



## **Addendum #1**

### **LHA and FHA Properties for Sale**

**Date: June 29, 2018**

**This addendum is to answer a question received.**

#### **Question:**

The realtor showed me the two Leominster properties that are up for bid. I asked him about the deed restrictions and wanted to verify with you if the information I received is the same information that you have.

He told me that under Option A I could rehabilitate the property and sell it right away as long as I sell it to a home owner that is under 80% AMI. He mentioned that I can sell the property at market price because there are no restrictions on that.

I just want to make sure I am not missing anything before I submit my proposal to you. Thank you for your time.

#### **Response:**

It would have to meet the MA Department of Housing and Community Development's typical standards for units going thru the Local Initiative Program (LIP) - comply with Fair Housing laws, which would mean holding a public lottery process; have a feasible a mechanism in place to keep the unit affordable on re-sale with some kind of comparable process, among other things.

Here is some info:

<https://www.mass.gov/service-details/local-initiative-program>

It's not as simple as just flipping to a buyer who is 80% AMI or less.