

NOTICE TO BONDHOLDERS OF RESERVE FUND DRAW

**TOWN OF KIOWA
ELBERT COUNTY, COLORADO
WATER ACTIVITY ENTERPRISE WATER & SEWER
REFUNDING AND IMPROVEMENT REVENUE BONDS SERIES 2008**

CUSIP NOs. 497221AT8, AU5, AV3, AW1, AX9, AY7, AZ4

On December 17, 2012 UMB Bank, n.a., (the "Paying Agent"), drew the amount of \$11,258.75 from the Debt Service Reserve Fund per written Direction of the Receiver for the Town of Kiowa Water Activity Enterprise on December 17, 2012 to make the December 1, 2012 payment on the above referenced Bonds..

This withdrawal of \$11,268.75 left a remaining balance of \$38,744.29 in the Debt Service Reserve Fund. On January 7, 2013, UMB Bank, n.a. received a Court Order to release these funds to the Town of Kiowa, Colorado Water Activity Enterprise.

Please contact Tammy Dixon at 303-764-3603, tamara.dixon@umb.com, if you have any questions or need additional information.

UMB Bank, n.a. as Paying Agent

Dated: January 14, 2013