PACIFIC POWER Form 4107 1/79 OREGON

PACIFIC POWER & LIGHT COMPANY

WEATHERIZATION PROGRAM

INSULATION COST REPAYMENT AGREEMENT AND MORTGAGE (LIMITED WARRANTY)

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|------------|---|---|
| 1h 7 U- | See Attatched: | of Company ("Pacific" — ("Homeowners"), 97633 |
| | | |
| sta cor | The cost of the installation described above, for which Homeowners will ultimately be responsible under this agreement, is \$ 43 3. LIMITED WARRANTY PROVISION Pacific shall contract with an independent insulation and weatherization contractor and will pay for work done as described about and are insulation in a workmanlike manner consistent with the installed in a workmanlike manner consistent with the insulation is not installed in a workmanlike manner. Pacific, at no expected. | .5.00 .e. |

Pacific snan contract with an independent insulation and weatherization contractor and win pay for work done as described above.

Pacific warrants that the insulation and weatherization materials will be installed in a workmanlike manner consistent with prevailing industry. racine warrants that the institution and weatherization materials will be installed in a workmanlike manner, Pacific, at no expense to the Homeowners, will cause any deficiencies to be

If upon completion of installation, Homeowners believe the work is deficient, Homeowners must contact the Manager, Weatherization Services Department, Pacific Power & Light Company, Public Building, 920 S.W. Sixth Avenue, Portland, Oregon 97204, (503) 243-4122 or the

DISTRICT MANAGER AT THEIR POWER & Light Company district office.

EXCEPT FOR THE WARRANTIES EXPRESSLY DESCRIBED IN THIS AGREEMENT, PACIFIC MAKES NO OTHER WARRANTIES, ALL EXPRESS AND IMPLIED WARRANTIES ARE EXTENDED ONLY TO AND LIMITED TO THE HOMEOWNERS, WILL START UPON COMPLETION OF THE INSTALLATION OF THE INSULATION, AND WILL TERMINATE OF DAYS FROM THAT DATE HOMEOWNERS DEMEDIES FOR ANY CLAIM, INCLUDING BUT NOT LIMITED TO EXPRESS HOMEOWNERS, WILL START DEON COMPLETION OF THE INSTALLATION OF THE INSULATION, AND WILL TERRITORIES OF DAYS FROM THAT DATE, HOMEOWNERS' REMEDIES FOR ANY CLAIM, INCLUDING BUT NOT LIMITED TO EXPRESS OF THE INSULATION OF THE INSULAT OR IMPLIED WARRANTIES, NEGLIGENCE, STRICT LIABILITY OR CONTRACT ARE LIMITED TO THOSE REMEDIES EXPERIENCE. PRESSLY DESCRIBED HEREIN, AND IN NO EVENT SHALL PACIFIC BE RESPONSIBLE FOR ANY INCIDENTAL OR CON-

NOTE: Some states do not allow limitations on how long an implied warranty lasts, so the above limitation may not apply to you. Some states do not allow the exclusion or limitation of incidental or consequential damages, so the above limitations or exclusion may not apply to you.

This warranty gives you specific legal rights, and you may also have other rights which vary from state to state.

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Pacific conducts Home Energy Analyses at the request of its customers to determine the cost-effectiveness of insulation and weatherization based t acme conducts from erasergy (vanayses at the request or us customers to determine the consentence or insulation and weather variable conditions). However, because of the variability and uniqueness of individual energy upon average consumption patterns and typical local weather conditions. However, because of the variability and uniqueness of univolutal energy use, it is not possible to precisely predict the savings that will accrue to any particular individual. Therefore, Pacific, by providing information in good use, it is not possing to precisely predict the savings our win accrate to any particular moreonary, a new, or proving anomalous or good faith concerning the anticipated benefits of insulation and weatherization, or by entering into this agreement, does not warrant that the installation of man concerning me annequated neueris or insmation and weatherization, or by entering into this agreement, does not warrant that the insulation and weatherization materials provided for in this agreement will result in savings of money or electrical consumption.

4. HOMEOWNERS OBLIGATION TO REPAY

Individual Homeowners (natural persons) shall pay to Pacific, without interest, the actual contract cost of the insulation and weatherization Individual Homeowners thatural persons) shall pay to Facine, without interest, the actual contract cost of the institution and victorial persons prior to the sale or transfer for consideration of any legal or equitable interest in any part of the property. Homeowners other than natural persons to the sale of transfer for consideration of any legal or equitable interest in any part of the property. prior to the safe or transfer for vousmeration or any legal or equivable unevest in any part of the property. Fromeowners other from natural persons feorporations, trusts, etc.) shall pay to Pacific, without interest, the actual contract cost of the insulation and weatherization within seven years of the

5. HOMEOWNERS' OBLIGATION TO NOTIFY

Homeowners shall notify Pacific in writing of the sale or transfer for consideration of any legal or equitable Momeowners snan notify reache in writing of the sate or transfer for consideration of any legal or equinable interest in any part of the property, whether it is voluntary or involuntary. Such notice shall be sent as soon as Homeowners know that there will be a sale or transfer for consideration. whether it is vominary or involuntary, once nonce shall be sent as soon as fromcowners know one mere will be a said or transfer or consideration, and not later than one week before the expected sale or transfer. The notice must include the name of the Homeowners, the address of the property, the name of the person to whom the property is being sold or transferred, and the name of any person or company who is acting as a closing agent for the sale or transfer or is otherwise participating in the transaction. Homeowners authorized Pacific to contact any of the persons so named and authorize and direct such persons to pay Pacific any obligations owing under this agreement from any monies which such persons

6. SECURITY INTEREST

To secure the Homeowners' obligations herein, Homeowners hereby mortgage to Pacific the property, together with all present and future (To secure the Homeowners) congations nerein, Homeowners nereny morigage to Facine the property, together with an present and intune appartenances, improvements, and fixtures thereto. This paragraph shall not take effect until that date which is one day prior to the earliest to occur (1) the date on which any legal or equitable interest in any part of the property is transferred;

(1) the date on which any legal or equitable interest in any part of the property which does not exist as of the date of this agreement is created.

including without annuation any deed, near, mortgage, judgment or mint safe contract;

(3) the date on which any action or suit is filed to foreclose or recover on the property or any part thereof for any mortgage, lien, judgment or other encumbrance on the property or any part thereof which existed prior to the recording date of this agreement. 7. PERFECTION OF SECURITY INTEREST

Pacific may record this agreement in the county real property records, and Homeowners shall execute any other documents deemed necessary by Pacific to perfect this security interest.

- 8. Each Homeowner who signs this agreement shall be individually and jointly responsible for performing the obligations of Homeowners in this 6. Each nomeowner who signs this agreement shall be individually and jointly responsible for performing the obligations of fromeowners in this agreement. This agreement shall be binding upon the successors and assigns of the parties. Homeowners shall not assign this agreement without the
- 9. This document contains the entire agreement between the parties and shall not be modified except by a written instrument signed by the Darties 10. HOMEOWNERS' RIGHT TO CANCEL (OREGON STATUTE)

If this agreement was solicited at a place other than the offices of Pacific, and you do not want the goods or services, you may cancel this of this agreement was somened at a place other man the offices of racine, and you do not want the goods or services, you may cancer this agreement without any penalty, cancellation fee or other financial obligation by mailing a notice to Pacific. The notice must say that you do not want agreement without any penalty, cancellation fee or other mancial obligation by maning a notice to Fachic. The notice must say that you do not want the goods or services and must be mailed before 12:00 midnight of the third business day after you sign this agreement. The notice must be mailed to:

Pacific Power & Light Company. P. O. Box 728 Klamath Falls, Oregon 97601

However: You may not cancel if you have requested Pacific to provide goods or services without delay because of an emergency and

However: 1 ou may not cancer it you have requested reache to provide goods or services without detay decause of an emergency a (1) Pacific in good faith makes a substantial beginning of performance of the contract before you give notice of cancellation, and (2) In the case of goods, the goods cannot be returned to Pacific in substantially as good condition as when received by Homeowners.

HOMEOWNER'S RIGHT TO CANCEL. (FEDERAL STATUTE). You, the Homeowner, may cancel this transaction at any time prior to midnight of the third business day after the date of this transaction. See the attached notice of cancellation form for an explanation of this right.

11. HOMEOWNERS ACKNOWLEDGE THAT THEY HAVE RECEIVED A COPY OF THIS AGREEMENT. PACIFIC POWER & LIGHT COMPANY STATE OF OREGON County of Personally appeared the above-named and acknowledge the foregoing instrument to be OBERT voluntary act and deed. Before me: STATE-OF OF My Commission Expires: County of Personally appeared the above-named and acknowledged the foregoing instrument to be voluntary act and deed. Before me: My commission Expires

Robert and Joan Trotman Merrill Oregon-Klamath County

EXHIBIT "A"

Beginning at an iron pin which lies west 1320.0 feet and north 0° 25' west 620 feet and west 171.75 feet from the southeast corner of section 2, Township 41 south, tange 10 east WM., and running thence : continuing west 115.75 feet to an iron pin; thence south 0° 5' east 117.5 feet to an iron pin thence east 117.5 feet more or less to the point of beginning, said tract containing .3 of an acre, more or less, in tract 37, MERRILL TRACTS, in section 2, Township 41 south, range 10 east, WM.,

| STATE OF OREGON; COUNTY OF KLAMATH; 55. |
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| Filed for record at request ofPacific Power |
| his 22nd day of September A. D. 1980 at o'clock M., co |
| Mortgages on Page 18067 |
| Face \$10.50 Desnetta J. Latoch |