

STATE OF COLORADO

Colorado Water Conservation Board Department of Natural Resources

1313 Sherman Street, Room 721
Denver, Colorado 80203
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www.cwcb.state.co.us



July 11, 2013

Gerald Koppenhafer, President
Montezuma Valley Irrigation Company
11501 Hwy 491
Cortez, CO 81321

John W. Hickenlooper
Governor

Mike King
DNR Executive Director

James Eklund
CWCB Director

Re: Lone Pine and May Pipeline Improvements Project
Loan Contract Number C150333

NOTICE OF PROJECT SUBSTANTIAL COMPLETION

Dear Mr. Koppenhafer:

This letter is to advise you that the Project referenced above was substantially completed on April 1, 2013. In accordance with the Loan Contract, the Company owes \$2,069.66 for interest accrued during the construction phase of the Project (see attached Project Expenditure Schedule). Please make this "interest only payment" check payable to the Colorado Water Conservation Board and include the Loan Contract Number on the check.

The total amount disbursed under this contract was \$252,225.22 (\$249,727.94 plus \$2,497.28 for the 1% service fee). An adjustment of \$86,377.78 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 \$12,456.00 will be due on April 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

Loan Contract Amount = \$338,603.00
Expended Amount = \$252,225.22

cc: April Montgomery, CWCB Board Member, San Miguel, Dolores, Animas & San Juan Rivers
CWCB Finance Staff

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