

APPLICATION – PART II
CERTIFICATIONS OF THE ELIGIBLE FINANCE LENDER

Pursuant to Sections 10091.2 and 10091.3 of the Program regulations, by signing below,

(Name of Eligible Finance Lender)

1. Agrees to follow the Program regulations described in Title 4, Division 13, Article 5 of the California Code of Regulations, commencing with Section 10091.1.
2. Acknowledges and agrees that the Program regulations constitute a lender services agreement.
3. Certifies that it is not subject to a cease and desist order, or other regulatory sanction from the appropriate federal or state regulatory body, which would impair its ability to participate in the Program.
4. Agrees to permit an audit, by the Authority, of any of its records relating to Enrolled Loans, during normal business hours on its premises, and to supply such other information concerning Enrolled Loans as shall be requested by the Authority.
5. Acknowledges that the Authority and the State will have no liability to the Participating Finance Lender (PFL) or Successor Servicer under the Program except from funds deposited in the Loss Reserve Account(s) of the PFL or Successor Servicer.
6. Agrees to include in its loan documentation the following documents in a form approved by the Authority as applicable to each Eligible Loan submitted for enrollment in the Program: utility bill(s), California Hub for Energy Efficiency Financing Disclosures, REEL Borrower Form, Itemized Invoice, Self-Installer Project Submission, and Certificate of Completion described in Section 10091.8 of the Program regulations to be signed by the Participating Contractor.
7. Agrees to and acknowledges that, upon enrollment in the Program:
 - (a) The PFL or Successor Servicer is solely responsible for identifying and making any and all disclosures and providing periodic reports to its borrowers as required under applicable laws.
 - (b) The PFL or Successor Servicer shall comply with all applicable laws, possess and maintain all required state and federal licenses, and remain in good standing with all governmental authorities having jurisdiction over its business.
 - (c) The PFL or Successor Servicer shall indemnify, defend and hold harmless CAEATFA, each of the IOUs, their affiliates, and each of their respective officers, directors, employees, agents and representatives (each of which is an express beneficiary of this indemnity) from and against any and all losses arising in connection with any claim:

- 1) resulting from the negligent or unlawful acts or omissions, or willful or tortious conduct of the PFL or Successor Servicer, including any failure of the PFL or Successor Servicer, or its agents, to comply with applicable laws in connection with Enrolled Loans;
 - 2) resulting from any error or omission by the PFL, Successor Servicer, or any of its agents in the calculation or presentation of principal repayments or interest with respect to an Enrolled Loan agreement, fees and charges, the receipt and processing of payments received from Borrowers, or any collection or enforcement action;
 - 3) alleging any breach of a representation, warranty or covenant by such PFL;
 - 4) alleging any misrepresentation by the PFL or its agents with respect to the energy savings to be achieved in connection with an Enrolled Loan, or any failure or deficiency in the products, materials or work supplied to a customer in connection with an Enrolled Loan; and/or,
 - 5) arising from the PFL's or Successor Servicer's breach or alleged breach of these regulations and/or its confidentiality or privacy obligations under these regulations or with respect to the Program.
8. Acknowledges that the IOUs are not responsible for, and shall have no liability for:
- a. the energy efficiency improvements funded through the Enrolled Loans supported through the Loss Reserve Accounts;
 - b. the assessment of potential benefits and costs associated with those improvements;
 - c. the qualification of PFLs or Successor Servicers;
 - d. the PFL's or Successor Servicer's marketing, and lending policies and practices; or
 - e. CAEATFA's educational and outreach activities.
9. Certifies that for all forthcoming Project Pre-Approvals or Loan Enrollment Applications submitted by the PFL to the Authority:
- a. the loans will be Eligible Loans for Eligible Improvements at an Eligible Property, and that the Borrowers receiving the Eligible Loans will meet the Minimum Underwriting Criteria set forth in this Article; and
 - b. the Claim-Eligible Principal Amounts will not finance distributed generation.
10. Certifies that for all forthcoming Loss Reserve Reservations, Project Pre-Approvals or Loan Enrollment Applications submitted by the PFL to the Authority:
- a. all of the information provided will be true and accurate to the best of the signatory's knowledge.

11. Acknowledges that, after the PFL is enrolled in the program, the PFL is responsible for updating the Authority with any changes relating to Program regulations Section 10091.2(a)(1)-(7) above. Changes relating to Program regulations Section 10091.2 subsections (a)(6) and (8)-(11) above are subject to approval by the Authority.
12. Agrees to maintain insurance coverage in accordance with Section 10091.3(a) of the Program regulations.
13. Acknowledges and agrees to make the representations, warranties and covenants described in Section 10091.3(g) of the Program regulations to the Authority.
14. After a PFI or PFL is enrolled in the program, the PFL is responsible for updating the Authority with any changes relating to Program regulations Section 10091.2 subsections (a)(1)-(7) above. Changes relating to Program regulations Section 10091.2 subsections (a)(6) and (8)-(11) above are subject to approval by the Authority.
15. Certifies that the undersigned is authorized to legally bind the applicant.

Note: All capitalized terms are defined in Section 10091.1 of the Program regulations.

I, the undersigned, hereby certify that all of the information provided in this application is true and accurate to the best of my knowledge.

Authorized Representative Signature: _____ Date: _____

Printed Name: _____ Title: _____

Internal Use Only

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| PFL ID# | Received Date |
| Approval Signature | PFL Enrollment Date |