

Florida River Estates



175 County Road 248 P.O. Box 456 Durango, CO 81302

Home Owners Association

Authorization & Loan Terms

Article I -- Purpose

The purpose of this document is to authorize the conceptual loan terms for the USDA Rural Water Development Loan and Bank of San Juans Construction Loan(s) that will result from the Florida River Estates Homeowners' Association, Inc. (FRE) upcoming project to rehaul the community water system and simultaneously grant the ability for specific members of the Board of Directors of FRE to act solely in the signing of loan related documentation throughout the application process.

Article II -- Conceptual Loan Terms

Regarding the 2019/2020 anticipated project to Rehaul the FRE Water System, the following loan terms are conceptually approved:

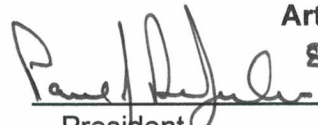
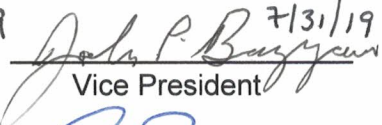
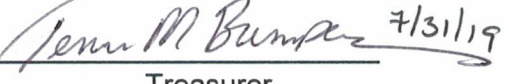


- 1. United States Department of Agriculture (USDA) Rural Water System Loan  
 Loan Term: 40 Years  
 Rate: Not to exceed 5.00%                      Rate Type: Fixed  
 Amount: Not to exceed \$2.5 million
- 2. Bank of the San Juan Construction Loan(s)  
 Loan Term: Short-term, duration of each construction phase  
 Rate: Not to exceed 7.50%                      Rate Type: Variable  
 Amount: Not to exceed \$2.5 million

PJD  
JPB  
SMF  
TMB

Article III -- Board Member Authorization to Secure Loan

The FRE Board hereby authorizes the Board President, Paul DeJulio to sign all loan-related documentation on behalf of FRE that is required to move forward with our current project to rehaul the water system for FRE, so long as such documentation is consistent with the conceptual terms identified above. In his absence or unavailability, the FRE Board hereby delegates this authorization to the Board Treasurer, Terra Bumpers.

Article IV -- Board Member Signatures & Dates

 President      8/7/19	 Vice President      7/31/19	 Treasurer      7/31/19
 Secretary      7/31/19	 Member at Large      8-2-19	 Member at Large