



Community Crafted Lending

Craft3 is a nonprofit community lender focused on building a thriving, just and empowered Pacific Northwest.

We invest in people, businesses, and communities — especially those that have been denied access to opportunity — and we work towards a future of shared prosperity.

Craft3 Clean Water Loans are offered thanks to the support of many public and private funders and organizations, including the U.S. Environmental Protection Agency, and the State of Washington.



CleanWater@Craft3.org
888-231-2170, ext. 125



Craft3 is an equal opportunity lender, provider and employer. 12.06.2024

HERE'S HOW IT WORKS

- 1. Apply** - Apply online at www.craft3.org/homeowner-loans/clean-water/washington or use the QR code in this brochure.
- 2. Cultural Resources Review** - Projects must be assessed by the Washington State Department of Ecology for any potential adverse effects to cultural resources. This review takes approximately 30 days.
- 3. Plan** - Work with your designer or engineer to design your septic system. Your designer will submit the design to the county for approval, the county will issue the permit, and your contractor will initiate and complete installation.
NOTE: Your contractor must be approved by your area's health jurisdiction to conduct septic system replacement work. Contact your local health jurisdiction for a list of approved contractors.
- 4. Sign** - Securely sign your electronic loan documents. By request, document signing is also available by mail.
- 5. Install** - When your loan documents are signed, a deposit will be released to your contractor to initiate your project.
- 6. Repay** - Repay your loan with automated payments from your bank account.

CLEAN WATER LOANS
**FINANCE YOUR
SEPTIC SYSTEM
REPAIR OR
REPLACEMENT**



craft3



SEPTIC FINANCING WHEN YOU NEED IT

A septic system failure can be a crisis.
Repairs are often urgent and costly.

Craft3 Clean Water Loans can be a lifeline.
They've helped more than two thousand
homeowners in Oregon and Washington
repair or replace their septic systems.

We look forward to helping you!



**LEARN MORE
AND START YOUR
APPLICATION TODAY**

DETAILS

- No upfront costs required
- Covers all eligible design, permitting and installation costs
- In some cases you can finance connection to a nearby municipal sewer
- Competitive interest rates with lower rates for lower-income borrowers
- Grant funding may be available for eligible lower-income households
- Includes a \$2,000 reserve to fund ongoing maintenance

ELIGIBILITY

If your property is in Washington, you may be eligible to borrow up to the full cost of your septic repair or replacement. In addition, at least one of the following must apply:

- Your septic system is at least 25 years old
- Your system is failing
- You've been contacted by local health officials
- You are under orders to fix your system

RATES AND TERMS* Loan rates and terms are determined by applicants' annual household income as defined by the U.S. Department of Housing and Urban Development (HUD).

| Loan Amount | \$10,000 and up ** | | |
|-----------------------------|---|--|---|
| Income and Occupancy | Owner Occupied Below 80% AMI*** | Owner Occupied 80-120% AMI*** | Owner Occupied/rentals -or- Above 120% AMI*** |
| Interest Rate and Repayment | 4.49% Fully amortized | 6.49% Fully amortized | 9.49% Fully amortized |
| Sample Loan | 15-year term, \$24,000 loan at 4.49% (5.089% APR****). 6 monthly interest-only payments on disbursements, varying from \$82.67 to \$114.83, then 174 equal payments of \$187.94 per month. | 15-year term, \$24,000 loan at 6.49% (7.126% APR****). 6 monthly interest-only payments on disbursements, varying from \$119.49 to \$165.97, then 174 equal payments of \$213.24 per month. | 15-year term, \$24,000 loan at 9.49% (10.187% APR****). 6 monthly interest-only payments on disbursements, varying from \$174.72 to \$242.47, then 174 equal payments of \$254.47 per month. |
| Craft3 Loan Fee | \$650 | | |
| Recording Fee | \$310 for loans secured by UCC-1A | | |
| Payment Schedule | Interest-only payments for 6 months; fully-amortized P&I payments for the remainder of the term. | | |
| Term | Unsecured: up to 7 years Secured: up to 15 years | | |
| Prepayment Option | No prepayment penalties | | |

* Loan availability, terms, and conditions current as of 01.01.25 and are subject to change. Examples include financing of \$650 Craft3 loan fee and \$310 recording fee. All loan applications are subject to credit, property, and project approval. Maximum loan amounts apply and are subject to equity value and underwriting requirements for all programs. A UCC-1A filing is recorded with the county for all secured loans. Unsecured loans are subject to approval. Subordination may be available with lender approval, fees may apply. Loan must be repaid in full on sale, transfer, refinance, or maturity.

** Requires 20% contingency for potential change orders and a \$2,000 Operations and Maintenance Reserve to fund health and maintenance of upgrade throughout the life of the loan ("O&M"). Maximum loan amount for unsecured loans is \$25,000 plus O&M and 20% contingency.

***AMI means Area Median Income as defined by HUD: <https://www.huduser.gov/portal/datasets/il.html>

**** APR, Annual Percentage Rate based on example loan criteria.