



COLORADO

Colorado Water Conservation Board

Department of Natural Resources
1313 Sherman Street, Room 718
Denver, CO 80203

August 8, 2023

Montezuma County Public Trustee
140 W. Main St. #1
Cortez, CO 81321

Subject: CWCB Loan Contract C153666 - Release of Deed of Trust

This refers to the attached Request for Full Release of Deed of Trust relative to an agreement between Summit Reservoir and Irrigation Company and the Colorado Water Conservation Board (CWCB). Also attached is the Promissory note stamped "PAID IN FULL" Payment in the amount of \$28.00, for fees, is enclosed along with these documents. The original documents should be returned to CWCB in the enclosed self-addressed stamped envelope.

Should you have any questions, please contact me at Telephone No. (303) 866-3441 ext. 3247. Thank you for your assistance in this matter.

Sincerely,

Jessica Halvorsen
Loan & Grant Program Assistant
Finance Section
jessica.halvorsen@state.co.us

Enclosures



Original Note and Deed of Trust Returned to:
WHEN RECORDED RETURN TO:
CWCB
1313 Sherman Street, Room 718
Denver, CO 80203
Prepared/Received by: Jessica Halvorsen

REQUEST FOR FULL ☒ / PARTIAL ☐
RELEASE OF DEED OF TRUST AND RELEASE BY OWNER OF INDEBTEDNESS WITH PRODUCTION OF EVIDENCE
OF DEBT PURSUANT TO § 38-39-102 (1) (a), COLORADO REVISED STATUTES

May 3, 2023	Date
Summit Reservoir and Irrigation Company	Original Grantor (Borrower)
PO Box 127	Current Address of Original Grantor,
Dolores, CO 81323	Assuming Party, or Current Owner
<input type="checkbox"/> Check here if current address is unknown	
Colorado Water Conservation Board	Original Beneficiary (Lender)
January 13, 1994	Date of Deed of Trust
August 8, 1996	Date of Recording and/or Re-Recording of Deed
457567	of Trust
County Rept. No. and/or Film No. and/or Book/Page No. and/or Torrens Reg. No.	Recording Information

TO THE PUBLIC TRUSTEE OF
Montezuma COUNTY (The County of the Public Trustee who is the appropriate grantee to whom the above Deed of Trust should grant an interest in the property described in the Deed of Trust.)

PLEASE EXECUTE AND RECORD A RELEASE OF THE DEED OF TRUST DESCRIBED ABOVE. The indebtedness secured by the Deed of Trust has been fully or partially paid and/or the purpose of the Deed of Trust has been fully or partially satisfied in regard to the property encumbered by the Deed of Trust as described therein as to a full release or, in the event of a partial release, only that portion of the real property described as: **(IF NO LEGAL DESCRIPTION IS LISTED THIS WILL BE DEEMED A FULL RELEASE)**

Full Release

State of Colorado, Colorado Water Conservation Board, 1313 Sherman Street, Ste. 718 Denver, CO 80203
Name and Address of Current Owner, Holder of the Indebtedness and Successor in Interest from the Department of Natural Resources, Secured by Deed of Trust

Kirk Russell, Finance Section Chief, CWCB, 1313 Sherman Street, Ste. 718 Denver, CO 80203
Name, Title and Address of Officer, Agent, or Attorney of Current Owner and Holder

Signature/Date: *[Signature]* 5/5/23

State of Colorado, County of Denver
The foregoing Request for Release was acknowledged before me on May 5, 2023 (date) by* Kirk Russell, Finance Section Chief
March 27, 2027 Date Commission Expires
If applicable, insert title of officer and name of current owner and holder

**JESSICA GIBBS
NOTARY PUBLIC
STATE OF COLORADO (seal)
NOTARY ID 20234011689
MY COMMISSION EXPIRES MARCH 27, 2027**

[Signature]
Notary Public Witness my hand and official seal

RELEASE OF DEED OF TRUST

WHEREAS, the Grantor(s) named above, by Deed of Trust, granted certain real property described in the Deed of Trust to the Public Trustee of the County referenced above, in the State of Colorado, to be held in trust to secure the payment of the indebtedness referred to therein; and

WHEREAS, the indebtedness secured by the Deed of Trust has been fully or partially paid and/or the purpose of the Deed of Trust has been fully or partially satisfied according to the written request of the current owner and holder of the indebtedness;

NOW THEREFORE, in consideration of the premises and the payment of the statutory sum, receipt of which is hereby acknowledged, I, as the Public Trustee in the County named above, do hereby fully and absolutely release, cancel and forever discharge the Deed of Trust or that portion of the real property described above in the Deed of Trust, together with all privileges and appurtenances thereto belonging.

(Public Trustee use only; use appropriate label) (Public Trustee's Seal)

Public Trustee

Deputy Public Trustee

(If applicable: Notary Seal)

(If applicable, Name and Address of Person Creating New Legal Description as Required by § 38-35-106.5, Colorado Revised Statutes.)

12/12/2022

MY COMMISSION EXPIRES MARCH 31, 2023
NOTARY ID 5053401789
STATE OF COLORADO
NOTARY PUBLIC
JESSICA GIBBS

12/12/2022

12/12/2022

DEED OF TRUST ^{0/8}

BOOK 0732 PAGE 249

THIS INDENTURE, Made this 13th day of JANUARY, 1994, between

THE SUMMIT RESERVOIR & IRRIGATION CO.

whose address is Box 127, Dolores, Colorado

hereinafter referred to as grantor, and the Public Trustee of the
Montezuma, State of Colorado, hereinafter referred to as Public Trustee,
WITNESSETH, THAT, WHEREAS, THE SUMMIT RESERVOIR & IRRIGATION CO.

has executed a promissory note or notes, hereinafter referred to in the singular, dated JANUARY 13, 1993 ^{0/8} 1994, for the
principal sum of THIRTY THREE THOUSAND (\$33,000.00) Dollars,
payable to the order of State of Colorado for the use and benefit of the Colorado Water
Conservancy Board
whose address is 1313 Sherman St. Rm. 721, Denver, CO

after the date hereof, with interest thereon from the date thereof
at the rate of four (4) per cent per annum, payable in annual installments of principal and
interest over 30 years.

AND WHEREAS, the grantor is desirous of securing payment of the principal and interest of said promissory note in whose hands soever the said
note may be.

NOW THEREFORE, the grantor, in consideration of the premises and for the purpose aforesaid, does hereby grant, bargain, sell and convey unto
the said Public Trustee in trust forever, the following described property, situate in the County of
Montezuma, State of Colorado, to wit:

The Southwest Quarter of the Northeast Quarter (SW/4NE4) and the South Half of
the Northwest Quarter (S/2NW/4) of Section thirty-four (34), Township Thirty-
Seven (37) North, Range Fourteen (14) West of the New Mexico Principal Meridian
and the Northeast Quarter Southwest Quarter (NE/4SW/4) of Section Thirty-four
(34), Township Thirty-seven (37) North, Range Fourteen (14) West of the New
Mexico Principal Meridian, with all appurtenances.

****NOTE**** Part of this property is subject to a perpetual lease for a campground
in favor of the Colorado Division of Wildlife.

also known by street and number as n/a

TO HAVE AND TO HOLD the same, together with all and singular the privileges and appurtenances thereunto belonging: In trust nevertheless, that
in case of default in the payment of said note or any part thereof, or in the payment of the interest thereon according to the tenor and effect of said note, or in
the payment of any prior encumbrances, principal or interest, if any, or in case of violation or breach of any of the terms,
conditions, covenants or agreements herein contained, the beneficiary hereunder or the legal holder of the indebtedness secured hereby may declare a
violation of any of the covenants herein contained and may elect to advertise said property for sale, and demand such sale by filing a notice of election and
demand for sale with the Public Trustee. Upon receipt of such notice of election and demand for sale, the Public Trustee shall cause a copy of the same to be
recorded in the recorder's office of the county in which said property is situated. The Public Trustee shall then give public notice of the time and place of sale
by advertisement to be published for four weeks (once each week for five successive weeks) in some newspaper of general circulation at that time published
in the county or counties in which said property is located. A copy of such notice shall be mailed within ten days after the date of the first publication thereof
to the grantor at the address given herein, to such persons appearing to have acquired a subsequent record interest in said property at the address given in the
recorded instrument, and to any other persons as may be provided by law. It shall and may then be lawful for the Public Trustee to sell said property for the
highest and best price the same will bring in cash and to dispose of the same (en masse or in separate parcels, as the said Public Trustee may think best),
together with all the right, title and interest of the grantor therein, at public auction at any place as may be specified by statute and designated in the notice of
sale. The Public Trustee shall make and give to the purchaser of such property at such sale, a certificate in writing containing: a description of such property
purchased; the sum paid therefor; a statement that said purchaser shall be entitled to a deed therefor, unless the same shall be redeemed as is provided by
law; and in the event of a continuance of the sale, a recital that the sale was duly continued. The Public Trustee shall, upon demand by the person holding the
said certificate of purchase, when said demand is made or upon demand by the person entitled to a deed to and for the property purchased at the time such
demand is made, the time for redemption having expired, make and execute to such person a deed to the said property purchased. Said deed shall be in the
ordinary form of a conveyance, and shall be signed, acknowledged and delivered by the said Public Trustee and shall confirm the foreclosure sale and sell and
convey to such person entitled to such deed, the property purchased as aforesaid and all the right, title, interest, benefit and equity of redemption of the
grantor therein. The Public Trustee shall, out of the proceeds or avails of such sale, after first paying and retaining all fees, charges and costs of making said
sale, pay to the beneficiary hereunder or the legal holder of said note, the principal and interest due on said note according to the tenor and effect thereof, and
all moneys advanced by such beneficiary or legal holder of said note for insurance, taxes and assessments, with interest thereon at 4 per cent per
annum, rendering the overplus, if any, unto those persons entitled thereto as a matter of law. Said sale and said deed so made shall be a perpetual bar, both in
law and equity, against the grantor and all other persons claiming the said property, or any part thereof, by, from, through or under the grantor. The holder of
said note may purchase said property or any part thereof; and it shall not be obligatory upon the purchaser at any such sale to see to the application of the
purchase money.

*If in Denver, insert "City and".

And the grantor covenants and agrees to and with the Public Trustee, that at the time of the ensembling of and delivery of these presents he is well seized of the said land and tenements in fee simple, and has good right, full power and lawful authority to grant, bargain, sell and convey the same in the manner and form as aforesaid; hereby fully and absolutely waiving and releasing all rights and claims he may have in or to said lands, tenements, and property as a Homestead Exemption, or other exemption, under and by virtue of any act of the General Assembly of the State of Colorado, or as any exemption under and by virtue of any act of the United States Congress, now existing or which may hereafter be passed in relation thereto and that the same are free and clear of all liens and encumbrances whatever, except

and the above bargained property in the quiet and peaceable possession of the Public Trustee, against all and every person or persons lawfully claiming or to claim the whole or any part thereof, the grantor shall and will Warrant and Forever Defend.

Until payment in full of the indebtedness, the grantor shall timely pay all taxes and assessments levied on the property; any and all amounts due on account of principal and interest or other sums on any senior encumbrances, if any; and will keep all improvements that may be on said lands insured against any casualty loss, including extended coverage, in a company or companies meeting the net worth requirements of the beneficiary hereof in an amount which will yield to the holder of the indebtedness, after reduction by co-insurance provisions of the policy, if any, not less than the then total indebtedness. Each policy shall contain a loss payable clause naming the beneficiary as mortgagee and shall further provide that the insurance may not be canceled upon less than ten days written notice to the beneficiary. At the option of the beneficiary, the original policy or policies of insurance shall be delivered to the beneficiary as further security for the indebtedness. Should the grantor fail to insure and deliver the policies or to pay taxes or assessments as the same fall due, or to pay any amounts payable upon senior encumbrances, if any, the beneficiary may make any such payments or procure any such insurance, and all monies so paid with interest thereon at the rate of 4 % per annum shall be added to and become a part of the indebtedness secured by this Deed of Trust and may be paid out of the proceeds of the sale of the property if not paid by the grantor. In addition, and at its option, the beneficiary may declare the indebtedness secured hereby and this Deed of Trust to be in default for failure to procure insurance or make any of the payments required by this paragraph.

If all or any part of the property or an interest therein is sold or transferred by the grantor without beneficiary's prior written consent, excluding (a) the creation of a lien or encumbrance subordinate to this Deed of Trust, (b) the creation of a purchase money security interest for household appliances, (c) a transfer by devise, descent or by operation of law upon the death of a joint tenant or (d) the grant of any leasehold interest of three years or less not containing an option to purchase, beneficiary may, at beneficiary's option, declare all the sums secured by this Deed of Trust to be immediately due and payable. Beneficiary shall have waived such option to accelerate if, prior to the sale or transfer, beneficiary and the person to whom the property is to be sold or transferred reach agreement in writing that the credit of such person is satisfactory to beneficiary and that the interest payable on the sums secured by this Deed of Trust shall be at such rate as beneficiary shall request.

AND THAT IN CASE OF ANY DEFAULT whereby the right of foreclosure occurs hereunder, the holder of said note or certificate of purchase shall at once become entitled to the possession, use and enjoyment of the property aforesaid, and to the rents, issues and profits thereof, from the accruing of such right and during the pendency of foreclosure proceedings and the period of redemption, if any there be: and such possession shall at once be delivered to the holder of said note or certificate of purchase on request, and on refusal, the delivery of such possession may be enforced by the holder of said note or certificate of purchase by any appropriate civil suit or proceeding, and the holder of said note or certificate of purchase, or any thereof, shall be entitled to a Receiver for said property, and of the rents, issues and profits thereof, after such default, including the time covered by foreclosure proceedings and the period of redemption, if any there be, and shall be entitled thereto as a matter of right without regard to the solvency or insolvency of the grantor or of the then owner of said property and without regard to the value thereof, and such Receiver may be appointed by any court of competent jurisdiction upon ex parte application and without notice — notice being hereby expressly waived — and all rents, issues and profits, income and revenue therefrom shall be applied by such Receiver to the payment of the indebtedness hereby secured, according to the law and the orders and directions of the court.

AND, that in case of default in any of said payments of principal or interest, according to the tenor and effect of said promissory note or any part thereof, or of a breach or violation of any of the covenants or agreements herein, by the grantor, then and in that case the whole of said principal sum hereby secured and the interest thereon to the time of the sale may at once, at the option of the legal holder thereof, become due and payable, and the said property be sold in the manner and with the same effect as if said indebtedness had matured, and that if foreclosure be made by the Public Trustee, an attorney's fee of the sum of _____ dollars for services in the supervision of said foreclosure proceedings shall be allowed by the Public Trustee as a part of the cost of foreclosure, and if foreclosure be made through the courts a reasonable attorney's fee shall be taxed by the court as a part of the cost of such foreclosure proceedings.

It Is Further Understood and Agreed, that if a release of this deed of trust is required, the grantor will pay the expense thereof; that all the covenants and agreements herein contained shall extend to and be binding upon the heirs, personal representatives, successors and assigns of the respective parties hereto; and that the singular number shall include the plural, the plural the singular, and the use of any gender shall be applicable to all genders.

Executed this 13th day of JANUARY, 1994.
ATTEST: David V. Sanford
Secretary-Treas
State of Colorado } ss.
County of Montezuma

Stanley McCabe
SUMMIT RESERVOIR & IRRIGATION CO.
NOTARY PUBLIC
STATE OF COLORADO

The foregoing instrument was acknowledged before me this 14th day of January 1994 by David V. Sanford as Secretary-Treasurer of the Summit Reservoir & Irrigation Co.

Witness my hand and seal.
My commission expires: 12-23-94
Judith A. Lloyd
Notary Public

Name and Address of Person Creating Newly Created Legal Description (§ 38-35-106.5, C.R.S.)

No. _____

DEED OF TRUST

FROM _____

TO _____

THE PUBLIC TRUSTEE
FOR THE USE OF _____

STATE OF COLORADO } ss.
County of _____

I hereby certify that this instrument was filed for
record in my office at _____ o'clock _____ M.,
_____, 19____, and is duly
recorded in book _____ page _____
Film No. _____ Reception No. _____

Clerk and Recorder _____
Deputy _____

Fees, \$ _____

BRADFORD PUBLISHING CO.

Such order or resolution shall be attached hereto as Exhibit A and included herein prior to the State performance under this contract.

6. (PROMISSORY NOTE PROVISIONS):

6a. Repay to the State the total principal sum of Thirty Three Thousand Dollars and no Cents (\$33,000.00), which is the project loan amount. Said repayment shall include the principal sum with interest at the rate of four percent (4%) per annum, and shall be made in constant annual installments of One Thousand, Nine Hundred, and Eight Dollars and Thirty-Nine Cents (\$1,908.39) each, for thirty (30) years, as shown in Exhibit B, attached hereto and incorporated by reference herein, which first installment shall be due and payable on the first day of March 1995, and yearly thereafter until the entire principal sum and any accrued interest shall have been paid. Said installment payments shall be made payable to the Colorado Water Conservation Board, payable at the offices of said Board in Denver, Colorado.

6b. Prepay the loan in full at any time, at the Borrower's option, for which there shall be no prepayment penalty.

6c. Make advanced payments on this loan at any time, at the Borrower's option, provided that these payments will be applied first to any accrued interest and then to reduce the principal amount. If advanced payments are made, the Borrower shall be allowed to substitute one such payment for one future regularly scheduled payment, and this promissory note will not be considered in default until such time as all advanced payments are consumed and a regularly scheduled payment has become delinquent.

6d. Not sell, convey, assign, grant, transfer, mortgage, pledge, encumber, or otherwise dispose of the project or any portion thereof or the assessment revenues pledged to repay the loan herein, so long as any of the principal and any accrued interest required by the Promissory Note of the contract remain unpaid, without the prior written concurrence of the State.

7. (DEED OF TRUST PROVISIONS):

7a. As security for the loan to be made to it by the State, executed a deed of trust as shown in Exhibit C. The security provided shall be an undivided one hundred percent (100%) interest in the following:

The SW 1/4 of the NE 1/4 and the S 1/2 of the NW 1/4 of Section 34; and the NE 1/4 of the SW 1/4 of Section 34, all in T 37 N, R 14 W of the New Mexico Principal Meridian, with all appurtenances.

7b. Upon default in the payments herein set forth to be made by the Borrower, or default in the performance of any covenant or agreement contained herein, the State, at its option, may: (a) declare the entire principal amount then outstanding immediately due and payable; (b) for the account of the Borrower, incur and pay reasonable expenses for repair, maintenance, and operation of the project herein described and such expenses as may be necessary to cure the cause of default; (c) take possession of the project, repair, maintain, and operate or lease it; (d) act upon the security (described in Exhibit D); (e) take action to enforce paragraphs A.6 and A.8. ; and/or (f) take any other appropriate legal action. All remedies described herein may be simultaneously or selectively and successively enforced. The provisions of this contract may be enforced by the State at its option without regard to prior waivers by it of previous defaults by the Borrower, through judicial proceedings to require specific performance of this contract, or by such other proceedings in law or equity as may be deemed necessary by the State to ensure compliance with provisions of this contract and the laws and regulations under which this contract is entered into.

7c. The Borrower warrants that in the event of a default by the Borrower in the repayment to the State, and upon written notice thereof from the State, the Borrower shall, pursuant to its By-laws, immediately take all necessary actions to levy an additional assessment and to pledge additional revenues in a sufficient amount and in a timely manner to cure the default and to repay the State as required by the contract. Such additional revenues shall be deemed covered by the existing security interest.

7d. Upon completion of repayment to the State of the entire principal and any accrued interest, as specified in the Promissory Note of this contract, the State agrees to execute a release of deed of trust to convey to the Borrower all of the State's right, title, and interest in and to the project and any other property described in Exhibit D.

7e. In the event of conflict between the terms and conditions as set forth in this paragraph 7 (DEED OF TRUST PROVISIONS), and Exhibit D (The actual Deed of Trust) , provisions of this contract shall control.

8. (Levy assessments for repayment of the loan): Pursuant to its Articles of Incorporation and to its By-laws, take all necessary actions consistent therewith to levy assessments to raise sufficient funds to pay this contract loan debt in a timely manner and as required by the terms and conditions herein to assure repayment of the project loan to the State. In the event that the assessment(s) levied by the Borrower, or the

revenues resulting therefrom, are or become insufficient to assure repayment to the State as required by the terms and conditions herein, then the Borrower, upon written notice thereof from the State, shall immediately take all necessary action consistent with its By-laws, including but not limited to additional assessments, to raise sufficient revenue to assure repayment of the project loan to the State.

9. (SECURITY INTEREST PROVISIONS):

9a. The Borrower agrees that the specific revenues to be pledged to repay the State shall include, without being limited to, an assessment levied for that purpose as authorized by Resolution of the Borrower.

9b. The Borrower hereby pledges such assessment revenues to repay the State loan, agrees that these revenues will be set aside and kept separate from other Borrower revenues, warrants that these revenues will not be used for any other purpose, and agrees to provide the State a perfected security interest such that the State has priority over all other competing claims for such secured revenues.

9c. Such security interest shall be in the form provided by the State irrevocably pledging such revenues on the date of execution of this contract. Copies of such security interest (Uniform Commercial Code--Security Agreement and Uniform Commercial Code--Financing Statement) shall be attached hereto and incorporated herein as Exhibits D and E, respectively. The security interest of the Borrower is a condition precedent to State performance on this contract.

10. (Levy assessments as necessary for operations, maintenance, reserves, and debt reserves): Pursuant to its By-laws, adjust its operating costs and service charges and levy assessments from time to time as necessary to provide sufficient funds for adequate operation and maintenance, emergency repair services, obsolescence reserves, and debt reserves.

11. (Provide reports and allow periodic inspections): Provide the State with such periodic reports as the State may require and permit periodic inspections of its operations and accounts by a designated representative of the State.

12. (Adhere to applicable laws): Shall strictly adhere to all applicable Federal, State, and local laws and regulations that have been or may hereafter be established.

C. The State agrees that it has or shall:

1. **(Agreed to loan money to the Borrower to cover eligible project construction costs):** Agreed to loan to the Borrower an amount not to exceed that specified in the Promissory Note of this contract. Said amount shall be made available to the Borrower in accordance with the following terms and conditions:

1a. The Borrower shall prepare a statement of the costs of project construction and shall forward said statement to the State.

1b. Upon receipt and approval by the State of such statement, the State will, within ten (20) days from the approval of such statement, pay over to the Borrower the amount of the statement or such portion thereof as has been approved by the State.

1c. Project construction costs eligible for financing by the State shall be limited to the cost of:

- (1) Preparing final designs and specifications for the project.
- (2) Preparing bid and construction contract documents.
- (3) Preparing environmental assessment or environmental impact statements, and otherwise complying with the Federal National Environmental Policy Act.
- (4) Complying with all Federal, State, and local regulatory requirements, including the obtaining of all required permits.
- (5) Land and water rights acquisitions needed for the project, including the necessary appraisals and evaluations.
- (6) Fish and wildlife mitigation measures required by Federal, State, or local laws and regulations.
- (7) Actual construction as called for in the design documents and in Change Orders approved by the Consultant, the Borrower, the Construction Firm, and the State.
- (8) Engineering services for construction management, including design and construction management for State-approved Change Orders.

(9) Legal services for reviewing engineering services contracts, reviewing this contract, reviewing construction contract documents, acquiring the land and water rights needed for the project, and for complying with all Federal, State, and local regulatory requirements. Legal services must be approved by the State in writing before they are rendered to be eligible for payment by the State.

2. **(Adhere to applicable laws):** Shall strictly adhere to all applicable Federal, State, and local laws and regulations that have been or may hereafter be established.

D. Other Provisions

1. **(The Colorado Water Conservation Board is designated agent of the State):** The Colorado Water Conservation Board, its agents and employees, is hereby designated as the agent of the State for the purpose of this contract.

2. **(Contract is not assignable):** This contract is not assignable by the Borrower except with the prior written approval of the State.

3. **(Contract relationship is that of lender-borrower):** The parties to this contract intend that the relationship between them contemplated by this contract is that of lender-borrower, not employer-employee. No agent, employee, or servant of the Borrower shall be, or shall be deemed to be, an employee, agent, or servant of the State. The Borrower will be solely and entirely responsible for its acts and the acts of its agents, employees, servants, engineering firms, construction firms, and subcontractors during the performance of this contract.

4. **(Contract is a complete integration of all understandings):** This agreement is intended as the complete integration of all understandings between the parties. No prior or contemporaneous addition, deletion, or other amendment hereto shall have any force or effect whatsoever unless embodied herein in writing. No subsequent notation, renewal, addition, deletion, or other amendment hereto shall have any force or effect unless embodied in a written contract executed and approved pursuant to State fiscal rules.

5. **(State may release contract at its option):** In its sole discretion, the State may at any time and in writing give any consent, deferment, subordination, release, satisfaction, or termination of any or all of the Borrower's obligations under this agreement, with or without valuable consideration, upon such terms and conditions as the State may determine to be: (a) advisable to further the purposes of this contract or

to protect the State's financial interest therein, and (b) consistent with both the statutory purposes of this contract and the limitations of the statutory authority under which it is made.

6. **(The Borrower further Warrants):** The Borrower warrants that by acceptance of the loan money pursuant to the terms of this contract and by the Borrower's representation herein, the Borrower shall be estopped from asserting for any reason that it is not authorized or obligated to repay the loan money to the State as required by this contract.

7. **(Casualty and Imminent Domain):** If, at any time, during the term of this Contract, (a) the Summit Reservoir and Irrigation Company Project facilities, including buildings, or any portion thereof, are damaged or destroyed, in whole or in part, by fire or other casualty, or (b) title to or use of the Project facilities or any part thereof shall be taken under the exercise of the power of eminent domain, the State and the Borrower shall cause the net proceeds of any insurance claim or condemnation award to be applied to the prompt replacement, repair and restoration of the Project facilities or any portion thereof. Any net proceeds remaining after such work has been completed shall be paid to the Borrower. If the net proceeds are insufficient to pay the full cost of the replacement, repair and restoration, the Borrower shall complete the work and pay any cost in excess of the net proceeds (provided, however, that the Borrower shall be obligated to pay any such cost in excess of net proceeds only to the extent of any moneys available therefor in any funds created under this Contract).

8. **(Addresses for mailing):** All notices, correspondence, or other documents required by this contract shall be delivered or mailed to the following addresses:

For the State:

Director

Colorado Water Conservation Board
721 State Centennial Building
1313 Sherman Street
Denver, CO 80203
Attn: Bill Stanton

For the Borrower:

The Summit Reservoir and
Irrigation Company
P.O. Box 127
Dolores, CO 81321
Attn: David V. Sanford
Secretary-Treasurer