

**Attachment B**  
**Hypothetical Traditional Bank Loan vs CPACE Financing**

<b>Capital Expenditures Related to Energy Savings:</b> examples may include solar panels, LED lighting upgrade, new energy efficient HVAC system, etc.	<b>Bank Loan</b>	<b>CPACE Lien</b>
Cost for energy conservation measure	\$500,000	\$500,000
Down payment (15%)	\$ 75,000	\$ 0
Loan	\$ 425,000	\$ 500,000
Loan term	5 years	20 years
Interest rate %	5%	6%
<b>5-Year Net Cash Flow</b>		
Annual Debt Service	\$ 96,243	\$ 42,986
Annual energy savings	\$ 55,000	\$ 55,000
Net annual cash flow	\$ (41,243)	\$ 12,014
Cash flow over 5 years	\$ (206,216)	\$ 60,070
Down payment cash flow	\$ ( 75,000)	\$ 0
<b>5 Year Net Cash Flow</b>	<b>\$ (281,216)</b>	<b>\$ 60,070</b>