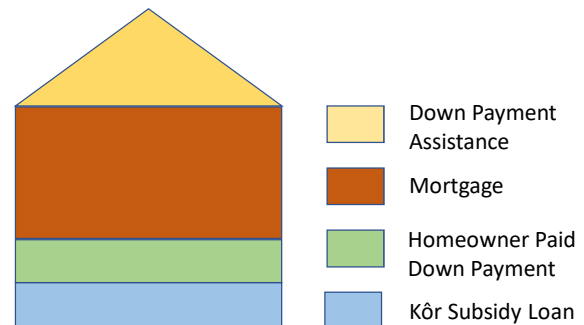




How it All Works – Purchase Financing

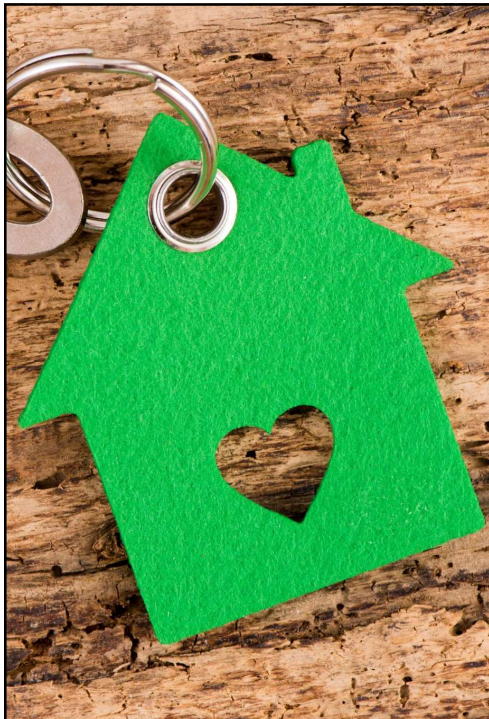
Each home is financed by a mortgage and a combination of a Down Payment Assistance Loan and a Subsidy Loan from Kôr.

1. **Mortgage:** conventional loan – ex. 30-year fixed-rate
2. **Down Payment Assistance Loan:** provided by the City of Bend, 0%, 30-year term, max of \$50K
3. **Kôr Subsidy Loan:** provided by Kôr, 0%, perpetual for life of ownership
4. **Homeowner Paid Down Payment:** equity paid in cash at purchase



Down Payment Assistance for Crescita

- ❖ Approximate Sale price of home = \$200,000
- ❖ Average anticipated first mortgage for 80% AMI homes = \$131,250
- ❖ Down payment assistance need per home = \$68,750
- ❖ Requested DPA from CDBG = \$32,500 for each of the four homes (\$130,000 total)



The CDBG down payment assistance funds help the home buyer bridge the gap between the sale price of the home and a first mortgage amount that is affordable without cost burdening their household.

Thank you!