

# We can help you buy an affordable home



## The Dream of Homeownership

...becomes a reality for families in need through the work and commitment of Habitat for Humanity of Johnson County, a non-profit organization that builds and sells safe affordable homes in partnership with limited income families and the Johnson County community.

Our homeownership program offers a hand up - not a handout. In addition to monthly mortgage payments, homeowners volunteer 200-400 hours (called "sweat equity") to build their home and the homes of other Habitat homeowners.

Habitat homes are built through donations of money, material and volunteer time. They are sold to each homeowner at cost, financed with an interest-free mortgage. Mortgage payments are used to further the mission of Habitat and serve more families.

Thanks to support of volunteers, donors and partner families, Habitat for Humanity builds more than just houses, we build hope and community.

Putting faith into action, Habitat for Humanity of Johnson County promotes family stability by providing safe, affordable housing solutions to qualified individuals and families. In partnership with our community, we work toward our ultimate goal of eliminating substandard housing throughout the county.



### INCOME RANGE REQUIREMENTS Effective July 1, 2019 - June 30, 2020

Number of People in Household	Total Family Income Must Fall Within This Gross Annual Income Range	Monthly Income Range (includes all sources of income)
1	\$16,800 - \$44,800	\$1,400 - \$3,733
2	\$19,200 - \$51,200	\$1,600 - \$4,267
3	\$21,600 - \$57,600	\$1,800 - \$4,800
4	\$23,970 - \$63,920	\$1,998 - \$5,327
5	\$25,890 - \$69,040	\$2,158 - \$5,753
6	\$27,810 - \$74,160	\$2,318 - \$6,180
7	\$29,730 - \$79,280	\$2,478 - \$6,607
8	\$31,650 - \$84,400	\$2,638 - \$7,033

#### CREDIT:

All applicants will undergo a credit check. Because we are interested in your access to homeownership, we are not as strict on your credit review as a bank might be. If there is a bankruptcy, it needs to be discharged for at least a year and you must demonstrate improved credit since the discharge. All judgments must be paid off in full. Outstanding debt must be at a reasonable level per our guidelines. Medical bills will not be counted against you.

401 Mooreland Drive, New Whiteland, IN 46184  
 Mon - Fri (8:00 am - 5:00 pm)  
 Office 317-530-9222  
[www.habitatjohnsoncounty.org](http://www.habitatjohnsoncounty.org)  
[www.facebook.com/habitatjohnsoncounty](https://www.facebook.com/habitatjohnsoncounty)

We are pledged to the letter and spirit of the U.S. policy for the achievement of equal housing opportunity throughout the nation. We encourage and support an affirmative advertising and marketing program in which there are no barriers to obtaining housing because of race, color, religion, sex, handicap, familial status or national origin.



## Homeowner Guide



## Realize your dream of home ownership!

Applications are accepted during the following timeframes:

March 1 - April 30

&

August 1 - September 30

# Do you qualify?



Twice a year, Habitat for Humanity of Johnson County accepts applications for their homeownership program. Potential Partner Families must meet three basic requirements:

1. **Ability to Pay:** You will be buying your house from Habitat. You must demonstrate your ability to pay the monthly mortgage on your home. This monthly payment includes the mortgage, real estate taxes, and insurance payments. We will help you determine if this payment will jeopardize your ability to meet other family financial obligations and expenses. Refer to the income chart for income requirements and for a description of the credit review process.
  2. **Need for Housing:** You will be considered for a Habitat home if your current housing is not adequate and if you are unable to obtain adequate housing through other conventional means. Lack of adequate housing may include problems with:
    - Structure
    - Water, electrical, heating or sewage systems
    - Hazardous substances
    - Overcrowding
    - High crime area
    - Insect infestation
    - An unaffordable situation
- If you are living in subsidized or transitional housing, such as Section 8, you may qualify.
3. **Willingness to Partner:** Once you have been selected to receive a home, you become a "partner family". This partnership is a unique characteristic of our program in that you contribute to your ongoing eligibility through "sweat equity." This means each family is required to complete a minimum of 200 - 400 hours of sweat equity. The number of adults in the family determines how many "sweat equity" hours the family must complete. This sweat equity hour requirement is completed through community service, construction, assistance by friends and family, and homeownership classes. Sweat equity is a fun way to stay involved with both the Habitat community and the process of completing your future home.

## How to Apply

### STEP 1 - Picking up an Application

- Online at [www.habitatjohnsoncounty.org](http://www.habitatjohnsoncounty.org).
- Stop by the Habitat office or ReStore.
- Call the office and request by mail.
- Applications are accepted during the following:
  - March 1 - April 30
  - August 1 - September 30

### STEP 2 - Completing the Application

- Complete the application as thoroughly as possible. The application asks for specific information on your living and financial situation.
- Mail or drop off application to the Habitat office during the application dates listed above.

### STEP 3 - Qualifying

- After receiving your application, if you qualify at this initial point, you will be notified by a HFHJC representative asking for additional documentation for verification purposes. When this information is verified to confirm your eligibility, two home visits will be scheduled to interview your family.

If your application is declined, you will receive notification in the mail. We encourage you to work on areas of concern and re-apply.

- Once we have determined you meet the three basic requirements: **Ability to Pay**, **Need for Housing**, and **Willingness to Partner**, your application will be submitted for approval.

### STEP 4 - Approval

- Upon board approval, you will start your journey to homeownership which includes starting your sweat equity hours and attending financial management & home ownership classes.
- A \$700 deposit is required prior to the closing of your mortgage. Ten percent (10%) or \$70 is required at the time of approval. We encourage you to make payments throughout your journey to homeownership to avoid a hardship at closing.



## Frequently Asked QUESTIONS

### How long will it take for me to get a home?

- The whole process from application to move in may take up to 2 years or longer. There are many factors involved with getting your home: available land, sweat equity hours, specific needs, funding, etc.

### What makes a Habitat house affordable?

- Habitat's homeownership program is unique in two ways: (1) Habitat sells houses at the cost of materials plus land without adding profit; (2) Habitat provides the money to buy the house without charging interest. The no-interest mortgage is significant because a loan from a bank adds interest payments which can add significant cost to the life of the mortgage.

### Do I get to choose where I live?

- We have built homes throughout Johnson County. There is no guarantee which property you will be offered.

### How big will my house be and do I have a choice about what goes into my home?

- House size depends on the number of family members who will be living there. We use standard house designs as recommended by Habitat International. Habitat is committed to building simple, decent, and affordable houses which meet the needs of the homeowners. There are very limited customizable choices for your home.

