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September 27, 2018

The Honorable Nansi Crom
Mayor of Town of Pierce
144 Main Avenue
P.O. Box 57
Pierce, Colorado 80650

Dear Madam Mayor:

Moss Adams is pleased to provide you with a copy of our *Economic Impact Analysis of the REP Processing, LLC — Gas Plant Development*. The Report was requested by Rimrock Energy Partners (“Rimrock”), and reflects the economic and fiscal impacts of developing the natural gas processing plant which is the subject of the Town’s annexation considerations.

The Report is based on standard economic analyses methods which we have applied in literally dozens of similar economic development activities, and is consistent with the methods employed by economic analysts throughout the United States. The analyses are based on data and information provided to us by Rimrock relating to plant construction and operating costs, including employment and infrastructure requirements. Property Tax and Sales/Use Tax revenues are estimated based on our understanding of the physical location for asset development and corresponding millage rates.

We have conducted research relating to demographic and economic characteristics for the Town and surround areas, and have assessed the direct, indirect and induced economic impacts based on application of multipliers obtained from nationally recognized sources.

If you have any questions or concerns related to the analyses performed or conclusions drawn, please do not hesitate to contact me or our team in Denver.

Thank you for the opportunity to learn about your community, and we hope that our efforts are helpful in your annexation deliberations.

Very truly yours,

A handwritten signature in black ink, appearing to read 'John C. Tysseling', with a long horizontal line extending to the right.

John C. Tysseling, Ph.D.
Consulting Director
Moss Adams, LLP
(505) 837-7665

cc: William Mueldener