

STATE OF COLORADO

Colorado Water Conservation Board

Department of Natural Resources

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TO: Colorado Water Conservation Board Members

FROM: Kirk Russell, PE
Water Supply Planning & Finance Section

DATE: September 9, 2009

SUBJECT: **Agenda Item 6, September 15-16, 2009 Board Meeting**
Water Supply Planning and Finance Section – Financial Matters
Construction Fund Cash Balance Report

Bill Ritter, Jr.
Governor

Harris D. Sherman
DNR Executive Director

Jennifer L. Gimbel
CWCB Director

Dan McAuliffe
CWCB Deputy Director

Introduction

This agenda item provides financial information for the Board's use in evaluating the availability of funds from the Construction Fund to finance water projects. A Financial Projections Report and a Cash Balance Report will be distributed at the Board meeting. The information is based on the preliminary closing reports by Clifton Gunderson for the fiscal year ending June 30, 2009.

Discussion

The Financial Projections Report remains in the same form as it has been in previous years and shows the annual projections of money available for the CWCB operating expenses, non-reimbursable investments, modifications to previous loan authorizations and new construction project loans. The Financial Projections Report provides an estimate of the CWCB revenues during the fiscal year and the anticipated expenditures. As the year progresses, the Finance Section will maintain the Projections Report and routinely submit it to the Board for review.

The Cash Balance Report is used by the Finance Section staff in order to be assured that cash is available for new loans and revisions to existing loans which are presented to the Board. Historically, the report has shown ample cash available for loans recommended for approval; however, since the cash transfers from the CWCB's two funds to the General Fund the Cash Balance Report has become extremely important. If at any time, the CWCB does not have the cash available the Board will provide direction as to which projects will receive priority when cash becomes available.

As of the date of this memo, sufficient cash is available to fund the staff recommendations for new loans and revisions to existing loan which follow this agenda item. This is for information only and no action is necessary for this agenda item.

Colorado Water Conservation Board
September 15-16, 2009 Meeting
Construction Fund
FY 09/10 Cash Balance Report

Cash Available for New Project Loan Recommendations

Current Revenues

Unreserved Cash at Beginning of Year		
FY10 Revenue Received to Date (as of Sept 1)		
Total Current Unreserved Cash Available for Expenses		
	\$ 19,305,372	Unreserved Balance on 7-1-2009
	\$ 2,600,000	Loan Principal/Interest + Treasury Interest + Mineral Lease
	\$ 21,905,372	

Current Expenses

Operations - Administrative and Special Purpose (Long Bill)

Approved Project Loans	
July 2009 Loans	\$3,535,000
September 2009 Loans	
November 2009 Loans	
January 2010 Loans	
March 2010 Loans	
May 2010 Loans	
	\$ 7,200,000
	Long Bill - SB 09-259
	\$ 3,535,000

Revisions to Previous Project Authorizations

July 2009 Revision	\$0
September 2009 Revision	
November 2009 Revision	
January 2010 Revision	
March 2010 Revision	
May 2010 Revision	

Total Current Loans Approved

Total Current Expenses to Construction Fund

Construction Fund Balance (8/1/09)

	\$ 3,535,000	
	\$ 10,735,000	
	\$ 11,170,372	Projected Unreserved Balance Avail.

Colorado Water Conservation Board
September 15-16, 2009 Meeting
Construction Fund
Financial Projections

Projected Cash for New Projects

Unreserved Cash at Beginning of Year
 Construction Fund Revenue Projected From Cash Sources
 Recommended Project De-Authorizations in 2010

Total Projected Cash from Construction Fund

Total Unreserved Cash Available for New Projects and Other Expenses

Projected Expenses

Operations - Administrative and Special Purpose (Long Bill)

Previously Approved Project Loans in FY 09/10
 FY09/10 Loans \$ 3,535,000

Recommended Modifications to Previous Project Authorizations

Recommended New Construction Project Loans

Recommended Non-Reimbursable Expenditures (Nov 09)

Annual Construction Fund Non-Reimbursable Investments (Nov 09)

Total Projected Expenses to Construction Fund

Projected Construction Fund Balance

FY 2009-10

\$ 19,305,372	Unreserved Balance on 7-1-2009										
\$ 23,000,000	Loan Principal/Interest + Treasury Interest + Mineral Lease										
\$ -	<table border="1"> <tr> <td>Loan Principal</td><td>\$5.0 million</td></tr> <tr> <td>Loan Interest</td><td>\$5.5 million</td></tr> <tr> <td>Treasury Interest</td><td>\$2.0 million</td></tr> <tr> <td>Mineral Lease</td><td>\$10.5 million</td></tr> <tr> <td></td><td><u>\$23.0 million</u></td></tr> </table>	Loan Principal	\$5.0 million	Loan Interest	\$5.5 million	Treasury Interest	\$2.0 million	Mineral Lease	\$10.5 million		<u>\$23.0 million</u>
Loan Principal	\$5.0 million										
Loan Interest	\$5.5 million										
Treasury Interest	\$2.0 million										
Mineral Lease	\$10.5 million										
	<u>\$23.0 million</u>										
\$ 42,305,372											
\$ 42,305,372											

\$ 7,200,000 Long Bill - SB 09-259

\$ 3,535,000

\$ 1,000,000

\$ 19,000,000

\$ 1,525,000

\$ 1,800,000

\$ 34,060,000

\$ 8,245,372 Projected Unreserved Balance on 7-1-2010*

* CWCB must maintain \$8 million in the fund to cover operating expenses on 7/1/2010