

WaterDance Non-Potable Water Activities Authority

Raindance Metropolitan District No. 1 and Poudre Tech Metropolitan District combine their interconnected irrigation systems into one separate water authority under § 29-1-204.2, C.R.S.

Raindance No. 1

Irrigation system + water rights
(Raindance development)

*Series 2020 Water Enterprise
Revenue Bonds*

Poudre Tech MD

Irrigation system + water rights
(Water Valley development)

2023 Water Loan



The Authority

One non-potable utility:
owns and runs the
combined system, sets
uniform rates, issues
revenue bonds

Why: the systems already operate as one under the 2021 IGA, but that IGA bars conveyances between the Districts and doesn't allow debt. A single owner gives a stronger combined credit and a joint refinancing of both obligations.

How the Authority works



Board of five

Two directors appointed by each Member, serving at the Member's pleasure, plus one Independent Director (4-year term) chosen by the Member directors. All must be registered Colorado voters.



Protected decisions

Budget, bonds, rates, asset sales, new Members, amendments and dissolution each need at least one director from each Member voting yes, on top of a majority.



Powers and limits

Owns, operates and improves the systems; sets uniform system-wide rates; issues revenue bonds up to 40 years. No property taxes, special assessments or eminent domain.



Assets

Each Member conveys its system, water rights, ditch shares and easements. On dissolution, assets revert to the Member that contributed them. New assets stay where needed for functional systems.

Financing and the path to closing



Financing

- First bonds refinance the Raindance 2020 Bonds and PTMD 2023 Loan together
- Sets uniform water rates
- Paid only from Authority revenues; not a debt of either District
- If revenues fall short, cooperate with each Member to make up shortfall

1

Board approvals

PTMD and Raindance No. 1 resolutions

2

Sign the Agreement

Authority formed; directors appointed

3

Authority organizes

Budget, rates, bond authorization

4

Bond closing

Assets conveyed; 2021 IGA ends