



June 28, 2024

**Via First Class Mail and Email**

Tyrone Water & Wastewater Association  
Attn: Alan Berg, President  
P.O. Box 570  
Tyrone, NM 88065  
[guardianberg@gmail.com](mailto:guardianberg@gmail.com)

---

RE: Colonias Infrastructure Project No. CIF-6444; Water Infrastructure; Tyrone Water Tank Rehab

Dear Mr. Berg:

The Board of Directors of the New Mexico Finance Authority ("NMFA") met on June 27, 2024, to approve the final terms, structure, and conditions of Colonias Infrastructure Funding in the amount of \$848,958 to the Tyrone Water & Wastewater Association ("Association") for its Water Infrastructure Project. This action is a result of the Colonias Infrastructure Board recommendations approved on May 16, 2024.

The approved funding structure consists of a 20% loan in the amount of \$169,792, (10% required loan + 10% additional loan in lieu of required match), and an 80% grant in the amount of \$679,166. The loan component is a 20-year term at a net effective interest rate of .25% (0% interest rate with an administrative fee component of ¼ of 1%). The loan and grant are to be used by the Association for the design and construct/rehabilitation of a 200,000-gallon storage tank.

To secure the funding agreement for the award, the Association must submit the following Readiness to Proceed items **no later than October 31, 2024**, by email only to [Colonias@nmfa.net](mailto:Colonias@nmfa.net).

**SUBMISSION OF READINESS TO PROCEED ITEMS**

***This funding is conditional, and the Association must submit the following Readiness to Proceed ("RTP") items, as applicable, before the loan/grant agreement can be scheduled to close:***

1. A monthly draw-down schedule of project expenditures, including Month and Year;
2. Verification of complete and approved plans/specification prior to disbursement of construction funds;
3. Verification that right-of-way, easements and permits have been secured;
4. Verification of increased revenues necessary to support debt. (rate increase/timelines);
5. Consent of additional debt from USDA;

6. All contingencies must be satisfied **no later than October 31, 2024**; and
7. Any additional information requested by the Colonias Infrastructure Board or NMFA Board.

Compliance with the RTP process is required to secure the funding for this project. To prevent any delays in securing the funding, please begin preparing the RTP information upon receipt of this notice. When all the RTP criteria have been submitted, outside counsel for NMFA will draft the funding agreement and will contact the Association directly for closing arrangements.

As part of the technical oversight of Colonias Infrastructure Funds, the Association may be required to submit project documentation (design and construction plans, contracts, bids, etc.), for review and/or approval.

Please contact me at [Colonias@nmfa.net](mailto:Colonias@nmfa.net) or (505) 992-9688 if you have any questions regarding the RTP information.

Sincerely,

*Sharon Romero*

Sharon Romero  
Lead Program Administrator

cc: Angie Roach, Tyrone W&WWA, [angieroach@gmail.com](mailto:angieroach@gmail.com)  
Tyler Hopkins, Bohannon Huston, [thopkins@bhinc.com](mailto:thopkins@bhinc.com)  
Priscilla Lucero, SWNMCOG, [priscillalucero@swnmcog.org](mailto:priscillalucero@swnmcog.org)