



## COLORADO

### Colorado Water Conservation Board

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

August 19, 2024

Cynthia Lefever, Office Manager  
Fort Morgan Reservoir and Irrigation Company  
218 East Kiowa Ave.  
Fort Morgan, CO 80701  
[fmrco@outlook.com](mailto:fmrco@outlook.com)

Re: Augmentation Pump Replacement Project  
Loan Contract Number CT2023-3300

#### NOTICE OF PROJECT SUBSTANTIAL COMPLETION

Dear Ms. Lefever:

This letter is to advise you that the Project referenced above was substantially completed on August 1, 2024. In accordance with the Loan Contract, the District owes \$38,290.64 for interest accrued during the construction phase of the Project (see attached Project Expenditure Schedule). The Company has requested that the CWCB include this accrued interest in the loan balance.

The final total loan amount under this contract is \$1,644,076.86 (\$1,589,508.23 plus \$38,290.64 for the interest accrued plus \$16,277.99 for the 1% service fee) however, the annual payment will remain as shown on the original Promissory Note. Kaylee Salazar, Contracts Manager, will follow up with an executed 'Option Letter' reflecting the adjusted amount. She can be reached at (303) 866-3441 x3227. The first annual loan payment will be due on August 1, 2025, in the amount of \$79,598.56 as presented in the attached Loan Repayment Schedule and Promissory Note.

Please note, in accordance with the Borrower's Loan Contract, annual audited 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 = \$1,770,530.00  
Final Total Loan Amount = \$1,644,076.86

cc: Brad Wind, CWCB Board Member, South Platte River Basin



Colorado Water Conservation Board  
Project Expenditure Schedule

**Augmentation Pump Replacement Project**

**Fort Morgan Reservoir and Irrigation Company**  
**P. O. Box 38**  
**Fort Morgan, CO 80701**  
**c/o Cynthia Lefever**

**Ph. 970-867-7561**  
**Fax**  
**fmrco@outlook.com**

	Original	Amended	Final
Loan Contract No.:	<b>CT2023-3300</b>		
Authorization:	\$1,770,530.00		
Contract Amount	\$1,753,000.00		\$ 1,627,798.87
Loan Service Fee %	1.00%		
Loan Service Fee	\$17,530.00		\$ 16,277.99
Total Loan Amount	\$1,770,530.00		\$ 1,644,076.86
Interest:	2.05%		2.05%
Term (Years):	30		30
Conditions:	Up to 100%		Up to 100%
IDC Calculation Date:	8/1/2024		

Substantial Completion Date

8/1/2024

Contract Expires: 2/15/2026

Pay Req. No.	Date	Description	Amount Disbursed	Cumulative Loan Balance	Balance Available to Loan	Interest	Accrued Interest
					\$ 1,770,530.00		
1	3/24/2023	Engineering, Materials, & Construction	\$ 524,251.01	\$ 524,251.01	\$ 1,246,278.99	\$ 14,604.34	\$ 14,604.34
2	4/27/2023	Engineering and Construction	\$ 354,530.81	\$ 878,781.82	\$ 891,748.18	\$ 9,199.35	\$ 23,803.69
3	5/23/2023	Engineering and Construction	\$ 221,931.79	\$ 1,100,713.61	\$ 669,816.39	\$ 5,434.59	\$ 29,238.28
4	6/23/2023	Engineering and Construction	\$ 113,053.62	\$ 1,213,767.23	\$ 556,762.77	\$ 2,571.58	\$ 31,809.86
5	7/17/2023	Engineering and Construction	\$ 22,461.64	\$ 1,236,228.87	\$ 534,301.13	\$ 480.65	\$ 32,290.51
6	8/30/2023	Engineering and Construction	\$ 238,645.20	\$ 1,474,874.07	\$ 295,655.93	\$ 4,516.93	\$ 36,807.44
7	12/1/2023	Engineering and Construction	\$ 97,496.67	\$ 1,572,370.74	\$ 198,159.26	\$ 1,336.11	\$ 38,143.55
8	2/21/2024	Engineering and Construction	\$ 15,732.49	\$ 1,588,103.23	\$ 182,426.77	\$ 143.14	\$ 38,286.69
9	6/12/2024	Engineering	\$ 1,405.00	\$ 1,589,508.23	\$ 181,021.77	\$ 3.95	\$ 38,290.64
Final	8/1/2024	Interest added to loan	\$ 38,290.64	\$ 1,627,798.87	\$ 142,731.13	(\$ 38,290.64)	-
Final	8/1/2024	Loan Service Fee @ 1%	\$ 16,277.99	\$ 1,644,076.86	\$ 126,453.14	-	-
CT	8/1/2024	contract adjustment - funds not needed	(\$ 126,453.14)	\$ 1,644,076.86	\$ 0.00	-	-

MW

**COLORADO WATER CONSERVATION BOARD**

**LOAN REPAYMENT SCHEDULE**

<b>Borrower</b>	<b>Fort Morgan Reservoir and Irrig</b>
<b>Loan Contract Number</b>	<b>CT2023-3300</b>
<b>Principal</b>	<b>\$1,644,076.86</b>
<b>Interest Rate</b>	<b>2.05%</b>
<b>Frequency</b>	<b>Annual</b>
<b>Term (In Years)</b>	<b>30</b>
<b>First Payment Due</b>	<b>August 1, 2025</b>
<b>Payment Amount</b>	<b>\$79,598.56</b>

<b>Loan Payment No.</b>	<b>Annual Payment Due Date</b>	<b>Annual Payment Amount</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal BALANCE</b>
					\$ 1,644,076.86
1	1-Aug-25	\$79,598.56	\$ 45,894.98	\$ 33,703.58	\$ 1,598,181.88
2	1-Aug-26	\$79,598.56	\$ 46,835.83	\$ 32,762.73	\$ 1,551,346.05
3	1-Aug-27	\$79,598.56	\$ 47,795.97	\$ 31,802.59	\$ 1,503,550.08
4	1-Aug-28	\$79,598.56	\$ 48,775.78	\$ 30,822.78	\$ 1,454,774.30
5	1-Aug-29	\$79,598.56	\$ 49,775.69	\$ 29,822.87	\$ 1,404,998.61
6	1-Aug-30	\$79,598.56	\$ 50,796.09	\$ 28,802.47	\$ 1,354,202.52
7	1-Aug-31	\$79,598.56	\$ 51,837.41	\$ 27,761.15	\$ 1,302,365.11
8	1-Aug-32	\$79,598.56	\$ 52,900.08	\$ 26,698.48	\$ 1,249,465.03
9	1-Aug-33	\$79,598.56	\$ 53,984.53	\$ 25,614.03	\$ 1,195,480.50
10	1-Aug-34	\$79,598.56	\$ 55,091.21	\$ 24,507.35	\$ 1,140,389.29
11	1-Aug-35	\$79,598.56	\$ 56,220.58	\$ 23,377.98	\$ 1,084,168.71
12	1-Aug-36	\$79,598.56	\$ 57,373.10	\$ 22,225.46	\$ 1,026,795.61
13	1-Aug-37	\$79,598.56	\$ 58,549.25	\$ 21,049.31	\$ 968,246.36
14	1-Aug-38	\$79,598.56	\$ 59,749.51	\$ 19,849.05	\$ 908,496.85
15	1-Aug-39	\$79,598.56	\$ 60,974.37	\$ 18,624.19	\$ 847,522.48
16	1-Aug-40	\$79,598.56	\$ 62,224.35	\$ 17,374.21	\$ 785,298.13
17	1-Aug-41	\$79,598.56	\$ 63,499.95	\$ 16,098.61	\$ 721,798.18
18	1-Aug-42	\$79,598.56	\$ 64,801.70	\$ 14,796.86	\$ 656,996.48
19	1-Aug-43	\$79,598.56	\$ 66,130.13	\$ 13,468.43	\$ 590,866.35
20	1-Aug-44	\$79,598.56	\$ 67,485.80	\$ 12,112.76	\$ 523,380.55
21	1-Aug-45	\$79,598.56	\$ 68,869.26	\$ 10,729.30	\$ 454,511.29
22	1-Aug-46	\$79,598.56	\$ 70,281.08	\$ 9,317.48	\$ 384,230.21
23	1-Aug-47	\$79,598.56	\$ 71,721.84	\$ 7,876.72	\$ 312,508.37
24	1-Aug-48	\$79,598.56	\$ 73,192.14	\$ 6,406.42	\$ 239,316.23
25	1-Aug-49	\$79,598.56	\$ 74,692.58	\$ 4,905.98	\$ 164,623.65
26	1-Aug-50	\$79,598.56	\$ 76,223.78	\$ 3,374.78	\$ 88,399.87
27	1-Aug-51	\$79,598.56	\$ 77,786.36	\$ 1,812.20	\$ 10,613.51
28	1-Aug-52	\$10,831.09	\$ 10,613.51	\$ 217.58	\$ 0.00

*MW*

<b>TOTALS</b>	<b>\$2,159,992.21</b>	<b>\$1,644,076.86</b>	<b>\$515,915.35</b>	<b>\$0.00</b>
---------------	-----------------------	-----------------------	---------------------	---------------



shall bear interest at the rate of seven percent (7%) per annum from the date of default. The CWCB 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.

8. 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.
9. This Promissory Note is authorized pursuant to and in accordance with the Constitution of the State of Colorado and all other laws of the State thereunto enabling. Specifically, but not by way of limitation, the Contract and this Promissory Note are authorized pursuant to and under the authority of Title 31, Article 35; Title 37, Article 45.1; and Title 11, Article 57, Part 2, C.R.S., and in full conformity therewith. Pursuant to Section 11-57-210, C.R.S., and Section 31-35-413, C.R.S., this recital shall be conclusive evidence of the validity and the regularity of the issuance of this Promissory Note and the Promissory Note shall be incontestable for any cause whatsoever after its delivery for value.

Fort Morgan Reservoir and Irrigation Company

By:   
Signature

Attest:

Name: William E. Lauck

Title: President, Board of Directors

Date: Feb 4, 2023

By:   
Signature

Name: Peter Bolinger

Title: Secretary / Treasurer

Date: Feb 4, 2023



**COLORADO**  
Colorado Water  
Conservation Board  
Department of Natural Resources

## Augmentation Pump Replacement Project

Fort Morgan Reservoir and Irrigation Company  
Substantially Complete August 1, 2024



### Project Description

The Company was organized in 1882, and diverts irrigation water for approximately 15,000 acres, and augmentation water for approximately 90 wells. These diversions are carried through the Fort Morgan Canal to recharge ponds and agricultural lands south of the South Platte River between Weldona and Brush for 98 shareholders.

The Company also has an operational agreement with Groves Farms, LLC to re-time excess augmentation credits from senior recharge projects when those credits are not needed for direct augmentation, and to divert water under new junior water rights when available for recharge and augmentation use. The infrastructure to implement this operation was originally constructed around 2012, with the Company's portion of the project funded with CWCB loan and grant funds.

The Project was the rehabilitation of this pipeline system, and included a new intake structure, an automated airburst system to backwash the intake screens, 4-stage vertical turbine pumps, and an insulated building to house the pumps and mechanical equipment. Loan funds covered the entire project cost for planning, design, and construction.

P R O J E C T   D A T A		
<i>Sponsor:</i> Fort Morgan Reservoir and Irrigation Company	<i>County:</i> Fort Morgan	<i>Water Source:</i> South Platte
<i>Type of Project:</i> Augmentation Facilities		<i>Board Approval Date:</i> January 2023
<i>Loan Terms:</i> 30yrs @ 2.05% (Original) \$1,770,530.00 (Final) \$1,643,693.95		
<i>Design Engineer:</i> Harris Engineering Consultants Inc.		
<i>Contractor:</i> Ransom Boone Excavation, LLC.		