

Craft3 ADU Loans



Financing your Accessory Dwelling Unit

In most cases, our ADU loans require no down payment, can finance the entire cost of a project, and reduced rates are available for qualified lower-income applicants. There are few restrictions on how you use your completed ADU and it can be attached or detached to your main house.

Very few banks or credit unions offer ADU loans and those that do typically require greater equity and more substantial down payments. Craft3 recognized a need and saw the potential benefits.

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 \$250,000
- Loan can cover design, permitting and construction
- Fixed interest rates, with reduced rates for qualified lower-income applicants
- Convenient repayment directly from your bank account

ELIGIBILITY

- Residential properties in Multnomah, Washington, and Clackamas Counties, Oregon
- Owner-occupied, single family residences or residences of a family member of the property owner*

*Craft3 can offer our ADU loan products on Non-Owner Occupied properties when a resident in either unit (primary residence or new ADU) is (or will be) family of the property owner. Family is defined as: Parent, Grandparent, Children, Sibling, Aunt, Uncle, Cousin (in-laws and stepfamily members are included).

 Craft3 is a nonprofit lender that makes loans in Oregon and Washington — often to those that don't qualify for traditional financing. Craft3 is an equal opportunity lender, provider and employer. NMLS ID 390159 | 05.15.2023



FEATURED CUSTOMER

Marisol & Sean

When Marisol and Sean started looking into financing an ADU, Marisol recalls, “Many banks said we didn’t have enough equity in the home and suggested we wait a few years.” Because our ADU loans require no down payment and can fund the total cost of a project (including permitting and design) Marisol and Sean were able to realize their plan sooner than later.

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RATES AND TERMS

Annual Household Income	Interest Rate	Example
At or Above 100 percent Portland Area Median Income (AMI)**	6.49% (6.68% APR*)	\$130,000 loan at 6.68% APR. 240 payments of \$984 per month.
Below 100 percent Portland Area Median Income (AMI)**	5.49% (5.68% APR*)	\$130,000 loan at 5.68% APR. 240 payments of \$908 per month.

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

**Portland AMI (Area Median Income) as defined by the City of Portland <https://www.portland.gov/phb/income-rent-and-utility-limits>

Loan availability, terms and conditions are current as of 5/15/23 and are subject to change. 1% percent origination fee of loan amount 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 get started, connect with Craft3 using the information below - or visit our website using the QR code to learn more. We look forward to helping and are happy to answer questions at any point!

w: www.craft3.org/craft3-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.



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