

October 9, 2014

Mr. Reeves Brown, Executive Director  
Colorado Department of Local Affairs  
1313 Sherman Street, Suite 518  
Denver, CO 80203

RE: EIAF Grant award # 07505 Archuleta County Pagosa Water Geothermal Resources

Dear Mr. Brown,

Archuleta County was recently awarded an Energy Impact Assistance Fund grant in the amount of \$1,986,000. Concurrent with our (the County's) pursuit of the grant, we were in the process of establishing a local authority for the management of the exploration and development of our local geothermal resource. We now have in place, the Pagosa Area Geothermal Water and Power Authority. This authority is fully functioning and guided by a board that is made up of three County Commissioners, three Town Council members and one at-large member. It has long been the intention of Archuleta County that once the Authority was an on-going proposition that it (the Authority) would be the recipient and administrator of the grant.

Archuleta County would respectfully request that grantee and award recipient of EIAF # 07505 Archuleta County Pagosa Water Geothermal Resources be changed from Archuleta County to the Pagosa Area Geothermal Water and Power Authority.

Thank you for your assistance in this matter and your continued support in what we feel is an extremely exciting and innovative local government project.

Sincerely,

Clifford Lucero, Chair  
Archuleta County Board of County Commissioners