

Statement Announcing Execution of Amended and Restated Intergovernmental Agreement between the Town of Morrison and Mount Carbon Metropolitan District

July 31, 2025

On July 24, 2024, the Morrison Board of Trustees for the Town of Morrison, Colorado (“**Town**”) unanimously approved the Amended and Restated Intergovernmental Agreement (“**IGA**”) between the Town and the Mount Carbon Metropolitan District (“**MCMD**”). The IGA memorializes the Town’s and MCMD’s obligations related to water and wastewater matters affecting Red Rocks Ranch, a Lennar Colorado, LLC community. Although not a party to the IGA, Lennar Colorado, LLC acknowledges the release of this statement.

Key Terms of the IGA:

1. **MCMD Infrastructure Obligations:** The IGA provides that MCMD will cause or contribute to the following infrastructure improvements.
 - **1.5 Million-Gallon Water Tank:** MCMD will bring the newly recommissioned water tank into service. This includes locating and capping legacy line valves to prevent leaks and provide water storage for the community.
 - **Morrison Operating Reservoir Pump Station:** As part of the IGA, MCMD contributed \$80,000 towards the Town’s design and construction of a raw water pump station at the Morrison Operating Reservoir.
 - **Quarry Reservoir No. 2 Pump System:** As part of the IGA, MCMD contributed \$93,324 towards the Town’s design and construction of a new raw water pump system at the Town’s Quarry Reservoir No. 2. MCMD is responsible for 78.8% of these projected costs.
 - **Bear Creek Improvements:** MCMD will design and construct a new raw water diversion structure and related pump station at Bear Creek and piping from such diversion structure to the Town’s water treatment plant. MCMD is responsible for 78.8% of these projected costs.
 - **Wastewater Treatment Plan Expansion:** MCMD, in collaboration with the Town, will design and construct an expansion of the Town’s wastewater treatment plant. The Town and MCMD will soon commence the planning process, with both parties paying their respective pro rata costs of the expansion.
2. **Water Tap Phasing.** The IGA requires MCMD to complete certain infrastructure obligations before the Town will issue additional water taps. Below is an overview of the water tap phasing schedule (as measured by equivalent residential units or “**EQRs**”).
 - **Upon Execution of the IGA:** 119 EQRs for irrigation and 72 EQRs for residential/commercial purposes.
 - **Upon MCMD’s Completion of the Water Tank:** 8 EQRs for irrigation and 13 EQRs for residential/commercial purposes.
 - **Upon MCMD Securing the Bear Creek Improvements:** 100 EQRs for irrigation and 177 EQRs for residential/commercial purposes.

- **Upon MCMD's Completion of the Bear Creek Improvements and Wastewater Treatment Plant Expansion:** 533 EQRs for residential/commercial purposes.
3. **Irrigation Taps.** The Town may limit or shut off irrigation services during water shortages until the Town has certified that MCMD has substantially completed the 1.5MG water tank construction.

A copy of the IGA can be found on MCMD's website at this <https://mountcarbonmd.specialdistrict.org/district-documents>.