



Michigan Saves: Home Energy Loan Program vs. Home Mortgage Program

Loan type	Home Energy Loan Program	Home Mortgage Program
	Unsecured	Secured (first or second mortgage)
Participating financial institutions	Network of Michigan credit unions (do not have to be current member to qualify)	Prospect Mortgage, LLC*
Rates and terms	Fixed APR not to exceed 7 percent; flexible terms up to 10 years for amounts over \$5,000**	Contact Prospect Mortgage for details on rates and terms Terms up to 30 years
Loan sizes	\$1,000 to \$20,000	Up to \$410,000 – limits vary by loan program and county of subject property
Eligible applicants	Homeowners, for upgrades to primary residence only	New home buyers, or homeowners looking to refinance
Credit requirements	Minimum FICO of 680; several participating lenders have minimum score of 640	Loan programs available with minimum credit score of 580
Loan application process	Michigan Saves authorized contractor provides customer access to loan application over phone or Internet; receive decision within minutes	Apply for pre-approval online at: www.MyProspectMortgage.com/MISAVES
Eligible improvements	Energy efficiency and renewable energy (must be on the Michigan Saves “eligible measures list” or recommended by home energy assessment)	Energy efficiency and renewable energy; other remodeling, repairs, and improvements may also qualify
Home appraisal required?	No home appraisal	Appraisal is required in most cases
Home energy assessment or audit required?	Energy assessment not required for improvements on “eligible measures list,” such as windows, furnace, and appliances; assessment required for weatherization improvements such as air sealing and insulation to ensure proper installation and safety checks	Energy assessment is required and used to recommend qualifying improvements
Tax benefits	May qualify for federal and state tax credits for energy efficiency and renewable energy Interest not deductible (consult tax advisor)	May qualify for federal and state tax credits for energy efficiency and renewable energy Interest is deductible in most cases (consult tax advisor)
Who can make improvements?	Michigan Saves authorized contractor (Advanced Contractor for energy assessment and improvements not on eligible measures list)	Michigan Saves Advanced Plus Contractor
Quality assurance	Yes	Yes

* Equal Housing Lender. Prospect Mortgage is located at 15301 Ventura Blvd., Suite D300, Sherman Oaks, CA 91403. Prospect Mortgage, LLC (Unique Identifier #3296) is a Delaware limited liability company licensed by the Department of Corporations under the California Residential Mortgage Lending Act and operates with the following licenses: AK Mortgage Lender License #100251; AZ Mortgage Banker License #BK0903027, #BK0909362, #BK0908046, #BK0908050, #BK0908056, BK#0908057, #BK0908058, #BK0908731, BK#0903112, BK#0903912, BK#0906650, BK#0906913; To check the license status of your CO mortgage broker, visit www.dora.state.co.us/real-estate/index.htm; GA Residential Mortgage License #16984; IL Residential Mortgage Licensee #6424; MA Mortgage Lender/Broker License #MC3296; MS Licensed Mortgage Co.; MT Residential Mortgage Lender Licensee #120; NV Division of Mortgage Lending Mortgage Banker #1173 and Mortgage Broker #3095; Licensed by the NH Banking Dept.; Licensed Banker-NJ Dept. of Banking and Insurance #9932415; Operates as Prospect Lending, LLC in NY (Licensed Mortgage Banker-NYS Banking Department); Operates as Prospect Mortgage, LLC of Delaware in OH (Ohio Mortgage Broker Act, Lic # MB.803629.000); OR Mortgage Lender Licensee #ML-2006; PA Dept. of Banking license #1740; RI Licensed Lender #20021343LL, Broker #20041643LB; licensed by the VA State Corp. Commission as MC-2195. This is not an offer for extension of credit or a commitment to lend. All loans must satisfy company underwriting guidelines. Information and pricing are subject to change at any time and without notice. This is not an offer to enter into a rate lock agreement under MN law, or any other applicable law.

** For example, sample monthly payment for 7-year, \$6,000 loan at 7% APR is \$90.56.

