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

August 16, 2013

Mr. Terry Scanga, President
New Salida Ditch Company
9610 CR 156
Salida, CO 80201

Re: New Salida Ditch Pipeline Project
Loan Contract Number C150277

NOTICE OF PROJECT SUBSTANTIAL COMPLETION

Dear Mr. Scanga:

This letter is to advise you that the Project referenced above was substantially completed on August 1, 2013. In accordance with the Loan Contract, the Company owes $8,621.84 for interest accrued during the construction phase of the Project (see attached Project Expenditure Schedule). Please make your "interest only payment" check payable to the Colorado Water Conservation Board and include the Loan Contract Number C150277 on the check.

The total amount disbursed under this contract was $298,434.14 ($295,479.35 plus $2,954.79 for the 1% service fee). An adjustment of $67,185.86 will be made to the contract for the funds no longer needed. Peg Mason will initiate the process of amending the contract and Promissory Note. The first annual loan payment of $14,258.48 will be due on August 1, 2014 (see attached Amortization 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 and a Reserve Account must be maintained during the entire repayment period.

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

Current Contract Amount = $365,620.00
Expended Amount = $298,434.14

cc: Alan Hamel, CWCB Board Member, Arkansas River Basin
CWCB Finance Section Staff

COLORADO WATER CONSERVATION BOARD

LOAN REPAYMENT SCHEDULE

Borrower	**New Salida Ditch Company**

FINAL

Loan Contract Number	**C150277**
Principal	**$298,434.14**
Interest Rate	**2.50%**
Frequency	**Annual**
Term (In Years)	**30**
First Payment Due	**August 1, 2014**
Payment Amount	**$14,258.48**

Loan Payment No.	Annual Payment Due Date	Annual Payment Amount	Principal	Interest	Principal BALANCE
					$ 298,434.14
1	1-Aug-14	$14,258.48	$ 6,797.63	$ 7,460.85	$ 291,636.51
2	1-Aug-15	$14,258.48	$ 6,967.57	$ 7,290.91	$ 284,668.94
3	1-Aug-16	$14,258.48	$ 7,141.76	$ 7,116.72	$ 277,527.18
4	1-Aug-17	$14,258.48	$ 7,320.30	$ 6,938.18	$ 270,206.88
5	1-Aug-18	$14,258.48	$ 7,503.31	$ 6,755.17	$ 262,703.57
6	1-Aug-19	$14,258.48	$ 7,690.89	$ 6,567.59	$ 255,012.68
7	1-Aug-20	$14,258.48	$ 7,883.16	$ 6,375.32	$ 247,129.52
8	1-Aug-21	$14,258.48	$ 8,080.24	$ 6,178.24	$ 239,049.28
9	1-Aug-22	$14,258.48	$ 8,282.25	$ 5,976.23	$ 230,767.03
10	1-Aug-23	$14,258.48	$ 8,489.30	$ 5,769.18	$ 222,277.73
11	1-Aug-24	$14,258.48	$ 8,701.54	$ 5,556.94	$ 213,576.19
12	1-Aug-25	$14,258.48	$ 8,919.08	$ 5,339.40	$ 204,657.11
13	1-Aug-26	$14,258.48	$ 9,142.05	$ 5,116.43	$ 195,515.06
14	1-Aug-27	$14,258.48	$ 9,370.60	$ 4,887.88	$ 186,144.46
15	1-Aug-28	$14,258.48	$ 9,604.87	$ 4,653.61	$ 176,539.59
16	1-Aug-29	$14,258.48	$ 9,844.99	$ 4,413.49	$ 166,694.60
17	1-Aug-30	$14,258.48	$ 10,091.11	$ 4,167.37	$ 156,603.49
18	1-Aug-31	$14,258.48	$ 10,343.39	$ 3,915.09	$ 146,260.10
19	1-Aug-32	$14,258.48	$ 10,601.98	$ 3,656.50	$ 135,658.12
20	1-Aug-33	$14,258.48	$ 10,867.03	$ 3,391.45	$ 124,791.09
21	1-Aug-34	$14,258.48	$ 11,138.70	$ 3,119.78	$ 113,652.39
22	1-Aug-35	$14,258.48	$ 11,417.17	$ 2,841.31	$ 102,235.22
23	1-Aug-36	$14,258.48	$ 11,702.60	$ 2,555.88	$ 90,532.62
24	1-Aug-37	$14,258.48	$ 11,995.16	$ 2,263.32	$ 78,537.46
25	1-Aug-38	$14,258.48	$ 12,295.04	$ 1,963.44	$ 66,242.42
26	1-Aug-39	$14,258.48	$ 12,602.42	$ 1,656.06	$ 53,640.00
27	1-Aug-40	$14,258.48	$ 12,917.48	$ 1,341.00	$ 40,722.52
28	1-Aug-41	$14,258.48	$ 13,240.42	$ 1,018.06	$ 27,482.10
29	1-Aug-42	$14,258.48	$ 13,571.43	$ 687.05	$ 13,910.67
30	1-Aug-43	$14,258.44	$ 13,910.67	$ 347.77	$ -
TOTALS		$427,754.36	$298,434.14	$129,320.22	$0.00

Colorado Water Conservation Board
Project Expenditure Schedule
New Salida Ditch Pipeline Project

				Org. Accounting	Final Accounting
Sponsor:	The New Salida Ditch Company	Loan Contract No.:		C150277	C150277
Address:	9610 C.R. 156	Authorization:		$365,620.00	
	Salida, CO 81201	Contract Amount		$362,000.00	$ 295,479.35
Contact:	Terry Scanga, President	Loan Service Fee		$3,620.00	$ 2,954.79
Telephone:	719-539-7351	Total Loan Amount		$365,620.00	$ 298,434.14
Fax:		Interest:		2.50%	
E-mail:		Term:		30-years	
		Conditions:		Up to 90%	
Substantial Completion Date:	August 1, 2013	Tax I.D. No.:		See File	
		IDC Calculation Date:		8/1/2013	Project Finish: Aug. 1, 2013

Loan Disb. No.	Date	Description	Amount Disbursed	Cumulative Loan Balance	Balance Available to Loan	Interest	Accrued Interest
					$365,620.00		
1	10/2/2009	Construction	$ 21,984.76	$ 21,984.76	$ 343,635.24	$ 2,106.62	$ 2,106.62
2	11/5/2009	Construction	$ 135,387.10	$ 157,371.86	$ 208,248.14	$ 12,657.77	$ 14,764.39
3	12/9/2009	Construction	$ 1,871.34	$ 159,243.20	$ 206,376.80	$ 170.60	$ 14,934.99
4	12/29/2009	Construction	$ 33,134.75	$ 192,377.95	$ 173,242.05	$ 2,975.32	$ 17,910.31
5	12/29/2009	Construction	$ 15,630.16	$ 208,008.11	$ 157,611.89	$ 1,403.50	$ 19,313.81
6	2/5/2010	Construction	$ 7,284.21	$ 215,292.32	$ 150,327.68	$ 635.12	$ 19,948.93
7	2/26/2010	Construction	$ 69,761.21	$ 285,053.53	$ 80,566.47	$ 5,982.26	$ 25,931.20
8	2/26/2010	Construction	$ 5,198.62	$ 290,252.15	$ 75,367.85	$ 445.80	$ 26,377.00
9	2/26/2010	Construction	$ 5,227.20	$ 295,479.35	$ 70,140.65	$ 448.25	$ 26,825.25
1P	6/15/2010	IDC Payment Received	$ -	$ 295,479.35	$ 70,140.65	$ (2,782.13)	$ 24,043.12
2P	7/14/2011	IDC Payment Received	$ -	$ 295,479.35	$ 70,140.65	$ (8,601.28)	$ 15,441.84
3P	5/14/2012	IDC Payment Received	$ -	$ 295,479.35	$ 70,140.65	$ (6,820.00)	$ 8,621.84
Final	8/1/2013	Loan Service Fee @ 1%	$ 2,954.79	$ 298,434.14	$ 67,185.86	$ -	$ 8,621.84
Final	8/1/2013	Adjustment (PO Mod)	$ (67,185.86)	$ 298,434.14	$ -	$ -	$ 8,621.84