Grandview Reserve Metropolitan District

Melody Homes, Inc. CW – Grandview LLC

Dear Melody Homes, Inc. and/or CW - Grandview LLC:

Grandview Reserve Phase 2 ("Project") has asked the Grandview Reserve Metropolitan District ("District") for the availability of water to service the Project located between Highway 24 and Eastonville Road. The Project is proposed to include approximately 194 duplex lots and 224 townhomes for a total of 418 single family equivalents (SFE) and will be within the service area of the District.

The District currently owns 466.67 annual acre-ft of Arapahoe water, none of which is currently committed to any development. The Project is estimated to require approximately 147.55 annual acre-ft. The District is currently planning and designing a water system which will have the necessary capacity to serve in excess of 418 SFE.

The District has adequate water and therefore intends to provide water service to the Project with the quantities described above.

Sincerely,

Paul J. Howard

As President, Grandview Reserve Board of Directors

Enclosure

CC: