

BackHome ADU Loans

Financing your BackHome ADU

Craft3 is the exclusive financing partner of BackHome ADU, a regional nonprofit dedicated to confronting the affordable housing crisis, one backyard at a time.

Through this program, participants receive a turnkey delivery and a subsidized interest rate on their ADU loan, in exchange for agreeing for 8 years to rent the completed ADU to a tenant (including a family member or friend) who earns no more than 80% of area median income*.

BackHome ADU simplifies the process for homeowners by creating a single solution that brings together builders, a property management company, and Craft3.

*Portland AMI (Area Median Income) as defined by City of Portland <https://www.portlandoregon.gov/phb/74375>.

SMALL BUT POWERFUL, ADUs CAN...

- Create needed housing**
ADUs can be part of the solution to our housing crisis, especially when rented out as affordable housing.
- Generate future income**
While you'll need to plan for construction and ongoing maintenance costs, an ADU can increase the value of your property and provide ongoing income.
- House family and friends**
An ADU gives your loved ones their own space, close to you. It can also let you age in place.

FEATURES

- Borrow up to \$175,000
- No income restrictions
- 100 percent financing available
- Loan can cover design, permitting and construction
- Fixed interest rates
- Convenient repayment directly from your bank account
- Requires ADU rental to eligible tenants who earn 80 percent or less of AMI

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BackHomeADU



FEATURED CUSTOMER

Randal W.

Portland, Oregon

Randal recently bought his first home in NE Portland and learned about Craft3 and BackHome ADU. Homeowners who participate in this program agree to rent their completed ADU to tenants who earn no more than 80 percent of area median income for at least 8 years.

Randal immediately saw the benefits of building an additional in-fill unit of lower-income housing while also creating a permanent asset.

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ELIGIBILITY

- Residential properties in Multnomah, Washington, and Clackamas Counties, Oregon
- Owner-occupied, single family residences with sufficient space to accommodate the desired ADU

RATES AND TERMS

Annual Household Income	Interest Rate	Example
All Incomes	3.49% (3.67% APR*)	\$130,000 loan at 3.67% APR. 240 payments of \$765.45 per month.

* APR, Annual Percentage Rate based on example loan criteria.

Homeowners must be participants of BackHome ADU to receive a BackHome ADU Loan. BackHome ADU loan amount not to exceed \$175,000.

Loan availability, terms and conditions current as of 5/15/23 and are subject to change. 1% origination fee and appraisal costs apply. Property insurance required. Flood insurance may be required. All loan applications are subject to credit, property, and project approval. Examples and APR includes the approximate cost of prepaid finance charges, including a \$1,300 origination fee and third-party costs of \$800. Actual APRs for individual loans may differ.

CONTACT US

To learn more, visit our website using the QR code below. We look forward to helping and are happy to answer questions at any point!

w: www.craft3.org/backhome-adu-loans

e: adu@craft3.org

p: 888.231.2170, ext. 255



ABOUT CRAFT3

Craft3 is a nonprofit lender that makes loans in Oregon and Washington — often to those that don't qualify for traditional financing. We invest in people, businesses, and communities, and work towards a thriving and just Pacific Northwest.



Craft3 is an equal opportunity lender, provider and employer.
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