

**COLORADO****Colorado Water
Conservation Board**

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

May 19, 2021

Mr. Mark Marlowe, Director of Castle Rock Water
Town of Castle Rock
175 Kellogg Court
Castle Rock, CO 80109

Re: Invoice - Chatfield Reservoir Mitigation Company (CRMC) Assessments for unpurchased shares and Lease of Space

Dear Mark:

This letter is a request payment attributable to CRMC Assessments on the Town's remaining "Optioned Shares" which were paid for by the CWCB and now require reimbursement by the Town per Section 3.1.2.1 of the Acquisition Agreement. In addition, per the Lease of Use contract executed April, 6, 2021, the Town will pay \$50/share to use the Optioned Shares. This payment request represents three CRMC Fiscal Years (FY18/19, 19/20 and 20/21). The following table represents the breakdown of Assessments per share and the number of shares the Town was charged directly by CRMC and the number of shares remaining to be purchased from CWCB at the time.

Fiscal Year	CRMC Assessment	CR Owned Shares	CR Paid Assessment	Optioned Shares	Optioned Shares Assessment	Optioned Shares Lease (\$50/share)
2018/19	\$59.56	461	\$27,458.59	1539	\$91,667.61	
2019/20	\$60.00	461	\$27,660.00	1539	\$92,340.00	
2020/21	\$40.00	590	\$23,600.00	1410	\$56,400.00	\$70,500.00
Total			\$78,718.59		\$240,407.61	\$70,500.00

The State is requesting payment of \$240,407.61 for reimbursement of assessments and \$70,500.00 for Lease of Use for a total of \$310,907.61. I have included a copy of the State's CRMC invoices for your review. In the future, the Town can expect an invoice from CWCB representing the annual assessment for the remaining Optioned Shares.

If you have any questions do not hesitate to contact me.

Sincerely,

DRAFT

Kirk Russell
Finance Section Chief



