



## What is a Reno Loan?

58% of homeowners take on a major renovation within the first year of owning their home.\* Renovations can be a huge out-of-pocket cost. With a Reno Loan, you can finance your house AND the reno all in one monthly payment. The chart below compares the average cost of the top 5 renovations with the new cost using our Reno Loan.

Here are the top three things to know about a Reno Loan:

**Everything's in one monthly payment.**

Think of it as a payment plan for your remodel baked into your current monthly mortgage payment.

**Contractors and the cost of the remodel is determined prior to the loan closing.**

No surprises here. You will know everything that will be done, how much it will cost, and who will be doing it.

**Your home will be appraised with the reno in mind.**

This will help you determine the increase in home value immediately.

Renovation	Average Cost	With our Reno Loan <sup>6</sup>
Kitchen <sup>1</sup>	\$72,000	\$571/mo
Bathroom <sup>2</sup>	\$40,750	\$325/mo
Hardwood Flooring <sup>3</sup>	\$7,300	\$58/mo
Basement <sup>4</sup>	\$34,531	\$275/mo
Solar Panel Installation <sup>5</sup>	\$31,558	\$251/mo

\*Payment added to monthly mortgage payment

1 - Houzz & Home Study 2025

2 - Remodeling by JLC 2024 Cost vs Value Report

3 - Modernize Home Services "How Much Does Hardwood Floor Installation Cost?"

4 - Angi's List "How Much Does a Basement Remodel Cost?"

5 - Bankrate "How Much Do Solar Panels Cost in 2024?"

6 - Example portions of payments allocated to renovation costs are based on a purchase price of \$345,797.00 down payment of 3.5%, 30 year [fixed] rate mortgage at a rate of 7.25%/8.395% annual percentage rate (APR), and 360 mortgage payments of \$2,818.43. FICO score and lock days based on 671 FICO and 60 Day Lock. Advertised rates and APR effective as of 01/16/25 and are subject to change without notice.

Applicant subject to credit and underwriting approval. Not all applicants will be approved for financing. Receipt of application does not represent an approval for financing or interest rate guarantee. Refinancing your mortgage may increase costs over the term of your loan. Restrictions may apply, contact Rate for current rates and for more information. (041425-3486104)

Operating as Guaranteed Rate, Inc. in New York.



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