

Wintergreen Townhomes: A Community Land Trust Project



HOUSING
RESOURCES
BAINBRIDGE

Housing Resources Bainbridge history and programs

Since 1989, Housing Resources Bainbridge (HRB) Community Land Trust (CLT) has developed and stewarded permanently affordable homes to foster the social and economic health of our community.

Homeownership

We shepherd prospective homebuyers through the process and work with current homeowners, supporting them in the ongoing stewardship of their homes.

Rental

HRB has 103 rentals on Bainbridge available for low-income households.

Independent Living

We facilitate home repairs and modifications to help older adults and people with disabilities remain in their homes with safety and confidence. (currently restricted to Bainbridge Island)





Two-Story Townhome

Units 44-50

789 SF Living Space

+100 SF Heated Attic Space

1 BdRm / 1.5 Bath

Bonus Room

Designated On-Site Parking



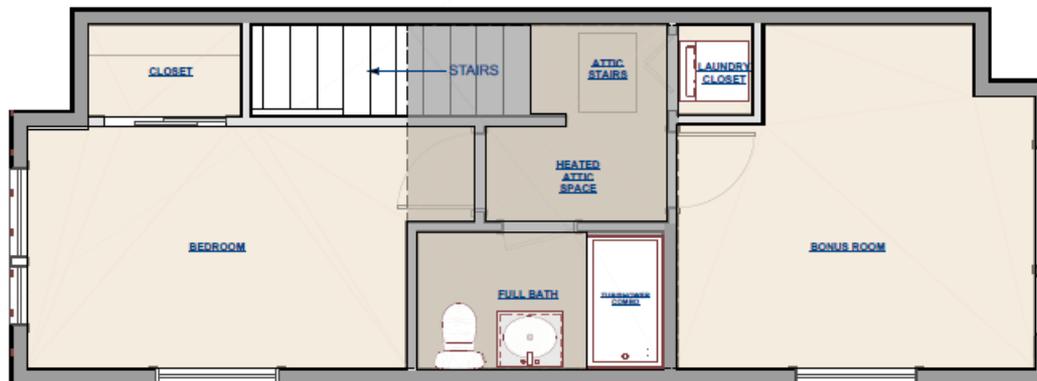
First Floor

Kitchen

Living & Dining

Half Bath

Front & Rear Patio



Second Floor

Bedroom

Full Bath

Bonus Room

Laundry Closet

Heated Attic Space



CLT Overview

- We separate the ownership of the land from the ownership of the house. We then lease the land to the homeowner for a 99-year term.
- Homes must be owner occupied and cannot be rented.
- Price upon selling is based on the resale formula, not the market rate.
- Home must be sold to another owner based on income and other requirements of HRB.
- Homes are inheritable.



Who can buy an affordable Wintergreen Townhome?

Income

Homebuyers must have a steady income that is at or below 80% area median income. Total housing costs can be no more than 35% of gross monthly income. The AMI limit is currently \$69,650 for a household of 1 and \$79,600 for a household of 2.

Debt

Total debt (including housing costs) should be no more than 40% of gross monthly income.

Assets

Total assets after closing are limited to \$300,000.

Homeownership

Property must be primary residence. Homeowners cannot own other real estate.

Credit Rating

Score of 640 or higher, no significant delinquencies the past year, and no bankruptcies or foreclosures in the last four years. (If your score is less than 640 due to lack of history, alternate review may be available.)

Bridging the affordability gap



The second phase
Wintergreen townhomes
have a base price of
\$380,000

USDA loans: Low-interest rates; subsidies for income-eligible buyers; allows buyers to borrow more than they might with conventional loans.

HRB subsidies: \$25,000 grants from HUD's Self-Help Homeownership Opportunity Program (SHOP) in exchange for 60 hours of sweat equity per owner.

Housing Trust Fund grant: HRB anticipates lowering homes, on average, by an additional \$80,000 for first-time homebuyers.

Down payment assistance: Provided by our partner, Community Frameworks, in the form of an interest-deferred loan.

How much will a HRB Wintergreen home cost?

Base price (Phase II): \$380,000

Subsidies:	Resources:
Washington Housing Trust Fund (\$2.5 million) \$80,000 (average per home)	Community Frameworks down payment assistance
Federal HUD SHOP Funding \$25,000	Low-interest USDA loans for eligible buyers

Final anticipated price to buyer: \$275,000 - \$355,000

HRB provides real estate services to buyer free of charge

Ground Lease overview

- Legal document the buyer and CLT sign.
- Recorded along with the deeds and defines the ongoing relationship between the owner and the CLT.
- Renewable 99-year term.
- Defines the ground lease fee and resale formula.
- Outlines process to follow if/when owner decides to sell.
- States that owner agrees to pay property taxes and insurance and maintain the home.
- Each buyer will read the ground lease in its entirety and have an opportunity to ask questions before signing.
- It's important all owners fully understand the ground lease.





CLT homes are
affordable
forever

- If the home is sold, it must go to another low-income household.
- You agree to a limited profit on the sale to ensure that it is affordable to the next buyer.

Resale formula overview

HRB homes appreciate at a set rate which is typically slower than the rate of appreciation in the open market. But homeowners still build equity.

HRB ground lease formula determines the sale price to subsequent buyers so that homes remain perpetually affordable:

Purchase price plus 1.5% compounded annually.

Example: Your home is sold after 10 years.

- Initial purchase of home - \$275,000
- Potential resale price - \$319,000



Wintergreen Townhomes Homeowners Association



Collects monthly HOA dues and bi-monthly water and sewer fees.



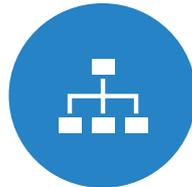
Manages the HOA budget.



Enforces the CC&Rs and Bylaws.



Maintains the common areas and exterior of the buildings.



Consists of a board of directors made up of homeowners and the developer to start.



CC&Rs, bylaws and budget are available for review.



Stewardship

- CLTs build community as well as housing. Our relationship doesn't end at closing. We are here for you throughout ownership.
- As a CLT homeowner you will maintain the home inside and out for yourself and for the future.
- Participation in the Homeowners Association is encouraged.
- Homeowners also have the opportunity to serve on the HRB board.

Questions? Please feel free to contact us!

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