



CHEROKEE METROPOLITAN DISTRICT

6250 Palmer Park Blvd., Colorado Springs, CO 80915-2842
Telephone: (719) 597-5080 Fax: (719) 597-5145

November 1, 2018

Zach Lauterbach
Senior Development Manager
c/o Evergreen
2390 East Camelback Road, Suite 410
Phoenix, AZ 85016

Re: Commercial Development – Claremont Ranch Filing #9C
Commitment Letter # 2018-14 (Revision of Commitment Letter #2018-05)

Dear Mr. Lauterbach,

As requested, this letter is being provided as a revised Letter of Commitment for Commitment Letter #2018-05, dated August 15, 2018, by the Cherokee Metropolitan District (District) to provide municipal water and sewer service for the Claremont Ranch Filing #9C (replat of Lots 1-4 of Filing #9B) development which includes the formation of 1 new lot for a total of 5 lots. These parcels of land are located within the District's service boundary and, therefore, the District stands ready and willing to provide water and sewer service for the specific properties and uses detailed herein.

As of May 18, 2016, through a technical memorandum prepared by Forsgren Associates, the State Engineer has confirmed that the District had a water surplus of 453 acre-feet per year available for new residential subdivisions and commercial developments. Since May 18, 2016, the District has issued 127.257 acre-feet per year of water commitments leaving a balance of 325.743 acre-feet per year of water for future developments. The above-mentioned commercial development requires 5.940 acre-feet per year of water which leaves the District with a water balance of 319.803 acre-feet per year for future developments.

The following is a breakdown of the water allocation per lot:

Lot #1 = 0.75 AFY
Lot #2A = 1.48 AFY
Lot #2B = 1.48 AFY
Lot #3 = 0.75 AFY
Lot #4 = 1.48 AFY
Total = 5.940 AFY

Regarding the wastewater capacity, the District's Water Reclamation Facility (WRF) has the required capacity to meet the sewer demand for this development. The WRF is rated for 4.8 million gallons per day (MGD), of which 2.6 MGD is owned by the District and reserved for District's customers. The District's current contribution to the WRF is 1.560 MGD with a committed capacity of 1.654 MGD, therefore, there is an excess of 1.040 MGD of treatment capacity available and 0.946 MGD of available capacity for future commitments. Based on the information provided by the engineering firm, Evergreen, the above-mentioned development is estimated to discharge a total combined flow of 5,997 gallons of wastewater per day which equates to 0.63% of the available capacity of the WRF leaving 0.946 MGD of capacity available for future developments.

The following is a breakdown of the anticipated wastewater demands per lot:

Lot #1 = 1,303.9 GPD
Lot #2A = 1,008.8 GPD
Lot #2B = 1,066.0 GPD
Lot #3 = 1,354.6 GPD
Lot #4 = 1,263.6 GPD
Total = 5,997 GPD

This water commitment is hereby made exclusively for this specific development project at this site, within the District, and must achieve appropriate zoning and a final plat land use entitlement from El Paso County Development Services within 12 months from the date of this letter; otherwise, the District may use this allocation for other developments requesting a water commitment for growth that stands ready to develop.

I trust that you find this letter adequate for your needs and land use applications. If I may be of further assistance, please contact me at your convenience.

Best Regards,



Jonathon Smith
Water & Wastewater Collections Manager

Encl: Claremont Ranch Filing #9C (Replat of Lot 1-4 of Claremont Ranch Filing #9B)
Water Balance and Water Commitments
Commitment Letter #2018-05
Commitment Letter #2015-01

Ec: Amy Lathen, General Manager, Cherokee Metropolitan District

CLAREMONT RANCH FILING NO. 9C

REPLAT OF LOTS 1-4, CLAREMONT RANCH FILING NO. 9B
IN THE NORTHWEST QUARTER OF SECTION 4, T14S, R66W OF THE 6TH P.M.
COUNTY OF EL PASO, STATE OF COLORADO

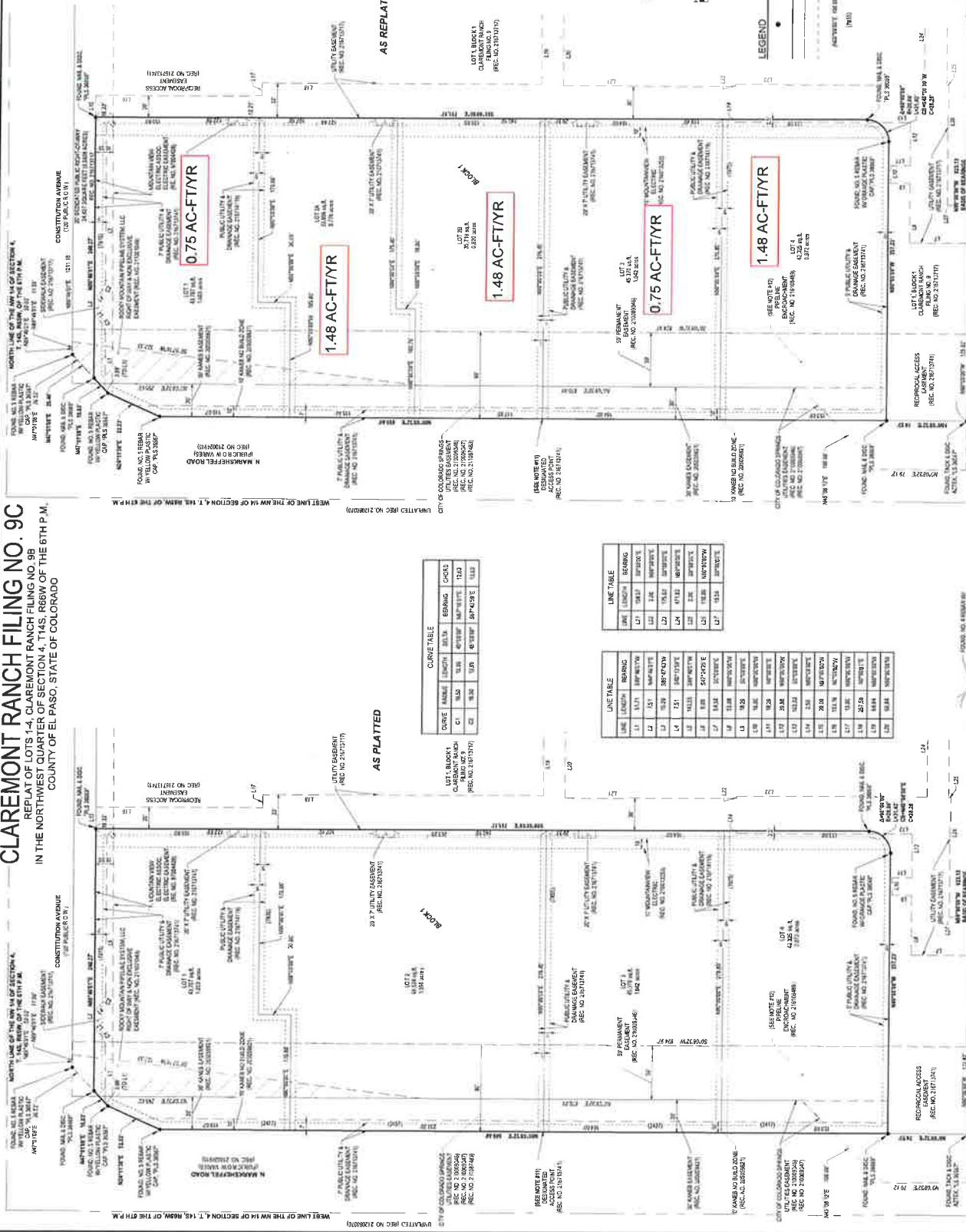
Galloway

Huntington, Armstrong, Esq., Engineers
1000 Main Street, Suite 1000
El Paso, Texas 79901
(915) 532-2010
(915) 532-2011

STATE OF COLORADO
COUNTY OF EL PASO
FILING NO. 9C
CLAREMONT RANCH

REPLAT OF LOTS 1-4
CLAREMONT RANCH FILING NO. 9B
IN THE NORTHWEST QUARTER OF SECTION 4, T14S, R66W OF THE 6TH P.M.
SECTION 4, T14S, R66W OF THE 6TH P.M.

2 OF 2



Water Balance and Water Commitments (Cherokee Metropolitan District)

| <u>Development</u> | <u>Business Name</u> | <u>Address</u> | <u>Commitment Letter</u> |
|--|--|---|---|
| | | | <u>Letter #</u> <u>Date</u> <u>Acre Feet</u> |
| SEC Marksheffel Road and Constitution Avenue Phase #2 Windermere Filing #1 | SEC Marksheffel Road and Constitution Avenue Phase #2 Windermere Subdivision Filing #1 | SEC Marksheffel Road and Constitution Avenue NEC Antelope Ridge Drive and N. Carefree Circle | 2015-01 Expired -4,460 -22,210 |
| Constitution Apartment Complex Meadowbrook Crossing Subdivision | Constitution Apartments Meadowbrook Crossing | 6855 Constitution Avenue Meadowbrook Parkway and Highway 24 | 2015-02 Expired -19,000 5/4/2017 36,270 |
| Kum & Go Store #692 Kum & Go Store #992 | Kum & Go Kum & Go | 6809 Space Village Avenue 6809 Space Village Avenue | 2017-02 9/8/2017 2,072 Revised -2,072 |
| Freedom Springs Apartment Complex Covert Ops Paintball | Freedom Springs Covert Ops Paintball | 734 Western Drive 6425 E. Platte Avenue | 2017-02 2/22/2018 14,500 0.150 |
| Mule Deer Villas Subdivision Mule Deer Villas Subdivision | Mule Deer Villas Mule Deer Villas | SEC Akers Drive and N. Carefree Circle SEC Akers Drive and N. Carefree Circle | 2018-02 3/22/2018 36,250 4/20/2018 |
| Appaloosa Highway 24 Subdivision Filing #2 | Appaloosa Highway 24 Subdivision Filing #2 | SEC Amelia Street & Terminal Avenue SEC Marksheffel Road and Constitution Avenue | 2018-03 2018-04 -36,250 6/13/2018 1,247 |
| SEC Marksheffel Road and Constitution Avenue Phase #2 SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue Phase #2 SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue SEC Marksheffel Road and Constitution Avenue | 2018-05 7/6/2018 4,460 0.150 |
| Windermere Subdivision | Windermere | NEC Antelope Ridge Drive and N. Carefree Circle SEC Akers Drive and N. Carefree Circle | 2018-05 7/6/2018 4,460 0.150 |
| Gardens at North Carefree Subdivision (Mule Deer Villas) | Gardens at North Carefree | SEC Akers Drive and N. Carefree Circle Hannah Ridge Filing #5 | 2018-06 8/3/2018 22,010 25,690 |
| Hannah Ridge at Feathergrass Filing #5 (LLC Water) Hannah Ridge at Feathergrass Filing #5 (LLC Water) | Hannah Ridge Filing #5 Hannah Ridge Filing #5 | NWC Akers Drive and Constitution Avenue NWC Akers Drive and Constitution Avenue | 2018-07 8/3/2018 25,690 25,690 |
| Hannah Ridge at Feathergrass Filing #6 (LLC Water) Hannah Ridge at Feathergrass Filing #7 (LLC Water & CMD Water) | Hannah Ridge Filing #6 Hannah Ridge Filing #7 | NWC Akers Drive and Constitution Avenue NWC Akers Drive and Constitution Avenue | 2018-08 8/17/2018 -25,690 17,680 |
| Space Village Filing #3 Lots #1, #2, #3 Space Village Filing #3 Lots #1, #2, #3 | Space Village Filing #3 Lots #1, #2, #3 Space Village Filing #3 Lots #1, #2, #3 | 6809 Space Village Avenue Midtown at Hannah Ridge | 2018-09 8/17/2018 34,020 3,440 |
| Hannah Ridge AA and BB Hannah Ridge at Feathergrass (LLC Water & CMD Water) | Hannah Ridge Filing #5 SEC Marksheffel Road and Constitution Avenue Phase #2 | NEC Akers Drive and Constitution Avenue NWC Akers Drive and Constitution Avenue | 2018-10 8/17/2018 22,500 26,310 |
| SEC Marksheffel Road and Constitution Avenue Phase #2 | | Claremont Ranch Filing #9C | 2018-11 10/15/2018 5,940 |
| | | | 2018-12 11/1/2018 |
| | | | 2018-13 319.803 |
| | | | 2018-14 313.197 |
| | | | 2018-15 453.000 |

Water Balance Beginning as of May 18, 2016 (AFY)

Water Committed since May 18, 2016 (AFY)

Water Balance Remaining for Future Commitments (AFY)



CHEROKEE METROPOLITAN DISTRICT

6250 Palmer Park Blvd., Colorado Springs, CO 80915-2842
Telephone: (719) 597-5080 Fax: (719) 597-5145

August 15, 2018

Zach Lauterbach
Senior Development Manager
c/o Evergreen
2390 East Camelback Road, Suite 410
Phoenix, AZ 85016

Re: Commercial Development – SEC Marksheffel Road and Constitution Avenue
Commitment Letter # 2018-05 (Re-issuance of Commitment Letter #2015-01)

Dear Mr. Lauterbach,

As requested, this letter is being provided as an updated formal Letter of Commitment for Commitment Letter #2015-01, dated October 29, 2015, by the Cherokee Metropolitan District (District) to provide municipal water and sewer service for the Claremont Ranch Filing #9C (replat of Lots 1-4 of Filing #9B) development which includes the formation of 1 new lot for a total of 5 lots. These parcels of land are located within the District's service boundary and, therefore, the District stands ready and willing to provide water and sewer service for the specific properties and uses detailed herein.

As of May 18, 2016, through a technical memorandum prepared by Forsgren Associates, the State Engineer has confirmed that the District has a water surplus of 453 acre feet per year available for new residential subdivisions and commercial developments. Since May 18, 2016, the District has issued 44.819 acre feet per year of water commitments leaving a balance of 408.181 acre feet per year of water for future developments. The above-mentioned commercial development requires 4.460 acre feet per year of water which leaves the District with a water balance of 403.721 acre feet per year for future developments.

Regarding wastewater capacity, the District's Water Reclamation Facility (WRF) has the required capacity to meet the sewer demand for this commercial development. The WRF is rated for 4.8 million gallons per day (MGD), of which 2.6 MGD is owned by the District and reserved for District's customers. The District's current contribution to the WRF is 1.56 MGD, therefore, there is an excess of 1.04 MGD of capacity available.

This water commitment is hereby made exclusively for this specific development project at this site, within the District, and must achieve appropriate zoning and a final plat land use entitlement from El Paso County Development Services within 12 months from the date of this letter; otherwise, the District may use this allocation for other developments requesting a water commitment for growth that stands ready to develop.

The District and I trust that you find this letter adequate for your needs and land use applications. If I may be of further assistance, please contact me at your convenience.

Best Regards,



Jonathon Smith
Water & Wastewater Collections Manager

Encl: Water Balance and Water Commitments (Cherokee Metropolitan District)
Claremont Ranch Filing No. 9C – Replat of Lots 1-4
Commitment Letter #2015-01

Ec: Brian Beaudette, Interim General Manager, Cherokee Metropolitan District

Water Balance and Water Commitments (Cherokee Metropolitan District)

| <u>Development</u> | <u>Business Name</u> | <u>Address</u> | <u>Commitment Letter</u> |
|---|---|---|------------------------------------|
| | | | Letter # Date Acre Feet |
| SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue | 2015-01 Expired -4.460 |
| Windermere Filing #1 | Windermere Subdivision Filing #1 | NEC Antelope Ridge Drive and N. Carefree Circle | 2015-02 Expired -22.210 |
| Constitution Apartment Complex | Constitution Apartments | 6855 Constitution Avenue | 2016-01 Expired -19,000 |
| Meadowbrook Crossing Subdivision | Meadowbrook Crossing | Meadowbrook Parkway and Highway 24 | 2017-01 5/4/2017 36.270 |
| Kum & Go Store #692 | Kum & Go | 6809 Space Village Avenue | 2017-02 9/8/2017 2.072 |
| Freedom Springs Apartment Complex | Freedom Springs | 734 Western Drive | 2018-01 2/22/2018 14.500 |
| Covert Ops Paintball | Covert Ops Paintball | 6425 E. Platte Avenue | 2018-02 3/22/2018 0.150 |
| Mule Deer Villas | Mule Deer Villas | SEC Akers Drive and N. Carefree Circle | 2018-03 4/20/2018 36.250 |
| Appaloosa Highway 24 Subdivision Filing #2 | Appaloosa Highway 24 Subdivision Filing #2 | SEC Amelia Street & Terminal Avenue | 2018-04 6/13/2018 1.247 |
| SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue Phase #2 | SEC Marksheffel Road and Constitution Avenue | 2018-05 7/6/2018 4.460 |

Water Balance Beginning as of May 18, 2016 (AFY) **453,000**

Water Committed since May 18, 2016 (AFY) **49,279**

Water Balance Remaining for Future Commitments (AFY) **403,721**



Sean P. Chambers, General Manager

CHEROKEE METROPOLITAN DISTRICT

6250 Palmer Park Blvd. Colorado Springs, CO 80915-1721
Telephone: (719) 597-5080 FAX: (719) 597-5145

October 29, 2015

Aaron McLean
Site Development Coordinator
6162 S. Willow Drive, Suite 320 Sent via email: AaronMcLean@gallowayus.com
Greenwood Village, CO 80111 Original to follow by US Mail

Re: Commercial Development – SEC Marksheffel and Constitution Phase 2
Commitment Letter # 2015 -01

Dear Mr. McLean,

As you requested this letter is being provided as a second commitment letter by the District to provide water and sewer services for the above referenced development project, **Commercial Development – SEC Marksheffel and Constitution**. The District previous Phase 1 water commitment was to provide 7.75 ac ft. of the District Kane Water Rights for Phase 1 development of the King Soopers store, fuel station, and commercial pads. This subsequent commitment is for Phase 2, which consist of 4 lots with a total water demand of 4.46 ac ft. annually, based on the applicant's water resource report.

As you may know, the State Engineer's Office has given the District a favorable opinion on the District's quantification of water supplies available for new subdivisions and commercial development. The State Engineer has confirmed that the District currently has a Surplus of 520 Ac ft./yr. of water for new developments. The District coordinates on available supply and commitment accounting with the State, and therefore I have attached a condensed version of the State Engineer's spread sheet to account for this water commitment and future water commitments.

This water commitment is hereby made exclusively for this specific development project at this site within the District, and phase 2 portions of the project for which this commitment is valid, must achieve appropriate zoning and a final plat land use entitlement from El Paso County Development Services within 18 months of the date of this letter, otherwise the District may use this allocation for other developments requesting a water commitment(s) for growth that stands ready to develop.

The District and I trust that you find this letter adequate for your needs and land use applications. If you need copies of the agreements please let me know I can forward a copy. Please don't hesitate to call me with any further questions.

Sincerely,



Arthur B. Sintas
Superintendent

Encl: Cherokee Metro District Water Supply Commitments 10/14/15

Cc: Sean Chambers; General Manager w/ encl: sent via email
Ryan Malarky; General Counsel w/ encl: sent via email
Peter Johnson; Water Counsel w/ encl: sent via email
Jan Cederberg; Board President w/ encl: sent via email

Cherokee Metropolitan District
Water Supply Commitments
10/14/2015

| Item | Initial Commitment at Prelim. Plat (AF/YR) | Revised Commitment at Final Plat (AF/YR) | Final Water Supply Commitment (AF/YR) | Agreement Date | Comments/Description |
|--|--|--|---------------------------------------|----------------|--|
| Out of Basin Use (2010) | | | 2,963.00 | | This reflects actual consumption of current service area as of 2010. See Table 13 of Tech Memo |
| Existing Commitments yet to be built SAFB yet to be built | | | 123.00 | | This represents previous commitments that have not built. See Table 13 of Tech Memo |
| Case Property | | | 173.00 | | This represents previous commitments that have not built. See Table 13 of Tech Memo |
| Ellicott School | | | 200.00 | 10/11/2006 | |
| Ellicott Springs | | | 10.00 | | See table 13 of Tech Memo |
| In Basin Use | | | 44.00 | 10/11/2006 | See table 13 of Tech Memo |
| TOTALS | | | 4,093.00 | | |
| Total Supplies Surplus | | | 4,613.00 520.00 | | |
| Subdivision / Development Sub total / Balance | 4.46 | | 4.46 515.54 | | #2015-01 10-29-15 SEC Marksneffel and Constitution |