



## Understanding PACE Financing



Congratulations, you're well on your way to finalizing your PACE financing with Renew Financial and having a more comfortable and energy efficient home. PACE financing is unique in a number of ways. Unlike other types of financing that may have unpredictable rate changes (like credit cards), we offer a fixed interest rate that will never change. And we offer repayment options that give you anywhere from 5 to 30\* years to repay.

## Payment on Your Property Taxes

As you probably know, PACE financing involves a tax assessment on your property. This means that your payment will show up as a new line item on your annual property taxes along with other special assessments and that you'll see an overall increase in the total amount due as a result of your PACE assessment. This also means you'll have one less payment to manage than with a conventional home improvement loan.

## Understanding Utility Savings

PACE-financed improvements may lead to significant utility savings that can help offset the payments, and some homeowners may also receive tax benefits. Consult your tax advisor for information on your personal tax situation. Depending on your circumstances, you may experience one or both of these savings.\*\* Keep in mind, though, that your property tax bill will show the fixed payment amount provided in your financing contract, not the net costs after potential savings.

## Capitalized Interest

You are paying nothing upfront, and we capitalize the interest that accrues on your financing before the first payment is due. Rather than bill you all at once with your first payment, this capitalized interest gets added to your total financed amount over the length of the assessment so you pay a little bit each time.

**For additional information, please call 844-736-3934 or visit [renewfinancial.com](http://renewfinancial.com)**

\*Payment terms are 5, 10, 15, 20, 25, or 30 years. 30 year financing term is not available in all locations.

\*\*Not all consumer experiences are the same. Utility savings and tax benefits may vary.

CaliforniaFIRST is sponsored by the California Statewide Communities Development Authority (CSCDA), Los Angeles County, and the Western Riverside Council of Governments. CaliforniaFIRST is administered by Renew Financial Group LLC.