

STATE OF COLORADO

Colorado Water Conservation Board Department of Natural Resources

1313 Sherman Street, Room 721
Denver, Colorado 80203
Phone: (303) 866-3441
Fax: (303) 866-4474
www.cwcb.state.co.us



May 3, 2013

Ms. Cynthia Vassios, Manager
Fort Morgan Reservoir & Irrigation Co
218 East Kiowa Ave
Fort Morgan, CO 80701

John W. Hickenlooper
Governor

Mike King
DNR Executive Director

Jennifer L. Gimbel
CWCB Director

Re: Groves Pipeline Project
Loan Contract Number C150298

NOTICE OF PROJECT SUBSTANTIAL COMPLETION

Dear Ms. Vassios:

This letter is to advise you that the Project referenced above was substantially completed on May 1, 2013. In accordance with the Loan Contract, the Company owes \$80,858.08 for interest accrued during the construction phase of the Project (see attached Project Expenditure Schedule). When paying by check, please make payable to the Colorado Water Conservation Board and include the Loan Contract Number C150298 on the check.

The total amount disbursed under this contract was \$1,432,630.78 (\$1,418,446.32 plus \$14,184.46 for the 1% service fee). Per our phone conversations, you will be sending us a principal prepayment of \$716,315.39. In addition we will be adjusting the contract amount by \$62,169.22 for the funds no longer needed. This is a total adjustment of \$778,484.61 which will be made to the contract after receipt of the principal payment. Peg Mason will initiate the process of amending the contract and Promissory Note.

The first annual loan payment will be due on May 1, 2014, in the amount of \$36,075.06 as presented in the attached Loan Repayment Schedule

Please note, in accordance with the Borrower's Liability Insurance Provision of the Loan Contract, a renewed insurance certificate must be submitted to the CWCB annually.

It has been a pleasure working with you on the successful completion of this project. Please don't hesitate to call if you have any questions regarding this matter.

Sincerely,

Kirk Russell, P.E., Chief
CWCB Finance & Administration Section

Loan Contract Amount = \$1,494,800.00
Expended Amount = \$1,432,630.78

cc: Diane Hoppe, CWCB Board Member, South Platte River Basin
CWCB Finance Section Staff

Interstate Compact Compliance • Watershed Protection • Flood Planning & Mitigation • Stream & Lake Protection
Water Project Loans & Grants • Water Modeling • Conservation & Drought Planning • Water Supply Planning

Colorado Water Conservation Board
Project Expenditure Schedule

FMRICO/Groves Pipeline Project

Fort Morgan Reservoir & Irrigation Co
218 East Kiowa Ave or PO Box 38
Fort Morgan, CO 80701
c/o Cynthia Vassios

Ph. (970) 867-7561
Fax (970) 867-7561
fmrco@twol.com

Original
Loan Contract No.: C150298
Authorization: \$1,494,800.00
Contract Amount \$1,480,000.00
Loan Service Fee \$14,800.00
Total Loan Amount \$1,494,800.00
Interest: 2.90%
Term: 30-years
Conditions: Up to 90%
IDC Calculation Date: 5/1/2013

Final

\$ 1,418,446.32
\$ 14,184.46
\$ 1,432,630.78

Substantial Completion: May 1, 2013

Project Finish: 9-Apr-14

Loan Disb. No.	Date	Description	Amount Disbursed	Cumulative Loan Balance	Balance Available to Loan	Interest	Accrued Interest	% Complete
					\$1,494,800.00			
1	10/28/2010	Design/Adm./Survey/etc.	\$ 208,301.28	\$ 208,301.28	\$ 1,286,498.72	\$ 15,159.77	\$ 15,159.77	14%
2	11/29/2010	Eng/Construction	\$ 90,543.46	\$ 298,844.74	\$ 1,195,955.26	\$ 6,359.38	\$ 21,519.14	20%
3	12/20/2010	Eng/Construction	\$ 234,987.90	\$ 533,832.64	\$ 960,967.36	\$ 16,112.44	\$ 37,631.59	36%
4	1/26/2011	Field Eng/Construction	\$ 285,395.35	\$ 819,227.99	\$ 675,572.01	\$ 18,729.75	\$ 56,361.34	55%
5	2/17/2011	Construction	\$ 181,010.50	\$ 1,000,238.49	\$ 494,561.51	\$ 11,562.85	\$ 67,924.19	67%
6	3/25/2011	Field Eng/Construction	\$ 70,122.00	\$ 1,070,360.49	\$ 424,439.51	\$ 4,278.79	\$ 72,202.98	72%
7	7/1/2011	Field Eng/Construction	\$ 104,842.00	\$ 1,175,202.49	\$ 319,597.51	\$ 5,581.04	\$ 77,784.02	79%
8	4/26/2012	Field Eng/Construction	\$ 44,150.00	\$ 1,219,352.49	\$ 275,447.51	\$ 1,297.89	\$ 79,081.91	82%
9	7/12/2012	Contractor Retainage	\$ 7,750.80	\$ 1,227,103.29	\$ 267,696.71	\$ 180.43	\$ 79,262.34	82%
10	1/15/2013	Contractor - Boone	\$ 186,626.03	\$ 1,413,729.32	\$ 81,070.68	\$ 1,571.75	\$ 80,834.09	95%
11	2/26/2013	Contractor - Boone	\$ 4,717.00	\$ 1,418,446.32	\$ 76,353.68	\$ 23.99	\$ 80,858.08	95%
Final	5/1/2013	Service Fee @ 1%	\$ 14,184.46	\$ 1,432,630.78	\$ 62,169.22	\$ -	\$ 80,858.08	96%
Final	5/1/2013	Adjustment	\$ (62,169.22)	\$ 1,432,630.78	\$ -	\$ -	\$ 80,858.08	

COLORADO WATER CONSERVATION BOARD

LOAN REPAYMENT SCHEDULE

Borrower	Fort Morgan Reservoir and Irrigation Company
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FINAL

Loan Contract Number	C150298
Principal	\$716,315.39
Interest Rate	2.90%
Frequency	Annual
Term (In Years)	30
First Payment Due	May 1, 2014
Payment Amount	\$36,075.06

Loan Payment No.	Annual Payment Due Date	Annual Payment Amount	Principal	Interest	Principal BALANCE
					\$ 716,315.39
1	1-May-14	\$36,075.06	\$ 15,301.91	\$ 20,773.15	\$ 701,013.48
2	1-May-15	\$36,075.06	\$ 15,745.67	\$ 20,329.39	\$ 685,267.81
3	1-May-16	\$36,075.06	\$ 16,202.29	\$ 19,872.77	\$ 669,065.52
4	1-May-17	\$36,075.06	\$ 16,672.16	\$ 19,402.90	\$ 652,393.36
5	1-May-18	\$36,075.06	\$ 17,155.65	\$ 18,919.41	\$ 635,237.71
6	1-May-19	\$36,075.06	\$ 17,653.17	\$ 18,421.89	\$ 617,584.54
7	1-May-20	\$36,075.06	\$ 18,165.11	\$ 17,909.95	\$ 599,419.43
8	1-May-21	\$36,075.06	\$ 18,691.90	\$ 17,383.16	\$ 580,727.53
9	1-May-22	\$36,075.06	\$ 19,233.96	\$ 16,841.10	\$ 561,493.57
10	1-May-23	\$36,075.06	\$ 19,791.75	\$ 16,283.31	\$ 541,701.82
11	1-May-24	\$36,075.06	\$ 20,365.71	\$ 15,709.35	\$ 521,336.11
12	1-May-25	\$36,075.06	\$ 20,956.31	\$ 15,118.75	\$ 500,379.80
13	1-May-26	\$36,075.06	\$ 21,564.05	\$ 14,511.01	\$ 478,815.75
14	1-May-27	\$36,075.06	\$ 22,189.40	\$ 13,885.66	\$ 456,626.35
15	1-May-28	\$36,075.06	\$ 22,832.90	\$ 13,242.16	\$ 433,793.45
16	1-May-29	\$36,075.06	\$ 23,495.05	\$ 12,580.01	\$ 410,298.40
17	1-May-30	\$36,075.06	\$ 24,176.41	\$ 11,898.65	\$ 386,121.99
18	1-May-31	\$36,075.06	\$ 24,877.52	\$ 11,197.54	\$ 361,244.47
19	1-May-32	\$36,075.06	\$ 25,598.97	\$ 10,476.09	\$ 335,645.50
20	1-May-33	\$36,075.06	\$ 26,341.34	\$ 9,733.72	\$ 309,304.16
21	1-May-34	\$36,075.06	\$ 27,105.24	\$ 8,969.82	\$ 282,198.92
22	1-May-35	\$36,075.06	\$ 27,891.29	\$ 8,183.77	\$ 254,307.63
23	1-May-36	\$36,075.06	\$ 28,700.14	\$ 7,374.92	\$ 225,607.49
24	1-May-37	\$36,075.06	\$ 29,532.44	\$ 6,542.62	\$ 196,075.05
25	1-May-38	\$36,075.06	\$ 30,388.88	\$ 5,686.18	\$ 165,686.17
26	1-May-39	\$36,075.06	\$ 31,270.16	\$ 4,804.90	\$ 134,416.01
27	1-May-40	\$36,075.06	\$ 32,177.00	\$ 3,898.06	\$ 102,239.01
28	1-May-41	\$36,075.06	\$ 33,110.13	\$ 2,964.93	\$ 69,128.88
29	1-May-42	\$36,075.06	\$ 34,070.32	\$ 2,004.74	\$ 35,058.56
30	1-May-43	\$36,075.26	\$ 35,058.56	\$ 1,016.70	\$ -

TOTALS

\$1,082,252.00	\$716,315.39	\$365,936.61	\$0.00
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