

ON-BILL FINANCING APPLICATION

This On-Bill Financing (OBF) Application, along with an Incentive Application (defined herein) must be submitted and approved **prior** to purchasing or installing your equipment. Approval of this Application does not guarantee funding. OBF loan funding requires completed installation of equipment and fulfillment of all terms and conditions contained in this Application. Please read all terms and conditions of this Application carefully before signing, and contact your SCE Account Manager or Contractor if you have any questions.

Customer Information	
Company/Business Name	Company/Business Mailing Address
Authorized Company/Business Representative	Title
Taxpayer ID and/or SS# on record with SCE	SCE Account Manager Name <i>(If applicable)</i>

I, as Customer and applicant, certify if a Trade Professional is listed below, I have entered into a contract with said Trade Professional for the installation of energy efficiency Solutions at the sites listed on this application. I understand that: (1) SCE makes no warranty or representation about the Trade Professional's qualifications; (2) I am solely responsible for selecting Trade Professional to implement the project on my behalf; (3) Trade Professional is an independent contractor and not authorized to make any representations on behalf of SCE; and (4) SCE will have no role in resolving any disputes between me, Trade Professional, and/or any other third parties. I further authorize all contracts and correspondence to be sent directly to Trade Professional specified below. I further authorize Trade Professional to request and receive from SCE the customer account information for the SCE account(s) listed in this application, including bill history, meter usage data, verification of balances on the account(s), discontinuance notices, and verification of rate and related information, and to schedule any required inspections by SCE at the project site in connection with this OBF Application or the Eligible Program(s).

Trade Professional Company Name	Trade Professional Mailing Address
Trade Professional Representative	Title
Taxpayer ID and/or SS# for Trade Professional on record with SCE	SCE Account Manager Name <i>(If applicable)</i>

Project Site Information

Please complete this table, indicating all the Service Account(s) included in your Energy Efficiency project. List each Service Account separately (i.e., one Service Account per line). The Service Accounts listed on this table should match all the Service Accounts listed on the Incentive Application or OBF for Midstream Project Supplement.

Service Account #	Customer Account #	Estimates		
		Project Cost	kWh Savings*	Incentive

Send to:

Southern California Edison, Business Incentives
P.O. Box 800, Rosemead, CA 91770-0800
Fax: 1-626-633-3243 | Email: BusinessIncentives@sce.com
Questions? 1-866-635-6015

Program Description

The On-Bill Financing (OBF) program is offered by Southern California Edison Company (SCE) to qualified SCE non-residential service customers and multifamily property customers (Customer) to offset the cost of purchasing and installing eligible energy efficiency equipment (Solutions).¹ Through OBF, qualified Customers will receive zero percent (0%) interest, no-fee, unsecured financing for Solutions for which incentives and rebates are approved under an eligible SCE energy efficiency program (Eligible Program).²

Financing is available to qualified Customers for up to one hundred percent (100%) of the actual installed cost (up to the amount approved by SCE) of approved Solutions, less rebates or incentives received by Customer from SCE under applicable Eligible Program(s). The minimum loan amount per service account available through OBF is five thousand dollars (\$5,000). The maximum OBF loan amount available per service account is one million dollars (\$1,000,000) for government and institutional Customers, and two hundred and fifty thousand dollars (\$250,000) for commercial Customers and multifamily property Customers, including general business, industrial, and agricultural entities.

The maximum loan term for a government and institutional taxpayer-funded and multifamily property Customer is ten (10) years, or the expected useful life of the installed Solutions, whichever is shorter. The maximum loan term for a commercial Customer is five (5) years, or the expected useful life of the installed Solutions, whichever is shorter. The monthly loan repayment amount will be approximately equal to the estimated monthly dollar savings Customer is expected to receive through their SCE utility bill due to the Solution's estimated energy savings.

The fixed monthly loan repayment amount will be invoiced as a line item on Customer's SCE utility bill. In no event will Customer be entitled to receive a loan amount in excess of one hundred percent (100%) of the actual installed cost (up to the amount approved by SCE) of approved Solutions, less rebates or incentives received for such Solutions under the Eligible Program(s). If the projected loan term is beyond the OBF loan term limit or exceeds the installed Solutions' expected useful life, a loan of a lesser amount may be approved at SCE's sole discretion. The expected useful life (EUL) of a Solution is an average length of time a Solution may be operational, based on historical analysis. If there is more than one Solution installed, the EUL of all installed Solutions will be that of the Solution which contributes the greatest kWh savings for the project.

The OBF program has a limited budget. SCE will accept this OBF Application from qualified SCE Customers and will reserve funds on a first- approved, first-served basis until funds are depleted or the OBF program is terminated, whichever occurs first.

This OBF Application is for approval of a reservation of loan funds only. Issuance of OBF loan funds is conditioned on Customer's installation of approved Solutions in accordance with the selected Eligible Program(s), satisfaction of all Eligible Program requirements, and execution by Customer of the On-Bill Financing (OBF) Loan Agreement.

The terms and conditions of SCE's OBF program may be modified or terminated without prior notice.

Eligibility

To qualify for the OBF program, Customer must qualify for an incentive and/or rebate from SCE pursuant to an Eligible Program or must purchase equipment from a participating distributor pursuant to the Midstream Point of Purchase Program. Customer must satisfy all requirements of each selected Eligible Program, including but not limited to, if applicable, execution of such Eligible Program's incentive application and, if applicable, an Eligible Program agreement. The applicable Energy Management Solutions Incentives Application(s) for Business Customers, the Energy Management Solutions Incentives Application for State of California Partnership, or the OBF for Midstream Project Supplement (all referred to as "Incentive Application") executed by Customer are hereby incorporated into this OBF Application by this reference. If there is any conflict between the terms and conditions of any Eligible Program Incentive Application and the terms and conditions of this OBF Application, the terms and conditions of this OBF Application shall control. If there is any conflict between this OBF Application and the OBF Loan Agreement, the OBF Loan Agreement shall control.

To qualify for the OBF program, Customer must also satisfy each of the following conditions:

- A. Customer must be an existing non-residential customer of SCE.
- B. Customer must have maintained an active SCE account under the same customer name for at least 24 consecutive months prior to the start of participation in OBF.
- C. Customer must certify below confirming that the Customer would not have undertaken the financed project in the same capacity if it was not for the availability of the OBF loan.
- D. Customer must be in good credit standing with SCE including: (1) no disconnect notice in the past 24 months; (2) no 48-hour shut-off notices in the past 12 months; (3) no returned payments/checks in the past 12 months; (4) not have a deposit on its account to establish or reestablish credit in the past 12 months; (5) no more than three Overdue Due Notices (20 days late) in the past 12 months; the customer's Tax ID on the OBF application must match the Tax ID on the SCE account; and, (6) no previous OBF loan defaults.

For program rules and eligibility, visit sce.com/onbill.

¹ To ensure eligibility of a planned Solution(s), review the Eligible Programs requirements in the Energy Management Solutions Directory at sce.com/Solutions.

² For a full list of Eligible Programs, visit sce.com/onbill.

Key OBF Loan Terms

This section provides a non-exhaustive list of some of the key loan terms contained in the OBF Loan Agreement, for information purposes only. THIS IS NOT THE OBF LOAN AGREEMENT, WHICH MAY BE EXECUTED BY THE PARTIES ONLY AFTER THE APPLICATION IS APPROVED, THE PROJECT COMPLETED, AND THE FINAL LOAN AMOUNT DETERMINED, IN ACCORDANCE WITH PROGRAM RULES. IN THE CASE OF ANY CONFLICT BETWEEN THESE PROVISIONS AND THE OBF LOAN AGREEMENT, THE TERMS AND CONDITIONS OF THE OBF LOAN AGREEMENT SHALL CONTROL.

- A. **Amount Financed and Loan Terms.** The OBF Loan Agreement shall set forth the amount financed, based on the calculations described in this Application, the loan term, payment amounts, service accounts to be billed, and the designated Trade Pro(s), if any.
- B. **Prepayment and Partial Payments.** Customer may pay the Loan in monthly installments or pre-pay the entire Loan in one lump sum without penalty, but pre-payments for less than the remaining balance is not allowed. Any partial payments will be applied in equal proportion to the energy charges on the bill and the Loan, and the Customer will be considered to be delinquent and in default of both the energy bill and the Loan.
- C. **Late Payments.** No late payment charges or interest will be assessed for delinquent payments on the Loan Obligation. However, SCE may assess late payment charges for delinquent payments of energy charges pursuant to SCE's Rule 9 which is incorporated herein by reference.
- D. **Returned Payments.** SCE may require a Returned Check Charge for any check returned from Customer's financial institution unpaid. The Returned Check Charge will also apply to any forms of payment that are subsequently dishonored.
- E. **Discontinuance of Service.** Amounts due under the OBF Loan Agreement will be amounts deemed due under each SCE utility bill to the Customer's Service Account(s), and a default under the OBF Loan Agreement will be treated as a default under the Customer's Service Account(s). Customer's Loan Obligation (as defined in the OBF Loan Agreement) is subject to the discontinuance provisions of SCE's Rule 11, Discontinuance and Restoration of Service, Section B, Nonpayment of Bills or Summary Bills.
- F. **Breach and Acceleration.** Any breach by Customer under a Third Party / EMS Agreement or the OBF Agreement will constitute a breach under all of the above referenced agreements. SCE may determine the OBF Loan Agreement to be breached and Customer to be in default if Customer: (1) sells, assigns, or otherwise transfers ownership, possession, or title of the Site or the Equipment, (2) fails to pay the Monthly Payment amount when due, (3) closes, discontinues, or otherwise causes the termination of the Service Account(s), or (4) otherwise breaches the OBF Loan Agreement and/or the Third Party / EMS Agreement, and the breach is not cured as specified therein. Notwithstanding anything to the contrary in the Third Party / EMS Agreement, a breach and default as set forth in this section shall not be subject to any additional cure period. Following a breach as set forth in this section, SCE shall have the right to declare the entire unpaid balance of the Loan Obligation immediately due and payable.

Description of Additional OBF Loan Agreement Provisions. (1) the OBF Loan Agreement shall continue in effect until the Loan is paid in full; (2) Customer may not assign its rights or delegate its duties under the OBF Loan Agreement without SCE's express written consent; (3) the OBF Loan Agreement can only be modified or amended through a signed writing by both Customer and SCE, except that, in any given month that Customer does not make full payment on the Loan Obligation, SCE may make payment arrangements, in SCE's sole discretion; and (4) the Customer must represent and warrant that he or she is duly authorized and has the legal capacity to execute and deliver the OBF Loan Agreement on behalf of Customer, and to perform Customer's obligations under the OBF Loan Agreement.

Incentive Waiver Acknowledgement *(Required for all customers regardless of loan amount)*

Customers that receive OBF loans totaling over \$250,000 per service account are not eligible to receive incentives for Solutions that are funded by the OBF loan.³ In cases where the loan amount exceeds \$250,000, the loan amount will be adjusted to cover up to one hundred percent (100%) of the actual installed cost, subject to OBF Program rules.

Incentive Waiver Acknowledgement

I, Customer and applicant hereunder, affirm I have read, and understand, that loans, over the amount of \$250,000 per service account, will not be combined with rebates or other incentives, even though Customers are required to meet eligibility requirements for the relevant Eligible Program(s) in order to participate in OBF.

Signature of Customer **X**

Date

³ CPUC Decision D.19-03-001 states that Investor Owned Utilities shall not use OBF funds in combination with rebates or other incentives for loans over \$250,000.

Multi-Site Loan Aggregation *(Government and Institutional customers only)*

Taxpayer-funded Customers⁴ may choose to aggregate multiple loans, provided the combined loan does not exceed the maximum OBF loan amount per service account.

Multi-Site Loan Aggregation option for OBF

- Yes** – Aggregate my multiple service account loans into one individual loan. Loan funding will be delayed until all projects are completed.
- No** – Process my multiple service account loans individually. Loans will be funded separately for each project in accordance with OBF rules.

Site-Specific Savings *(Express Solutions and Midstream Point of Purchase projects only)*

The OBF program allows Customers to submit site specific calculations for energy savings expected from projects. The use of site-specific savings for OBF calculations is optional. If the Site-Specific Savings form is not completed, SCE will use standard energy savings. In both cases, OBF installment payments are calculated to offset the estimated energy savings.

The use of site-specific savings for On-Bill Financing loan calculation is only available to Express Solutions and Midstream Point of Purchase program measures, and do not have an impact on rebates or incentives.

For Customers utilizing the site-specific savings option, the monthly loan repayment amount will be approximately equal to the estimated monthly dollar savings Customer is expected to receive through their SCE utility bill based on the energy savings proposed on the supplemental Site-Specific Savings form. Any misrepresentation of site-specific energy savings could affect the Customer's overall energy bill.

Customers selecting the Site-Specific Savings option will be required to complete the Site-Specific Savings form (found at www.sceonlineapp.com/forms.aspx) and submit it with a detailed engineering energy calculation model after submitting this application. Please note that you will not be able to select this option later in the process.

Site Specific Savings option for OBF

- Yes** – I will provide a Site-Specific Savings form and detailed engineering energy savings calculation model as soon as I submit this application. I acknowledge that the monthly repayment amount for my loan will be based on the energy savings calculation I provide.
- No** – Use incentive program approved energy saving values for the calculation of my OBF loan to ensure bill neutrality and avoid potential increases in my energy bill due to inaccurate energy savings calculations on my behalf.

Loan Funds Payment Designation

Pay OBF Loan Funds to Customer

Pay OBF Loan Funds to Trade Professional

As Customer, I authorize the payment of my OBF Loan Funds to Trade Professional specified above, and I understand I will not be receiving the OBF check from SCE. I also understand my release of this payment to Trade Professional does not exempt me from the requirements outlined in this OBF Application.

Signature of Customer **X**

Date

⁴ Taxpayer-funded Customers are Customers using tax revenue to pay utility bills associated with a service account, included but not limited to cities, counties, public or state-funded schools, public libraries and government offices.

Send to:
Southern California Edison, Business Incentives
P.O. Box 800, Rosemead, CA 91770-0800
Fax: 1-626-633-3243 | Email: BusinessIncentives@sce.com
Questions? 1-866-635-6015

Payee Information *(Required only if loan payee Name or Address should be different than information on page 1)*

Payee Name Line (Limit 34 characters)	Attention To (If required to be printed on check)
Company/Business Mailing Address	Payee Taxpayer ID and/or SS#

Verification and Certification

I, Customer and applicant hereunder, affirm I have read, understand, and agree to all of the specific OBF terms, conditions, and other requirements and restrictions set forth in this OBF Application. I certify that this project would not have been undertaken in the same capacity if it was not for the availability of the OBF loan, and that all of the information I have provided in this OBF Application is true, correct, and complete. I understand I must meet all eligibility criteria and requirements of both the OBF program and my selected Eligible Program(s) in order to participate in OBF. I understand SCE reserves the right to request additional information to verify my eligibility for OBF.

Name of Applicant *(Printed)*

Signature of Applicant **X**

Date

Signature of Trade Professional *(If applicable)* **X**

Date

PLEASE MAKE A COPY OF THIS DOCUMENT FOR YOUR RECORDS

The OBF program is funded by California utility customers and administered by Southern California Edison under the auspices of the California Public Utilities Commission.