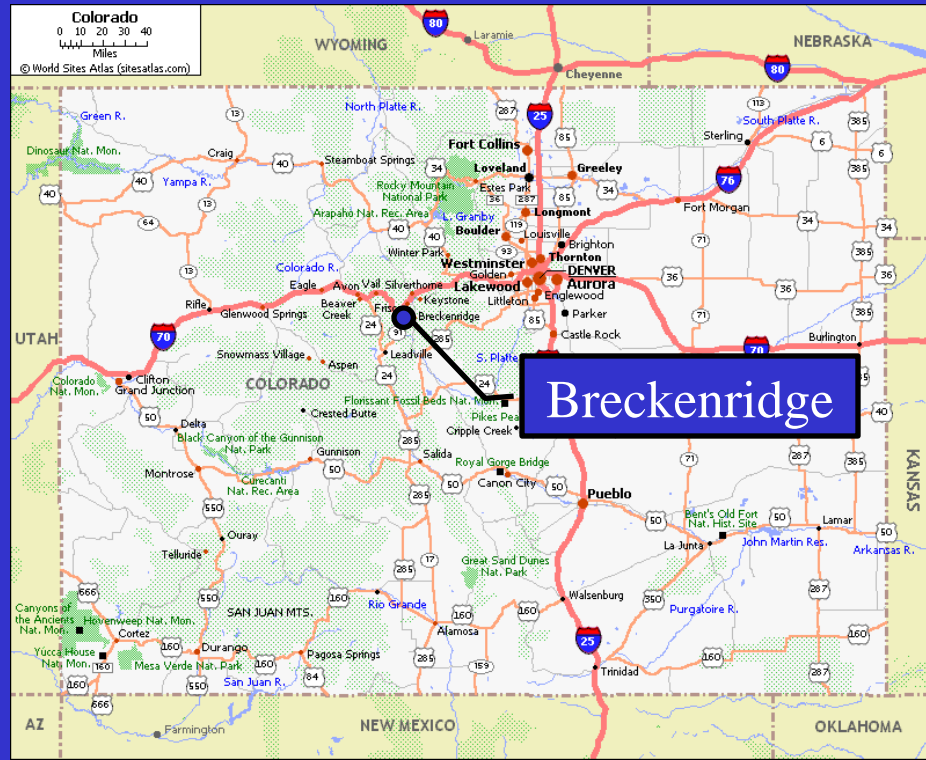


Water Acquisition Project

Swan's Nest Metropolitan District
Breckenridge, Colorado

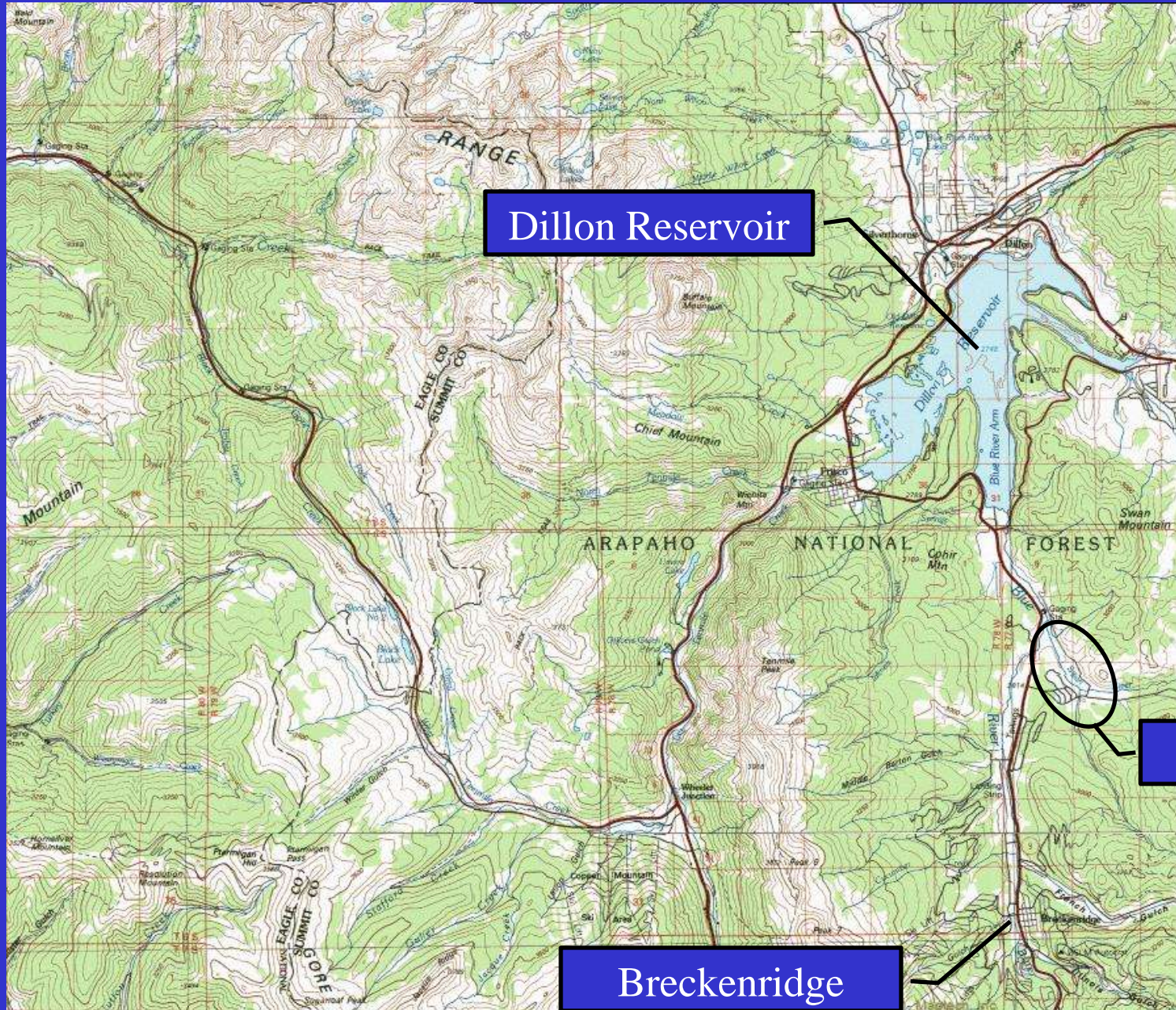
Denise Steiskal, Secretary of the Board

Swan's Nest Metro District



- Total water rights purchase is \$285,000
- Association is requesting a \$150,000 loan
 - 4.75% interest rate
 - 20 year term

Swan's Nest Metro District



Swan's Nest Metro District

- Colorado Special District
- Formed in 1984
- Water service is operated as an enterprise
- Loan will be repaid through user fees

Swan's Nest Metro District

WELL PERMITS	
Well No.	Capacity
1	150 GPM
2	165 GPM

VIDLER TUNNEL WATER RIGHTS		
Name	Amount	Use
Rice Ditch	4.5 cfs	Augmentation
Soda Creek Ditch	2.72 cfs	Augmentation
Phillips Ditch	4.00 cfs	Augmentation
Rice Ditch – Riley Enlargement	10.00 cfs	Augmentation
Rice Ditch Enlargement	10.00 cfs	Augmentation

Swan's Nest Metro District

- Purchase price = \$285,000
- Appraisal = \$300,000
- Closed on June 22, 2010

Swan's Nest Metro District

- Financial Summary (Table 2)
- Loan \$151,500
- 4.75% interest for 20 year term (high-income muni reduced)
- \$13,090 annual loan payment (including 10% reserve account)
- Rates will be raised by approx. \$10/month to cover CWCB debt service

Swan's Nest Metro District

- Financial Ratios (Table 3)
- Enterprise has no current debt
- Collateral will be a pledge of assessment revenues backed by a rate covenant

Swan's Nest Metro District

See Memo for Staff Recommendation

RECOMMENDATION