



## **Zero Interest City Loan Program**

***You must live within the City of Pendleton to be eligible for the loan program.***

The City of Pendleton is offering loans of \$9,000 each to help residents of Pendleton finance the installation of solar electric systems through the Solarize Pendleton program. These loans are intended to cover a large portion of the upfront cost that will be returned to homeowners through tax credits during the years following installation.

You must be registered for a free, no obligation solar site assessment and chosen a contractor to sign up for a loan.

The zero-interest loans will be repaid over a four-year period, with the first payment due May 25, 2012. The repayment structure is as follows:

### **Payback Schedule:**

May 25, 2013	\$4,500
May 25, 2014	\$1,500
May 25, 2015	\$1,500
May 25, 2016	\$1,500

The repayment schedule and amounts are based on the estimated receipt of tax credits by a homeowner with the available tax liability for each year for each year following the installation. If the entire \$9,000 is not needed, the final payment will be adjusted down.

The loan will be secured through a voluntary lien placed on the homeowner's property for the duration of the loan. This is a non-transferable lien.

Complete the [2012 Solarize Pendleton Loan Application](#) and return to Pendleton City Hall, 500 SW Dorion Ave. Applications can be picked up at City Hall or found on [www.solarizependleton.com](http://www.solarizependleton.com) in the Resources section. Loans will be awarded on a first come first served basis.

**Repayment Scenario for a 3.0kW system @ \$6.31/Watt:**

	<b>Year 1 2012</b>	<b>Year 2 2013</b>	<b>Year 3 2014</b>	<b>Year 4 2015</b>	<b>Total</b>
<b>Fed. Tax Credit (@ 30% of \$14,430)</b>	\$4,329	/	/	/	\$4,329
<b>Oregon State Tax Credit (@\$2.10/W)</b>	\$1,500	\$1,500	\$1,500	\$1,500	\$6,000
<b>Sum of Tax Credits Received:</b>	\$5,829	\$1,500	\$1,500	\$1,500	\$10,329
<b>Loan Payments Due</b>	\$4,500	\$1,500	\$1,500	\$1,500	\$9,000

**Cost example for a 3.0kW system @ \$6.31/Watt:**

<b>\$18,930</b>	<b>Total Cost installed</b>
<u>-\$ 3,750</u>	Energy Trust Incentive @ \$1.25/watt
<b>\$15,180</b>	<b>Net Cost - paid to contractor</b>
<u>-\$ 4,554</u>	Federal Tax Credit (30% of \$15,180)
<u>-\$ 6,000</u>	State Tax Credit @ \$2.10/watt
<b>\$ 4,626</b>	<b>Final Cost</b> (after 4 years)