

CITY OF GRAND JUNCTION, COLORADO

RESOLUTION NO. 07-21

**A RESOLUTION AUTHORIZING A LOAN CONTRACT OF
STATE FUNDS FOR CARSON RESERVOIR REHABILITATION PROJECT**

NOW THEREFORE BE IT RESOLVED THAT the Grand Junction City Council, having been duly advised and considered the matter, hereby authorizes City Manager Greg Caton to enter into a contract with the State of Colorado, Colorado Water Conservation Board for a loan for the construction of the Carson Reservoir Rehabilitation Project (Project.)

Furthermore, the Grand Junction City Council hereby resolves to perform and observe all contractual terms, conditions and obligations, and pledge the revenues of the Water Enterprise Fund to assure repayment of the loan.

The Project will be funded solely by funds made available under Colorado Water Conservation Board (CWCB) Water Project Loan Program which authorizes CWCB to loan money for water projects from the CWCB Severance Tax Perpetual Base Fund for the benefit of the people of the state, provided that the Borrower assures repayment of the money.

The total construction cost of the Project may be up to \$3,000,000. The total loan amount will not exceed \$3,030,000.00 (\$3,000,000.00 for Project costs and CWCB's origination fee of 1% in the amount of \$30,000.00) at an interest rate of 10% per annum for a repayment term of ten (10) years.

The Project will benefit the City's water enterprise, which is a government owned business that may incur debt as provided in Article X, Section 20 of the Colorado Constitution, and C.R.S. 37-45.1-101 *et. seq.*

IN CONSIDERATION OF THE FOREGOING, THE RESOLUTION IS PASSED AND APPROVED this 6th day of January 2021.



C.E. "Duke" Wortmann
President of the City Council

Attest:


City Clerk

