This agreement is made this 12th

PACIFIC POWER & LIGHT COMPANY & Page 18897

INSULATION COST REPAYMENT AGREEMENT AND MORTGAGE

(LIMITED WARRANTY)

March

and Keith E. Penman ar	nd Marjorie A. Penman	_, 19 _8U, between Pacific P	ower & Light Compan	ıv ("Pacific")
I. Homeowners represent that they a 913 Merryman Drive		the property at:		omeowners"),
which is more particularly described as:	(address)	Klamath (county)	Oregon	97601
	Lot 101	resumy,	(state)	(zip code)
	Merryman's Replat of in the County of Kla	Vacated Portion of Vacated Portion of Vacate, State of Oreg	Old Orchard on	Manor
hereinafter referred to as "the property." 2. Pacific shall cause insulation and we suant to current Company Specifications. Storm Windows: Install Storm Doors: Install Weatherstrip I doors. Sliding Doors: Install insulation: Install insulation: Install insulation: Install duct insulation: Install moisture Moisture Barrier: Install moisture Other:	window(s) totalling approximately ors. + 1 hres hold wors. From an estimated existing R-10 from an existing	sq. ft.	pproximately <u>1320</u> proximately <u>1320</u> s	_ sq. ft. sq. ft.
The cost of the installation described above 3. LIMITED WARRANTY PROVISI Pacific shall contract with an independer Pacific warrants that the insulation and w standards. If installation is not installed in corrected.	oor nt insulation and weatherization cont ceatherization materials will be insta a workmanlike manner, Pacific, at	ractor and will pay for work done a	es dagaribad ab	5. 90 SC 2 industry cies to be
If upon completion of installation, Ho	manunan L.P			

COL owners 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) 243-1122, or the

Services Department, Pacific Power & Light Company, Public Building, 920 S.W. Sixth Avenue, Portland, Oregon 97204, (503) 243-1122, or the District Manager at their local Pacific 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 90 DAYS FROM THAT DATE, HOMEOWNERS' REMEDIES FOR ANY CLAIM, INCLUDING BUT NOT LIMITED TO EXPRESS OR IMPLIED WARRANTIES NEGLIGENCE STRICT HARBITATO OR CONTRACT, ARE LIMITED TO THOSE REMEDIES FOR OR IMPLIED WARRANTIES, NEGLIGENCE, STRICT LIABILITY OR CONTRACT ARE LIMITED TO THOSE REMEDIES EX-PRESSLY DESCRIBED HEREIN, AND IN NO EVENT SHALL PACIFIC BE RESPONSIBLE FOR ANY INCIDENTAL OR CON-SEQUENTIAL DAMAGES TO HOMEOWNERS OR ANYONE ELSE.

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 at 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.

Pacific conducts Home Energy Analyses at the request of its customers to determine the cost-effectiveness of insulation and weatherization based upon average consumption patterns and typical local weather conditions. However, because of the variability and uniqueness of individual 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 tise, it is not possible to precisely predict the savings that win accrue to any particular manyinnan. Increme, tracine, by providing information in good faith concerning the anticipated benefits of insulation and weatherization, or by entering into this agreement, does not warrant that the installation of 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 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 (corporations, trusts, etc.) shall pay to Pacific, without interest, the actual contract cost of the insulation and weatherization within seven years of the date of this agreement. Homeowners may pay such cost to Pacific at any time prior to the time payment is due.

5. HOMEOWNERS OBLIGATION TO NOTIFY Homeowners shall notify Pacific in writing of the sale or transfer for consider whether it is voluntary or involuntary. Such notice shall be sent as soon as Hot tion, and not later than one week before the expected sale or transfer. The not property, the name of the person to whom the property is being sold or transfe closing agent for the sale or transfer or is otherwise participating in the transact so named and authorize and direct such persons to pay Pacific any obligations owe to Homeowners.	ice must include the name of the Homeowners, the address of the erred, and the name of any person or comparer, the
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6. SECURITY INTEREST

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To secure the Homeowners' obligations herein, Homeowners hereby mortgage to Pacific the property, together with all present and future appurtenances, improvements, and fixtures thereto. This paragraph shall not take effect until that date which is one day prior to the earliest to occur of the following dates:

(1) the date on which any legal or equitable interest in any part of the property is transferred;

- (2) 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 limitation any deed, lien, mortgage, judgment or land sale 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 agreement. This agreement shall be binding upon the successors and assigns of the parties. Homeowners shall not assign this agreement without the written consent of Pacific.
- 9. This document contains the entire agreement between the parties and shall not be modified except by a written instrument signed by the parties.

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 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 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, OR 97601

However: You may not cancel if you have requested Pacific to provide goods or services without delay because of an emergency and (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 HOMEOWNERS STATE OF OREGON County of Klamath Keith E. Penman Personally appeared the above-named his and acknowledge the foregoing instrument to be voluntary act and deed. Before me: My Commission Expires: _ STATE OF OREGON 3-12.19_80_ County of Klamath Marjorie A. Penman Personally appeared the above-named _ her and acknowledged the foregoing instrument to be ... voluntary act and deed. Before me: My commission Expires: WHEN RECORDED RETURN TO: PACIFIC POWER & LIGHT COMPANY / ATTENTION: PROPERTY SECTION / 920 S.W. SIXTH AVENUE / PORTLAND, OR 97204 STATE OF OREGON; COUNTY OF KLAMATH; ss. I hereby certify that the within instrument was received and filed for record on the 1st day of October A.D., 19 80 at 8:40 o'clock A M., and duly recorded in Vol M80 <u> Mortgages</u> ____on Page <u>18897</u> WM. D. MILNE, County Clerk
By Lernetha Afets ch Deputy FEE_\$7.00