WASHINGTON HOME ENERGY LOANS IN PARTNERSHIP WITH PACIFIC POWER

Craft3 partners with Pacific Power to offer Home Energy Loans to Washington homeowners whose primary heat source fuel is provided through Pacific Power. Low-income households may be eligible for additional low-cost services; learn more at bit.ly/3SDoMWg.

Homeowners can also finance critical repairs required in order to undertake a rebate-eligible project. Critical repairs could include mold abatement; asbestos removal; leak repairs, including relevant wall and floor replacement; roof repair/replacement; rodent/pest removal and prevention; electrical upgrades including panel replacement; and air quality improvement. For more information about the sorts of projects you can finance visit bit.ly/3bi6P8h.

PROJECT WORKFLOW
While projects vary, below we’ve outlined the typical stages. We describe each stage and show who is responsible.

1. SUBMIT BID
CONTRACTOR submits bid with customer rebate listed to CRAFT3 at HomeEnergy@Craft3.org. (Contractors are responsible for screening of rebate eligibility.)

2. APPLY
HOMEOWNER applies for a Home Energy Loan at www.Craft3.org/HomeEnergyWash. CRAFT3 is available to answer questions and help with the application process. Paper applications are available upon request.

3. EVALUATE LOAN APPLICATION
CRAFT3 reviews the application. We communicate the credit decision to the HOMEOWNER and CONTRACTOR in three to five business days. In some cases, additional information may be required to make a credit decision.

4. SIGN LOAN DOCUMENTS
CUSTOMER signs loan documents sent to them by CRAFT3 via DocuSign.

5. DEPOSIT TO CONTRACTOR
Notify CONTRACTOR at closing. Disburse up to 50 percent of loan amount to contractor.

6. INSTALL
CONTRACTOR completes the project.
7. SUBMIT FINAL INVOICE

CONTRACTOR upon project completion submits final invoice to HomeEnergy@Craft3.org.

8. MAKE FINAL PAYMENT

CRAFT3 will disburse the remaining loan balance to the contractor upon borrower authorization.

9. PROCESS INCENTIVES

CONTRACTOR submits incentive paperwork and Third-Party Payment addendum to Pacific Power for processing. Contact Wattsmart at TradeAllyPP@WattsmartSavings.net with questions.

There is no cost to the contractor to offer the Home Energy Loan.

Customers may select a term that best fits their budget, up 15 years. Selecting a shorter term means less interest to pay over the life of the loan.

Monthly payments via on-bill repayment through Pacific Power.

Extra principal payments can be made directly to Craft3 via our online portal.

Customers may pay off their loan at any time without a pre-payment penalty.

NEED HELP?
If at any point, you've got any questions you can email us at HomeEnergy@Craft3.org or call 888-231-2170 ext. 225.

RATES AND TERMS

<table>
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<tr>
<th>Annual Household Income</th>
<th>Interest Rate</th>
<th>Terms</th>
<th>Loan Amount</th>
<th>Loan Security Fee</th>
<th>Examples</th>
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<tr>
<td>More than 100% AMI**</td>
<td>4.99% (5.29% APR*)</td>
<td>Up to 15 years</td>
<td>$2,500 - $50,000***</td>
<td>UCC - $200</td>
<td>$10,000 loan at 5.29% APR 180 payments of $80.61 per month</td>
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<td>Equal to/less than 100% AMI**</td>
<td>4.49% (4.789% APR*)</td>
<td>Up to 15 years</td>
<td>$2,500 - $50,000***</td>
<td>UCC - $200</td>
<td>$10,000 loan at 4.789% APR 180 payments of $78.16 per month</td>
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</tbody>
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* APR, Annual Percentage Rate based on example loan criteria.
** The area median income (AMI) is the household income for the median household in a region. AMI is based on HUD Income Limits, See Income Limits | HUD USER and Section B Income Limits (huduser.gov) for more information.
*** Maximum loan amount is $25,000 for loans not secured by a UCC-1A filing. Loan availability, terms, and conditions current as of 07/11/22 and are subject to change. Examples include financing of loan fees and a $200 recording fee, where applicable. All loan applications are subject to credit, property, and project approval. Maximum loan amount and Loan to Value apply and are subject to equity value and underwriting requirements for all programs. Applicants must be a customer of a Pacific Power in Washington. If a loan is secured by a UCC-1A filing, the filing will be recorded with the county. Subordination may be available with lender approval, fees may apply. Principal balance and interest are due on sale, transfer, refinancing, or maturity. Due to Home Energy Loan funding sources, financed projects may require a cultural resource and historic preservation review. If a designation is made, the property owner will be responsible for costs incurred.