# THE









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Section One: The Property

THE LINE ×



# THE PROPERTY

11

KITCHENS

3

TAKE-OUT WINDOWS

TYPE 1

MINIMAL

\$4,000

START UP COST

PER MONTH

The Line on Elvas is a highly innovative project of newly constructed "ghost" kitchens for online ordering and takeout business - your virtual second back of house! Recognizing the changing landscape of food delivery and takeout which accelerated due to COVID associated shutdowns, The Line on Elvas was created as Sacramento's first virtual kitchen project. The Line, located at 6415 Elvas Avenue, includes 11 individual commercial kitchen units, completely remodeled with enclosed food preparation and cooking operations. Two of the kitchens are still available. Tenants have utilization of an on-site order and pickup services and will provide space for both restaurant start-ups and estab-

lished local operators looking to capitalize on the growing food delivery market without the high capital costs of opening a storefront restaurant. Virtual kitchens allow restaurant operators to focus on the food delivery and takeout only business — utilizing channels such as Uber Eats and Door Dash — without the extra labor and operational expenses of a traditional dine-in restaurant format.

This exciting project provides an outstanding location in the vibrant 65th and Folsom Corridor in East Sacramento. The property is 80 feet from Sacramento State University, within two blocks of thousands of newly built and under construction student housing and multifamily units, SMUD

Headquarters, and multiple medical institutions including UC Davis Medical Center, Mercy Hospital and Sutter Hospital. The property is also in proximity to some of Sacramento's most affluent neighborhoods - East Sacramento, Sierra Oaks, and Midtown. The property is conveniently located near the 65th Street Light Rail Station that serves Downtown Sacramento. The Highway 50 on-ramp is a short two blocks from the property. The walking/bicycle tunnel to Sacramento State is just 80 feet to the south. The property is in a prime position to take advantage of nearby institutions and commute routes









# **PROPERTY DETAILS**

6415 Elvas Avenue, Sacramento, CA 95819 Address:

Kitchen Size: 200 square feet 9 feet

Ceiling Height: Corridor Width: 4 feet

Equipment Provided:

Kitchens Available:

Commercial kitchen hood cooking type 1 Dedicated outdoor air systems (DOAS) unit

Three-compartment sink

Prep sink

Hand wash sink

Stainless steel shelving Walk-In Cooler (shared) Walk-In Freezer (shared)

Additional storage available

Finishes:

Walls: RFP wall panels

Floor: Epoxy

Lighting: LED panels

Power: Minimum 5 dedicated outlets





# SITE PLAN

# **SPACE**

Driver lounge
Order processing center
Staff lockers
Receiving area
Loading area
Restrooms

Mop wash

# **SERVICES**

Processing orders
Handoff to correct courier
Cleaning
Maintenance
Health inspections
Delivery logistics
On-site support

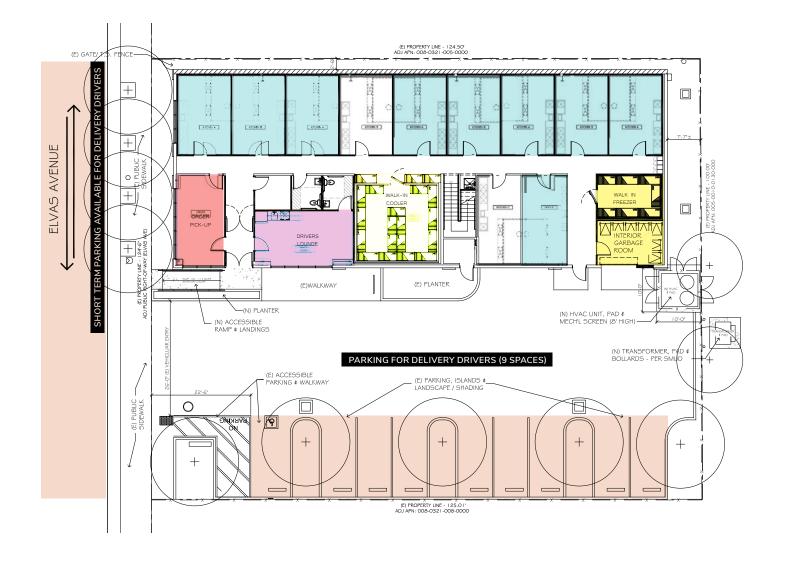
# **FIXTURES**

Type 1 commercial hood
Grease trap
Makeup air & DOAS unit
Industrial grade water heater
Walk-in cooler and freezer
Three-compartment sink
Prep & Hand wash sink

# **UTILITIES**

Power outlets
Cold/hot water lines
Fire/gas safety system
WiFi
Ethernet connections
Trash
Recycling





THE LINE ×



# KITCHEN PLAN

**BASE FEE - \$4,000** 

Utilities - water, sewage (Licensee to pay gas and electric)

Trash

Internet

Security

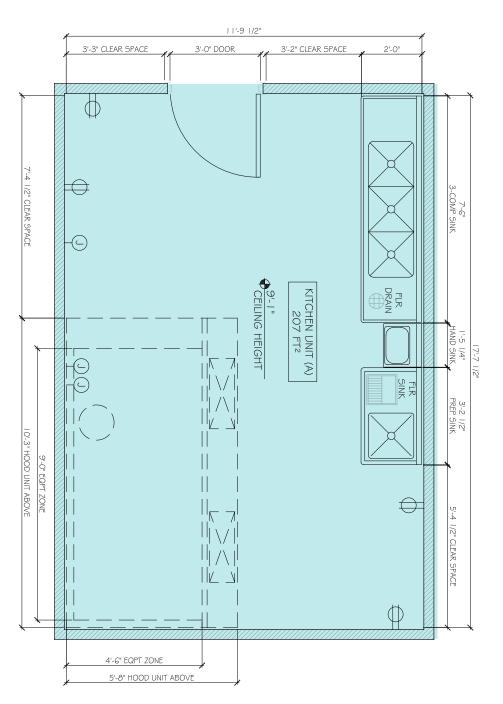
Nightly Janitorial

Grease Trap Cleaning & Maintenance

Dry and cold storage

# **SERVICE FEE - 3%**

Processing orders and handoff to correct courier
On-site staff and support
3rd party delivery management software
Single tablet to aggregate orders / deliveries





Section Four: Software THE LINE ×



# SOFTWARE

# **INSIGHT**

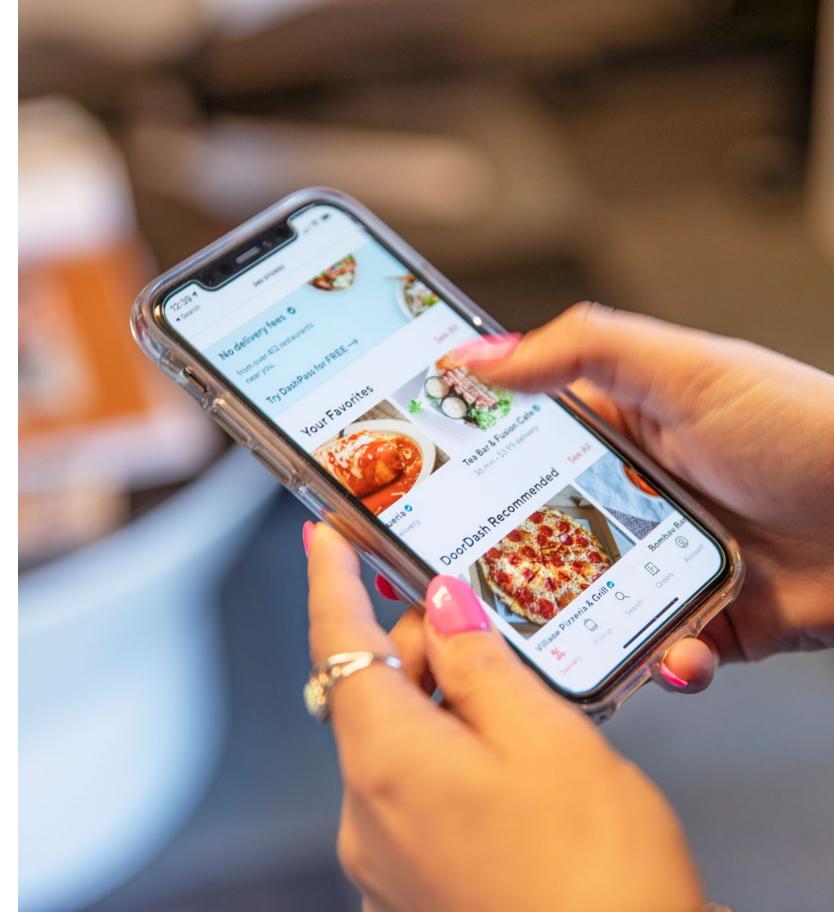
- Leverage your date to uncover insights, maximize revenue and operational efficiency with our industry-leading custom dashboards
- Analyze missed orders, lost revenue, availability and uptime breakdown, product mix performance and hourly sales.
- Receive bespoke solutions that are tailored to your business needs

# **TRENDS**

- Gain insight into performance at the brand level, and empower your franchisees to optimize in real time through live data.
- Utilize a single login for all your data sources that's accessible from our computer or tablet.
- Seamlessly filter your data by location, brand, and delivery partner.
- 3rd party aggregation all orders from DSP's (doordash, etc) flow into 1 single tablet.

# HAND OFF

- Increase efficiency in operations through a handoff feed display that informs staff of courier status.
- Streamline courier pick ups through your check-in web application that notifies couriers when orders are ready.
- Automate order handoffs through our integrated cubby system.
- Native online ordering site so you don't have to pay 3rd party commission fees.



# **ECONOMICS**

INITIAL INVESTMENT

# OPERATING COSTS

# GO-TO MARKET

# STAFFING & LOGISTICS

# **TRADITIONAL**

- \$1 Million for 2,000 SF Space
- Permitting expenditures
- Construction expenditures
- Equipment expenditures
- High operational costs for fully staffed kitchen
- 20+ staff required
- Front & back of house labor
- 4 to 5 year break- even point
- Long-term lease commitment (~10 years)
- 12 to 18 months to launch
- Single brand capability
- No autonomy and flexibility in space design
- Construction expenditures
- 20% of business via delivery
- Additional staffing required for delivery management
- High costs associated for prime visibility and high demand areas

# THE LINE ×

- Minimal start up expenses
- Basic infrastructure included and installed
- Commercial hood
- Hand sink
- Prep sink
- 3-Compartment sink

- Lower operational cost
- 4 staff required
- No front of house labor
- 3 to 6 month break- even point
- Flexible commitment

- 4 weeks to launch
- Permitting complete
- Construction complete
- Faster expansion
- Multi-brand capability
- Experimentation with menu

- Optimized delivery only model
- 100% Of business via delivery
- On-site fulfillment team to provided for delivery orders
- Site located at heart of delivery demand

# SAMPLE OPERATOR PROFIT & LOSS STATEMENT PER MONTH

REVENUE		EXAMPLE 1	EXAMPLE 2	EXAMPLE 3
Total Monthly Sales Revenue		\$60,000	\$90,000	\$120,000
EXPENSES (LICENSEE PAYS DIRECTLY)				
Cost of Goods Sold	25%	\$15,000	\$22,500	\$30,000
Delivery Fees (3rd Party Delivery Fees)	25%	\$15,000	\$22,500	\$30,000
total Operator Labor Costs		\$13,564	\$13,564	\$20,346
Utilities: Gas % Electric (submetered)	\$450	\$450	\$450	%450
Operator Insurance	\$150	\$150	\$150	\$150
Marketing Costs	\$500	\$500	\$500	\$500
Total Variable Expenses		\$44,664	\$59,664	\$81,446
Percent of Revenue		74.44%	66.29%	67.87%
EXPENSES (LICENSEE PAYS TO THE LINE ON ELVAS	MONTHLY			
Base Fee	\$4,000	\$4,000	\$4,000	\$4,000
Processing Fee (Online Orders)	3.0%	\$1,800	\$2,700	\$3,600
Total The Line Expenses		\$5,800	\$6,700	\$7,600
Percent of Revenue		9.67%	7.44%	6.33%
TOTAL OPERATING EXPENSES		\$50,464	\$66,364	\$89,046
Percent of Revenue		84.11%	73.74%	74.20%
NET PROFIT		\$9,536	\$23,636	\$30,954
Percent of Revenue		15.9%	26.3%	\$30,954
Total Annual Profit		\$114,433	\$283,633	\$371,450

Section Six: The Location THE LINE X



# BUILDING LOCATION

# CENTRAL LOCATION BETWEEN MIDTOWN, DOWNTOWN, EAST SAC & ARDEN ARCADE

The Line on Elvas is located in the epicenter of the most thriving part of the Sacramento region — the urban grid.

The property sits on the east side of three incredibly dynamic and booming submarkets: Downtown, Midtown and East Sacramento.

East Sacramento is Sacramento's most in-demand residential neighborhood. The median home price per square foot is more than \$450, which is almost double the Sacramento average of \$235 per square foot. They are smaller, predominantly older homes, with tremendous character building in the 1930s to 1950s.

Because very few high-end office buildings exist in East Sacramento, spaces that are truly architecturally unique like The Park at East Sacramento are tough to find, and often lease very quickly.

East Sacramento is the perfect mix of established residential neighborhoods with incredible amounts of character combined with successful locally owned business and organic youth infused goods and services, a healthy dose of carefully selected regional retailers, and an eclectic mix of high demographic occupations are embedded in a landscape of unique older buildings and mature trees.

Business owners, residents and investors have flocked to East Sacramento because of its rich art, music and cultural scene to cash in on the fruitful submarket.

East Sacramento features some of Sacramento's most successful restaurants and entertainment venues, and has an eclectic mix of art galleries, coffee houses and boutiques. Some of East Sacramento's favorite spots to grab a bite to eat and drink include Orphan, Roxie Deli, Temple Coffee, Canon Kru Contemporary Japanese Cuisine, OBO Italian Table and Bar, Selland's Market Café and Tupelo Coffee House.











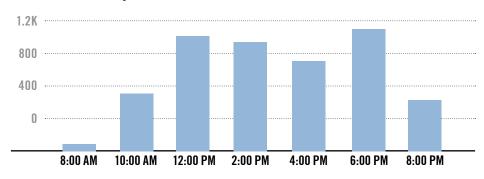




# **NEARBY DATA BITES**

- Prime Location next to Sac State's New Student Housing District
- High Demand for Retail in Underserved Area
- Highly Visible to Traffic on Elvas Avenue
- Easy Access From Highway 50 On/Off Ramp

### Total 2023 Visits by Hour to 6415 Elvas Avenue





Average Household Income 2-mile radius of property

# **Psychographic Profile**



### **Singles and Starters**

Young singles starting out and some starter families living a city lifestyle



## **Thriving Boomers**

Upper-middle-class baby boomer-age couples living comfortable lifestyles settled in suburban homes



### **Young City Solos**

Younger and middle-aged singles living active and energetic lifestyles in metropolitan areas

# **Nearby Population**

3-mile radius of property



2010: 138,630 2023: 155,685 2028: 159,944



2010-2023 **Population Growth Rate** 1-mile radius

of property

20,749





# Levels

25%

15%

**Nearby Businesses** 

1-mile radius of property

Data from: Placer Al, Costar 2024







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1-mile radius of property





Some College

**Bachelor Degree** 

Advanced Degree















# THE LINE ×





### COMPLETED

284 Units / 1100 Beds **Hornet Commons** 2. The Element 288 Units / 792 Beds 3. 6601 Folsom Blvd 10 Units 4. **Hampton Inn** 116 Rooms The Crossings 225 Units / 750 Beds Academy65 - 1325 65th St. 90 Units / 300 Beds Lark Sacramento 726 beds Wexler on 65th, 1500 67th St. 223 Units / 760 Beds



### PROPOSED

ALSO!

 9.
 Q Street Commons - 6779 Q St.
 125 Units / 424 Beds

 10.
 6409 Folsom Blvd.
 54 Units

 11.
 7042 Folsom Blvd
 TBD

 12.
 6325 Elvas Ave
 225 Units / 750 Beds

 13.
 Opus @ Folsom & Elvas
 37 Units / 372 Beds



14.	Pedestrian Acces	s to CSUS

15.Sacramento State31,588 Students16.F65, 1420 65th St.Mixed Use Retail17.SMUD Campus2000+ Employees18.Regional TransitUniversity/65th St

19. Target







Section Six: The Location

THE LINE



# 65™ & FOLSOM BLVD

65th & Folsom Blvd is a dining and shopping destination for surrounding office buildings and University students. Grab a coffee or a quick bite to eat during your lunch break. Nearby developments are in full swing adding new amenities and housing each month.

7-Eleven
Anytime Fitness
Bento Box
Dos Coyotes Border Cafe
Enterprise Rent-A-Car
GameStop

GetitFixed
Giovanni's Old World Pizza
Jamba Juice
Office Depot
Pita Pit
Safe Credit Union

Starbucks
Subway
Supercuts
The Sandwich Spot
Upper Eastside Lofts
Zpizza Tap Room

Hampton Inn & Suites







THE LINE × Section Seven: Sacramento



# SACRAMENTO

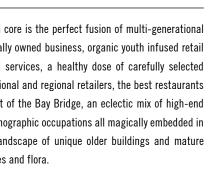
1,317,600

91,637 TOTAL ESTABLISHMENTS \$83,493

# CALIFORNIA'S FASTEST-GROWING METROPOLITAN AREA!

While the Golden 1 Center has expedited urban renovation on the K Street Grid, the renaissance of Sacramento's urban sectors surrounding the K Street Grid has been underway for several years now. Residential migration to the higher density urban cores is a phenomenon easily recognizable in Tier 1 population centers like New York, Chicago, Philadelphia, and in California, Los Angeles, San Francisco and San Diego. This same pattern is now beginning in Tier 2 population centers like Portland, Denver, San Antonio and Sacramento.

The urban core of Sacramento (Downtown and Midtown) is the most desirable business location the Sacramento region and easily boasts the lowest combined commercial vacancy rate, hovering between 5-8%. This figure is impressive when factoring in many buildings marketed as "available" that are functionally obsolete and non-compliant. The urban core is the perfect fusion of multi-generational locally owned business, organic youth infused retail and services, a healthy dose of carefully selected national and regional retailers, the best restaurants east of the Bay Bridge, an eclectic mix of high-end demographic occupations all magically embedded in a landscape of unique older buildings and mature trees and flora.





















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