PROPOSED AMENDMENT #1

Allow for Drilling of Water Wells

This proposed amendment modifies the current covenant which prohibits the drilling of water wells that are not part of Morrison Creek Metropolitan Water & Sanitation District's water system. The proposed amendment accomplishes this by modifying the current covenant (Article V. Section g. Water) which currently prohibits Owners from drilling individual water wells on any lot. Please note, while there are many owners utilizing water wells on their property today, these wells have been permitted in the name of the District and are considered a part of their system. The District intends to stop permitting individual lot water wells in the name of the District. The current covenant and proposed amendment are as follows:

Current Covenant:

Article V, Section g. Water. There shall be no water wells drilled or placed on any Lot or tract covered by these Covenants, except as may be required for public water system. Any sewage disposal system placed upon any Lot shall comply with the requirements of the State of Colorado Health Department and Routt County, Colorado. Any residence constructed on any Lot shall be connected with any public or community water or sewage disposal system which may be formed or created to serve the Subdivision.

Proposed Covenant Amendment

Article V, Section g. of the Stagecoach Declaration of Covenants, Conditions and Restrictions shall be amended in its entirety to read as follows:

Section g. Water and Sewage Disposal. There shall be no water wells drilled or placed on any Lot or tract covered by these Covenants, except those water wells for which a permit is obtained from the Colorado Division of Water Resources. Any sewage disposal system placed upon any Lot shall comply with the requirements of the State of Colorado Health Department and Routt County, Colorado. Any residence constructed on any Lot shall be connected to any public or community water or sewage disposal system which may be constructed to serve the Subdivision.