
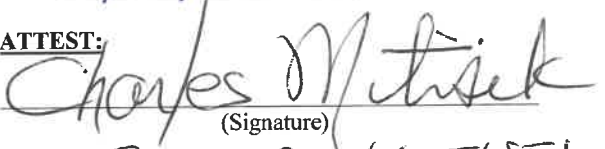
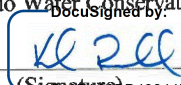


**LOAN CONTRACT AMENDMENT NO. 1**

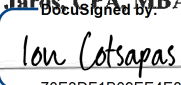
<b>State Agency</b> Department of Natural Resources Colorado Water Conservation Board (CWCB) 1313 Sherman St, Room 718, Denver, CO 80203	<b>Amendment No. 1 Contract Number</b> CMS 169827 CT2021-0511
<b>Borrower and Address</b> Redlands Water and Power Company	<b>Original Contract Number</b> CMS 161488 CT2021-0511
<b>Current Contract Maximum Amount</b> \$568,944.05	<b>Contract Performance Beginning Date</b> 06/30/2020
<b>Project Name</b> Pumpline Replacement Project	<b>Contract Performance End Date</b> 05/01/2041
<b>Reason for Modification</b> Decrease total loan amount due to substantial completion of project	<b>Loan Contract Terms</b> 1.65% for 20 years <b>Loan Contract Repayment Schedule</b> Payment Initiation Date: 05/01/2021 Loan Maturity Date: 05/01/2041

**THE PARTIES HERETO HAVE EXECUTED THIS AMENDMENT**

Each person signing this Amendment represents and warrants that he or she is duly authorized to execute this Amendment and to bind the Party authorizing his or her signature.

<b>Redlands Water and Power Company</b>  (Signature) Name: <u>Peter Dickes</u> Title: <u>SAC-TAMS</u> Date: <u>6-9-2021</u> <b>ATTEST:</b>  (Signature) Name: <u>CHARLES MITISEK</u> Title: <u>BD. PRES.</u> Date: <u>6-9-2021</u>	<b>STATE OF COLORADO</b> Jared S. Polis, Governor Colorado Department of Natural Resources Dan Gibbs, Executive Director Colorado Water Conservation Board Deauthorized by:  (Signature) Name: Kirk Russell, P.E., Section Chief Date: June 14, 2021   11:58 AM MDT
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In accordance with §24-30-202 C.R.S., this Amendment is not valid until signed and dated below by the State Controller or an authorized delegate

**STATE CONTROLLER**  
**Robert J. Jans, CPA, MBA, JD**  
 Deauthorized by:  
 By:   
 Name: Ion Cotsapas  
 Title: DNR Contracts Director

Amendment Effective Date: June 14, 2021 | 4:33 PM MDT

**1. PARTIES**

This Amendment (the “Amendment”) to the Original Contract (the “Contract”) shown on the Signature and Cover Page for this Amendment is entered into by and between the Borrower (“Borrower” or “Authority”), and the State (“CWCB”).

**2. TERMINOLOGY**

Except as specifically modified by this Amendment, all terms used in this Amendment that are defined in the Contract shall be construed and interpreted in accordance with the Contract.

**3. AMENDMENT EFFECTIVE DATE AND TERM**

**A. Amendment Effective Date**

This Amendment shall not be valid or enforceable until the Amendment Effective Date shown on the Signature and Cover Page for this Amendment. The State shall not be bound by any provision of this Amendment before that Amendment Effective Date.

The Parties’ respective performances under this Amendment and the changes to the Contract contained herein shall commence on the Amendment Effective Date shown on the Signature and Cover Page for this Amendment.

**4. PURPOSE**

The Borrower was approved for a CWCB loan contract, in June 2020, for the Pumphline Replacement Project. The Project was completed and the parties agree to amend the contract to reduce the final loan amount. The amount of the current loan contract is decreased by \$72,405.95 from \$641,350.00 to \$568,944.05 (amount includes the 1% origination fee) in consideration of substantial completion of the project. The total loan amount is hereby modified accordingly.

**5. MODIFICATIONS**

The Contract and all prior amendments thereto, if any, are modified as follows:

- A. The original loan contract amount is hereby deleted and replaced with the Current Contract Maximum Amount of \$568,944.05, shown on the Signature and Cover Page for this Amendment. The loan terms shall remain at 1.65% for 20 years.
- B. Amendment to Promissory Note, Appendix A, in the revised loan amount and incorporated herein, shall replace and supersede the Original Promissory Note attached to the Original Loan Contract as Appendix 3.
- C. Amendment to Security Agreement, Appendix B, in the revised loan amount and incorporated herein, shall supplement and operate in conjunction with the Original Security Agreement, attached to the Original Loan Contract as Appendix 5.
- D. Amendment to Deed of Trust, Appendix C, in the revised loan amount and incorporated herein, shall supplement and operate in conjunction with the Original Deed of Trust, attached to the Original Contract as Appendix 6 The Amendment to Deed of Trust (Appendix C) shall be recorded with the Mesa County Clerk and Recorder.

**6. LIMITS OF EFFECT AND ORDER OF PRECEDENCE**

This Amendment is incorporated by reference into the Contract, and the Contract and all prior amendments or other modifications to the Contract, if any, remain in full force and effect except as specifically modified in this Amendment. Except for the Special Provisions contained in the Contract, in the event of any conflict, inconsistency, variance, or contradiction between the provisions of this Amendment and any of the provisions of the Contract or any prior modification to the Contract, the provisions of this Amendment shall in all respects supersede, govern, and control. The provisions of this Amendment shall only supersede, govern, and control over the Special Provisions contained in the Contract to the extent that this Amendment specifically modifies those Special Provisions.

**Appendix A, Amendment No. 1 to Loan Contract CT2021-0511**  
**Amendment to Promissory Note**

Date: June 9, 2021  
Borrower: Redlands Water and Power Company  
Total Loan Amount: \$568,944.05  
Interest Rate: 1.65% per annum  
Term: 20 years or until loan is paid in full  
Loan Contract No.: CT2021-0511  
Annual Loan Payment: \$33,630.64  
Payment Initiation Date: May1, 2021  
Maturity Date: May1, 2041

For Value Received, the Borrower promises to pay the Colorado Water Conservation Board ("CWCB"), the Principal Amount plus Interest for the Term of Repayment, pursuant to the Loan Contract and this Amendment to Promissory Note (Note).

1. This Note, in the **revised loan amount of \$568,944.05**, *shall replace and supersede* the Original Promissory Note, attached as Appendix 3 to the Original Loan Contract, in the amount of 641,350.00.
2. Principal and interest shall be payable in equal Annual Loan Payments, as set forth above, with the first payment due and payable one year from Payment Initiation Date, and annually thereafter. All principal, interest, and late charges, if any, then remaining unpaid shall be due and payable on or before the Maturity Date.
3. Payments shall be made to the Colorado Water Conservation Board at 1313 Sherman Street Room 718, Denver, Colorado 80203.
4. The CWCB may impose a late charge in the amount of 5% of the annual payment if the CWCB does not receive the Annual Loan Payment within sixty (60) calendar days of the due date. At the discretion of the CWCB, and if the Borrower requests in writing with sufficient justification, the late fee may be waived by the CWCB. CWCB will review the request from the Borrower, and may, in its sole discretion, choose to waive the late fee.
5. This Note may be prepaid in whole or in part at any time without premium or penalty. Any partial prepayment shall not postpone the due date of any subsequent payments or change the amount of such payments.
6. All payments received shall be applied first to late charges, if any, next to accrued interest and then to reduce the principal amount.
7. This Note is issued pursuant to the Loan Contract between the CWCB and the Borrower. The Loan Contract creates security interests in favor of the CWCB to secure the prompt payment of all amounts that may become due hereunder. Said security interests are evidenced by the Security Agreement and Deed of Trust ("Security Instruments") dated June 16, 2020 and cover the Pledged Revenue and Pledged Property of the Borrower. The Loan Contract and Security Instruments grant additional rights to the CWCB, including the right to accelerate the maturity of this Note in certain events.

8. If any annual payment is not paid when due or any default under the Loan Contract or the Security Instruments securing this Note occurs, the CWCBC may declare the entire outstanding principal balance of the Note, all accrued interest, and any outstanding late charges immediately due and payable, and the indebtedness shall bear interest at the rate of 7% per annum from the date of default. The CWCBC shall give the Borrower written notice of any alleged default and an opportunity to cure within sixty (60) days of receipt of such notice before the Borrower shall be considered in default for purposes of this Promissory Note.
9. The Borrower hereby agrees that if this Note or interest thereon is not paid when due or if suit is brought, then it shall pay all reasonable costs of collection, including reasonable attorney fees. In the event of any bankruptcy or similar proceedings, costs of collection shall include all costs and attorney fees incurred in connection with such proceedings, including the fees of counsel for attendance at meetings of creditors' committees or other committees.
10. This Note shall be governed in all respects by the laws of the State of Colorado.

Redlands Water and Power Company

Attest:

By



Signature

Name

CHARLES MITISEK

Title

BD. PRES.

Date

6-9-2021

By



Signature

Name

Pete Dickes

Title

SBC-Treas

Date

6-9-21

**Appendix B, Amendment No.1 to Loan Contract CT2021-0511**  
**Amendment to Security Agreement**

Debtor: Redlands Water and Power Company  
Secured Party: Colorado Water Conservation Board  
Revised Loan Amount: \$568,944.05  
Term: 20 years or until loan is paid in full  
Interest Rate: 1.65% per annum  
Loan Contract Number: CT2021-0511

1. The Parties have amended the Original Loan Contract and Promissory Note to: decrease the total loan amount by \$72,405.95 from \$641,350.00 to \$568,944.05 and hereby amend the original Security Agreement, Appendix 5, to the Original Loan Contract to document the change.
2. The Parties expressly agree that this Amendment to Security Agreement is supplemental to the Security Agreement and all terms, conditions, and provisions thereof, are to apply to this Amendment to Security Agreement as though they were expressly rewritten, incorporated, and included herein.

Attest:

By

  
Signature

Name

CHARLES MITISEK

Title

BD. PRES.

Date

6-9-2021

Redlands Water and Power Company

By

  
Signature

Name

Patricia Dickins

Title

SAC-TARAS

Date

6-9-21

**Appendix C, Amendment No.1 to Loan Contract CT2021-0511  
Amendment to Deed of Trust**

Date: June 9, 2021  
Grantor (Borrower): Redlands Water and Power Company  
Beneficiary (Lender): Colorado Water Conservation Board  
Lender Address: 1313 Sherman Street, Room 718, Denver,  
Colorado, 80203  
Total Loan Amount: \$568,944.05  
Loan Contract Number: CT2021-0511  
Recorded Date of Original Deed of Trust: July 13, 2020  
County of Recording ("County"): Mesa  
Deed of Trust Recording Information: Reception Number 2932635 (3 pages)  
Pledged Property: No change to property pledged per original Deed of  
Trust  
Reason for Amendment to Deed of Trust: Reduce the Total Loan Amount

This Amendment to Original Deed of Trust is between the Grantor and the Public Trustee of the Mesa County, State of Colorado.

The Original Deed of Trust was recorded, in Mesa County, to secure repayment of the indebtedness evidenced by the Loan Contract and Promissory Note between the Grantor and the Beneficiary.

Grantor and Beneficiary have agreed to decrease the Total Loan Amount by \$72,405.95 from \$641,350.00 to \$568,944.05 in consideration of substantial completion of the Project.

NOW THEREFORE, the Beneficiary and Grantor agree that:

1. This Amendment to Deed of Trust, Appendix C, Amendment No. 1 to Contract Number CT2021-0511, *shall supplement and operate* in conjunction with the Deed of Trust attached to the Original Contract as Appendix 6, recorded in Mesa County, Reception Number 2932635, recorded on July 13, 2020 and incorporated herein by reference.
2. The Grantor has executed an amended Promissory Note, in the amount of \$568,944.05 to secure the repayment of the indebtedness, evidenced by Loan Contract Number CT2021-0511, Amendment No.1, to be repaid to the State of Colorado for the use and benefit of the Department of Natural Resources, Colorado Water Conservation Board ("CWCB") the beneficiary herein, whose address is 1313 Sherman Street, Room 718, Denver, CO 80203, payable in annual installments, in accordance with said Promissory Note, or until the loan is paid in full.
3. In the event of any conflict, inconsistency, variance, or contradiction between the provisions of this Amendment to Deed of Trust and any of the provisions of the Original Deed of Trust the provisions of this Amendment to Deed of Trust shall in all respects supersede, govern, and control.
4. Any provisions of the Original Deed of Trust not expressly modified herein remain in full force and effect.

5. Executed on the date first written above.

Grantor: Redlands Water and Power Company

By [Signature]  
Signature

Name Pete Dickes

Title SEC-Treas

Date 6-9-2021

ATTEST:

By [Signature]  
Signature

Name CHARLES MITISEK

Title BD. PRES.

Date 6-9-2021

**NOTARY REQUIRED**

State of Colorado )  
County of mesa ) ss.

The foregoing instrument was acknowledged before me on 6-9-, 2021, by

Pete Dickes (Name) as Sec. Treas. (Title)

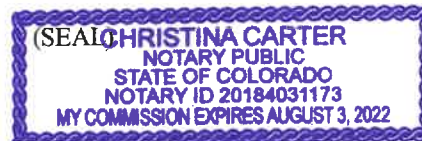
and

Charles Mitisek (Name) as Board President (Title)

of Redlands Water and Power Company. Witness my hand and official seal.

[Signature]  
Notary Public

My commission expires on August 3, 2022



(Colorado Water Conservation Board will record Amendment to Deed of Trust with the County.)