

November 20, 2025

DAVE NICHOLSON
VICE PRESIDENT & CHIEF FINANCIAL OFFICER
CENTRAL IOWA POWER COOPERATIVE
1400 HIGHWAY 13 SE
CEDAR RAPIDS IA 52403

**Re: Central Iowa Power Cooperative CCR Landfill
Permit #70-SDP-09-91C
Approval of Financial Assurance Documents**

Dear Dave Nicholson:

This is notification by the Department of Natural Resources (DNR) that Central Iowa Power Cooperative (CIPCO) has adequately complied with the financial assurance requirements of [rule 567-103.3\(455B\)](#) for the CIPCO-Fair Station Coal Combustion Residue Monofill (closed). CIPCO's financial assurance documentation ([Doc #112519](#)), received here March 12, 2025 has been placed in the DNR's record files.

CIPCO's 2025 financial assurance report calculates post-closure cost estimates based on a February 1, 2027 closure date. As noted in the report's cover letter, on February 20, 2025, the closure permit for the CIPCO-Fair Station Coal Combustion Residue Monofill was extended to February 1, 2031 ([Doc #112346](#)), based on results of the 2024 Annual Water Quality Report ([Doc #111492](#)).

CIPCO's use of the 2027 closure date to calculate post-closure costs is approved for the 2025 reporting year only. Incorporating the revised closure permit date of February 1, 2031, the updated total post-closure care costs are calculated to be **\$507,735** (\$69,147 annual costs x 7 years + \$23,706 one-time well abandonment) for the 2025 reporting year. The current Letter of Credit #00615526 with CoBANK in Greenwood Village, Colorado of \$500,000 does not cover this updated post-closure cost estimate.

Please note, the 2026 financial assurance report (due by April 1, 2026) must include an updated Letter of Credit to cover the full post-closure cost estimate. Specifically, if the updated cost estimate in the 2026 report exceeds \$500,000, the updated Letter of Credit must ensure that the financial assurance meets or exceeds the most current post-closure cost estimate.

In addition, the DNR posts an annual inflation factor in January/early February of each year to be used when calculating report cost estimates if actual costs for the reporting year are not used. In future reports, please ensure costs are increased by at least the posted annual inflation factor.

As a reminder, compliance with [rule 567-103.3\(455B\)](#) is to be submitted annually, by April 1st, confirming that all applicable financial assurance documents are updated as required.

Please contact me with any questions at [\(515\) 802-8835](tel:5158028835) or mary.klemesrud@dnr.iowa.gov.

Sincerely,

Mary Klemesrud
Program Planner
Land Quality Bureau

cc: Iowa DNR Field Office #6, Washington, IA