



# EnergyRight Solutions Lien Acknowledgement (HVAC Equipment)

## Applicant Information

Participant 1 First Name \_\_\_\_\_ Last Name \_\_\_\_\_ Address \_\_\_\_\_

Participant 2 First Name \_\_\_\_\_ Last Name \_\_\_\_\_ Address \_\_\_\_\_

Cosigner First Name \_\_\_\_\_ Last Name \_\_\_\_\_ Address \_\_\_\_\_  
(If applicable)

Property Installation Address (if different) \_\_\_\_\_

Local Power Company Joe Wheeler EMC Address PO Box 460, Trinity, AL 35673

LPC No. 312 Account No \_\_\_\_\_

## Lien Acknowledgement (Security Interest on HVAC Equipment)

- When you apply and receive an EnergyRight loan for home energy efficiency improvements, you will be required to sign a Security Agreement. This agreement states that you will allow you local power company to file a lien on your property to secure the collateral being financed.
- A Uniform Commercial Code Financing Statement, UCC-1, will be filed at the registrar’s office in the county in which you live. The UCC-1 is a fixture filing and secures the heat pump equipment for the term of the loan. The UCC-1 may be pre-filed before you complete the energy efficiency installation to ensure a perfected lien is obtained by your local power company.
- The purpose of this filing is to secure the collateral. The UCC-1 acts as a lien and must be cleared before your property can be sold or refinanced. Once the loan has been repaid, the UCC-1 will be terminated.
- If for any reason the local power company cannot obtain a priority UCC-1 status, you will need to seek financing elsewhere. Such reasons include no clear ownership of the property or state/local laws restricting the filing of a lien.

## Subordination of Security Interest

- The local power company will not subordinate the security filing to any debt incurred after the filing of its UCC-1.
- The local power company will maintain a security filing for the life of the loan.
- Once a loan has been repaid, the UCC-1 will be terminated.

**PLEASE READ, SIGN AND RETURN to acknowledge that you understand this information**

Signature (a) \_\_\_\_\_ Date \_\_\_\_\_  
*Participant 1*

Signature (b) \_\_\_\_\_ Date \_\_\_\_\_  
*Participant 2*

Signature (c) \_\_\_\_\_ Date \_\_\_\_\_  
*Landowner/Co-Signer (if applicable)*