



## COLORADO

### Colorado Water Conservation Board

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

June 7, 2024

Randi Kim, Utilities Director  
City of Grand Junction  
250 N 5th Street  
Grand Junction, CO 81501  
[randik@gjcity.org](mailto:randik@gjcity.org)

Re: Kannah Creek Flowline Replacement  
Loan Contract Number CT2023-0568

#### NOTICE OF PROJECT SUBSTANTIAL COMPLETION

Dear Ms. Kim:

This letter is to advise you that the Project referenced above was substantially completed on June 1, 2024. In accordance with the Loan Contract, the City owes \$26,478.16 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. Mail it to the address above, attention Mimi Winter.

The final total loan amount under this contract is \$2,246,326.93 (\$2,224,086.07 plus \$22,240.86 for the 1% service fee). An adjustment in the amount of \$985,673.07 will be made to the contract for funds no longer needed. Kaylee Salazar, Contracts Manager will initiate the contract amendment process to reflect the adjusted amount. She can be reached at (303) 866-3441 x3227. The first annual loan payment will be due on June 1, 2025, in the amount of \$132,781.78 as presented in the attached Loan Repayment Schedule.

Please note, in accordance with the Borrower's Loan Contract, audited annual financials must be submitted to the CWCB 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 contact us if you have any questions regarding this matter.

Sincerely,

Kirk Russell, P.E. Chief  
CWCB Finance Section

Loan Contract Amount = \$3,232,000.00  
Final Total Loan Amount = \$2,246,326.93

cc: Paul Bruchez, CWCB Board Member, Colorado River Basin



Colorado Water Conservation Board  
Project Expenditure Schedule

**Kannah Creek Flow Line Replacement**

**City of Grand Junction**  
**250 North 5th Street**  
**Grand Junction, CO 81501-2668**  
**c/o Randi Kim**

**Ph. 970-244-1429**  
**Fax (970) 244-1456**  
**randik@gjcity.org**

	Original	Amended	Final
Loan Contract No.:	<b>CT2023-0568</b>		
Authorization:	\$3,232,000.00		
Contract Amount	\$3,200,000.00		\$ 2,224,086.07
Loan Service Fee %	1.00%		
Loan Service Fee	\$32,000.00		\$ 22,240.86
Total Loan Amount	\$3,232,000.00		\$ 2,246,326.93
Interest:	1.65%		1.65%
Term (Years):	20		20
Conditions:	Up to 100%		Up to 100%
IDC Calculation Date:	6/1/2024		

Substantial Completion Date

6/1/2024

Contract Expires:

11/23/2026

Pay Req. No.	Date	Description	Amount Disbursed	Cumulative Loan Balance	Balance Available to Loan	Interest	Accrued Interest
					\$ 3,232,000.00		
1	4/3/2023	Purchase of pipe, SCADA system, Mag Meters, and	\$ 1,057,617.85	\$ 1,057,617.85	\$ 2,174,382.15	\$ 20,319.30	\$ 20,319.30
2	2/1/2024	Materials and Construction	\$ 1,125,962.58	\$ 2,183,580.43	\$ 1,048,419.57	\$ 6,158.86	\$ 26,478.16
3	6/1/2024	Construction	\$ 40,505.64	\$ 2,224,086.07	\$ 1,007,913.93	-	\$ 26,478.16
Final	6/1/2024	Loan Service Fee @ 1%	\$ 22,240.86	\$ 2,246,326.93	\$ 985,673.07	-	\$ 26,478.16
CT	6/1/2024	Adjustment - Funds not needed	(\$ 985,673.07)	\$ 2,246,326.93	(\$ 0.00)	-	\$ 26,478.16

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### Loan Repayment Schedule

Borrower | City of Grand Junction

Loan Contract Number | CT2023-0568

FINAL Loan Amount | \$2,224,086.07

1% Service Fee | \$22,240.86

Interest During Construction Added | \$0.00

FINAL Total Loan Amount | \$2,246,326.93

Interest Rate | 1.650000 %

Term | 20

First Payment Due | June 1, 2025

Annual Payment Amount | \$132,781.78

Line status	Pmt Date	Payment	Principal	Interest	Column fees	True Balance
Service Fee / IDC	06/01/2024	\$0.00	\$-22,240.86	\$0.00	\$22,240.86	\$2,246,326.93
Due Pmt	06/01/2025	\$132,781.78	\$95,717.39	\$37,064.39	\$0.00	\$2,150,609.54
Due Pmt	06/01/2026	\$132,781.78	\$97,296.72	\$35,485.06	\$0.00	\$2,053,312.82
Due Pmt	06/01/2027	\$132,781.78	\$98,902.12	\$33,879.66	\$0.00	\$1,954,410.70
Due Pmt	06/01/2028	\$132,781.78	\$100,534.00	\$32,247.78	\$0.00	\$1,853,876.70
Due Pmt	06/01/2029	\$132,781.78	\$102,192.81	\$30,588.97	\$0.00	\$1,751,683.89
Due Pmt	06/01/2030	\$132,781.78	\$103,879.00	\$28,902.78	\$0.00	\$1,647,804.89
Due Pmt	06/01/2031	\$132,781.78	\$105,593.00	\$27,188.78	\$0.00	\$1,542,211.89
Due Pmt	06/01/2032	\$132,781.78	\$107,335.28	\$25,446.50	\$0.00	\$1,434,876.61
Due Pmt	06/01/2033	\$132,781.78	\$109,106.32	\$23,675.46	\$0.00	\$1,325,770.29
Due Pmt	06/01/2034	\$132,781.78	\$110,906.57	\$21,875.21	\$0.00	\$1,214,863.72
Due Pmt	06/01/2035	\$132,781.78	\$112,736.53	\$20,045.25	\$0.00	\$1,102,127.19
Due Pmt	06/01/2036	\$132,781.78	\$114,596.68	\$18,185.10	\$0.00	\$987,530.51
Due Pmt	06/01/2037	\$132,781.78	\$116,487.53	\$16,294.25	\$0.00	\$871,042.98
Due Pmt	06/01/2038	\$132,781.78	\$118,409.57	\$14,372.21	\$0.00	\$752,633.41
Due Pmt	06/01/2039	\$132,781.78	\$120,363.33	\$12,418.45	\$0.00	\$632,270.08
Due Pmt	06/01/2040	\$132,781.78	\$122,349.32	\$10,432.46	\$0.00	\$509,920.76
Due Pmt	06/01/2041	\$132,781.78	\$124,368.09	\$8,413.69	\$0.00	\$385,552.67
Due Pmt	06/01/2042	\$132,781.78	\$126,420.16	\$6,361.62	\$0.00	\$259,132.51
Due Pmt	06/01/2043	\$132,781.78	\$128,506.09	\$4,275.69	\$0.00	\$130,626.42
Due Pmt	06/01/2044	\$132,781.76	\$130,626.42	\$2,155.34	\$0.00	\$0.00

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## Kannah Creek Flowline Replacement

City of Grand Junction  
Substantially Complete June 1, 2024

The City of Grand Junction replaced 3 miles of pipe that had reached the end of its useful life.



### Project Description

The City of Grand Junction's (City) utility department serves a population of over 30,000 and is expected to increase to 49,000 by 69,000. Operations, expenses, and capital projects associated with the system are funded by the Water Enterprise Fund, the revenues for which include water service charges and tap fees. The City's average annual diversion from all supply sources is about 5,300 acre-feet.

The City replaced the existing Kannah Creek flowline line with a 20 inch PVC pipe. This alternative was chosen because it achieved the needs of the City and minimized costs. The pipeline conveys water from Kannah Creek watershed - a 200 square mile catchment on the west side of Grand Mesa - to Juniata Reservoir - the City's primary storage facility. Construction began in 2022 and finalized it at the end of 2023. The pipeline traverses rocky terrain, paralleling the aforementioned creek in the upstream stretch, and keeping to the original delineation two-thirds of its length with the deviation occurring in the middle third.

P R O J E C T D A T A		
<i>Sponsor:</i> City of Grand Junction	<i>County:</i> Mesa	<i>Water Source:</i> Kannah Creek
<i>Type of Project:</i> System Rehabilitation		<i>Board Approval Date:</i> May 2022
<i>Loan Terms:</i> 20yr @ 1.65% (Original) \$3,232,000.00 (Final) \$2,246,326.93		
<i>Design Engineer:</i> JVA Consulting Engineers, Inc.		
<i>Contractor:</i> M.A. Concrete Construction, Inc		