WASHINGTON CLEAN WATER LOAN

WORKFLOW

1. LOAN APPLICATION
   Apply at [www.Craft3.org/CleanWaterWash](http://www.Craft3.org/CleanWaterWash). Craft3 is available to answer questions and help with the application process. Paper applications are available upon request.

2. REVIEW & DECISION
   Review application. Communicate credit decision to customer and contractor via e-mail within three business days. In some cases, additional information may be required to make a credit decision.

3. PROJECT
   1. Provide Designer invoice if loan funds are needed upfront to pay for design, or
   2. Provide permit approved by county, and the bid from septic installer.

4. LOAN DOCUMENTS
   • **Craft3**: Prepare loan documents and send to customer via DocuSign.
   • **Customer**: Sign electronically via DocuSign. Paper documents available upon request.

5. DEPOSIT TO CONTRACTOR
   Notify contractor when loan documents are signed. Initial disbursements made to contractor.

6. PERFORM WORK
   1. Designers: Create design and submit to county for approval.*
   2. Installers: Repair or replace septic according to approved design and project proposal.

   *Customers: If Craft3 provided an advance to pay for the design, you will need to submit a bid from a septic installer upon approval of the permit. Send installer bid to [CleanWater@Craft3.org](mailto:CleanWater@Craft3.org). Once received, Craft3 will send a deposit to the installer.

7. FINAL INVOICE
   Submit customer signed invoice and health agency approval (i.e. ROC, COC, As Built) to [CleanWater@Craft3.org](mailto:CleanWater@Craft3.org) to receive final payment.

8. FINAL PAYMENT
   Disburse the remaining loan balance to the contractor.
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RATES & TERMS

Loans are available in many Washington counties. Rates and terms are determined by applicants’ annual household income.

<table>
<thead>
<tr>
<th>Annual Household Income</th>
<th>Interest Rate</th>
<th>Term Options</th>
<th>Examples</th>
</tr>
</thead>
<tbody>
<tr>
<td>Up to $25,000 owner-occupied</td>
<td>2.49% (2.33% APR)</td>
<td>Deferred Payments*</td>
<td>Deferred Payment Option: $24,000 loan amount, No monthly payments for 179 months, Balloon payment of $33,873 due on the 180th month based on 2.33% APR.</td>
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<td>Interest-Only Payments**</td>
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<td>Fully-Amortized Payments</td>
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<tr>
<td>Up to $45,000 owner-occupied</td>
<td>4.49% (4.75% APR)</td>
<td>Interest-Only Payments**</td>
<td>Interest-Only Payment Option: $24,000 loan amount, $94 interest payment for 179 months, Balloon payment of $24,094 due on 180th month based on 4.75% APR.</td>
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<td>Fully-Amortized Payments</td>
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<tr>
<td>Greater than $45,000 - or - non-owner-occupied, secondary home</td>
<td>5.49% (5.93% APR)</td>
<td>Fully-Amortized Payments</td>
<td>Fully-Amortized Repayment: $24,000 loan amount, $201 for 180 months at 5.93% APR.</td>
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APR, Annual Percentage Rate
Loan availability, terms and conditions current as of 01/1/19 and are subject to change. Visit our website for latest terms and rates. Examples include financing of Craft3 $695 loan fee. 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. Loans are secured by a UCC-1A filing recorded with the county. Subordination may be available with lender approval, fees may apply. Principal balance and interest (if applicable) is due on sale, transfer, refinace or maturity. Craft3 is an equal opportunity lender, provider and employer. NMLS ID 390159
*Deferred Payment option maximum loan amount is $35,000 and maximum loan-to-value is 80 percent.
**Interest-only Payment option maximum loan amount is $45,000 and maximum loan-to-value of 100 percent.

- There is no cost to the contractor to offer the Clean Water 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.
- All regular, interest-only and fully-amortized payments will be automatically withdrawn from the customers bank account.
- Extra principal payments can be made directly to Craft3 via our convenient online portal.
- Customers may pay off their loan at any time without a pre-payment penalty.