

TIME FOR PERFORMANCE EXTENSION AGREEMENT

January 8, 2020

Southeastern Colorado Water Conservancy District Acting by and through the water activity enterprise Attn: James W. Broderick, Executive Director 31717 United Avenue Pueblo, CO 81001

Southeastern Colorado Water Conservancy District

Re: Arkansas Valley Conduit Phase One, Pueblo Dam Hydroelectric Project CWCB Loan Contract Number CT2018-833

Dear Mr. Broderick:

Date: 1-9-2020

This letter is in response to your request for a time extension for CWCB Loan Contract Number CT2018-833. The initial time for performance, stated in Appendix 1, Section 11, of the original loan contract, of three years from the effective date of September 17, 2017, shall be amended to extend the time of performance. By signing below, Southeastern Colorado Water Conservancy District, acting by and through the water activity enterprise and CWCB acknowledge that the time for performance shall be amended to a Project finish date of September 17, 2022.

Please sign and return this letter to Peg Mason, Contracts Manager at 1313 Sherman St., Denver, 80203. Once signed by our Section Chief, the extension is approved. I will then send a scanned copy back to you, at that time, for your records.

Acting by and through the water activity enterprise

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Signature
Name: James W. Brodenick

Title: Executive Director

Date: 1/9/2020

Attest:

State of Colorado
Department of Natural Resources

By:

Kirk Russell, P.E., Section Chief
Finance Section
Colorado Water Conservation Board
Date: 1/0/20

Title: Principal Engineer

December 18, 2019

Mr. Kirk Russell, P.E., Section Chief Colorado Water Conservation Board Finance Section 1313 Sherman Street, Room 718 Denver, CO 80203

Subject: James W. Broderick Hydropower Plant Time Extension Request Loan Contract CT 2018-833

Dear Mr. Russell:

The James W. Broderick Hydropower Plant (JWBHP) formerly known as the Pueblo Dam Hydroelectric Project has been operational and generating power since May 2019. The project is off to a positive start. Generation has thus far exceeded expectations during the first seven months of operation.

Although the project is essentially complete, we have two outstanding issues to resolve with our design-builder and turbine supplier. The two issues include: 1) ongoing minor adjustments to the generator on the large turbine (Unit 1). Our design-builder and turbine manufacturer are working diligently to complete these adjustments and fully test the unit when we begin using Unit 1 again in April. The warranty has been extended to November 2020 to allow enough time for these actions, and 2) ongoing delays regarding final delivery of mechanical plugs required by Reclamation. We are finalizing the design details of the plugs with Reclamation and anticipate an April 2020 delivery.

Due to these outstanding issues, we are requesting a two-year time extension to our loan contract in accordance with the provision of the contract. There are no additional costs associated with this request. We anticipate resolving these issues in 2020 but want to allow for enough time to fully resolve all project issues.

Thank you for your continued support of the project. Please contact me if you need any additional information or have any questions.

Sincerely,

James W. Broderick Executive Director

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Cc: Lee Miller, General Counsel, SECWCD