

Water Lease & Trade Agreement with Platte River Power Authority (PRPA)



Drivers of the Proposed Trade Agreement

- PRPA needs rental water between now and 2030, or until the Chimney Hollow Reservoir is operational
 - C-BT lease would provide a firm annual supply of process water for the life of Rawhide Unit 1 (boiler water, fire water, and potable water)
 - Greeley has rental C-BT water available for lease to Platte River in the near term
- Greeley aims to acquire Cache la Poudre water rights for its long-term water supply requirements



Purposes of Lease Trade Agreement

Greeley:

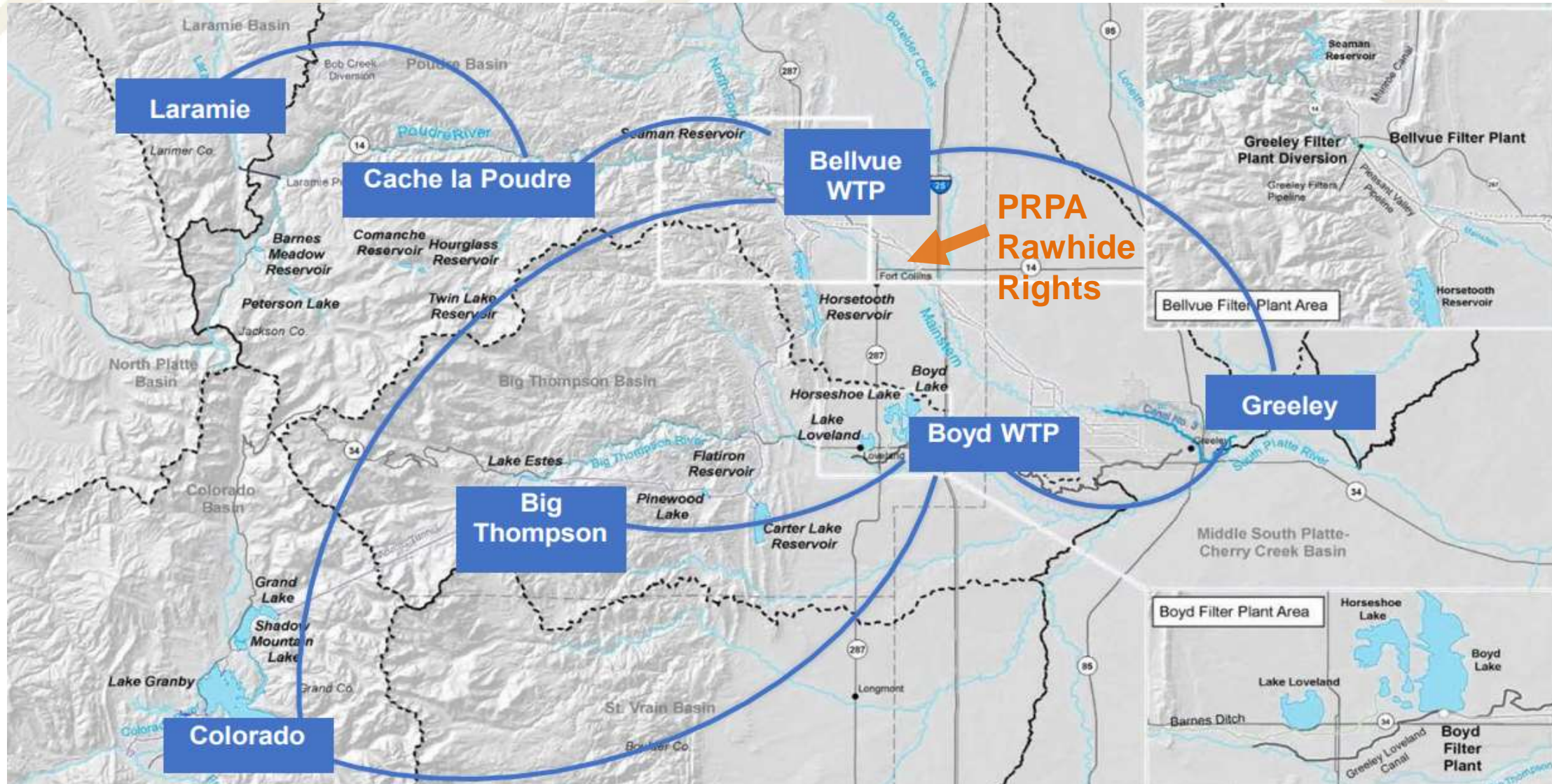
- Acquisition of Cache la Poudre River Water Resources
 - Rawhide Pipeline Water Right - 1977
 - Rawhide Pipeline Enlargement Water Right – 1982
 - Total ~ 16.7 cfs, w/ ~ 815 AF/yr. avg. use

PRPA:

- Secures multi-year C-BT lease needed to firm PRPA Windy Gap units between now and 2030.
 - 400 AF / yr. lease of Greeley C-BT units
 - Leaseback of Rawhide rights for next 8 years
 - Control water lease costs during WGFP



Strengthening Greeley's Water Supply System



Mechanics of Proposed Lease Trade

Trade agreement exchanges like value with no financial exchange between parties

- Platte River would assign its Poudre River rights to Greeley at the start of the agreement term;
- Greeley would lease the Poudre River rights back to Platte River at no cost to allow Platte River to continue using those rights until Oct. 31, 2030; and
- Greeley would lease 400 acre-feet/year of rental water to Platte River at no cost until October 31, 2030, which is sufficient to meet Rawhide's process water needs
- Contract term: Nov. 1, 2022 – Oct. 31, 2030
- Contingent upon NCWCD's approval of long-term lease



Questions?

