

# **TVA ENERGY RIGHT HEAT PUMP LOAN**

## **HOW DO I GET A LOAN?**

- Person applying for the loan needs to have an active utility account in their name with Decatur Utilities.
- Customer should select qualified contractor from TVA contractor list.
- Contractor will prepare the applications for the customer and fax the application to Regions Bank's Energy Right Department for approval.
- If approved, contractor will prepare paperwork and install unit. If application is declined, Decatur Utilities will contact the customer by mail.
- Once the unit is installed, the contractor will forward the paperwork to Decatur Utilities.
- Decatur Utilities will add the monthly payment to the customer's utility bill and file a lien against the property and homeowner.
- Current interest rate is 8%.
- Repayment period is 5 years (60 months).
- Contractor will calculate the monthly payment and relay this to the customer.
- Loan is not tax deductible.

## **HOW DO I PAY OFF MY LOAN?**

- The customer can pay the TVA loan off at anytime without any additional penalty.
- Customer should contact the Billing Department to obtain a current payoff balance.
- Once the payoff is received, the monthly payment is removed from the customer's account and the lien is terminated.
- The loan is not assumable or transferable.
- If the house is being sold, the TVA loan is required to be paid in full.
- An authorization to release information is needed from the customer for Decatur Utilities to release payoff information to a realtor, attorney, etc.