



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

1313 Sherman Street, Room 718
Denver, CO 80203
P (303) 866-3441
F (303) 866-4474

Jared Polis, Governor
Dan Gibbs, DNR Executive Director
Lauren Ris, CWCB Director

TO: Colorado Water Conservation Board Members

FROM: Kirk Russell, P.E., Finance Section Chief

DATE: November 20-21, 2024 Board Meeting

CONSENT AGENDA ITEM: 4. Loan De-authorizations

Staff Recommendation:

Staff recommends the Board approve the de-authorization of the loans listed in Table 1.

Table 1

Borrower/Projects	Details	Board Approval Date	Project Amount
a. Duke Ditch Company - Piping the Duke Ditch	Contract time expired Project cost exceeded funding avail.	March 2016	\$90,000
b. Logan Irrigation District - Prewitt Reservoir Rehabilitation *	Funds not needed. Borrower found more cost effective way to restore volume	May 2019	\$1,831,000
			\$1,921,000

* Staff has received written confirmation from the Borrower that the loans are no longer needed.

Introduction/Background:

Financial Policy #1 - Construction Fund and Severance Tax Trust Fund Perpetual Base Account Project Time Limits, provides the following direction:

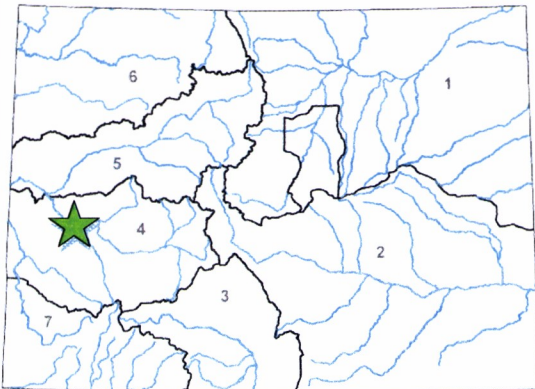
The policy requires staff to review the status of all loan projects that do not have a fully executed CWCB funding contract within three years of the project's authorization. These projects may be recommended for de-authorization or the Board may approve a time extension.

Attachment: Project Data Sheets



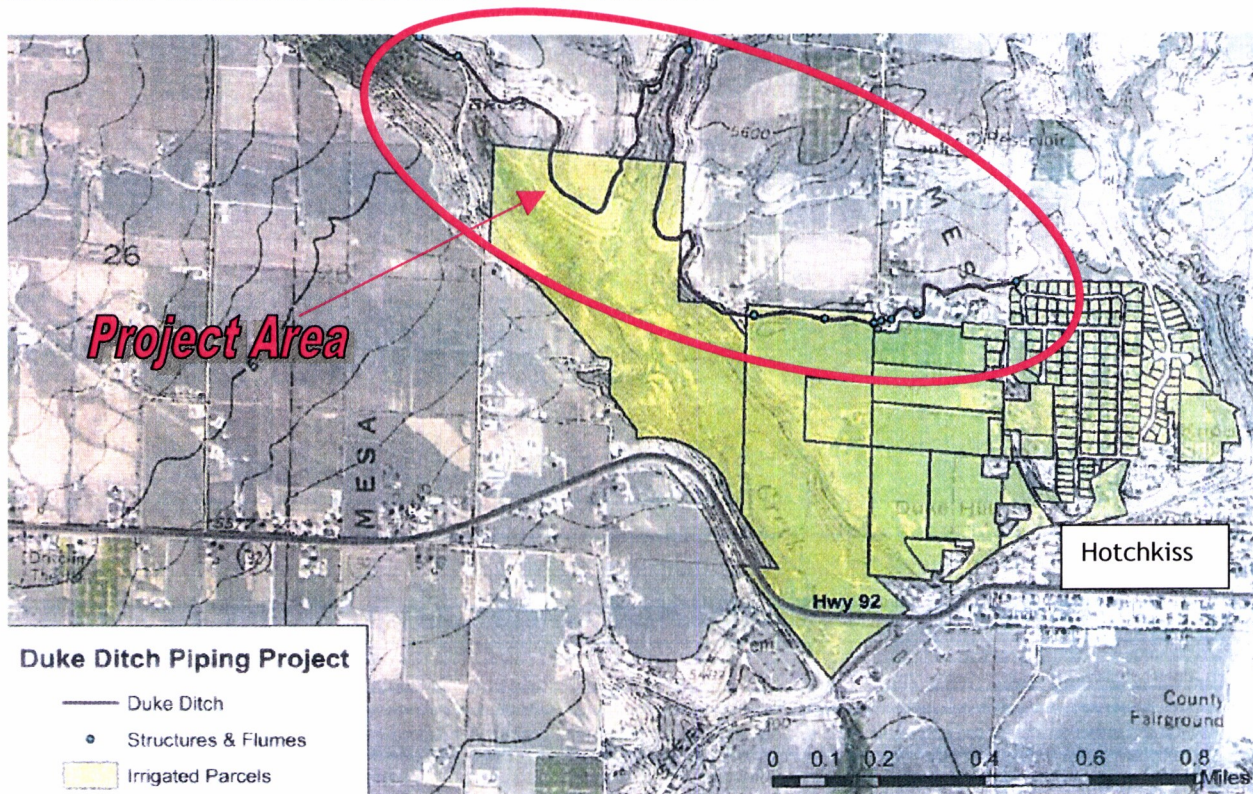


L O A N D E T A I L S	
Project Cost:	\$749,374
CWCB Loan (with Service Fee):	\$90,900
Loan Term and Interest Rate:	30 years @ 2.0%
Funding Source:	Construction Fund, WSRA, Salinity Control
B O R R O W E R T Y P E	
Agriculture	Municipal Commercial
68%	32% Low - 0% Mid - 0% High 0%
P R O J E C T D E T A I L S	
Project Type:	Ditch Rehabilitation
Average Annual Delivery:	2,424 AF



L O C A T I O N	
County:	Delta
Water Source:	Leroux Creek
Drainage Basin:	Gunnison
Division:	4 District: 42

The Duke Ditch Company diverts from Leroux Creek and Barrow Gulch, west of the Town of Hotchkiss, and delivers water through the Company's ditch to a 380-acre service area. The earthen ditch traverses a steep hillside in the Leroux Creek canyon where it is prone to washout and is subject to significant seepage and evaporative losses. As a result of the location, it has significant maintenance and aquatic vegetation growth issues. The deep percolation of irrigation water in this area contributes salinity and selenium to the Colorado River system; therefore, the Company obtained a \$464,000 Salinity Control Program grant (61% of project costs) and a \$100,900 NRCS grant (13% of project costs), as the project is expected to reduce salt loading to the Colorado River system by 395 tons/year. In addition, the Company is applying for a \$47,237 basin grant and a \$47,237 statewide grant from the Water Supply Reserve Account Grant Program to pipe the entire 2.7 miles of ditch. Construction is scheduled for the fall/winter of 2016/2017.

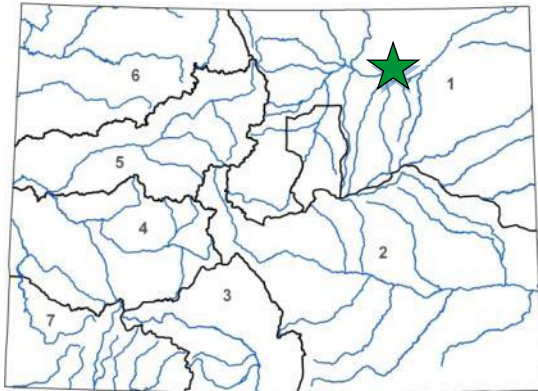




Prewitt Reservoir Rehabilitation

Logan Irrigation District
May 2019 Board Meeting

L O A N D E T A I L S	
Project Cost:	\$3,239,000
CWCB Loan (with Service Fee):	\$1,849,310
Loan Term and Interest Rate:	30 years @ 1.90%
Funding Source:	Severance Tax PBF/ Water Plan Grant
B O R R O W E R T Y P E	
Agriculture	Municipal
91%	2% Low - 0% Mid -7% High
	Commercial
	0%
P R O J E C T D E T A I L S	
Project Type:	Reservoir Rehabilitation
Storage Recovered:	1,604 AF



L O C A T I O N	
County:	Washington and Logan
Water Source:	South Platte River
Drainage Basin:	South Platte
Division:	1
District:	64

Prewitt Reservoir is owned by Logan Irrigation District, Iliff Irrigation District, and the Morgan Prewitt Reservoir Company. Together they manage the Reservoir through the Prewitt Operating Committee.

Prewitt was built in 1910 and has a current available storage capacity of 29,283 AF. Sedimentation within the Reservoir has caused 1,604 AF to be blocked off from the outlet, creating a dead pool. This project will reconnect the dead pool by dredging a channel from the dead pool to the outlet works. Dredged material will be disposed of by creating an island habitat enhancement site within the Reservoir.

Logan Irrigation District is requesting this loan on behalf of the Operating Committee. Iliff Irrigation District and the Morgan Prewitt Reservoir Company will be Cooperating Entities and all three Reservoir owners will enter into a special agreement setting forth terms for each to pay its pro-rata share of the loan's annual payment. It is anticipated that construction will be able to begin by August 2020 and be completed by August 2021.

