## **RESOLUTION NO. 2025-**

## A RESOLUTION OF TOWN OF CASTLE ROCK AUTHORIZING THE PLUM CREEK WATER RECLAMATION AUTHORITY TO ENTER INTO A LOAN AGREEMENT, CONSTRUCTION CONTRACT, AND CONSTRUCTION MANAGEMENT SERVICES CONTRACT FOR THE PCWRA REUSE RESERVOIR AND PUMP STATION

**WHEREAS**, Plum Creek Water Reclamation Authority ("PCWRA") owns a reservoir (the "Reuse Reservoir") for the storage and distribution of treated wastewater which is used by four local golf courses for irrigation; and

**WHEREAS**, the Town of Castle Rock, Castle Pines Metropolitan District, and Castle Pines North Metropolitan District (collectively, the "Members") each have within their respective boundaries at least one golf course that uses irrigation water from the Reuse Reservoir; and

**WHEREAS**, PCWRA has determined the need to rehabilitate the Reuse Reservoir, including the installation of a new liner, aeration system, a new pump station, and other capital improvements (the "Project").; and

**WHEREAS,** in order to finance the Project, the Colorado Water Resources and Power Development Authority ("CWRPDA") has agreed to lend PCWRA \$3,500,000, to be repaid over a 30-year term at an interest rate of 3.5%; and

**WHEREAS**, PCWRA's repayment obligation will be evidenced by a governmental agency bond (the "Bond") to be issued by PCWRA to CWRPDA, which Bond shall be payable solely from PCWRA revenues, including reuse charges assessed to the Members; and

**WHEREAS**, PCWRA has entered into an Intergovernmental Agreement (the "IGA") with the Members to address how best to share costs of the Project for the purpose of repaying the Bond; and

**WHEREAS**, per the IGA, PCWRA will increase its reuse charges to include, in addition to operating costs and other charges, an amount sufficient to cover the payments under the Bond as they become due; and

**WHEREAS**, the percentage of the total bond repayment amount allocated to each Member under the IGA is as follows:

•	Town of Castle Rock	25%
•	Castle Pines Metropolitan District	50%
•	Castle Pines North Metropolitan District	25%

; and

**WHEREAS**, the Members have further agreed to fund remaining portion of the Project costs except and to the extent PCWRA obtains additional loan funding in spring 2026; and

**WHEREAS**, under the formula set forth in the IGA, the Town's proportional share of the Project costs is \$2,058,845; and

**WHEREAS**, pursuant to the recommendation of Town staff, the Town Council hereby finds and determines that it is in the best interests of the Town and its residents to authorize PCWRA to move forward with the Project.

## NOW, THEREFORE BE IT RESOLVED BY THE TOWN COUNCIL OF THE TOWN OF CASTLE ROCK, COLORADO AS FOLLOWS:

**Section 1.** <u>Authorization</u>. The Town Council hereby authorizes PCWRA to enter into a loan agreement with the Colorado Water Resources and Power Development Authority, a construction contract with GSE Construction Company, Inc., and a construction management services contract with GEI Consultants for improvements to the PCWRA Reuse Reservoir and Pump Station.

**PASSED, APPROVED AND ADOPTED** this 18th day of November, 2025, by the Town Council of the Town of Castle Rock, Colorado, on first and final reading by a vote of \_\_ for and \_\_ against.

ATTEST:	TOWN OF CASTLE ROCK:		
Lisa Anderson, Town Clerk	Jason Gray, Mayor		
Approved as to form:	Approved as to content:		
Michael J. Hyman, Town Attorney	Mark Marlowe, Director, Castle Rock Wate		