782. Hialeah is a major commercial center in Miami-Dade County and is host to numerous national retailers.

This facility was reconstructed in 2023 under a new fifteen-year, absolute net lease with fourteen years remaining and 2% annual increases, including the three, five-year Option periods.

Numerous apartment complexes surround this Kidney Spa Property including Hialeah Park Apartments, Les Montellier Apartments, Las Brisas Gardens Apartments, Blackstone Apartments, Westland 49 Apartments, Manor Hialeah, and Paradise Apartments.

Hialeah, Milander Park features a municipal auditorium and a 10,000-seat football stadium. Also located in Hialeah is Amelia Earhart Park just south of Opa Locka Airport with 515 acres and a 5-acre dog park.

Colleges and universities near this property include Miami Dade College with over 100,000 enrolled students and Florida National University with 2,465 enrolled students.

Hospitals nearby include Hialeah Hospital, Larkin Community Hospital, Southern Winds Hospital and Palmetto General Hospital.

Kidney Spa, LLC is a medical company offering dialysis to patients with centers located in Miami, Miami Beach, Coral Gables, Hialeah, Tampa, East Atlanta, Georgia, Pearland, Texas, and Sugarland Texas. Kidney Spa Centers are known for their sophisticated technology and SPA-like infrastructure.

INVESTMENT HIGHLIGHTS

- Kidney Spa located In Hialeah, FL | Most Densely Population Submarket of Miami | 1 Mile Population Exceeds 28,000 People | 5 Mile Exceeds 469,000 People
- New 15-Year Lease Term Expiring March 31, 2038
- 2% Annual Rent Increases Provide Attractive Rent Growth During Lease Term
- Average Return of 7.25% | Strong Hedge Against Inflation
- Absolute NNN Lease-Zero Landlord Responsibilities For Operating or Capital Expenses
- The Lease Features a Corporate Guaranty By KidneySpa, LLC (8+ Florida, Georgia & Texas Locations)
- Brand New 2023 Construction Built-to-Suit for KidneySpa With 16 Patient Stations, One Private Station, One Centralized Nursing Station, Two Exam Rooms, Doctor Office, Staff Lounge/Meeting Room, Waiting Room and Reception Area
- Numerous Apartment Complexes Surround this Kidney Spa Property Including Hialeah Park Apartments, Les Montellier Apartments, Las Brisas Gardens Apartments, Blackstone Apartments, Westland 49 Apartments, Manor Hialeah and Paradise Apartments
- Colleges and Universities Nearby This Property Include Miami-Dade College with Over 100,000 Enrolled Students and Florida National University with 2,465 Enrolled Students
- Hospitals Nearby Include Hialeah Hospital, Larkin Community Hospital, Southern Winds Hospital and Palmetto General Hospital
- Kidney Spa LLC, is a Medical Company Offering Dialysis to Patients with Centers Located in Miami, Miami Beach, Coral Gables, Hialeah, Tampa, East Atlanta, Georgia, Pearland, Texas and Sugarland, Texas
- Kidney Spa was Named One of the Best Wellness Startups in Miami, Proving That This Opportunity is a Stable Investment with Massive Long Term Potential with this Being the Third Miami Location to Break Ground adding to the Tenant's Success Story
- Florida is a No Income Tax State

THE OFFERING

**Kidney SPA**

4298 Palm Avenue
Hialeah, Florida 33012



PROPERTY DETAILS

Lot Size	18,731 SF (0.43 Acres)
Rentable Square Feet	5,991 SF
Price/SF	\$1,163.94
Year Completely Renovated	2023

FINANCIAL OVERVIEW

List Price	\$6,973,165
Down Payment	100% / \$6,973,165
Cap Rate	6.35%
Type of Ownership	Fee Simple

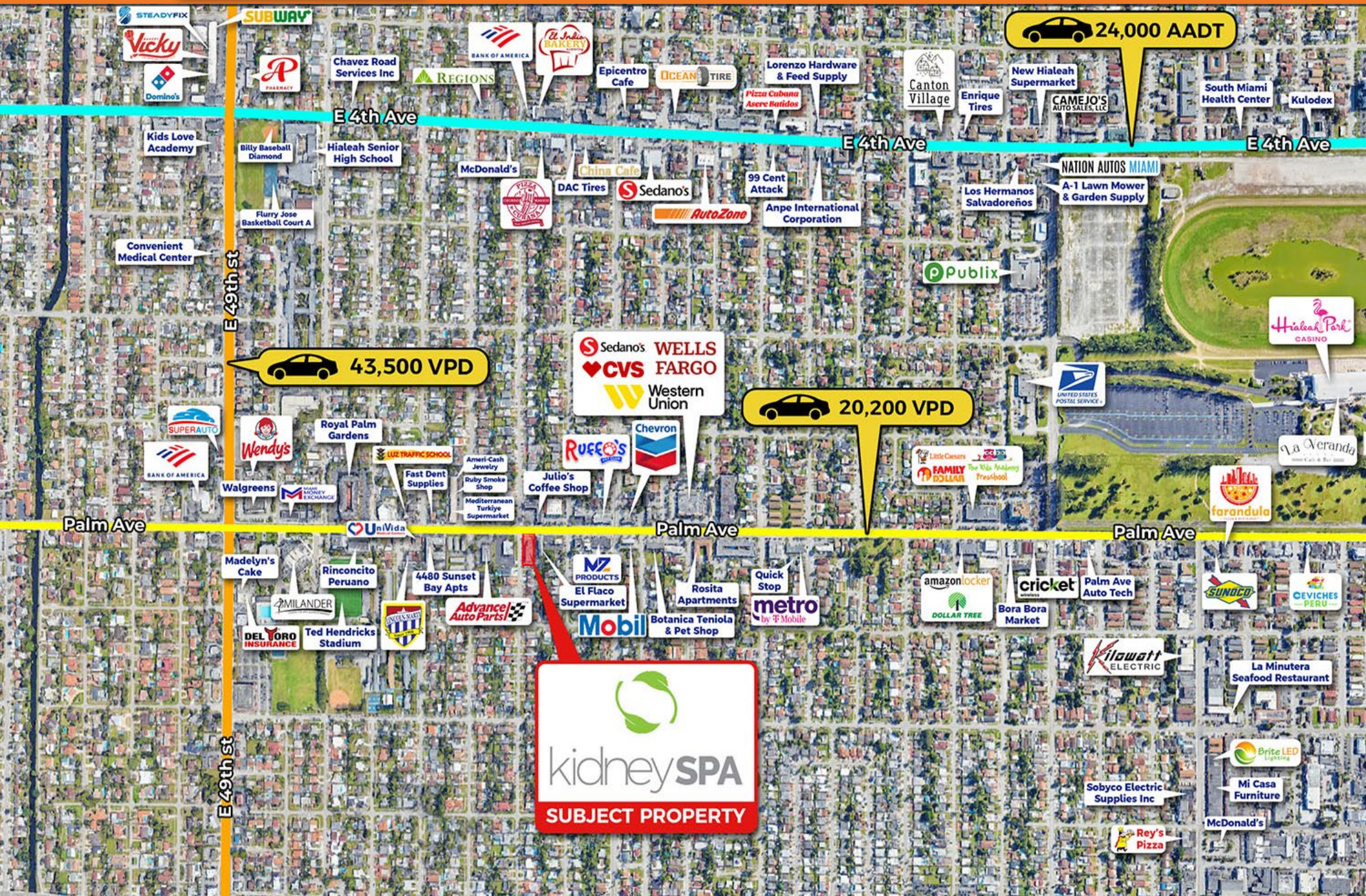
PROPERTY RENT DATA

RENT INCREASES	MONTHLY RENT	ANNUAL RENT
04/01/2025 - 03/31/2026 (Current)	\$36,099.67	\$442,796
Management Fee	\$800	
04/01/2026 - 03/31/2027	\$36,821.66	\$451,460
Management Fee	\$800	
04/01/2027 - 03/31/2028	\$37,558.10	\$460,297
Management Fee	\$800	
04/01/2028 - 03/31/2029	\$38,309.26	\$469,311
Management Fee	\$800	
04/01/2029 - 03/31/2030	\$39,075.44	\$478,505
Management Fee	\$800	
04/01/2030 - 03/31/2031	\$39,856.95	\$487,883
Management Fee	\$800	
04/01/2031 - 03/31/2032	\$40,654.09	\$497,449
Management Fee	\$800	
04/01/2032 - 03/31/2033	\$41,467.17	\$507,206
Management Fee	\$800	
04/01/2033 - 03/31/2034	\$42,296.52	\$517,158
Management Fee	\$800	
Base Rent (\$73.91 / SF)		\$442,796
Net Operating Income		\$442,796.00
TOTAL ANNUAL RETURN	CAP 6.35%	\$442,796

*Seller will credit purchaser on rent increase

LEASE ABSTRACT

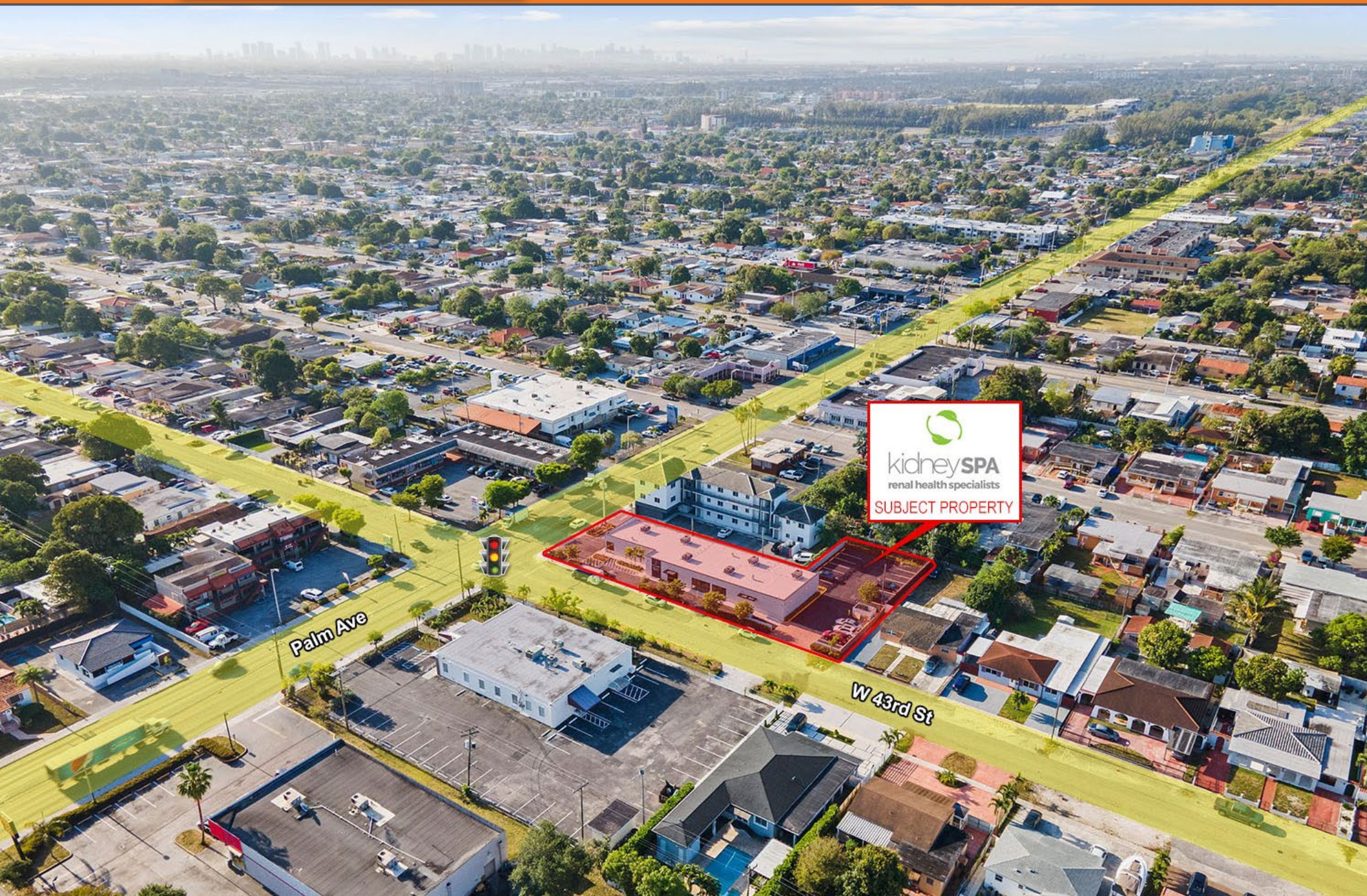
Tenant Trade Name	Kidney SPA
Tenant	Corporate
Ownership	Private
Guarantor	Corporate Guarantee (8+ Florida, Georgia & Texas Locations)
Lease Type	NNN
Lease Term	15 Years
Lease Commencement Date	04/01/2023
Rent Commencement Date	04/01/2023
Expiration Date of Base Term	03/31/2038
Increases	2% Annually
Options	Three 5-Year Options
Term Remaining on Lease	13+ Years
Property Type	Net Leased Single Tenant Medical Office
Landlord Responsibility	None
Tenant Responsibility	All
Right of First Refusal	N/A












kidneySPA
renal health specialists
SUBJECT PROPERTY













KidneySPA's mission is to provide patients with a revolutionary dialysis experience by combining state-of-the-art medical treatment in a harmonious, spa-like setting. It's home base, located in Miami, Florida's Health District, is one-of-a-kind dialysis center serves patients suffering from advance chronic kidney disease, also known as end stage renal disease, in an innovative way. The kidneySPA is setting a new standard for dialysis treatment combined with exceptional patient care. At KidneySPA, patients are treated as family and the dialysis procedure - known as hemodialysis - is only one part of the total mind, body and soul treatment they receive. The KidneySPA concept is in hopes of forever changing the negative perception of traditional dialysis treatment to a pleasant, gratifying and unique experience.

Every aspect of the KidneySPA facility is to create a warm, welcoming and soothing environment. Oversized treatment chairs were specially designed with form fitting memory foam to provide exceptional comfort. Flat-screen televisions are mounted in front of each treatment chair allowing patients to watch movies, concerts or educational lectures to pass the time. Controlled lighting at each treatment station provides those who want to read with extra light,

and those who want to sleep with none at all. The interior design was inspired by a perfect balance of natural elements, rich with earth tones, so it bears no resemblance to a hospital or medical office setting.

Part of what makes the KidneySPA experience so unique is the "Care Coach Concept" - which aims to stimulate the five senses and promote patient productivity during the three-hour dialysis sessions. Patients are assigned a Care Coach, who seeks to provide interesting and unique ways for patients to get the most out of their treatment hours (for example, learning a new language through an educational DVD). To stimulate the senses of touch and taste, patients begin each treatment session with a relaxing hand-massage, and during their dialysis, they are offered healthy snacks and drinks prepared by the staff. To stimulate the senses of hearing and smell, soothing music plays in the background and candles with relaxing scents add to this inviting, spa-like atmosphere.

KidneySPA LLC of Miami, FL, has been honored with a recognition by South Florida Business Journal in its selection of "Excellence In Health Care Awards" and was named one of the best Wellness Startups in Miami.



Florida Locations

Miami Health District

219 NW 12th Ave

Miami Beach

4302 Alton Rd

Coral Gables

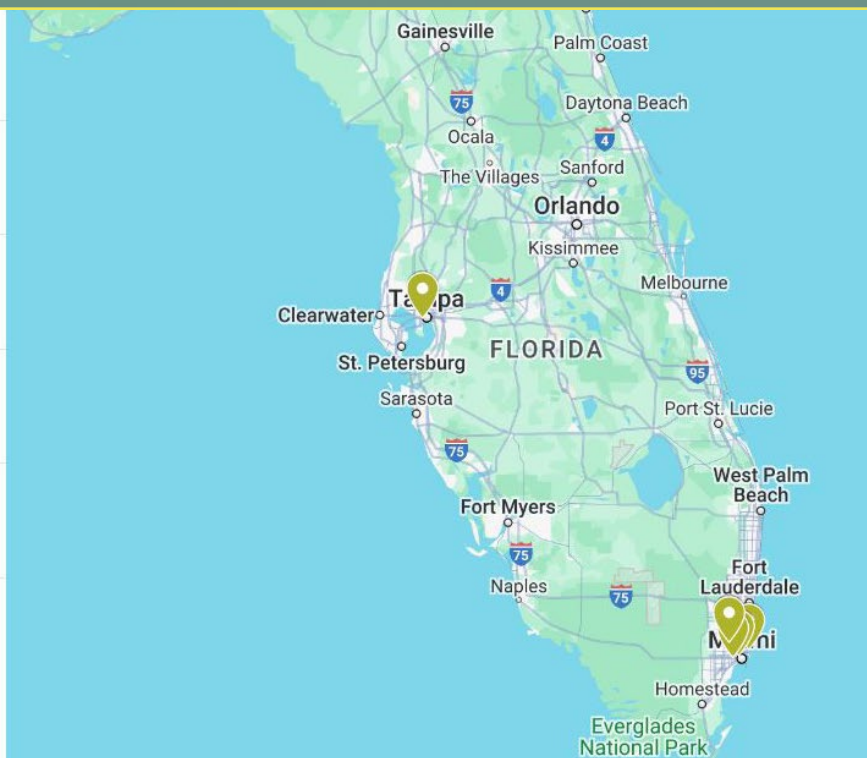
835 SW 37th Ave

Hialeah

4286 Palm Ave

Tampa

508 S Habana Ave



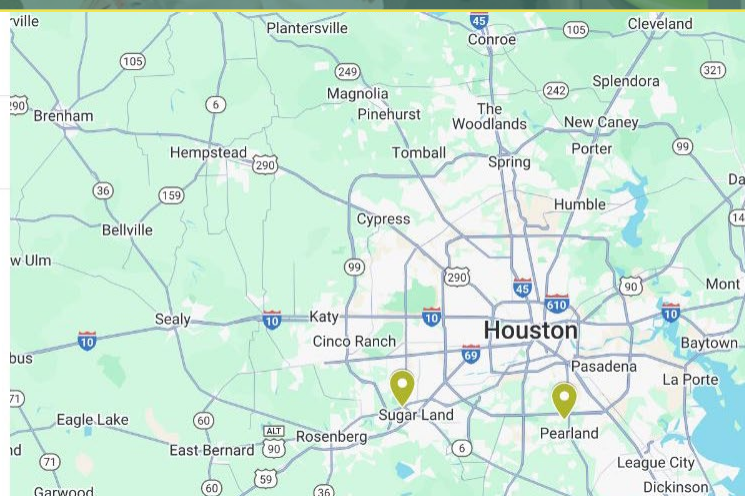
Texas Locations

Sugarland

145 Promenade Wy

Pearland

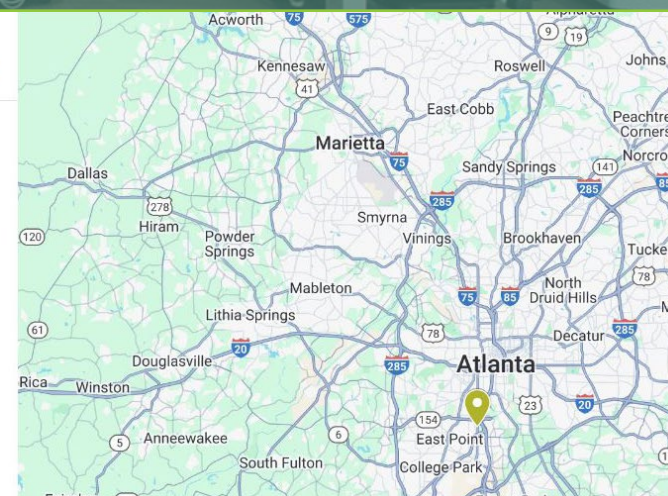
7102 Brookside Rd



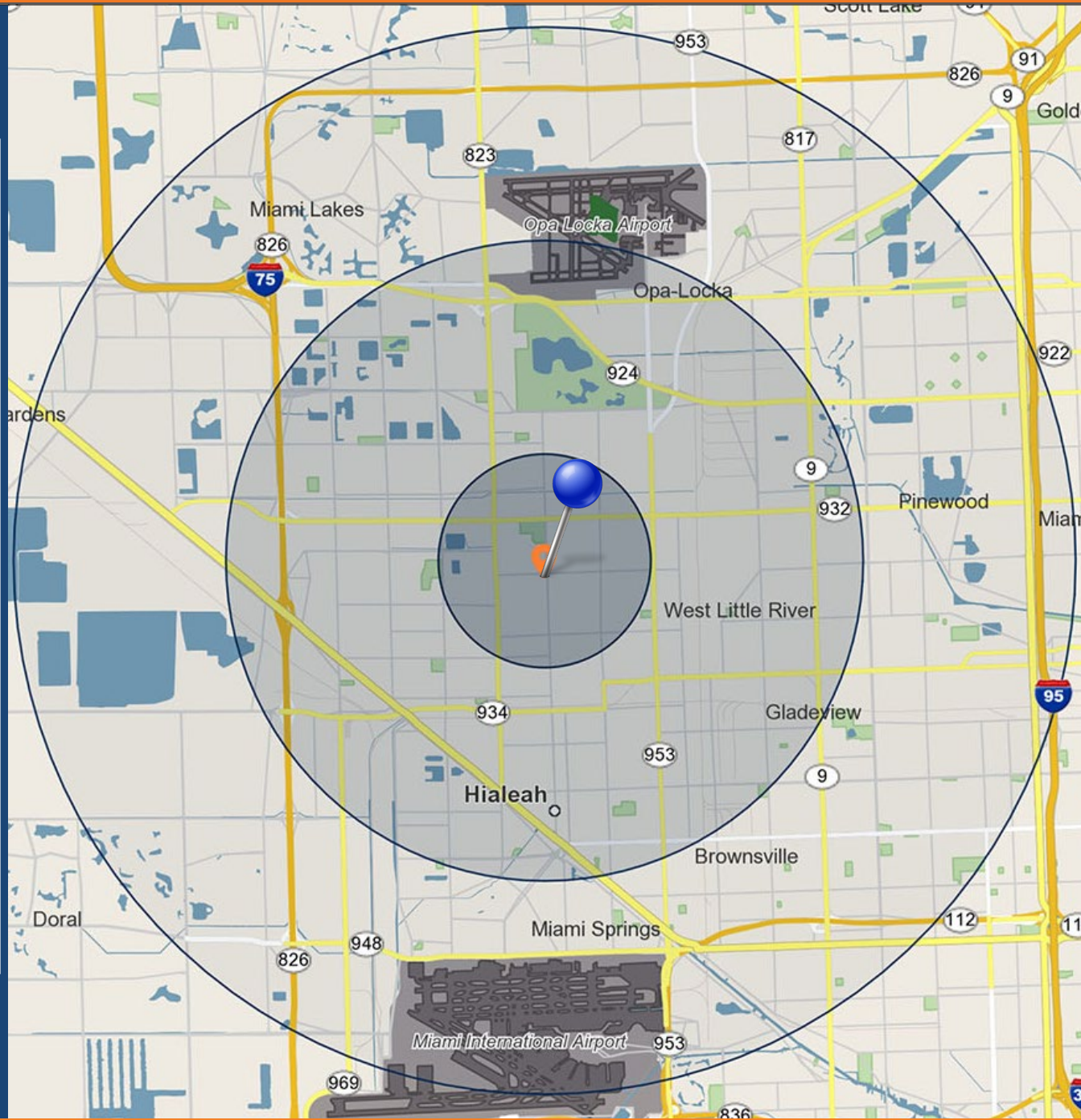
Georgia Locations

East Atlanta

2375 Metropolitan Pkwy SW



POPULATION	1 Mile	3 Miles	5 Miles
2027 Projection			
Total Population	28,016	212,015	475,445
2022 Estimate			
Total Population	28,262	212,473	469,128
2010 Census			
Total Population	28,627	211,957	452,856
2000 Census			
Total Population	28,268	213,439	450,433
Daytime Population			
2022 Estimate	25,538	209,452	535,313
HOUSEHOLDS	1 Mile	3 Miles	5 Miles
2027 Projection			
Total Households	8,350	70,031	156,118
2022 Estimate			
Total Households	8,373	69,718	152,877
Average (Mean) Household Size	3.3	3.0	3.0
2010 Census			
Total Households	8,285	67,752	143,426
2000 Census			
Total Households	8,506	67,743	141,156
HOUSEHOLDS BY INCOME	1 Mile	3 Miles	5 Miles
2022 Estimate			
\$200,000 or More	1.3%	1.3%	1.7%
\$150,000-\$199,999	4.3%	2.7%	2.7%
\$100,000-\$149,999	8.5%	7.3%	8.0%
\$75,000-\$99,999	10.6%	9.2%	10.3%
\$50,000-\$74,999	17.8%	17.8%	19.2%
\$35,000-\$49,999	11.5%	12.7%	13.6%
\$25,000-\$34,999	11.2%	12.3%	11.8%
\$15,000-\$24,999	15.1%	14.6%	13.4%
Under \$15,000	19.8%	22.1%	19.4%
Average Household Income	\$54,972	\$51,582	\$55,516
Median Household Income	\$40,065	\$36,066	\$40,894
Per Capita Income	\$16,444	\$17,091	\$18,235



GEOGRAPHY: 5 MILE



POPULATION

In 2022, the population in your selected geography is 469,128. The population has changed by 4.2 percent since 2000. It is estimated that the population in your area will be 475,445 five years from now, which represents a change of 1.3 percent from the current year. The current population is 48.5 percent male and 51.5 percent female. The median age of the population in your area is 41.9, compared with the U.S. average, which is 38.6. The population density in your area is 5,982 people per square mile.



HOUSEHOLDS

There are currently 152,877 households in your selected geography. The number of households has changed by 8.3 percent since 2000. It is estimated that the number of households in your area will be 156,118 five years from now, which represents a change of 2.1 percent from the current year. The average household size in your area is 3.0 people.



INCOME

In 2022, the median household income for your selected geography is \$40,894, compared with the U.S. average, which is currently \$66,422. The median household income for your area has changed by 38.7 percent since 2000. It is estimated that the median household income in your area will be \$46,500 five years from now, which represents a change of 13.7 percent from the current year.

The current year per capita income in your area is \$18,235, compared with the U.S. average, which is \$37,200. The current year's average household income in your area is \$55,516, compared with the U.S. average, which is \$96,357.



EMPLOYMENT

In 2022, 232,150 people in your selected area were employed. The 2000 Census revealed that 52.0 percent of employees are in white-collar occupations in this geography, and 48.0 percent are in blue-collar occupations. In 2022, unemployment in this area was 6.0 percent. In 2000, the average time traveled to work was 25.2 minutes.



HOUSING

The median housing value in your area was \$225,304 in 2022, compared with the U.S. median of \$250,735. In 2000, there were 75,206 owner-occupied housing units and 65,950 renter-occupied housing units in your area. The median rent at the time was \$531.



EDUCATION

The selected area in 2022 had a lower level of educational attainment when compared with the U.S. averages. Only 5.2 percent of the selected area's residents had earned a graduate degree compared with the national average of 12.3 percent, and 11.8 percent completed a bachelor's degree, compared with the national average of 19.7 percent.

The number of area residents with an associate degree was lower than the nation's at 8.3 percent vs. 8.4 percent, respectively.

The area had more high-school graduates, 33.3 percent vs. 27.1 percent for the nation, but the percentage of residents who completed some college is lower than the average for the nation, at 14.1 percent in the selected area compared with the 20.4 percent in the U.S.

CONFIDENTIALITY AND DISCLAIMER

The information contained in the following Marketing Brochure is proprietary and strictly confidential. It is intended to be reviewed only by the party receiving it from Marcus & Millichap and should not be made available to any other person or entity without the written consent of Marcus & Millichap Real Estate Investment Services of Florida, Inc. ("Marcus&Millichap"). This Marketing Brochure has been prepared to provide summary, unverified information to prospective purchasers, and to establish only a preliminary level of interest in the subject property. The information contained herein is not a substitute for a thorough due diligence investigation. Marcus & Millichap has not made any investigation, and makes no warranty or representation, with respect to the income or expenses for the subject property, the future projected financial performance of the property, the size and square footage of the property and improvements, the presence or absence of contaminating substances, PCB's or asbestos, the compliance with State and Federal regulations, the physical condition of the improvements thereon, or the financial condition or business prospects of any tenant, or any tenant's plans or intentions to continue its occupancy of the subject property. The information contained in this Marketing Brochure has been obtained from sources we believe to be reliable; however, Marcus & Millichap has not verified, and will not verify, any of the information contained herein, nor has Marcus & Millichap conducted any investigation regarding these matters and makes no warranty or representation whatsoever regarding the accuracy or completeness of the information provided. All potential buyers must take appropriate measures to verify all of the information set forth herein.

NON-ENDORSEMENT NOTICE

Marcus & Millichap Real Estate Investment Services, Inc. is not affiliated with, sponsored by, or endorsed by any commercial tenant or lessee identified in this marketing package. The presence of any corporation's logo or name is not intended to indicate or imply affiliation with, or sponsorship or endorsement by, said corporation of Marcus & Millichap, its affiliates or subsidiaries, or any agent, product, service, or commercial listing of Marcus & Millichap, and is solely included for the purpose of providing tenant lessee information about this listing to prospective customers.

Marcus & Millichap is not affiliated with, sponsored by, or endorsed by any commercial tenant or lessee identified in this marketing package. The presence of any corporation's logo or name is not intended to indicate or imply affiliation with, or sponsorship or endorsement by, said corporation of Marcus & Millichap, its affiliates or subsidiaries, or any agent, product, service, or commercial listing of Marcus & Millichap, and is solely included for the purpose of providing tenant lessee information about this listing to prospective customers.

ALL PROPERTY SHOWINGS ARE BY APPOINTMENT ONLY. PLEASE CONSULT YOUR MARCUS & MILLICHAP AGENT FOR MORE DETAILS.

NET LEASE DISCLAIMER

Marcus & Millichap hereby advises all prospective purchasers of Net Leased property as follows:

The information contained in this Marketing Brochure has been obtained from sources we believe to be reliable. However, Marcus & Millichap has not and will not verify any of this information, nor has Marcus & Millichap conducted any investigation regarding these matters. Marcus & Millichap makes no guarantee, warranty or representation whatsoever about the accuracy or completeness of any information provided.

As the Buyer of a net leased property, it is the Buyer's responsibility to independently confirm the accuracy and completeness of all material information before completing any purchase. This Marketing Brochure is not a substitute for your thorough due diligence investigation of this investment opportunity. Marcus & Millichap expressly denies any obligation to conduct a due diligence examination of this Property for Buyer.

Any projections, opinions, assumptions or estimates used in this Marketing Brochure are for example only and do not represent the current or future performance of this property. The value of a net leased property to you depends on factors that should be evaluated by you and your tax, financial and legal advisors.

Buyer and Buyer's tax, financial, legal, and construction advisors should conduct a careful, independent investigation of any net leased property to determine to your satisfaction with the suitability of the property for your needs.

Like all real estate investments, this investment carries significant risks. Buyer and Buyer's legal and financial advisors must request and carefully review all legal and financial documents related to the property and tenant. While the tenant's past performance at this or other locations is an important consideration, it is not a guarantee of future success. Similarly, the lease rate for some properties, including newly-constructed facilities or newly-acquired locations, may be set based on a tenant's projected sales with little or no record of actual performance, or comparable rents for the area. Returns are not guaranteed; the tenant and any guarantors may fail to pay the lease rent or property taxes, or may fail to comply with other material terms of the lease; cash flow may be interrupted in part or in whole due to market, economic, environmental or other conditions. Regardless of tenant history and lease guarantees, Buyer is responsible for conducting his/her own investigation of all matters affecting the intrinsic value of the property and the value of any long-term lease, including the likelihood of locating a replacement tenant if the current tenant should default or abandon the property, and the lease terms that Buyer may be able to negotiate with a potential replacement tenant considering the location of the property, and Buyer's legal ability to make alternate use of the property. By accepting this Marketing Brochure you agree to release Marcus & Millichap Real Estate Investment Services and hold it harmless from any kind of claim, cost, expense, or liability arising out of your investigation and/or purchase of this net leased property.

By accepting this Marketing Brochure you agree to release Marcus & Millichap Real Estate Investment Services and hold it harmless from any kind of claim, cost, expense, or liability arising out of your investigation and/or purchase of this net leased property.

SPECIAL COVID-19 NOTICE

All potential buyers are strongly advised to take advantage of their opportunities and obligations to conduct thorough due diligence and seek expert opinions as they may deem necessary, especially given the unpredictable changes resulting from the continuing COVID-19 pandemic. Marcus & Millichap has not been retained to perform, and cannot conduct, due diligence on behalf of any prospective purchaser. Marcus & Millichap's principal expertise is in marketing investment properties and acting as intermediaries between buyers and sellers. Marcus & Millichap and its investment professionals cannot and will not act as lawyers, accountants, contractors, or engineers. All potential buyers are admonished and advised to engage other professionals on legal issues, tax, regulatory, financial, and accounting matters, and for questions involving the property's physical condition or financial outlook. Projections and pro forma financial statements are not guarantees and, given the potential volatility created by COVID-19, all potential buyers should be comfortable with and rely solely on their own projections, analyses, and decision-making.)

Marcus & Millichap

The Retail Real Estate Investment Leader

Marcus & Millichap

ISSENBERG BRITTI GROUP

EXCLUSIVELY LISTED

EXCLUSIVELY LISTED BY:

BROKER OF RECORD:
RYAN NEE
P: (954) 245-3400
LICENSE: FL BK3154667

Marcus & Millichap
OFFICES NATIONWIDE
www.marcusmillichap.com

RONNIE ISSENBERG
Senior Managing Director
Senior Director, National Retail Group
MIAMI OFFICE
Office: (786) 522-7013
Rissenberg@marcusmillichap.com

GABRIEL BRITTI
Senior Managing Director
Senior Director, National Retail Group
MIAMI OFFICE
Office: (786) 522-7017
Gbritti@marcusmillichap.com

RICARDO ESTEVES
First Vice President
Director, National Retail Division
MIAMI OFFICE
Office: (786) 522-7054
Resteves@marcusmillichap.com