

# **CWCB Loan Feasibility Study**

## **Central Colorado Water Conservancy District Participation in the Chatfield Reallocation Project**

PREPARED FOR:

COLORADO WATER CONSERVATION BOARD

MARCH 2014

### **FEASIBILITY STUDY APPROVAL**

Pursuant to Colorado Revised Statutes 37-80-121 & 122, and in accordance with policies adopted by the Board, the CWCB staff has determined this Feasibility Study meets all applicable requirements for approval.

Signed

Date

5/9/2014

white sands water engineers, inc



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The technical material in this report was prepared by or under the supervision and direction of the undersigned, whose seal as a Professional Engineer is affixed below

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## 1 Introduction

This report summarizes results of a feasibility study completed for the Central Colorado Water Conservancy District (“CCWCD” or “Central”). Investigations in the study were focused on feasibility of Central’s participation in the Chatfield Reservoir Reallocation Project.

Chatfield Reservoir impounds the South Platte River just upstream (southwest) of Denver, Colorado (**Figure 1**). Chatfield Dam and Reservoir were constructed by the U.S. Army Corps of Engineers (USACE) in the early-1970s to function as a flood control project, and can store up to approximately 350,700 acre-feet. In the mid-1990s the Colorado Water Conservation Board (CWCB), on behalf of numerous water providers, requested that the USACE reallocate flood control storage space within the Reservoir to provide conservation storage for water supply purposes. The Chatfield Reservoir Reallocation Project (the “Project”) will reallocate 20,600 acre-feet of storage space for use by approximately 10 Project Participants that provide water supplies for agricultural, municipal, industrial and other needs. Central, primarily an agricultural water provider, is located downstream of Chatfield Dam and is one of the largest Project Participants (4,274 acre-feet).

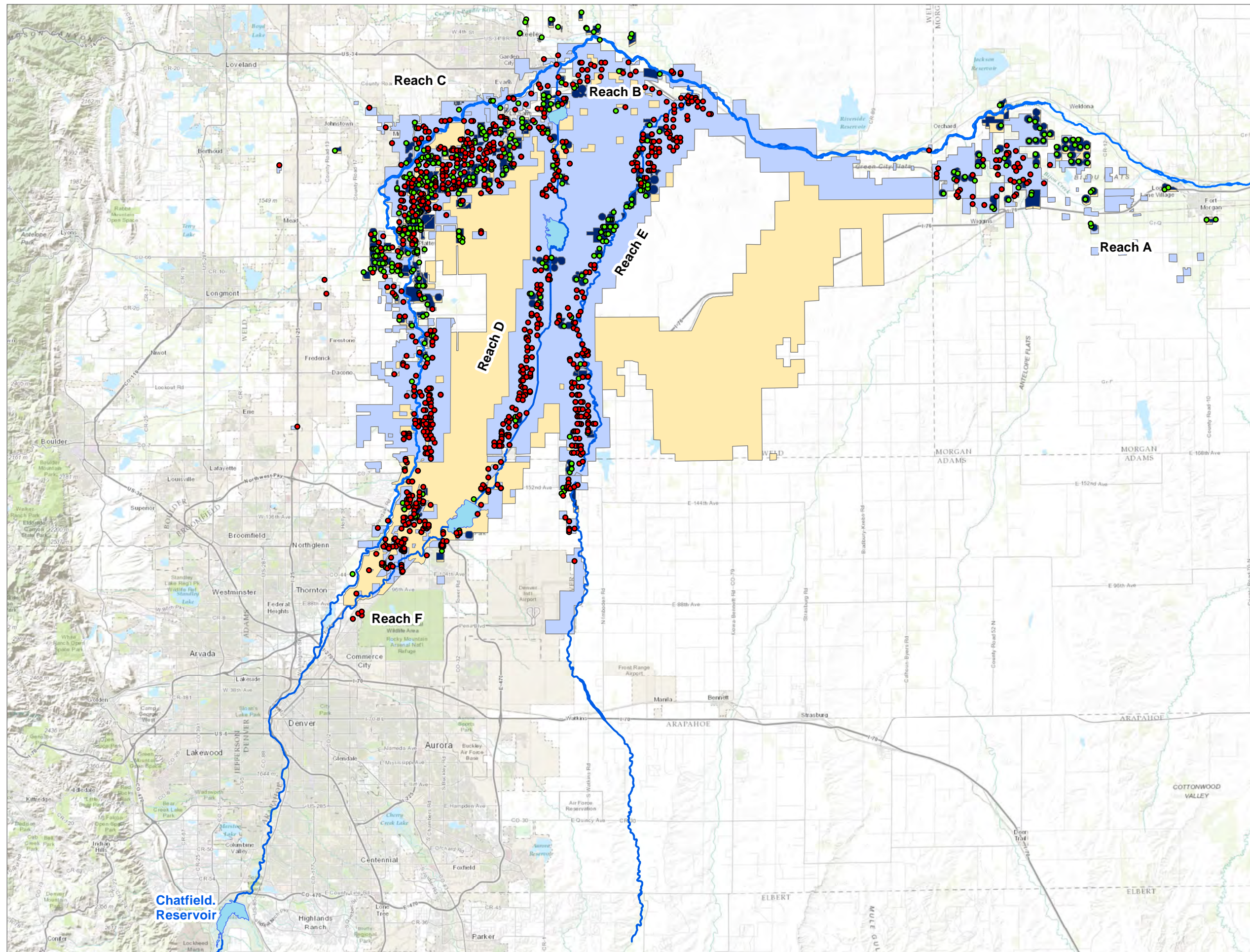
The federal Feasibility Report and Environmental Impact Statement (FR/EIS) process was initiated for the Chatfield Reallocation Project in 1999 and evaluated the environmental, social, and economic effects of the proposed reallocation. The Final Integrated Feasibility Report and Environmental Impact Statement was released by the USACE in July, 2013. The USACE is expected to issue the final Record of Decision (ROD) in 2014. Within six months after issuance of the ROD specific Project mitigation measures will begin.

The overall cost of the Chatfield Reservoir Reallocation Project has been estimated to be \$146.8 million during the near-term (annualized over a 50-year period). This does not include longer-term operations, maintenance, repair and replacement costs. Central’s portion of the near-term costs are estimated to be approximately \$28.4 million.

Central is seeking to borrow \$28.4 million from the CWCB Water Project Loan Program to assist with its funding of the Project. The loan would finance Central’s participation, including a storage account in the reallocation pool of 4,274 acre-feet. The loan from CWCB would represent 100 percent of Central’s financing of the project. The term of the loan would be 30 years at an annual interest rate of 1.75 percent (the Loan Application is provided as **Appendix A**). This report provides a description of Central, its purpose and operations, its need for additional water supplies including reservoir storage, its assets and financial resources, and its ability to repay the loan to CWCB.

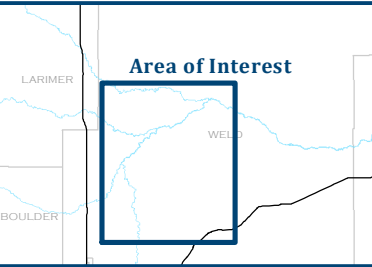
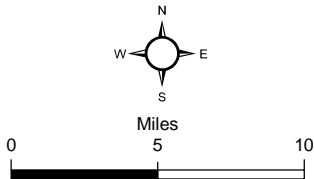
White Sands Water Engineers, Inc. and staff at CCWCD conducted this study and prepared this report at the request of the Board of Directors of CCWCD.





**FIGURE 1:  
CHATFIELD RESERVOIR  
LOCATION MAP**

- GMS Wells
- WAS Wells
- Major Rivers
- Reservoirs
- WAS Boundaries
- GMS Boundaries
- CCWCD Boundaries



The mapping contained within this document is intended to be used for reference purposes only and is not suitable for construction and/or surveying purposes.



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March 2014



## 2 Chatfield Reservoir Reallocation Project

### 2.1 Background

Chatfield Reservoir was constructed to provide flood protection for the Denver metropolitan area following several damaging floods of the South Platte River. Chatfield is an on-channel reservoir located at the confluence of the South Platte River and Plum Creek, approximately fourteen miles south of Denver. Chatfield Reservoir is owned and operated by the USACE and has a maximum capacity of approximately 350,700 acre-feet. The USACE designates storage in Chatfield Reservoir in four distinct pools, and each pool is assigned a specific pool elevation (feet above mean sea level) and limits use of the water in each pool to a defined purpose. Currently 27,405 acre-feet of storage is designated as conservation/multi-purpose pool storage, the maximum surcharge and flood control pools total 323,248 acre-feet, and the inactive/sediment pool comprises 23 acre-feet.

The Chatfield Reservoir Reallocation Project will reallocate 20,600 acre-feet of capacity in the flood control storage pool to the conservation/multi-purpose pool. The USACE projects that the average annual yield derived from the reallocation will be approximately 8,500 acre-feet. The USACE has determined that the reduction in flood storage capacity will not compromise the flood control functions of Chatfield Reservoir.

Denver Water is the only water provider currently storing water in Chatfield Reservoir's conservation/multi-purpose pool. Pursuant to a 1979 agreement, use of the pool by Denver Water is subject to certain conditions for maintaining water levels for recreation and conservation. Releases from Chatfield are administered by the State Engineer's Office, based on Colorado water law and the demand for water supply. As part of the 1979 agreement, Denver Water is required to minimize water level fluctuations during the recreation season (Memorial Day through Labor Day).

Colorado faces a shortage of water for meeting its water supply needs. The State has recognized that Implementation of local water projects such as the Chatfield Reservoir Reallocation Project are critical to meeting Colorado's future water supply needs. To the extent these local projects are not implemented the gap between water supply and demand will be larger, and put additional pressure on agriculture, i.e. the transfer of agricultural water rights to other uses.

The overall scope of the Chatfield Reservoir Reallocation Project includes participation in the FR/EIS and the regulatory process; and planning, design and construction of mitigation measures for fisheries, aquatic, wetland, riparian, recreational and wildlife habitat impacted by increase in reservoir levels associated with increased storage in the conservation/multi-purpose pool. The Project is beneficial and advantageous to Central and other Participants because the physical infrastructure systems required for storing, discharging, diverting and putting the water to beneficial use are already in place.

## 2.2 Project Sponsorship

There are currently ten Participants in the Chatfield Reservoir Reallocation Project (**Table 1**). Central's original interest (2,849 acre-feet) is 13.8 percent of the total 20,600 acre-foot reallocation pool. Central is seeking to acquire the 1,425 acre-foot interest in the Project owned by the Western Mutual Ditch Company (Western is no longer proceeding as a Project Participant, and CWCB currently holds that interest). That acquisition by Central would be financed using funds from this CWCB loan request and would increase Central's total interest in the Project to 4,274 acre-feet (20.7 percent of the total 20,600 acre-feet).

Other large Participants in the Project include Centennial Water and Sanitation District, CWCB and Colorado Parks and Wildlife, South Metro Water Supply Authority, and Town of Castle Rock. The annual yield received by each Project Participant will be dependent on the individual water rights each Participant owns. Central owns the most senior of the Participant's decrees to fill the reallocated storage space in Chatfield Reservoir (decree entered in Case No. 83CW184).

**Table 1**  
**Participants in Chatfield Reservoir Reallocation Project**

	Storage Amount (acre-feet)	% of Total
1 Central Colo. Water Conservancy District*	4,274.00	20.75%
2 Denver Botanic Gardens at Chatfield	40.00	0.19%
3 Centennial Water and Sanitation District	6,434.94	31.24%
4 Castle Rock	1,013.16	4.92%
5 Castle Pines North Metro District	941.58	4.57%
6 Castle Pines Metro District	785.58	3.81%
7 South Metro Water Supply Authority	1,418.42	6.89%
8 Mount Carbon Metro District	400.00	1.94%
9 Center of Colorado WCD	131.32	0.64%
10 Colorado Water Conservation Board*	5,161.00	25.05%
	20,600.00	100.00%

\* Reflects transfer of 1,425 from CWCB to Central

CWCB acquired the Western Mutual Ditch Company's interest in the Chatfield Reallocation Project in 2012 when Western decided to no longer participate in the Project (CWCB has acquired additional "orphaned" interests over the years when other Participants decided to no longer proceed). In 2014 and with funds received from this CWCB loan, the Western's portion (1,425 acre-feet) will be transferred to Central. The cost to Central will reflect a 20 percent discount (approximately \$2 million) from CWCB on the



proportionate costs of the Western portion. As financing permits, Central is also seeking to acquire additional “orphan” shares of the Project from CWCB’s Project interest.

## 2.3 Alternatives

The FR/EIS for the Chatfield Reservoir Reallocation Project used the CWCB’s Statewide Water Supply Initiative (SWSI) and other relevant planning studies to identify storage alternatives. A total of 37 Project concepts were initially evaluated before being narrowed to four specific Project alternatives. The development of alternatives and the screening process are described in detail in Chapter 2 of the FR/EIS. The FR/EIS extensively evaluated the environmental, social, and economic impacts of the four prospective alternatives identified below:

Alternative No.1 – No Action: Operation of Chatfield Reservoir would remain the same and water providers would use a combination of Penley Reservoir (off channel storage near Chatfield Reservoir) and gravel pit storage as a means to meet their future needs.

Alternative No.2 – Least Cost Alternative to Chatfield Reservoir storage reallocation: Upstream users would continue to rely on non-tributary groundwater through the 50-year study period while downstream providers would be served by the development of gravel pits.

Alternative No.3 – Reallocation to allow an additional 20,600 acre-feet of Water Supply Storage: USACE reallocates 20,600 AF of designated flood storage capacity in Chatfield Reservoir to conservation/multi-purpose storage.

Alternative No.4 – Reallocation to allow an additional 7,700 acre-feet of Water Supply Storage: USACE reallocates 7,700 AF of designated flood storage capacity in Chatfield Reservoir to conservation/multi-purpose storage; non-tributary groundwater and gravel pits are used for the remaining yield.

The Project Participants’ preferred alternative is Alternative No.3 – Reallocation to allow an additional 20,600 acre-feet of Water Supply Storage. This alternative was redefined as the “Chatfield Reservoir Reallocation Project” and is preferred based on its ability to decrease the projected water deficit in the South Platte Basin by utilizing an existing structure to enhance the raw water supply of multiple providers without drying up agricultural lands. This alternative requires the conversion of flood control storage space to conservation/multi-purpose storage space. Additional components of the Project include the design and implementation of mitigation measures to address various impacts that may result from the increased and fluctuating pool elevation in the Reservoir. Mitigation measures associated with the Project include:

- Compensatory Mitigation Plan, to address impacts to wetlands, Preble’s mouse and bird habitat;
- Aquatic mitigation within Chatfield State Park;

- Tree management plan;
- Stream enhancement downstream of Chatfield Reservoir;
- Stream enhancement upstream of Chatfield Reservoir;
- Recreational facility mitigation within Chatfield State Park;
- Colorado Parks and Wildlife revenue mitigation (Financial Plan); and
- Shoreline stabilization.

**Appendix B** provides an expanded list of tasks associated with Project mitigation measures.

Colorado Parks and Wildlife (CPW) is one of the Project participants, and several mitigation measures identified in the FR/EIS were established to address impacts to recreation and environmental conditions at and below Chatfield Reservoir. Those measures include limits on downstream releases to reduce fluctuations in the reservoir during the summer recreation period, bypass flows to reduce zero-flow days below Chatfield Dam, stream channel enhancements, and cooperation with Central and other downstream Participants to make strategic releases during critical periods the South Platte River downstream of the Dam may experience elevated water temperatures or other water quality concerns. Best management efforts will be made by Central to cooperate with CPW and other Project Participants to effectively manage storage in Chatfield Reservoir to meet the District's needs, minimize downstream impacts, and potentially improve Instream environmental and recreational conditions. Central is committed to using water develop from the Project within District and subdistricts; storage releases via the South Platte River to Central's downstream point(s) of delivery may enhance streamflow conditions consistent with Project mitigation objectives.

## 2.4 Regulatory Process

The Chatfield Reservoir Reallocation Project has undergone significant regulatory review at federal, state and local levels. At the federal level the USACE performed extensive feasibility and environmental studies pursuant to its regulatory and planning requirements, and issued the final Feasibility Report/Environmental Impact Statement in June 2013. Following issuance of the Record of Decision, expected in 2014, the USACE will execute a Water Supply Agreement that permanently conveys the reallocation and grants participants the authority to store water in the conservation/multi-purpose pool.

The following is a summary of regulatory approvals required to implement the Project:

### Federal Compliance

- Compliance with the USACE regulations on reallocating storage space in a USACE facility;
- Compliance with National Environmental Policy Act;
- compliance with Section 404 of the Clean Water Act for dredge and fill activities in designated water of the U.S. associated with the recreational facilities modification plan and other mitigation incident to the reallocation;

- Compliance with Section 7 of the Endangered Species Act related to impacts to Preble's mouse and its designated critical habitat; and
- U.S. Forest Service approval for work on US Forest Service land along Sugar Creek.

#### State Compliance

- Approval by Colorado Parks and Wildlife and the CWCB of the Fish, Wildlife and Recreation Mitigation Plan pursuant to C.R.S. §37-60-122.2;
- Colorado Department of Public Health and Environment construction permits for air quality, water quality certification for any discharge related mitigation activities, and permits for stormwater and construction dewatering.

#### Local

- Douglas County permits for construction work along Sugar Creek and at Chatfield Reservoir; and
- Jefferson County permits for construction work at Chatfield Reservoir.

## 2.5 Estimate of Probable Cost

The estimated total Project cost is approximately \$146.8 million and includes the reallocation of storage, engineering design and construction of state and federal mitigation measures, and a USACE storage fee based on the pro-rata cost of constructing Chatfield. Table 1 provides a summary of the Project costs.

To date, the Central District has contributed roughly \$360,000 towards legal and consulting fees and the Chatfield Reservoir Mitigation Company related to independent studies and Project mitigation measures. The fees expended to date, by the District or other Project participants, are not included in the total Project cost estimate and Central is not requesting reimbursement consideration on those expenses. Existing infrastructure Central will utilize for conveyance of Chatfield Reservoir water is the same existing infrastructure used to convey and operate Central's existing direct flow, storage and recharge water rights (**Appendix C**). Central does not require any infrastructure improvements beyond the defined Chatfield Reservoir Reallocation Project scope of work.

**Table 1**  
**User Cost for Selected Plan**  
**(2013 Price Levels)**

<b>Construction and Implementation Costs</b>		
	<b>Annual Costs</b>	<b>Capital Costs</b>
Cost of Storage	\$ 720,000 *	\$ 16,040,004
<b>First Costs</b>		
Specific Water Provider's Infrastructure**	\$ 3,000	\$ 75,000
Environmental Mitigation	\$ 2,610,000	\$ 58,550,000
Recreation Modifications	\$ 2,110,000	\$ 47,300,000
Other Modifications to Chatfield Reservoir Project	\$ 30,000	\$ 710,000
Total Construction and Implementation	\$ 5,473,000	\$ 122,700,000
<b>OMRR&amp;R Costs</b>		
Water Supply Proportion of Corps Joint Use O&M	\$ 170,000	\$ 3,800,000
Additional Corps Specific Water Supply O&M	\$ 50,000	\$ 1,060,000
Specific Water Provider's Infrastructure	\$ 1,420,000	\$ 31,900,000
Environmental Mitigation	\$ 860,000	\$ 19,250,000
Recreation Modifications	\$ -	\$ -
Total OMRR&R	\$ 2,500,000	\$ 56,040,000
Total User Costs	\$ 7,970,000	\$ 178,700,000

\*Costs are annualized over 50 years, although Cost of Storage will be paid in 30 years.

\*\*Cost required to develop, access, treat and deliver the water provider's water.

## 2.6 Project Schedule

The general schedule for the Chatfield Reservoir Reallocation Project is as follows:

- Record of Decision signed 2014
- Water Supply Agreement execution 2014
- Recreational modifications completed 2017
- On-site environmental mitigations completed 2017
- Storage initiated 2017
- Stream enhancements completed 2019
- Off-site environmental mitigations completed 2024
- Central is requesting loan funds be available by July 1, 2014.

## 3 Central Colorado Water Conservancy District

The CCWCD was formed in 1965 pursuant to the 1937 Water Conservancy Act of the State of Colorado (CRS 150-5) (see Civil Action No. 16834 in the District Court of Weld County). The District includes over



750 square miles in Adams, Weld, and Morgan Counties (**Figure 2**). The geographic boundary of CCWCD generally includes lands in the South Platte River basin between Denver and Fort Morgan, Beebe Draw, and the lower portions of the Box Elder Creek and Lost Creek drainages. The boundaries include portions of several cities and towns (e.g. Thornton, Brighton, Fort Lupton, Platteville, Greeley and Fort Morgan), numerous smaller rural communities (e.g., Gilcrest, LaSalle, Kersey, Hudson, and Wiggins) and approximately 210,000 acres of irrigated agricultural lands supplied by ditches and groundwater wells. The purposes of the Central District include:

- To participate in efforts being made for revision and codification of the water laws of the State of Colorado and to protect the rights of irrigators under the doctrine of prior appropriation and under existing decrees and filings;
- To appropriate waters of the South Platte River Basin;
- To project interests of owners of presently irrigated lands in the development of additional storage;
- To promote authorization and construction of storage for agricultural and other water uses, and acquire beneficial interest in the waters thereof;
- To foster establishment of operating principles of storage reservoirs that protect and recognize water right priorities and existing and historical practices of river administration and exchange to secure the highest practicable beneficial use;
- To improve efficiency of irrigation, to eliminate waste, and to promote the conservation of water; and
- To promote the purposes of the Water Conservancy Act of Colorado as set forth in

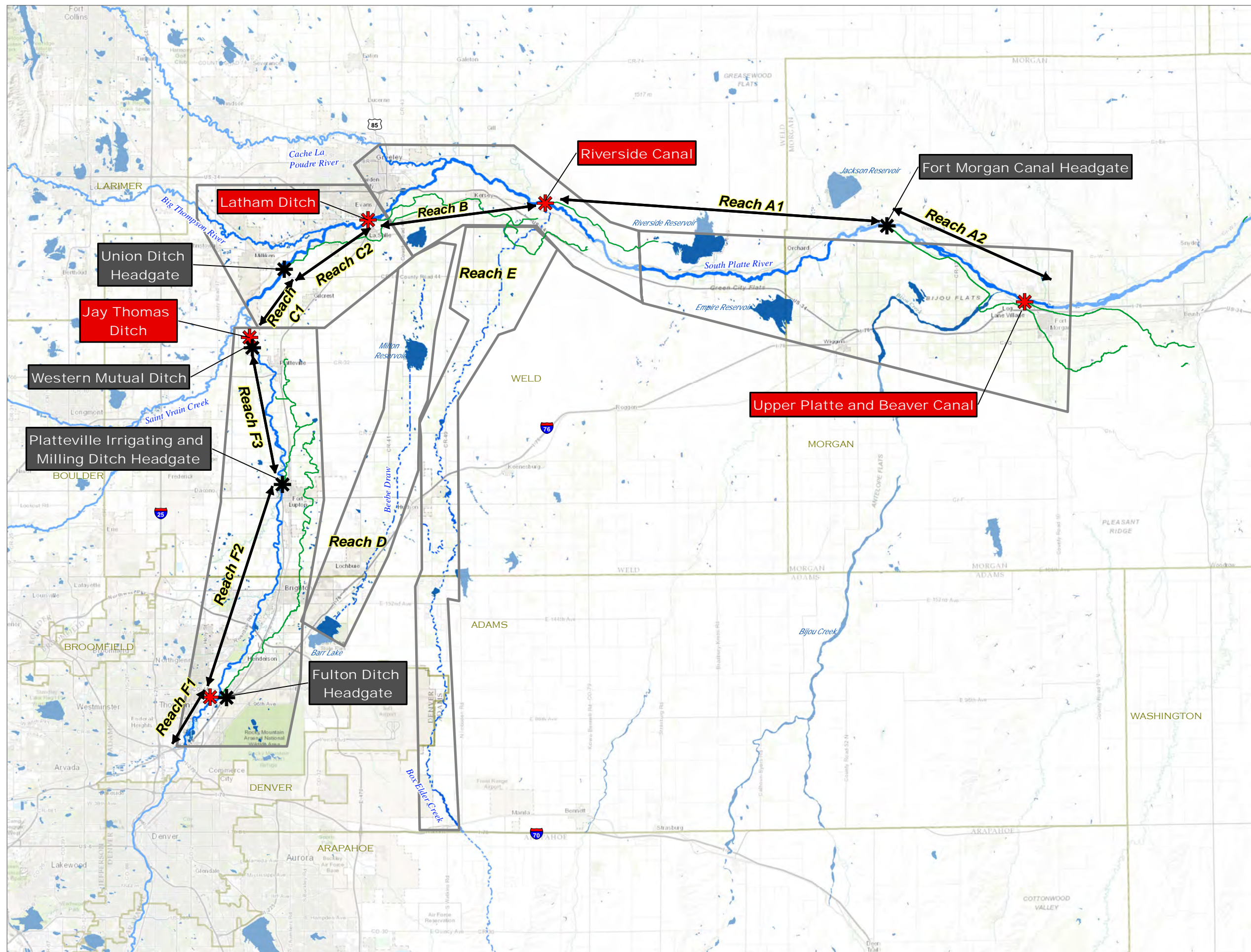
Since formation Central has participated in development of numerous water supply projects. Water rights owned by Central are shown in **Appendix C**. Central also actively reviews and comments on water court filings by other parties.

Within Central there are two subdistricts; the “Groundwater Management Subdistrict” (GMS) and the “Well Augmentation Subdistrict” (WAS). GMS and WAS are separate legal entities with distinct legal boundaries and provide augmentation water for different alluvial groundwater wells. GMS and WAS own and operate separate water rights and infrastructure assets but partner to jointly develop and operate several water supply projects. The two subdistricts operate under separate decreed plans for augmentation that contain different restrictive terms and conditions.




### 3.1 Groundwater Management Subdistrict and Well Augmentation Subdistrict

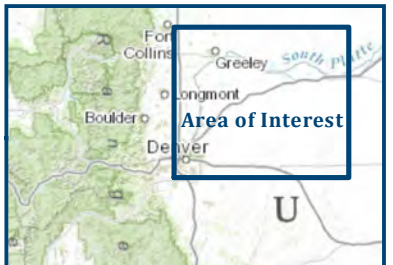
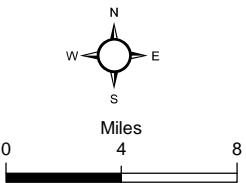
GMS was formed in 1973 to provide replacement water supplies for approximately 1,000 groundwater wells within the Central District (**Figure 2**). WAS, with approximately 400 member wells) was formed in 2004 to provide replacement water for some of the wells formerly relying on Groundwater Appropriators of the South Platte (GASP) for augmentation supplies. The decrees authorizing GMS and WAS formation were entered by the Weld County District Court in Case Nos. CA-16834 and 03CV1408.





**FIGURE 2:  
BOUNDARIES OF THE CENTRAL  
COLORADO WATER CONSERVANCY  
DISTRICT**

-  Beginning/End Points for GMS & WAS Reaches
-  Beginning/End Points for WAS Sub Reaches
-  Administrative Reaches for the GMS and WAS Plans for Augmentation



The mapping contained within this document is intended to be used for reference purposes only and is not suitable for construction and/or surveying purposes.



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GMS and WAS member wells have groundwater right priority dates ranging from 1904 to the 1970s and approximately 80 percent of the wells have priority dates senior to 1960. Each well owner has a contract with GMS or WAS for augmentation water (Class B, C and D contracts) that currently total approximately 82,000 ac-ft. GMS and WAS contracts provide supplemental ground water to some constituents and are the sole water supply for other contract owners. Approximately 95 percent of the GMS and WAS contracts are for irrigation uses.

GMS and WAS operate the plans for augmentation decreed by the Water Court for Division 1 in Case Nos. 02CW335 and 03CW099, respectively (the “GMS Decree” and “WAS Decree”). The augmentation plans are operated using administrative reaches of the South Platte River (**Figure 2**). The river reaches extend from the highest point of well depletion on the South Platte River near Denver to the lowest point of well depletion near Fort Morgan. The depletions from pumping of each well are assigned to one of these reaches, and depletive effects are then aggregated by reach for replacement purposes. The approximately 82,000 acre-feet of contracts is distributed across reaches as shown in **Table 1**.

On an annual basis GMS and WAS issue a “quota” to its constituent wells. The quota is a percentage of each member’s contracted augmentation supply amount, and is an allocation of overall augmentation supplies. As a result of restrictive terms and conditions in the augmentation plan decrees, the GMS quota has averaged only 30 percent since 2005. WAS did not authorize any groundwater pumping by its members between 2005 and 2012, but was able to authorize a 5 percent quota in 2013. Both augmentation plans however, have continuously operated on a daily basis to replace all on-going out-of-priority depletions resulting from prior well pumping.

The GMS and WAS plans for augmentation operate and account for depletions and replacement supplies delivered to the river on a daily basis. To the extent upstream water supplies are in excess of replacement needs, the excess water can be carried downstream, subject to transit loss, to replace depletions lower on the river. GMS and WAS coordinate with Central in the operation of bypass structures to carry upstream supplies to downstream locations.

GMS’s and WAS’s current portfolio of water rights consists of changed senior direct flow rights and junior storage, recharge and exchange rights that have been decreed or are pending adjudication (**Appendix D**). The subdistricts also rely on several lease agreements of limited duration to provide additional replacement water supplies.

The decrees adjudicating the GMS and WAS plans for augmentation require 6 to 7 year projections of future operations to demonstrate that sufficient water supplies will be available to fully replace out-of-priority obligations to the river. The projections occur using “projection tools” that compares future replacement obligations to the future replacement supplies. The decrees require projection of a continuous senior downstream water right call in every river reach and prolonged drought conditions. The projection tools are used to establish the amount of additional ground water pumping that may be

authorized each year after GMS and WAS fully replaces depletions caused by prior year pumping (“post-pumping depletions”). The amount of additional pumping is referred to as the annual quota and is expressed as a percentage of the Class B, C, and D contracted water supply.

### 3.2 Use of Chatfield Storage by Central

Central was formed for the purpose of conserving, developing, stabilizing, and acquiring water supplies for domestic, irrigation, power, manufacturing, and other beneficial uses. More specifically the District was formed to protect the existing water rights of irrigators within its boundaries, appropriate and perfect new water rights, improve efficiency of irrigation, promote development of several storage projects, and eliminate waste. GMS and WAS, as subdistricts within Central, were formed specifically to provide augmentation water for groundwater users.

Central currently has contracts to provide augmentation water to GMS and WAS constituents in amounts totaling approximately 87,000 ac-ft. However Central’s need for additional water is much greater than 87,000 ac-ft. First, current contracts to provide water to GMS and WAS constituents reflect approximately 77,000 acres of irrigated land. District-wide, Central estimates crop irrigation requirements to average 1.57 acre-feet per acre, or a total current irrigation requirement of approximately 120,000 ac-ft.

In addition, the current amount of Central contracts, in particular for WAS constituents, reflects that numerous wells have dropped out of the plans because they have been curtailed. If more reliable augmentation water supplies could be provided, Central expects these wells could be reintroduced to the plans.

Central’s need for water supplies is currently at least 87,000 acre-feet on a firm annual basis. However, the amount water Central must divert to develop 87,000 acre-feet of recharge supplies is significantly greater because not all water diverted under recharge rights percolates into the alluvium. Specifically, the operation of in-ditch recharge projects typically results in some amount of water flowing out the tail-end of the ditches. In addition, some water is lost to evaporation.

Central contemplates use of storage in Chatfield in two ways. Central will issue water allotment contracts to water providers and water users within its District, in much the same way that GMS and WAS currently issue allotment contracts to provide augmentation water to their constituents. Annual water deliveries under Central’s allotment contracts will depend on the annual storage yield from Chatfield Reservoir. GMS and WAS will also use portions of Central’s will storage in Chatfield Reservoir as parts of their overall augmentation supplies; these supplies are important to GMS and WAS because of the upstream location and ability to replace well depletions higher on the South Platte River.



## 4 Financial Analysis of Central Colorado Water Conservancy District

Funds in 2013 were obtained from both tax revenues and assessments paid by GMS and WAS for use of the District's water rights and infrastructure. Central's revenues are used to purchase, lease and develop water rights. Comparative financial information over the period 2008 – 2012 is shown in **Table 2**. Detailed financial statements for the years 2010 - 2012 are provided as **Appendix D**. In 2013 the Central Colorado Water Conservancy District total annual revenues were \$31,049,134, including \$30 million received from the bond issuance, and revenues are projected to be \$1.274 million in 2014. An independent auditor's report for 2012 is provided as **Appendix E**. Central's financial budget for 2014 is provided as **Appendix F**, and a five-year cash flow projection is shown in **Appendix G**.

**Table 2**

**Central Colorado Water Conservancy District  
Comparative Financial Statistics - CCWCD  
Ten Years Ended December 31, 2012**

	2012	2011	2010	2009	2008
Assessed valuation	\$ 1,982,243,440	\$ 1,679,836,820	\$ 1,652,654,550	\$ 1,652,654,550	\$ 1,692,344,820
Mill levy	0.392	0.425	0.552	0.552	0.549
<b>Operations - all funds</b>					
General property taxes	\$ 755,530	\$ 733,838	\$ 996,369	\$ 980,071	\$ 998,746
Total revenues	\$ 1,050,259	\$ 956,448	\$ 1,253,822	\$ 1,198,953	\$ 1,131,939
Total expenditures	\$ 1,880,780	\$ 1,599,010	\$ 1,847,739	\$ 1,336,383	\$ 1,302,372
Excess (deficiency) of revenues over expenditures	\$ (830,521)	\$ (642,562)	\$ (593,917)	\$ (137,430)	\$ (170,433)
<b>Financial position</b>					
Cash and investments	\$ 3,239,059	\$ 3,891,594	\$ 4,714,101	\$ 5,156,492	\$ 5,220,998
Water, property, and equipment	\$ 8,990,030	\$ 8,837,019	\$ 8,918,058	\$ 8,789,948	\$ 8,781,630
Total liabilities and deferred inflows of resources	\$ 1,030,339	\$ 839,919	\$ 1,005,281	\$ 1,068,185	\$ 918,434
Total net position	\$ 12,080,079	\$ 12,668,291	\$ 13,448,150	\$ 13,882,798	\$ 14,046,148

Revenues of the District are generated in several ways. Central collects annual lease payments from GMS and WAS in return for the subdistrict's use of Central's water rights and infrastructure. Recent-year lease payments have averaged approximately \$200,000. Central also receives tax revenues for lands within the District in Weld, Morgan and Adams counties. Currently District lands are taxed at a rate of 1.887 mils, and revenues in 2013 were approximately \$1.0 million. Property tax revenues in 2014 are projected to be approximately \$1.0 million, with total available revenues projected to be approximately \$1.27 million.

Central maintains three separate funds for purposes of their financial operations: 1) the General Fund is used to fund daily operations at Central including salaries and benefits of staff, and to acquire water rights and develop water storage and recharge projects, 2) the Debt Service Fund is used to repay loans and

other debt that maybe carried by the District, and 3) the enterprise fund is used to collect service fees, leases and assessments for purposes of operation and maintenance of District facilities.

Central water supply projects are funded through their General Fund and through loans. In 2004 the WAS subdistrict voters approved issuance of debt up to \$37 million to fund water acquisition and infrastructure projects (voters also approved “de-Brucing” of WAS in 2004 allowing the subdistrict to keep and use revenues that otherwise would have been returned to taxpayers under the Taxpayers Bill of Rights Amendment (TABOR) to the Colorado Constitution). A subsequent bond issue in 2008 generated approximately \$2 million (these bonds have since been retired). Over the years 2005 - 2011 WAS borrowed approximately \$14.9 million from the CWCB through the Water Project Loan Program and the funds were used to acquire several senior water rights and develop water supply projects.

In 2012 voters approved issuance of debt up to \$60 million to fund water acquisition and infrastructure projects, including Central’s participation in the Chatfield Reservoir Reallocation Project (voters also approved “de-Brucing” of GMS). Approximately one-half of this \$60 million amount was issued as general obligation bonds during 2013 and has also funded Central’s purchase of several senior water rights and storage projects. The remaining one-half of the debt issuance will be through this loan request for \$28.4 million from the CWCB Water Project Loan Program. The Central District is still subject to TABOR, although it is contemplating taking a ballot question to the voters in 2014.

## 5 Loan Request, Credit Worthiness, and Collateral

Central is currently requesting a 30-year loan from CWCB for \$28.4 million. This amount is the sum of Central’s 13.83 percent portion of the \$147 million total Project cost (\$20.3 million), plus \$8.1 million to acquire Western Mutual Ditch Company’s 6.92 percent portion of the Project currently held by CWCB. The acquisition of Western’s portion from CWCB will reflect a 20 percent discount from CWCB on the proportionate costs.

Central sought input concerning their ability to repay debt from George K. Baum & Company and requested a credit worthiness rating from Standard & Poor’s Ratings Services concerning financial feasibility (**Appendix H**). This information was provided when evaluating Central’s ability to repay long-term debt that was planned to be issued in the bond market in response to voter approval in 2011. The opinions expressed and the S&P rating remain valid because Central’s loan request to CWCB will be replace the need to issue \$30 million in long-term bonds and because financing through CWCB will be less costly as compared to the bond market.

Collateral for this loan will be in the form of the water supply project, i.e., reallocated storage in Chatfield Reservoir, that is developed with the loan funds. To the extent that Project costs are less than estimates discussed above, Central is seeking to acquire additional “orphan” shares of the Project from CWCB’s Project interest with loan proceeds, which could be substituted as collateral for the loan.

Proceeds from this CWCB loan will provide substitute funding for water supply projects that would otherwise be funded by a long-term bond issuance funded through Central debt service fund. This means that repayment of the loan is guaranteed because it has already been approved by District voters (taxes to service the debt will be collected).

## 6 Conclusions

The Central Board of Directors has determined that a near-term expenditure of \$28.4 million is vital for the long-term economic security of members of the District and subdistricts. This report provides a description of how funds from a CWCB loan in this amount would be used, the probable benefit to Central constituents, and the financial capacity of Central to repay the loan.

## 7 Limitations

This document was prepared for Colorado Water Conservation Board in accordance with professional standards at the time the services were performed and in accordance with a contract between White Sands Water Engineers, Inc. and Central Colorado Water Conservancy District. The document is governed by the specific scope of work authorized by Central; it is not intended to be relied upon by any other party except for the Colorado Water Conservation Board. White Sands Water Engineers, Inc. makes no warranties, express or implied, with respect to this document, except for those, if any, contained in the agreement pursuant to which the document was prepared. Any party that relies on this document, except those authorized herein or under the terms of the contract between Central and White Sands Water Engineers, Inc. does so at its own risk. Further, we have relied on information or instructions provided by Central and other parties and, unless otherwise expressly indicated, have made no independent investigation as to the validity, completeness, or accuracy of such information.



white sands water engineers, inc



# Appendix A

## CWCB Loan Application

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## COLORADO WATER CONSERVATION BOARD WATER PROJECT LOAN APPLICATION

**Instructions:** This application should be typed or printed neatly with black ink. Attach additional sheets as necessary to fully answer any question or to provide additional information that would be helpful in the evaluation of this application. When finished, please sign and return this application to:

**THE COLORADO WATER CONSERVATION BOARD**  
Finance Section  
1580 Logan St., Suite 600  
Denver, CO 80203  
Attn: Anna Mauss, P.E.  
Phone (303) 866-3441 x3224 Fax (303) 894-2578  
Email [anna.mauss@state.co.us](mailto:anna.mauss@state.co.us)

**Part A. - Description of the Applicant** (Generally, the applicant is also the prospective owner and sponsor of the proposed project)

1. Name of applicant Central Colorado Water Conservancy District

Mailing Address 3209 W 28<sup>th</sup> Street Greeley, CO 80634 \_\_\_\_\_

Business Phone ( 970 ) 330-4540 \_\_\_\_\_ Fax ( 970 ) 330-4546 \_\_\_\_\_

Federal ID Number 84-6049901 \_\_\_\_\_ email rray@ccwcd.org \_\_\_\_\_

2. Person to contact regarding this application:

Name Danyelle McCannon \_\_\_\_\_

Position/Title Financial Analyst \_\_\_\_\_

Address 3209 W 28<sup>th</sup> St Greeley, CO 80634 \_\_\_\_\_

Business Phone ( 970 ) 330-4540 \_\_\_\_\_ Cell ( ) \_\_\_\_\_

Email dmccannon@ccwcd.org \_\_\_\_\_

3. Type of organization (Ditch Co., Irrigation District, Municipality, etc.): Water Conservancy Dist

Date of Annual Meeting \_\_ 3-11-2014 \_\_\_\_\_

Is the organization incorporated in the State of Colorado? YES \_\_\_\_ NO X \_\_\_\_ (If YES, please include a copy of the articles of incorporation, and the bylaws)

## CWCB Water Project Loan Application

4. Please provide a brief description of the owner's existing water supply facilities and describe any existing operational or maintenance problems. Attach a map of the service area

CCWCD is a Water Conservancy District formed in 1965, which covers portions of Adams, Weld and Morgan Counties. CCWCD seeks funding assistance in their participation in the Chatfield Reallocation Project.

For existing facilities indicate:

Number of shareholders \_\_\_\_\_ or Number of customers served \_\_\_\_\_

Current Assessment per share \$ \_\_\_\_\_ Number of shares \_\_\_\_\_

Number of acres irrigated \_\_\_\_\_ Water Right: \_\_\_\_\_ CFS.

Average water diverted per year: \_\_\_\_\_ acre-feet.

### **Part B. - Description of the Project**

1. Name of the Project Chatfield Reallocation

2. Purpose of this loan application. Check one.

☒ New project

☐ Rehabilitation or replacement of existing facility

☐ Enlargement of existing facility

☐ Emergency Repair

☐ Other (describe) \_\_\_\_\_

3. If the project is for rehabilitation of an existing reservoir, is the reservoir currently under a storage restriction order from the State Engineer? YES \_\_\_ NO \_\_\_

4. General location of the project. (Please include county, and approximate distance and direction from nearest town, as well as legal description, if known.

11500 N Roxborough Park Rd, Littleton, CO 80125 \_\_\_\_\_

5. Please provide a brief narrative description of the proposed project including purpose, need, facilities, type of water uses to be served and service area. Attach separate sheet, if needed. CCWCD will use the storage space in Chatfield Reservoir for agricultural, municipal, and industrial needs within the CCWCD boundaries, including augmentation supply in the GMS and WAS plans.

6. Will the acquisition of additional water rights be necessary? YES \_\_\_ NO X

If YES, please explain. \_\_\_\_\_

## CWCB Water Project Loan Application

7. Please list the names, addresses and phone numbers of the Applicants' engineer(s) and attorney(s).

NAME

ADDRESS and PHONE

Ed Armbruster\_\_\_\_\_ 2935 Darley Ave Boulder, CO 80305\_\_\_\_\_

Kim Lawrence\_\_\_\_\_ 5245 Ronald Reagan Blvd., Ste 1 Johnstown, CO 80534\_\_\_\_\_

\_\_\_\_\_

8. List any feasibility studies or other investigations that have been completed or are now in progress for the proposed project. If so, submit one copy of the study with this application

Attached\_\_\_\_\_

\_\_\_\_\_

9. Estimated cost of the project. Please include estimated engineering costs, and estimated construction costs, if known.

Estimated Engineering Costs:\$ \_\_\_\_\_

Estimated Construction Costs: \$ \_\_\_\_\_

Estimated Other Costs: \$ \_\_\_\_\_ (land, water rights purchase, etc.)

Estimated Total Costs: \$28,400,000 \_\_\_\_\_

10. Loan amount and terms you are requesting.

Requested Loan Amount: \$28,400,000 \_\_\_\_\_ (Usually 90 % of est. Total Costs)

Term (length) of loan: 30 \_\_\_\_\_ years (Usually 10, 20, or 30 years)

Interest Rate: 1.75 \_\_\_\_\_ % (Please call for our current rates)

### **Part C. - Project Sponsor Financial Information**

Because the CWCB's Fund is a revolving fund, it is important that the project sponsor have the financial capacity to repay any loans made by the CWCB. The following information is needed to assist the CWCB in a preliminary assessment of the applicant's financial capacity. The project sponsor will submit the three most recent annual financial statements.

1. List any existing long-term liability (multi-year) or indebtedness that exceeds one thousand dollars. For example, bank loans, government agency loans, bond issues, accounts payable, etc. Include names and addresses of lenders, amounts, due dates and maturity dates.



## CWCB Water Project Loan Application

<u>Lender Name &amp; Address</u>	<u>Remaining Amount</u>	<u>Annual Payment</u>	<u>Maturity Date</u>
Bond Issue	\$30,000,000	1,461,000	2035

2. Are any of the above liabilities now in default, or been in default at any time in the past?  
YES \_\_\_ NO X\_. If YES, please give detailed explanation.

3. Please provide a brief narrative description of sources of funding, in addition to the CWCB, which have been explored for this project (Examples would be Banks, USDA Rural Development, NRCS, Colorado Water Resources and Power Development Authority, Colorado Division of Local Government, etc.). This was taken to a public vote in November of 2012 and the tax payers of our district approved the issuance of up to \$60 million in debt. Repayment will be made based upon mill levy tax collections.

4. What collateral will you be offering for this loan? Possibilities include a pledge of revenues, the project itself, real estate, water rights. Tax revenues from the CCWCD Debt Service Fund

The above statements are true, to the best of my knowledge:

Signature of Applicant

Danyelle McCann

Printed Name

Danyelle McCann

Title

Financial Analyst

Date

3/13/14

# Appendix B

## Fish, Wildlife and Recreational Mitigation Measures

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Table 1: Chatfield Reallocation Project Fish, Wildlife and Recreation Mitigation Plan (FWRMP)				
Proposed Mitigations for Proposed Action				
RESOURCE	IMPACT	MITIGATIONS	SECTION OF FWRMP WHERE DISCUSSED	ESTIMATED COST
<b>WILDLIFE RESOURCES</b>				
<b>Within Chatfield State Park</b>				
<b><u>In-Reservoir Aquatics</u></b>			-	-
Fish - Walleye	Disruption of Walleye Spawn period March 1 - April 15	1) Participants commit to ensure releases do not exceed 420 cfs during March 1 - April 15 period, understanding that critical time is March 15-30. 2) Regular coordination meetings between Participants and CPW to forecast upcoming operations - close coordination to minimize adverse impact from releases.	4.1.3.3(B)(1)	
Fish - Smallmouth Bass	Disruption of Smallmouth Bass spawn period June 1 - June 30	Mitigation dealt with in operations agreements - Participants commit to limit releases May 1-July 15 water decline will not be greater than 8000 AFT, July 16-Aug 31 water level decline not greater than 4000 AFT, May 1-Aug 31 collective daily discharge shall not exceed 420cfs	4.1.3.3(B)(2)	
Water Quality	Increase in phosphate and ammonia loading; Decreased Dissolved Oxygen; Increased mercury methylation - from anoxic or increased dissolved oxygen in the reservoir	1) Participants agree to water quality monitoring and modeling program in coordination with Chatfield Watershed Authority. 2) Wetland creation and habitat improvements on Plum Creek in the CMP. 3) Plum Creek riparian restoration.	4.4.1; 4.5; 4.3.2	\$1,300,000 (est.) for water quality monitoring and modeling, \$6,088,600 for Plum Creek restoration
<b><u>Terrestrial wildlife</u></b>			-	-
Preble's Mouse - Plum Creek Critical Habitat	75 acres of critical habitat/ 65 EFU's	1) From CMP: Onsite: 6 acres / 3 EFUs habitat creation. 2) From CMP: Offsite: unknown acres private land protection and enhancement / 62 EFU's needed.	4.5	\$58,500,000 for CMP
Preble's Mouse - South Platte Critical Habitat	80 acres/ 2.8 miles	1) From CMP: Onsite: 17 acres habitat creation; 2) Offsite: 73 acres private land protection and enhancement. Chatfield Res Mitigation Company will coordinate w CPW in the development of this process; 3) 4.5 miles and 381 acres of Sugar Creek improvements	4.5	
Preble's Mouse - Non Critical Habitat	298 acres / 210 EFUs	1) From CMP: Onsite: 111 acres of habitat creation / 43 EFUs. 2) From CMP: Offsite: unknown acres private land protection and enhancement / 167 EFU's needed	4.5	
Other terrestrial wildlife and Birds	586 acres (inundation zone)/ 377 EFUs	1) From CMP: Onsite: 165 acres habitat creation and enhancement / 9 bird EFU's. 2) Plum Creek Restoration Plan; 3) Tree mitigation plan will address impacts as well. 4) From CMP: Offsite: unknown acres / 368 EFU's needed.	4.5; 4.3.2	
Amphibians/ Reptiles	Grouped into Preble's/wetlands/terrestrial	Mitigation actions covered under Preble's/wetlands/terrestrial resources	4.5	
Erosion of land area /habitat	Sediment erosion - due to new storage and water fluctuation	1) Bank stabilization / Erosion control/ Plum Creek erosion and stream erosion	4.3.4; 4.3.2	\$716,100 for shoreline stabilization plan
<b><u>CMP</u></b>			-	-

Mature Cottonwoods and other cottonwoods	42.5 acres	1) 13 acres - new cottonwood generation on-site (in CMP). 2) 22.5 acres - protection of existing off-site habitat (in CMP). 3) 10 acres - new cottonwood generation off-site (in CMP). 4) Recreation modification plan will mitigate for additional cottonwoods. 5) Tree management plan. 6) Res operations plan - water level in summer.	4.5.3; 5.1.1; 4.5.5; 4.1.3.3	
Wetlands	up to 159 acres / 123 EFU's	1) In CMP: Onsite: 47 acres / 30 EFUs. 2) In CMP: Offsite: Unknown acres / 93 EFU's	4.5	
Invasive Species/ Weeds	Increased invasives	1) BMPs to control spread (in CMP). 2) Monitoring and treatment of noxious weeds in project area (greater than 400ft) 3) Weed monitoring and weed control for 5 years in revegetation / mitigation sites (in CMP and AMP). 4) Weed control in fluctuation zone is ongoing obligation (in CMP).	4.3.3	
DOWNSTREAM OF CHATFIELD STATE PARK				
Aquatic Resources			-	-
Downstream aquatic habitat	Decreased streamflow impact on aquatic habitat; Increased low flows / zero flow days	1) 0.5 mi of stream habitat improvement (Chatfield Dam to Marcy Gulch), potential use of CPW water rights to create an environmental pool to mitigate low flow days. 2) Best efforts to target releases to limit zero flow days and mitigate with environmental pool. 3) Potential development of environmental pool for target releases (first goal) and/or environmental flow releases. 4) Required releases for critical low flows.	4.2.1.2; 4.1.3.3(D)	\$265,000 for .5 mile stream enhancement
Aquatic Habitat - water quality	Increase E.coli from reduced flows; Increase temperature from reduced flows	1) Water quality monitoring program below dam. 2) Best efforts to target releases to limit zero flow days (in operations plan add citation). 3) Required releases for critical low flows. 4) Potential development of environmental pool for target releases and/or environmental flow releases.	4.4.2; 4.1.3.3(D)	
Chatfield State Fish Unit	Decreased flows	Agree not to exercise rights senior to the hatchery if would cause curtailment of CSFU rights (only if historic flows would have passed by CSFU).	4.1.3.3(A); 4.2.3	
	Increase in zero flow days	Potential development of environmental pool and/or environmental flow releases	4.2.1.2	
UPSTREAM OF CHATFIELD STATE PARK				
Aquatic habitat	Inundation of upstream fish habitat - Permanent habitat conversion from sediment deposition; Loss of stream channel for native fish - from inundation impacts on Plum Creek	1) Fund habitat improvement for 0.7 miles upstream. 2) Plum Creed Restoration plan. 3) Wetlands improvements in CMP - might mitigate intermittent stream mileage. 4) Sugar Creek Improvements.	4.2.1.1; 4.5.3; 4.3.2	\$369,600 for .7 mile stream enhancement
RECREATIONAL RESOURCES				
WITHIN CHATFIELD STATE PARK				
Facilities and Recreational Use	Loss of facilities due to inundation.	1) RMP details mitigation measures for facilities and recreational uses - includes contingency approach that gives the plan flexibility. 2) New temporary CPW engineering employee hired during design and construction of recreational facilities	5.1.1; 5.1.3	\$31,600,000 for recreational facilities modification plan, \$225,000 (est.) for temporary resident engineer
	Marina - unusable due to inundation	Chatfield Marina Coordination Committee (CMCC) working on separate mitigation plan for the marina.	5.1.2	\$15,700,000

	Loss of wildlife viewing and shade	1) CMP & Tree Management Plans detail mitigation for wildlife viewing and shade - Plum Creek restoration (if approved) would address access to viewing opportunities. 2) 13 acres of on-site mitigation (for mature cottonwoods). 3) 32.5 acres of offsite mitigation. 4) Tree management plan modified to leave trees down to 5432 and use of adaptive management to remove dead or dying trees within the fluctuation zone.	4.5.3; 4.5.5; 4.3.2	
	Facility vulnerability to future flooding	Could be addressed in the design phase to raise the roads by swim beach, balloon area and Deer Creek - to make roads still able to handle 10 year floods	5.1.1	
	Quality of Recreational Experiences	1) Restrict releases to 8,000 ac/ft total from May 1 - July 15th and 12,000 total to August 31st. 2) Fluctuation zone mitigations that includes: vegetation and weed control, new cottonwood regeneration along shoreline and facilities, shoreline stabilization plan, plum creek improvements.	4.1.3.3; 4.3.3; 4.5.3; 4.3.4; 4.3.2	
	Increased Boating Hazards	Funding of contract labor and equipment for hazard removal, signing, operational impacts due to increased inundation and fluctuations. Operational issues will be covered in the financial mitigation plan.	5.2	
	Water Quality - raised elevation causes erosion which will affect access below campground	1) Monitoring and modeling of water quality. 2)Plum Creek restoration plan	4.4.1; 4.3.2	
	Public Understanding	1) Project Participants have agreed to a marketing plan to be implemented prior to construction and continuing after construction is complete - part of financial mitigation plan, when approved.	5.2	\$200,000
Stream fishing	Reduced Recreational Opportunities - reduced fishing from additional zero or low flow days	1) Establish an environmental pool to mitigate low flow days - use of hatchery, downstream uses. 2) Mitigation of 0.5 mi of stream habitat improvement 3) Operations plan language of good faith efforts to strategic releases.	4.2.1.2; 4.1.3.3(D)	
Stream fishing	Reduced Recreational Opportunities - reduced fishing from intermittent inundation	1) 0.7 mi of stream habitat improvements. 2) Sugar Creek improvements	4.2.1.1; 4.5.3	
Revenue and Operating Expenses				
Park Revenue	Decreased revenues during construction and post construction	1) Financial Mitigation plan. 2) WP to cover lost revenue	5.2	\$1,000,000 (est.) for financial plan
Park Operating	Increased operating expenses	WP to cover increased operating costs attributable to project	5.2	
Estimated Cost Totals				
Costs for mitigations required by the USACE				\$107,100,000
Additional costs for FWRMP mitigations				\$8,864,300
Total Mitigation Costs				\$115,964,300



# Appendix C

## Central's Water Rights Portfolio Summary

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**CENTRAL COLORADO WATER CONSERVANCY DISTRICT**  
**GROUND WATER MANAGEMENT SUBDISTRICT AND WELL AUGMENTATION SUBDISTRICT**

**Replacement Sources**

<b>WATER RIGHTS</b>			
<b>CASE NO.</b>	<b>NAME</b>	<b>SOURCE</b>	<b>ADJ. DATE</b>
W7905/84CW405	Brighton and Fort Lupton Augmentation Well Fields	South Platte River	2/25/1985
81CW382	Milliron & Kiowa Recharge & Storage Project	South Platte River	4/29/1987
82CW413/92CW48/93CW86/00CW218	Box Elder Recharge and Storage Project	South Platte River	10/6/1993
83CW184/95CW111/02CW041	Chatfield Reservoir	South Platte River	03/29/1989
85CW370/95CW77/02CW146	Farmers Independent Recharge Project	South Platte River	3/29/1989
86CW397	McDowell Ranch	South Platte River	5/10/2000
87CW304/97CW161	Western Mutual Ditch Recharge Project	South Platte River	6/21/1991
88CW127/96CW113/03CW335	Siebring Reservoir and W.R. Jones Ditch (62 shares)	Cache La Poudre	5/25/1990
92CW021/06CW185	Koenig Reservoir	South Platte River	2/3/2000
92CW165/02CW262/09CW102	Jo Dee Reservoir, Jacoby/Schmidt Ditch, Box Elder Ditch (1 share)	Cache La Poudre	11/29/1996
93CW085	Lupton Bottoms Ditch (5 shares)	South Platte River	8/9/1995
94CW096/01CW018/07CW286	83rd Avenue Reservoir	Cache La Poudre	2/27/1995
94CW097/02CW074	La Poudre Reservoirs 3 & 4	Cache La Poudre	4/12/1996
94CW199	Lupton Bottoms Recharge & Storage Project	South Platte River	12/16/1996
97CW077	Greeley-Loveland (26+ shares), Seven Lakes, Lake Loveland	Big Thompson River	7/1/2003
97CW078	Greeley Irrigation Co. (20 shares)	Cache La Poudre	12/11/2001
00CW072	W.R. Jones Ditch (15 shares)	Cache La Poudre	3/14/2005
00CW083	Shores Lake	Boulder Creek	7/22/2009
00CW166	B. H. Eaton (9 shares) & Boxelder(1.5 shares)	Cache La Poudre	11/21/2006
01CW048	Platteville Recharge & Storage Project	South Platte River	11/19/2008
01CW255	Booth Farm Rights, Boulder and Weld Reservoir	St. Vrain Creek	5/6/2010
01CW263	Weldon Valley Ditch (4 shares)	South Platte River	3/17/2007
01CW264	Fulton Irrigating Ditch Company (150 shares)	South Platte River	6/23/2008
02CW172	Union Reservoir (20.5 shares)	St. Vrain Creek	9/20/2007
02CW200	W.R. Jones Ditch (62 shares)	Cache La Poudre	3/14/2005
02CW265	Lupton Meadows Ditch (60 shares)	South Platte River	2/8/2008
02CW269	Bernhardt Reservoir	Big Thompson River	10/20/2005
02CW270	Nissen Reservoir	South Platte River	10/20/2005
02CW335	Augmentation Wells	South Platte River	6/3/2005
96CW658/03CW348	Greeley Irrigation Company (65 3/4 shares)	Cache La Poudre	6/26/2009
04CW276	Farmers Independent Ditch Co. (27.75 shares and 10.0 shares)	South Platte River	11/20/2009
05CW053	Big Thompson & Platte River Ditch Co. (7 shares)	Big Thompson River	6/22/2009
05CW054	Greeley Irrigation Co. (12 shares)	Cache La Poudre	5/13/2009
05CW069	Platteville Milling & Irrigation Co. (13/24 shares)	South Platte River	7/10/2009
05CW079	Brighton Ditch Co.(1/10 Share)	South Platte River	9/23/2009
05CW223	Godfrey Ditch Co. (5 shares)	South Platte River	1/24/2011
05CW331	Central Recharge and Exchange Plan	South Platte River	10/7/2011
07CW006	Plumb Ditch (47 shares)	South Platte River	7/26/2010
10CW139	Alternate Points and Diverison and Storage	Cache la Poudre	10/4/2013
10CW173	Greeley Irrigation Co. (2.0 shares)	Cache La Poudre	5/22/2012
11CW020	Greeley Irrigation Co. (10.8 shares)	Cache La Poudre	10/18/2013
12CW163	Greeley Irrigation Co. (2.9 shares)	Cache La Poudre	Pending
13CW029	Rural Ditch (2.5 shares), Godding Ditch (20 shares)	Boulder Creek	Pending
13CW3025	Fulton Ditch Co. (17.85 shares)	South Platte River	Pending
14CW3006	Fulton Ditch Co. (30 shares)	South Platte River	Pending
14CW3007	Lupton Bottom Ditch Co. (1.5 shares), Lupton Meadows Ditch Co. (90 shares)	South Platte River	Pending
<b>LESSOR</b>	<b>NAME</b>	<b>LOCATION</b>	
City of Aurora	Fully Consumable Effluent	South Platte River	
City of Aurora	Direct Flow Water Rights - Brighton Ditch	South Platte River	
City of Longmont	Fully Consumable Effluent	St. Vrain Creek	
City of Longmont	Windy Gap / Fully Consumable Effluent	St. Vrain Creek	
Great Western Ethanol, LLC	Fully Consumable Effluent	St. Vrain Creek	
Town of Evans	Direct Flow Water Rights - Godfrey Bottom Ditch	South Platte River	
City of Broomfield	Direct Flow Water Rights - Brighton, Lupt. Bottom, Lupt. Meadows shares	South Platte River	
City of Thornton	Water Supply and Storage Company - Transmountain Return Flows	Cache La Poudre	
Orphan Wells of Wiggins	Recharge Credits	South Platte River	
Lower Poudre Augmentation Company	Water Supply and Storage Company - Transmountain Return Flows	Cache La Poudre	
Bijou Irrigation District	Colorado Big Thompson	St. Vrain, Cache la Poudre, Big Thompson	
City of Fort Collins	Fully Consumable Effluent	Cache La Poudre	
Platte River Power Authority	Fully Consumable Effluent	Cache La Poudre	
Ishigura Water Development	Fully Consumable Effluent	South Platte River	
United Water and Sanitation District	Recharge Credits	South Platte River	
City of Greeley - Fully Consumable Water	Poudre Ponds	Cache La Poudre	

# Appendix D

## 2010, 2011, 2012 Financial Statements

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**District Operating Fund**  
**Balance Sheet**  
Balance Only  
For the Period from January 1, 2011 to December 31, 2011

Printed On: 03/12/14

	Balance
<b>ASSETS</b>	
<b>CASH ACCOUNTS</b>	
CASH IN BANK	278,105.04
PETTY CASH	50.00
CASH - ADAMS COUNTY	1,146.90
CASH - WELD COUNTY	3,408.31
CASH - MORGAN COUNTY	20.98
COLOTRUST	3,608,863.40
<b>TOTAL CASH</b>	<b>3,891,594.63</b>
<b>PREPAIDS &amp; RECEIVABLES</b>	
Intercompany SOF	37,227.74
Intercompany SEF	6,807.27
Intercompany WOF	23,139.87
Intercompany WDF	
GENERAL PROPERTY TAX RECEIVABL	777,039.00
PREPAID DISABILITY & LIFE INS	2,339.69
PREPAID INSURANCE	217.55
<b>TOTAL PREPAIDS &amp; RECEIVABLES</b>	<b>846,771.12</b>
<b>TOTAL ASSETS</b>	<b>4,738,365.75</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
ACCOUNTS PAYABLE	65,074.58
FEDERAL W/H TAX PAYABLE	12.03
COLORADO W/H TAX PAYABLE	5.00
MEDICARE W/H TAX PAYABLE	4.09
HEALTH INSURANCE CLEARING	-5,788.99
PAYROLL CLEARING	-3,846.22
MEDICAL REIMBURSEMENT CLEARING	3,238.21
PERA CLEARING	4,181.31
DEFERRED PROPERTY TAXES	777,039.00
<b>TOTAL CURRENT LIABILITIES</b>	<b>839,919.01</b>
<b>EQUITY</b>	
FUND BALANCE	4,530,093.89
NET INCOME/LOSS	-631,647.15
<b>TOTAL EQUITY</b>	<b>3,898,446.74</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>4,738,365.75</b>

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis  
 For the Period from January 1, 2011 to December 31, 2011

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
<b>REVENUES</b>			
GENERAL PROPERTY TAXES-ADAMS	175,176.56	176,836.00	1,659.44
GENERAL PROPERTY TAXES-WELD	532,158.08	499,153.00	-33,005.08
GENERAL PROPERTY TAXES-MORGAN	2,243.64	2,252.00	8.36
PRIOR YEAR TAXES - ADAMS	-1,858.51		1,858.51
PRIOR YEAR TAXES - WELD	-198.90		198.90
PRIOR YEAR TAXES - MORGAN	0.18		-0.18
SPECIFIC OWNERSHIP TAX-ADAMS	8,657.86	15,500.00	6,842.14
SPECIFIC OWNERSHIP TAX-WELD	31,964.16	51,000.00	19,035.84
SPECIFIC OWNERSHIP TAX-MDRGAN	188.31	400.00	211.69
INTEREST DELINQUENT TAX-ADAMS	-910.61	425.00	1,335.61
INTERSET DELINQUENT TAX-WELD	-13,586.33	375.00	13,961.33
INTEREST DELINQUENT TAX-MORGAN	3.15	25.00	21.85
EARNINGS ON INVESTMENTS	2,533.01	4,000.00	1,466.99
Transfer In	100,000.00		-100,000.00
MISC REVENUE	28,355.19	10,000.00	-18,355.19
WATER LEASES - SUBDISTRICT	191,720.00	128,630.00	-63,090.00
WATER LEASES - GRAVEL PITS		63,500.00	63,500.00
SALE OF ASSETTS	10,917.00		-10,917.00
<b>TOTAL REVENUES</b>	<b>1,067,362.79</b>	<b>952,096.00</b>	<b>-115,266.79</b>
<b>CAPITAL EXPENDITURES</b>			
LAND ACQUISITION & CONSTRUCTN		20,000.00	20,000.00
BUILDING & IMPROVEMENTS		5,000.00	5,000.00
DELIVERY STRUCTURES		150,000.00	150,000.00
MEASURING DEVICES	0.37	3,000.00	2,999.63
VEHICLE	18,295.68	8,000.00	-10,295.68
FLUMES & WEIRS		24,000.00	24,000.00
OFFICE EQUIPMENT		3,000.00	3,000.00
COMPUTER SOFTWARE UL	2,781.35	2,500.00	-281.35
FIELD EQUIPMENT	7,888.60	15,000.00	7,111.40
FIELD EQUIPMENT UL	6,678.93		-6,678.93
COMPUTER HARDWARE UL	1,047.71	4,500.00	3,452.29
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>36,692.64</b>	<b>235,000.00</b>	<b>198,307.36</b>
<b>Operating Expenditures</b>			
SALARIES - FULL-TIME	366,453.07	443,237.00	76,783.93
SALARIES - PART-TIME	6,656.11	10,000.00	3,343.89
PAYROLL TAXES	7,040.92	6,572.00	-468.92
RETIREMENT PERA	42,007.54	62,547.00	20,539.46
DISABILITY INSURANCE		3,000.00	3,000.00
LOCAL MILEAGE - STAFF	1,836.73	3,000.00	1,163.27
LOCAL MILEAGE - BOARD	2,145.11	2,000.00	-145.11
TRAVEL - STAFF	1,642.44	5,000.00	3,357.56
TRAVEL - BOARD	7,067.10	3,000.00	-4,067.10
TRAVEL MEANS - STAFF & OTHERS	18.51	750.00	731.49
TRAVEL MEALS - BOARD	413.16	1,000.00	586.84



**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis  
 For the Period from January 1, 2011 to December 31, 2011

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
MAINTENANCE - VEHICLE	3,965.92	4,000.00	34.08
MAINTENANCE - FACILITY	10,317.51	10,000.00	-317.51
MAINTENANCE - OFFICE EQUIPMENT	3,686.21	2,000.00	-1,686.21
MAINTENANCE - FIELD EQUIPMENT	1,346.94	8,000.00	6,653.06
MAINTENANCE - OTHER	40,000.00	36,000.00	-4,000.00
SUPPLIES - FUEL	10,941.32	17,500.00	6,558.68
SUPPLIES - OFFICE	20,752.69	23,550.00	2,797.31
SUPPLIES - FIELD	3,047.11	6,500.00	3,452.89
SUBSCRIPTIONS & MEMBERSHIPS	6,984.82	9,750.00	2,765.18
PROFESSIONAL - LEGAL	2,087.84	20,750.00	18,662.16
LEGAL STATEMENTS OF OPPOSITION	183,893.87	150,000.00	-33,893.87
LEGAL APPLICATIONS AND DECREES	168,545.25	115,000.00	-53,545.25
PROFESSIONAL - AUDIT	6,000.00	5,500.00	-500.00
PROFESSIONAL - ACCOUNTING	5,190.00	3,000.00	-2,190.00
PROFESSIONAL - ENGINEERING	89,685.69	66,750.00	-2,935.69
ENGINEERING STATEMENTS OF OPPO	117,663.75	55,000.00	-62,663.75
ENGINEERING APPLICATIONS/DECRE	159,530.12	118,500.00	-41,030.12
PROFESSIONAL - COMPUTER	2,171.08	4,500.00	2,328.92
PROFESSIONAL - LABORATORY	9,795.10	20,750.00	10,954.90
WATER FESTIVAL	4,166.35		-4,166.35
BUSINESS MEALS - STAFF & OTHER	1,252.35	4,000.00	2,747.65
BUSINESS MEALS - BOARD	2,861.19	3,000.00	138.81
CONFERENCE FEES	1,255.00	5,000.00	3,745.00
EDUCATION		5,000.00	5,000.00
DIRECTOR FEES	26,200.00	29,000.00	2,800.00
EQUIPMENT RENTAL	28,444.79	2,500.00	-25,944.79
FACILITY RENTAL FEE	30.00	3,000.00	2,970.00
INSURANCE	38,086.34	15,000.00	-23,086.34
BANK FEES	463.77	750.00	286.23
POSTAGE & SHIPPING	4,481.51	4,000.00	-481.51
PRINTING & REPRODUCTION	8,085.28	14,000.00	7,914.72
PUBLIC INFORMATION	6,507.37	25,115.00	18,607.63
TELEPHONE	5,618.77	6,500.00	881.23
TREASURER'S FEES	10,420.03	16,000.00	5,579.97
UTILITIES	8,678.89	47,000.00	38,321.11
WATER STOCK ASSESSMENTS	61,839.31	10,000.00	-51,839.31
RUNNING FEES		10,000.00	10,000.00
MISCELLANEOUS	1,320.85	1,000.00	-320.85
TRANSFER TO OTHER FUNDS OUT	100,000.00		-100,000.00
WATER STORAGE - CHATFIELD	93,719.59	3,516,830.00	3,423,110.41
TABOR CONTINGENCY FUND		8,269.00	8,269.00
<b>TOTAL Operating EXPENDITURES</b>	<b>1,662,317.30</b>	<b>4,943,120.00</b>	<b>3,280,802.70</b>
<b>TOTAL EXPENDITURES</b>	<b>1,699,009.94</b>	<b>6,178,120.00</b>	<b>3,479,110.06</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>-631,647.15</b>	<b>-4,226,024.00</b>	<b>-3,594,376.85</b>

**District Operating Fund****Balance Sheet**

Balance Only

For the Period from January 1, 2012 to December 31, 2012

Printed On: 03/12/14

	Balance
<b>ASSETS</b>	
<b>CASH ACCOUNTS</b>	
CASH IN BANK	213,667.83
PETTY CASH	100.00
CASH - ADAMS COUNTY	4,808.01
CASH - WELD COUNTY	7,255.92
CASH - MORGAN COUNTY	35.83
COLOTRUST	3,013,684.57
<b>TOTAL CASH</b>	<b>3,239,552.16</b>
<b>PREPAIDS &amp; RECEIVABLES</b>	
Intercompany SOF	-36,744.52
Intercompany SDF	-7,000.00
Intercompany SEF	13,070.82
Intercompany WOF	19,820.56
Intercompany WDF	10,340.88
GENERAL PROPERTY TAX RECEIVABLE	819,720.00
PREPAID DISABILITY & LIFE INS	532.89
<b>TOTAL PREPAIDS &amp; RECEIVABLES</b>	<b>819,740.63</b>
<b>TOTAL ASSETS</b>	<b>4,059,292.79</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
ACCOUNTS PAYABLE	199,615.09
FEDERAL W/H TAX PAYABLE	-25.66
COLORADO W/H TAX PAYABLE	-12.00
MEDICARE W/H TAX PAYABLE	-21.72
HEALTH INSURANCE CLEARING	10,471.94
PAYROLL CLEARING	-43,087.36
MEDICAL REIMBURSEMENT CLEARING	-6,749.77
DEPENDENT CARE CLEARING	-416.66
PERA CLEARING	7,320.78
DEFERRED PROPERTY TAXES	819,720.00
<b>TOTAL CURRENT LIABILITIES</b>	<b>987,647.96</b>
<b>EQUITY</b>	
FUND BALANCE	3,898,446.74
NET INCOME/LOSS	-826,801.91
<b>TOTAL EQUITY</b>	<b>3,071,644.83</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>4,059,292.79</b>

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis  
 For the Period from January 1, 2012 to December 31, 2012

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
<b>REVENUES</b>			
GENERAL PROPERTY TAXES-ADAMS	161,184.98	159,848.00	-1,336.98
GENERAL PROPERTY TAXES-WELD	603,948.15	594,635.00	-9,313.15
GENERAL PROPERTY TAXES-MORGAN	2,046.32	2,023.00	-23.32
PRIOR YEAR TAXES - ADAMS	-2,742.03		2,742.03
PRIOR YEAR TAXES - WELD	240.30		-240.30
PRIOR YEAR TAXES - MORGAN	11.03		-11.03
SPECIFIC OWNERSHIP TAX-ADAMS	11,046.78	11,000.00	-46.78
SPECIFIC OWNERSHIP TAX-WELD	45,064.11	40,000.00	-5,064.11
SPECIFIC OWNERSHIP TAX-MORGAN	4,370.41	200.00	-4,170.41
INTEREST DELINQUENT TAX-ADAMS	-82.79		82.79
INTERSET DELINQUENT TAX-WELD	-9,084.70		9,084.70
INTEREST DELINQUENT TAX-MORGAN	9.57		-9.57
EARNINGS ON INVESTMENTS	1,105.71		-1,105.71
MISC REVENUE	41,421.54	15,000.00	-26,421.54
WATER LEASES - SUBDISTRICT	191,720.00	128,630.00	-63,090.00
WATER LEASES - GRAVEL PITS		63,500.00	63,500.00
SALE OF ASSETTS	4,000.00		-4,000.00
<b>TOTAL REVENUES</b>	<b>1,054,259.38</b>	<b>1,014,836.00</b>	<b>-39,423.38</b>
<b>CAPITAL EXPENDITURES</b>			
LAND ACQUISITION & CONSTRUCTN	159,677.92	210,000.00	50,322.08
BUILDING & IMPROVEMENTS		2,500.00	2,500.00
FURNITURE & FIXTURES UL		1,000.00	1,000.00
DELIVERY STRUCTURES	-0.35	50,000.00	50,000.35
MEASURING DEVICES	0.37	38,000.00	37,999.63
VEHICLE	43,300.66	14,000.00	-29,300.66
FLUMES & WEIRS	29,750.00		-29,750.00
FLUMES & WEIRS UL	2,240.00		-2,240.00
OFFICE EQUIPMENT		2,000.00	2,000.00
COMPUTER SOFTWARE		2,500.00	2,500.00
COMPUTER SOFTWARE UL	1,357.54		-1,357.54
FIELD EQUIPMENT	27,929.30	43,000.00	15,070.70
FIELD EQUIPMENT UL	-610.01		610.01
COMPUTER HARDWARE		3,000.00	3,000.00
COMPUTER HARDWARE UL	302.93		-302.93
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>263,948.36</b>	<b>366,000.00</b>	<b>102,051.64</b>
<b>Operating Expenditures</b>			
SALARIES - FULL-TIME	462,074.68	387,500.00	-74,574.68
SALARIES - PART-TIME	28,851.49	20,000.00	-8,851.49
PAYROLL TAXES	8,064.01	5,909.00	-2,155.01
RETIREMENT PERA	52,169.97	59,088.00	6,918.03
DISABILITY INSURANCE	7,552.59	3,000.00	-4,552.59
LOCAL MILEAGE - STAFF	1,249.27	3,000.00	1,750.73
LOCAL MILEAGE - BOARD	3,067.33	2,500.00	-567.33
TRAVEL - STAFF	2,073.64	2,500.00	426.36

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis

For the Period from January 1, 2012 to December 31, 2012

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
TRAVEL - BOARD	5,578.37	3,500.00	-2,078.37
TRAVEL MEANS - STAFF & OTHERS	50.42	750.00	699.58
TRAVEL MEALS - BOARD	368.38	1,000.00	631.62
MAINTENANCE - VEHICLE	6,338.24	4,000.00	-2,338.24
MAINTENANCE - FACILITY	5,732.91	10,000.00	4,267.09
MAINTENANCE - OFFICE EQUIPMENT	5,487.80	3,000.00	-2,487.80
MAINTENANCE - FIELD EQUIPMENT	5,010.79	31,000.00	25,989.21
MAINTENANCE - COMPUTER	544.00		-544.00
MAINTENANCE - OTHER	34,500.00	70,500.00	36,000.00
SUPPLIES - FUEL	10,603.48	16,500.00	5,896.52
SUPPLIES - OFFICE	32,994.97	18,500.00	-14,494.97
SUPPLIES - FIELD	2,018.04	6,000.00	3,981.96
SUBSCRIPTIONS & MEMBERSHIPS	6,406.72	8,400.00	1,993.28
PROFESSIONAL - LEGAL	11,557.39	30,750.00	19,192.61
LEGAL STATEMENTS OF OPPOSITION	170,029.76	125,000.00	-45,029.76
LEGAL APPLICATIONS AND DECREES	59,097.38	50,000.00	-9,097.38
PROFESSIONAL - AUDIT	5,800.00	7,000.00	1,200.00
PROFESSIONAL - ACCOUNTING	5,612.84	3,000.00	-2,612.84
PROFESSIONAL - ENGINEERING	103,640.41	23,750.00	-79,890.41
ENGINEERING STATEMENTS OF OPPO	115,207.90	80,000.00	-35,207.90
ENGINEERING APPLICATIONS/DECRE	23,130.11	37,500.00	14,369.89
PROFESSIONAL - COMPUTER	1,575.37	3,500.00	1,924.63
PROFESSIONAL - LABORATORY	14,651.23	20,000.00	5,348.77
BUSINESS MEALS - STAFF & OTHER	688.02	3,500.00	2,811.98
BUSINESS MEALS - BOARD	3,443.35	3,000.00	-443.35
CONFERENCE FEES	4,547.50	5,000.00	452.50
EDUCATION	3,447.18	20,500.00	17,052.82
DIRECTOR FEES	29,482.55	29,000.00	-482.55
EQUIPMENT RENTAL	989.00		-989.00
FACILITY RENTAL FEE	537.50	3,000.00	2,462.50
INSURANCE	18,716.92	16,000.00	-2,716.92
BANK FEES	1,170.46	500.00	-670.46
POSTAGE & SHIPPING	6,565.52	4,000.00	-2,565.52
PRINTING & REPRODUCTION	4,732.00	10,400.00	5,668.00
PUBLIC INFORMATION	3,973.51	4,000.00	26.49
TELEPHONE	7,178.01	6,500.00	-678.01
TREASURER'S FEES	11,452.06	16,000.00	4,547.94
UTILITIES	5,986.19	22,000.00	16,013.81
WATER STOCK ASSESSMENTS	20,289.14	65,000.00	44,710.86
RUNNING FEES		11,600.00	11,600.00
DITCH CARRIAGE	600.00	36,000.00	35,400.00
MISCELLANEOUS	-3,891.40	4,775.00	8,666.40
WATER STORAGE - CHATFIELD	306,165.93	3,100,000.00	2,793,834.07
TABOR CONTINGENCY FUND		7,847.00	7,847.00
<b>TOTAL Operating EXPENDITURES</b>	<b>1,617,112.93</b>	<b>4,405,769.00</b>	<b>2,788,656.07</b>
<b>TOTAL EXPENDITURES</b>	<b>1,881,061.29</b>	<b>4,771,769.00</b>	<b>2,890,707.71</b>

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
**Budget Analysis**  
For the Period from January 1, 2012 to December 31, 2012

Printed On: 03/12/14

	<b>Actual YTD</b>	<b>Budget Annual</b>	<b>Budget Remaining</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>-826,801.91</b>	<b>-3,756,933.00</b>	<b>-2,930,131.09</b>

**District Operating Fund****Balance Sheet**

Balance Only

For the Period from January 1, 2013 to December 31, 2013

Printed On: 03/12/14

	Balance
<b>ASSETS</b>	
<b>CASH ACCOUNTS</b>	
CASH IN BANK	308,017.31
PETTY CASH	200.00
CASH - ADAMS COUNTY	5,019.13
CASH - WELD COUNTY	7,710.21
CASH - MORGAN COUNTY	32.11
COLOTRUST	2,554,974.92
COLOTRUST SOA	26,266,661.74
<b>TOTAL CASH</b>	<b>29,142,615.42</b>
<b>PREPAIDS &amp; RECEIVABLES</b>	
Intercompany SOF	44,752.13
Intercompany SEF	20,813.34
Intercompany WOF	24,296.77
Intercompany WDF	
GENERAL PROPERTY TAX RECEIVABLE	819,720.00
PREPAID DISABILITY & LIFE INS	532.89
<b>TOTAL PREPAIDS &amp; RECEIVABLES</b>	<b>910,115.13</b>
<b>TOTAL ASSETS</b>	<b>30,052,730.55</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
ACCOUNTS PAYABLE	159,303.49
FEDERAL W/H TAX PAYABLE	1,157.33
COLORADO W/H TAX PAYABLE	438.00
MEDICARE W/H TAX PAYABLE	459.04
HEALTH INSURANCE CLEARING	-1,365.72
PAYROLL CLEARING	-15,829.79
MEDICAL REIMBURSEMENT CLEARING	3,215.75
DEPENDENT CARE CLEARING	-0.02
PERA CLEARING	1,285.90
DEFERRED PROPERTY TAXES	819,720.00
<b>TOTAL CURRENT LIABILITIES</b>	<b>968,384.02</b>
<b>EQUITY</b>	
FUND BALANCE	3,071,925.48
NET INCOME/LOSS	26,012,421.05
<b>TOTAL EQUITY</b>	<b>29,084,346.53</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>30,052,730.55</b>



**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis  
 For the Period from January 1, 2013 to December 31, 2013

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
<b>REVENUES</b>			
GENERAL PROPERTY TAXES-ADAMS	140,275.52	150,214.00	9,938.48
GENERAL PROPERTY TAXES-WELD	608,102.04	646,746.00	38,643.96
GENERAL PROPERTY TAXES-MORGAN	1,689.58	1,831.00	141.42
PRIOR YEAR TAXES - ADAMS	-548.63		548.63
PRIOR YEAR TAXES - WELD	-180.64		180.64
PRIOR YEAR TAXES - MORGAN	27.51		-27.51
SPECIFIC OWNERSHIP TAX-ADAMS	10,525.79	11,000.00	474.21
SPECIFIC OWNERSHIP TAX-WELD	18,250.50	40,000.00	21,749.50
SPECIFIC OWNERSHIP TAX-MORGAN	178.08	200.00	21.92
INTEREST DELINQUENT TAX-ADAMS	-540.13		540.13
INTERSET DELINQUENT TAX-WELD	-3,635.59		3,635.59
INTEREST DELINQUENT TAX-MORGAN	6.07		-6.07
EARNINGS ON INVESTMENTS	3,575.65		-3,575.65
MISC REVENUE	79,688.41	15,000.00	-64,688.41
WATER LEASES - SUBDISTRICT	191,720.00	224,640.00	32,920.00
WATER LEASES - GRAVEL PITS		48,000.00	48,000.00
BOND PROCEEDS	30,000,000.00	30,000,000.00	
<b>TOTAL REVENUES</b>	<b>31,049,134.16</b>	<b>31,137,631.00</b>	<b>88,496.84</b>
<b>CAPITAL EXPENDITURES</b>			
LAND ACQUISITION & CONSTRUCTN	272,604.09	20,673,000.00	20,400,395.91
BUILDING & IMPROVEMENTS		10,000.00	10,000.00
DELIVERY STRUCTURES	6,540.40	2,955,000.00	2,948,459.60
MEASURING DEVICES	2,236.72	3,500.00	1,263.28
VEHICLE	8,447.34		-8,447.34
FLUMES & WEIRS		10,000.00	10,000.00
COMPUTER SOFTWARE	975.50		-975.50
OFFICE EQUIPMENT UL	129.41	750.00	620.59
COMPUTER SOFTWARE UL	1,797.34	4,000.00	2,202.66
FIELD EQUIPMENT	5,306.84	115,000.00	109,693.16
FIELD EQUIPMENT UL	2,705.23	3,000.00	294.77
COMPUTER HARDWARE UL	700.78	2,000.00	1,299.22
WATER RIGHTS	3,450,000.00	5,400,000.00	1,950,000.00
WATER PURCHASES	-49,999.17		49,999.17
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>3,701,444.48</b>	<b>29,176,250.00</b>	<b>25,474,805.52</b>
<b>Operating Expenditures</b>			
SALARIES - FULL-TIME	472,839.63	480,000.00	7,160.37
SALARIES - PART-TIME	5,998.75	17,000.00	11,001.25
PAYROLL TAXES	6,509.17	10,000.00	3,490.83
RETIREMENT PERA	65,946.48	67,200.00	1,253.52
DISABILITY INSURANCE	5,055.75	11,000.00	5,944.25
LOCAL MILEAGE - STAFF	512.67	5,000.00	4,487.33
LOCAL MILEAGE - BOARD	1,661.39	2,500.00	838.61
TRAVEL - STAFF	3,177.12	1,500.00	-1,677.12
TRAVEL - BOARD	7,344.48	2,500.00	-4,844.48

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis

For the Period from January 1, 2013 to December 31, 2013

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
TRAVEL MEANS - STAFF & OTHERS	30.84	500.00	469.16
TRAVEL MEALS - BOARD	914.51	500.00	-414.51
MAINTENANCE - VEHICLE	4,875.84	6,000.00	1,124.16
MAINTENANCE - FACILITY	9,915.61	6,000.00	-3,915.61
MAINTENANCE - OFFICE EQUIPMENT	6,212.43	3,000.00	-3,212.43
MAINTENANCE - FIELD EQUIPMENT	3,228.25	11,000.00	7,771.75
MAINTENANCE - COMPUTER	97.79		-97.79
MAINTENANCE - OTHER	207,622.22	224,500.00	16,877.78
MAINTENANCE - DITCH	2,684.87		-2,684.87
SUPPLIES - FUEL	11,178.03	12,500.00	1,321.97
SUPPLIES - OFFICE	28,260.05	20,000.00	-8,260.05
SUPPLIES - FIELD	3,113.28	2,250.00	-863.28
SUBSCRIPTIONS & MEMBERSHIPS	5,404.32	6,000.00	595.68
PROFESSIONAL - LEGAL	16,587.51	327,000.00	310,412.49
LEGAL STATEMENTS OF OPPOSITION	133,339.25	30,000.00	-103,339.25
LEGAL APPLICATIONS AND DECREES	65,207.58	125,000.00	59,792.42
PROFESSIONAL - AUDIT	5,682.82	6,500.00	817.18
PROFESSIONAL - ACCOUNTING	6,470.00	3,500.00	-2,970.00
PROFESSIONAL - ENGINEERING	328,927.74	421,000.00	92,072.26
ENGINEERING STATEMENTS OF OPPO	49,266.28	20,000.00	-29,266.28
ENGINEERING APPLICATIONS/DECRE	64,407.24	134,000.00	69,592.76
PROFESSIONAL - COMPUTER	2,737.65	2,000.00	-737.65
PROFESSIONAL - LABORATORY		7,500.00	7,500.00
PROFESSIONAL - LOBBYIST	12,679.85	15,000.00	2,320.15
BUSINESS MEALS - STAFF & OTHER	3,539.55	2,000.00	-1,539.55
BUSINESS MEALS - BOARD	1,593.52	3,000.00	1,406.48
CONFERENCE FEES	2,457.52	4,000.00	1,542.48
EDUCATION	540.00	10,500.00	9,960.00
DIRECTOR FEES	13,899.86	17,000.00	3,100.14
EQUIPMENT RENTAL	288.46		-288.46
FACILITY RENTAL FEE	207.17	1,000.00	792.83
INSURANCE	17,084.16	17,000.00	-84.16
BANK FEES	1,393.60	1,000.00	-393.60
POSTAGE & SHIPPING	3,443.40	5,000.00	1,556.60
PRINTING & REPRODUCTION	23.64	4,500.00	4,476.36
PUBLIC INFORMATION	556.92	5,000.00	4,443.08
TELEPHONE	5,774.03	7,000.00	1,225.97
TREASURER'S FEES	3,881.98	16,000.00	12,118.02
UTILITIES	13,967.26	14,000.00	32.74
WATER STOCK ASSESSMENTS	11,818.64	25,000.00	13,181.36
RUNNING FEES	1,250.00	6,500.00	5,250.00
DITCH CARRIAGE		16,000.00	16,000.00
MISCELLANEOUS	5,053.81	1,500.00	-3,553.81
TRANSFER TO OTHER FUNDS OUT	-364,324.69		364,324.69
TABOR CONTINGENCY FUND		8,205.00	8,205.00
WATER STORAGE - CHATFIELD	70,129.00		-70,129.00
<b>TOTAL Operating EXPENDITURES</b>	<b>1,330,467.23</b>	<b>2,144,655.00</b>	<b>814,187.77</b>

**District Operating Fund**  
**Statement of Revenues and Expenditures**  
**Budget Analysis**  
For the Period from January 1, 2013 to December 31, 2013

Printed On: 03/12/14

	Actual YTD	Budget Annual	Budget Remaining
TOTAL EXPENDITURES	5,031,911.71	31,320,905.00	26,288,993.29
EXCESS OF REVENUES OVER EXPENDITURES	<u>26,017,222.45</u>	<u>-183,274.00</u>	<u>-26,200,496.45</u>

**District Debt Service Fund****Balance Sheet****Balance Only**

For the Period from January 1, 2013 to December 31, 2013

Printed On: 04/08/14

(Amounts are in US)

	Balance
<b>ASSETS</b>	
<b>CASH ACCOUNTS</b>	
CASH - ADAMS COUNTY	4,448.68
CASH - WELD COUNTY	-9,248.05
CASH - MORGAN COUNTY	50.67
COLOTRUST	2,968,978.92
<b>TOTAL CASH</b>	<b>2,964,230.22</b>
<b>PREPAIDS &amp; RECEIVABLES</b>	
GENERAL PROPERTY TAX RECEIVABLE	3,453,877.00
<b>TOTAL PREPAIDS &amp; RECEIVABLES</b>	<b>3,453,877.00</b>
<b>TOTAL ASSETS</b>	<b>6,418,107.22</b>
<b>LIABILITIES &amp; EQUITY</b>	
<b>CURRENT LIABILITIES</b>	
DEFERRED PROPERTY TAXES	3,453,877.00
<b>TOTAL CURRENT LIABILITIES</b>	<b>3,453,877.00</b>
<b>EQUITY</b>	
FUND BALANCE	
NET INCOME/LOSS	-2,964,230.22
<b>TOTAL EQUITY</b>	<b>2,964,230.22</b>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>6,418,107.22</b>

**District Debt Service Fund**  
**Statement of Revenues and Expenditures**  
 Budget Analysis  
 For the Period from January 1, 2013 to December 31, 2013  
 (Amounts are in US)

Printed On: 04/08/14

	Actual YTD	Budget Annual	Budget Remaining
<b>REVENUES</b>			
GENERAL PROPERTY TAXES-ADAMS	639,032.85		-639,032.85
GENERAL PROPERTY TAXES-WELD	2,812,065.03		-2,812,065.03
GENERAL PROPERTY TAXES-MORGAN	7,697.05		-7,697.05
PRIOR YEAR TAXES - ADAMS	-2,499.22		2,499.22
PRIOR YEAR TAXES - WELD	440.58		-440.58
PRIOR YEAR TAXES - MORGAN	125.35		-125.35
SPECIFIC OWNERSHIP TAX-ADAMS	47,950.82		-47,950.82
SPECIFIC OWNERSHIP TAX-WELD	205,742.25		-205,742.25
SPECIFIC OWNERSHIP TAX-MORGAN	811.29		-811.29
INTEREST DELINQUENT TAX-ADAMS	-2,460.95		2,460.95
INTERSET DELINQUENT TAX-WELD	-86,940.82		86,940.82
INTEREST DELINQUENT TAX-MORGAN	27.53		-27.53
EARNINGS ON INVESTMENTS	147.32		-147.32
<b>TOTAL REVENUES</b>	<b>3,622,139.08</b>		<b>-3,622,139.08</b>
<b>CAPITAL EXPENDITURES</b>			
<b>TOTAL CAPITAL EXPENDITURES</b>			
<b>Operating Expenditures</b>			
INTEREST	-23.66		23.66
TREASURER'S FEES	50,451.97		-50,451.97
MISCELLANEOUS	232.81		-232.81
BOND INTEREST	607,247.74		-607,247.74
<b>TOTAL Operating EXPENDITURES</b>	<b>657,908.86</b>		<b>-657,908.86</b>
<b>TOTAL EXPENDITURES</b>	<b>657,908.86</b>		<b>-657,908.86</b>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<b>2,964,230.22</b>		<b>-2,964,230.22</b>



# Appendix E

## 2012 Audit Report

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# Central Colorado Water Conservancy District

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## **Independent Auditor's Report**

Board of Directors  
Central Colorado Water Conservancy District  
Greeley, Colorado

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of Central Colorado Water Conservancy District (the "District"), as of and for the year then ended December 31, 2012, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

The District's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, and each major fund of the District as of December 31, 2012, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.







### ***Emphasis of Matters***

As discussed in Note 2 to the basic financial statements, the Subdistrict incorporated deferred outflows of resources and deferred inflows of resources into the definitions of the required components of the residual measure of net position due to the adoption of Governmental Accounting Standards Board Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position." The adoption of this standard also provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position. Our opinion is not modified with respect to this matter.

As discussed in Note 2 to the basic financial statements, the Subdistrict has changed its method for accounting and reporting certain items previously reported as assets or liabilities during 2012, due to the adoption of Governmental Accounting Standards Board Statement No. 65, "Items Previously Reported as Assets and Liabilities." The adoption of this standard required retrospective application resulting in a \$139,537 reduction in previously reported net position. Our opinion is not modified with respect to this matter.

### ***Other Matters***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 3 through 12 and the budgetary comparison information on page 30 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Subdistrict's financial statements as a whole. The individual budgetary schedules on pages 31 through 33 and comparative financial statistics on pages 34 and 35 are presented for purposes of additional analysis and are not a required part of the financial statements. The individual budgetary schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the financial statements as a whole.

The comparative financial statistics have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

*Anton Collins Mitchell LLP*

Greeley, Colorado  
May 21, 2013



**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

This section of the annual financial report offers readers of the Central Colorado Water Conservancy District (the "District") financial statements its discussion and analysis of the District's financial performance during the year ended December 31, 2012. We encourage readers to consider the information presented here in conjunction with additional information furnished in the District's financial statements, which immediately follows this section.

**Background Information**

On September 15, 1965, pursuant to the applicable provisions of the "Water Conservancy Act" of the State of Colorado, the District Court in and for Weld County, Colorado, approved the creation and establishment of a water conservancy district to be known as "Central Colorado Water Conservancy District". The principal purpose of the District is to provide for the conservation of the water resources of the State of Colorado for the greatest beneficial use of water within this state and the territory within the District. The District includes two blended component units, the Ground Water Management Subdistrict of Central Colorado Water Conservancy District ("GMS"), and Well Augmentation Subdistrict of Central Colorado Water Conservancy District ("WAS"), within its reporting entity.

**Financial Highlights**

- The District's financial status slightly decreased over the course of the 2012 fiscal year, with total net position decreasing by \$646,219.
- Total revenues increased by \$759,966 in the 2012 calendar year. Major sources of funding were property taxes and member paid Class D assessments.
- The District had \$7,066,604 in expenses, with the major categories being professional services, water leases and assessments, and administration.
- Outlays for capital assets were primarily equipment purchases. See the capital assets section of this management's discussion and analysis for more information.
- The District's debt decreased by \$854,253, to \$30,484,111 at December 31, 2012.

**Overview of the Financial Statements**

This annual financial report consists of three parts: management's discussion and analysis, the basic financial statements, and required supplementary information. The basic financial statements include two kinds of statements that present different views of the District.

- The first two statements are government-wide financial statements that provide both short-term and long-term information about the District's overall financial status.
- The remaining statements are fund financial statements that focus on individual parts of the District, reporting the District's operations in more detail than the government-wide statements.
- The governmental funds statements tell how basic services were financed in the short-term, as well as what remains for future spending.

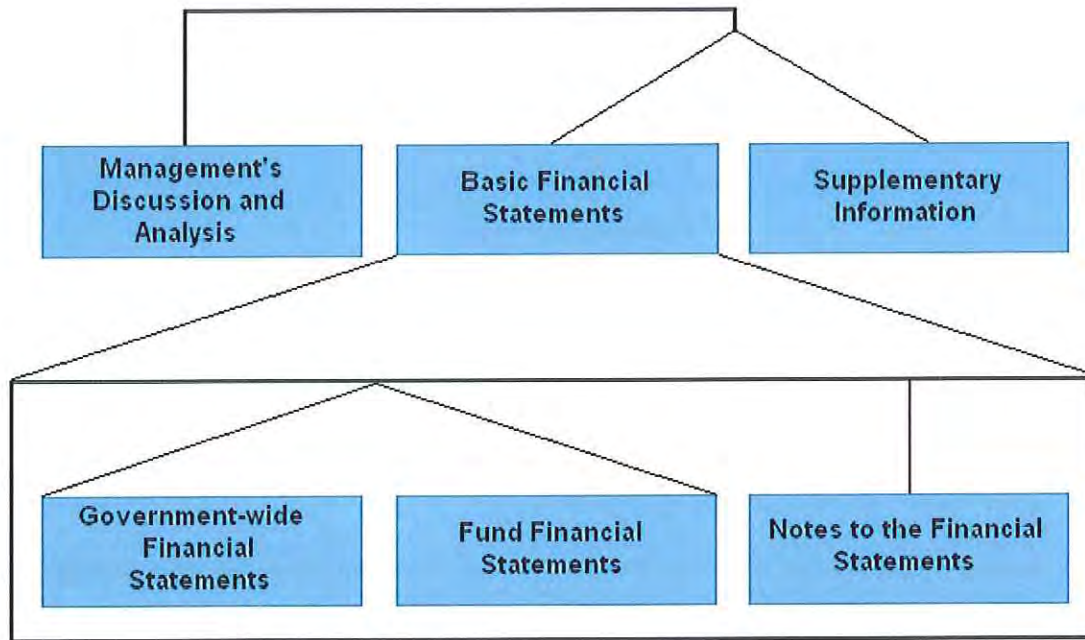
The financial statements also include notes that explain some of the information in the statements and provide more detailed data. The statements are followed by a section of supplemental information that further explains and supports the financial statements with a comparison of the District's budget for the year.

**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

Detailed in the following diagram are how the various parts of this annual report are arranged and related to one another.

**Table 1**

**Organization of the Central Colorado Water  
Conservancy District's Annual Financial Report**



**SUMMARY**



**DETAIL**

Table 2 displayed on the following page, summarizes the major features of the District's financial statements, including the portion of the District's activities they cover and the types of information they contain. The remainder of this overview section of management's discussion and analysis highlights the structure and contents of each of the two types of financial statements, government-wide and fund financial statements.

**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Table 2**

**Major Features of the Government-wide and Fund Financial Statements**

	Government-wide Statements	Fund Financial Statements	
		Governmental Funds	Proprietary Funds
Scope	Entire District	The activities of the District	Activities the District operates similar to private businesses
Required financial statements	Statement of Net Position	Balance Sheet	Statement of Net Position
	Statement of Activities	Statement of Revenues, Expenditures, and Changes in Fund Balances	Statement of Revenues, Expenses and Changes in Net Position  Statement of Cash Flows
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources, both financial and capital, short-term and long-term	Generally assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets, deferred outflows of resources, liabilities, and deferred inflows of resources, both financial and capital, and short-term and long-term
Type of inflow/outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid

**Government-wide Statements**

The government-wide statements are designed to provide readers a broad overview of the District's finances, in a manner similar to a private-sector business. These statements provide both short-term and long-term information about the District's overall financial status. The statement of net position includes all of the District's assets and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The statement of net position presents information on all of the District's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the difference between the categories reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the District is improving or deteriorating. To assess the District's overall health, you need to consider additional non-financial factors, such as the condition of water projects, buildings and equipment.



**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flow in future fiscal periods.

Both of the government-wide financial statements distinguish functions of the District that are principally supported by taxes and intergovernmental revenues (*governmental activities*). Included in governmental activities are most of the District's basic services.

The basic government-wide financial statements can be found on pages 13-15 of this report.

***Fund Financial Statements***

The fund financial statements provide more detailed information about the District's funds, focusing on its most significant or "major" funds, not the District as a whole. Funds are accounting devices the District uses to keep track of specific sources of funding and spending on particular programs.

- *Governmental funds:* The District's basic services are included in governmental funds, which generally focus on (1) inflows and outflows of cash and other financial assets and (2) balances remaining at year end which are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps determine financial resources that may be available in the near term to finance the District's programs. Because this information does not encompass the long-term focus of the government-wide statements, a reconciling schedule is included on the governmental funds statements explaining the relationship (or difference) between them.

The District maintains five individual governmental funds. Included in the required supplementary information section is budget-to-actual information for the general and two major special revenue funds.

The basic governmental fund financial statements can be found on pages 16-19 of this report.

The District maintains one type of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The District uses an enterprise fund to account for its business-type activities in the Ground Water Subdistrict of Central Colorado Water Conservancy District.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail.

The basic proprietary fund financial statements can be found on pages 20-22 of this report.

***Notes to the Financial Statements***

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 23-37 of this report.

**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Financial Analysis of the District as a Whole**

***Net position and Changes in Net position***

The District's combined net position was smaller on December 31, 2012, than they were the year before, decreasing 2 percent to \$28,621,409. Table 3 provides a summary of the District's net position at December 31, 2012.

**Table 3  
Condensed Statement of Net Position**

	2012			2011 Totals (Restated)
	Governmental Activities	Business-type Activities	Totals	
<b>Assets</b>				
Current assets	\$ 21,039,164	\$ 917,756	\$ 21,956,920	\$ 19,462,580
Capital assets, net	46,970,500	27,527	46,998,027	46,801,384
<b>Total assets</b>	<u>68,009,664</u>	<u>945,283</u>	<u>68,954,947</u>	<u>66,263,964</u>
<b>Liabilities</b>				
Current liabilities	880,527	22,693	903,220	1,467,759
Long-term liabilities	31,493,807	-	31,493,807	31,487,339
<b>Total liabilities</b>	<u>32,374,334</u>	<u>22,693</u>	<u>32,397,027</u>	<u>32,955,098</u>
<b>Deferred inflows of resources</b>				
Unearned revenue - property taxes	7,936,511	-	7,936,511	4,041,238
<b>Total deferred inflows of resrouces</b>	<u>7,936,511</u>	<u>-</u>	<u>7,936,511</u>	<u>4,041,238</u>
<b>Net position</b>				
Net investment in capital assets	15,493,389	27,527	15,520,916	14,470,020
Restricted	7,184,997	-	7,184,997	6,672,960
Unrestricted	5,020,433	895,063	5,915,496	8,124,648
<b>Total net position at December 31,</b>	<u>\$ 27,698,819</u>	<u>\$ 922,590</u>	<u>\$ 28,621,409</u>	<u>\$ 29,267,628</u>



**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

Table 4 provides a summary of the changes in net position. Following Table 4 is a specific discussion related to overall revenues and expenses.

**Table 4  
Changes in Net Position from Operating Results**

	2012			2011
	Governmental Activities	Business-type Activities	Totals	Totals
<b><u>Revenues</u></b>				
Program revenues				
Charges for services	\$ 664,003	\$ 1,616,724	\$ 2,280,727	\$ 2,034,636
Operating grants and contributions	-	-	-	53,186
General revenues				
Taxes	4,266,684	-	4,266,684	3,482,116
Earnings on investments	4,806	604	5,410	10,577
Other	49,770	-	49,770	262,110
<b>Total revenues</b>	<b>4,985,263</b>	<b>1,617,328</b>	<b>6,602,591</b>	<b>5,842,625</b>
<b><u>Expenses</u></b>				
Personnel	877,487	-	877,487	930,030
Travel	25,220	-	25,220	26,718
Maintenance	808,811	-	808,811	713,893
Supplies	93,106	-	93,106	98,263
Professional fees	1,142,403	-	1,142,403	1,915,242
Business meals	11,139	-	11,139	11,788
Water leases and assessments	904,431	-	904,431	729,532
Other	865,707	-	865,707	881,233
Interest	802,663	-	802,663	836,001
Water enterprise	-	1,535,637	1,535,637	939,231
Loss on sale of capital assets	9,071	-	9,071	605,342
<b>Total expenses</b>	<b>5,540,038</b>	<b>1,535,637</b>	<b>7,075,675</b>	<b>7,687,273</b>
<b>Cumulative effect of change in     accounting principle</b>	<b>(173,135)</b>	<b>-</b>	<b>(173,135)</b>	<b>-</b>
<b>Increase (decrease) in net position</b>	<b>\$ (727,910)</b>	<b>\$ 81,691</b>	<b>\$ (646,219)</b>	<b>\$ (1,844,648)</b>

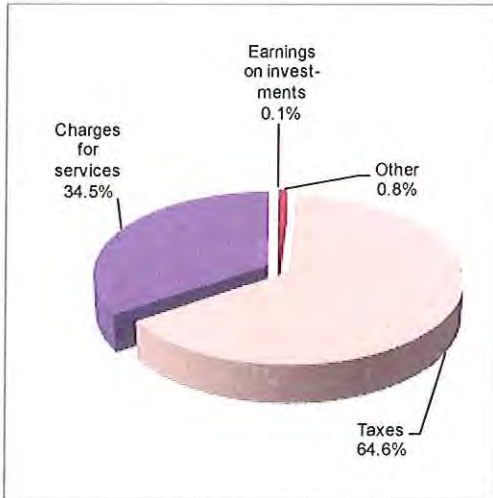
**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

Detailed below in Tables 5 and 6 are charts displaying revenues by sources and expenses by program for the District.

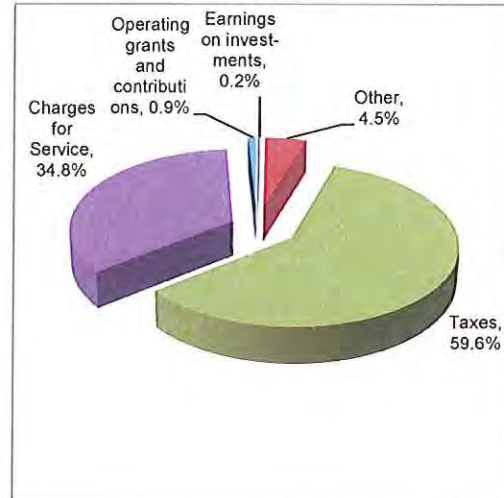
**Table 5**

**Sources of Revenues (including the Subdistricts)**

**2012 District Revenues**



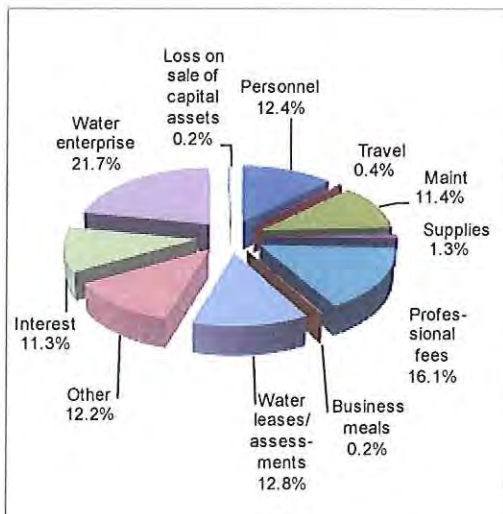
**2011 District Revenues**



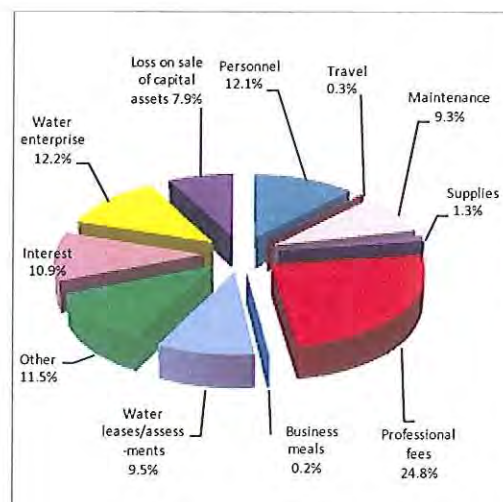
**Table 6**

**Expenses (including the Subdistricts)**

**2012 District Expenses**



**2011 District Expenses**



**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

***Governmental Activities***

The governmental funds monitor cash resources and expenditures.

Table 7 reflects the program's total cost and net cost of services. That is, it identifies the cost of these services supported by unrestricted property taxes.

**Table 7  
Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Personnel	\$ 877,487	\$ (877,487)
Travel	25,220	(25,220)
Maintenance	808,811	(336,528)
Supplies	93,106	(93,106)
Professional fees	1,142,403	(1,142,403)
Business meals and meetings	11,139	(11,139)
Water leases	904,431	(712,711)
Other	865,707	(865,707)
Interest	802,663	(802,663)
Loss on sale of capital assets	<u>9,071</u>	<u>(9,071)</u>
<b>Total</b>	<u><u>\$ 5,540,038</u></u>	<u><u>\$ (4,876,035)</u></u>

**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Financial Analysis of District's Funds**

**General Fund**

The general fund was established and is continually funded to provide for the daily activities, salaries, expenses, and operating costs of the District. This fund provides for functional areas of the organization - administration, water quality, and gravel pit reservoirs. The general fund also provides for such other items as insurance, utilities, and other costs the District incurs. The primary funding source for the general fund is taxation of real property. The primary projects or program efforts for establishing needed funding during 2012 were:

1. Salaries and benefits for all existing full-time personnel of the District.
2. Normal operational costs of the District.
3. Maintenance of the gravel pit reservoirs.
4. Water quality projects.

**General Fund Budgetary Highlights**

The District's budget is prepared according to Colorado law and is based on accounting for certain transactions on a basis of cash receipts and disbursements.

- The District must maintain a 3% emergency reserve as a part of the TABOR Amendment (Taxpayer Bill of Rights). At December 31, 2012, the District's TABOR reserve amounted to \$82,977.

**Capital Assets and Debt Administration**

**Capital Assets**

By the end of 2012, the District, WAS and GMS had invested \$46,998,027, net of accumulated depreciation, in a broad range of capital assets, including: water rights, water projects, and cost sharing of vehicles and equipment (See Table 8). This amount represents a net increase of \$196,643 from the previous year. Additional information on the District's capital assets can be found in Note 4 to the financial statements.

**Table 8  
Capital Assets (Net of Accumulated Depreciation)**

	2012			2011	% of Change 2012-2011
	Governmental Business-type Activities	Activities	Total	Total	
Perpetual easements	\$ 489,941	\$ -	\$ 489,941	\$ 489,941	0.0%
Water rights	17,730,390	-	17,730,390	17,696,390	0.2%
Land	199,774	-	199,774	199,774	0.0%
Construction in progress	602,309	-	602,309	283,146	112.7%
Office building and improvements	247,025	-	247,025	262,376	-5.9%
Water projects	26,016,769	-	26,016,769	26,246,660	-0.9%
Equipment and vehicles	1,293,644	-	1,293,644	1,253,012	3.2%
Wells and ditch improvements	390,648	27,527	418,175	370,085	13.0%
<b>Total</b>	<b>\$ 46,970,500</b>	<b>\$ 27,527</b>	<b>\$ 46,998,027</b>	<b>\$ 46,801,384</b>	

**Central Colorado Water Conservancy District  
Management's Discussion and Analysis  
For the Year Ended December 31, 2012**

**Long-Term Debt**

At year-end, the District, WAS and GMS had \$30,484,111 in outstanding loans from the Colorado Water Conservation Board (CWCB), a decrease of \$854,253 from the previous year, as shown in Table 9. More detailed information about the District's long-term liabilities is presented in Note 5 to the financial statements.

**Table 9  
Outstanding Long-Term Debt**

	Total District		% of Change
	2012	2011	2012-2011
Governmental Activities:			
CWCB Loans	\$ 30,484,111	\$ 31,338,364	-2.7%

Colorado Revised Statute 37-5-102 (2) (a) (I), states that a water conservancy district shall have a limit of bonded indebtedness determined by a specific formula. The District's outstanding debt is below this limit.

**Factors Bearing on the District's Future**

At the time these financial statements were prepared and audited, the District was aware of the following circumstances that could significantly affect its financial health in the future:

Central Colorado Water Conservancy's District's 2013 budget provides for property tax revenue of \$4,164,485 (based on an assessed valuation for the District, of \$2,243,796,620 and a mill levy of 1.856 mills) with budget expenditures of \$35,922,405. The property taxes together with fund balance carryover and an additional \$30 million in bond funds will cover budgeted expenditures.

Ground Water Management Subdistrict of Central Colorado Water Conservancy District's 2013 budget provides for property tax revenue of \$1,838,971 (based on an assessed valuation for the District, of \$1,424,453,610 and a mill levy of 1.291 mills) with budget expenditures of \$5,488,276. The property taxes together with fund balance carryover should be able to fund budgeted expenditures.

Well Augmentation Subdistrict of the Central Colorado Water Conservancy District's 2013 budget provides for property tax revenue of \$1,748,047 (based on an assessed valuation for the District of \$194,227,410 and a mill levy of 9.000 mills) with budget expenditures of \$5,241,954. The property taxes together with fund balance carryover, in addition to new CWCB funding opportunities, should be able to fund budgeted expenditures.

**Contacting the District's Financial Management**

This financial report is designed to provide the District's taxpayers and creditors with a general overview of the District's finances and to demonstrate the District's accountability for the money it receives. If you have questions about this report or need additional financial information, contact Central Colorado Water Conservancy District at 3209 West 28<sup>th</sup> Street, Greeley, Colorado 80634.

# Basic Financial Statements

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**Central Colorado Water Conservancy District**  
**Statement of Net Position**  
**December 31, 2012**

	Governmental Activities	Business-Type Activities	Total
<b>Assets</b>			
Cash and cash equivalents	\$ 7,863,166	\$ 945,486	\$ 8,808,652
Restricted cash and cash equivalents	5,186,018	-	5,186,018
Certificates of deposit	25,000	-	25,000
Property taxes receivable	7,936,511	-	7,936,511
Prepaid items	739	-	739
Internal balances	27,730	(27,730)	-
Capital assets, net of accumulated depreciation	46,970,500	27,527	46,998,027
<b>Total assets</b>	<b>68,009,664</b>	<b>945,283</b>	<b>68,954,947</b>
<b>Liabilities</b>			
Accounts payable	417,732	22,693	440,425
Accrued interest payable	462,795	-	462,795
Noncurrent liabilities:			
Accrued compensated absences	16,696	-	16,696
Retainage payable	993,000	-	993,000
Due within one year	876,575	-	876,575
Due within more than one year	29,607,536	-	29,607,536
<b>Total liabilities</b>	<b>32,374,334</b>	<b>22,693</b>	<b>32,397,027</b>
<b>Deferred inflows of resources</b>			
Unearned revenue - property taxes	7,936,511	-	7,936,511
<b>Total deferred inflows of resources</b>	<b>7,936,511</b>	<b>-</b>	<b>7,936,511</b>
<b>Net Position</b>			
Net investment in capital assets	15,493,389	27,527	15,520,916
Restricted for:			
Emergencies	82,977	-	82,977
Debt service	7,102,020	-	7,102,020
Unrestricted	5,020,433	895,063	5,915,496
<b>Total net position</b>	<b>\$ 27,698,819</b>	<b>\$ 922,590</b>	<b>\$ 28,621,409</b>

**Central Colorado Water Conservancy District**  
**Statement of Activities**  
**Year Ended December 31, 2012**

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Governmental activities</b>				
Personnel	\$ 877,487	\$ -	\$ -	\$ -
Travel	25,220	-	-	-
Maintenance	808,811	472,283	-	-
Supplies	93,106	-	-	-
Professional fees	1,142,403	-	-	-
Business meals	11,139	-	-	-
Water leases and assessments	904,431	191,720	-	-
Other	865,707	-	-	-
Interest	802,663	-	-	-
<b>Total governmental activities</b>	<b>5,530,967</b>	<b>664,003</b>	<b>-</b>	<b>-</b>
<b>Business-type activities</b>				
Water enterprise	1,535,637	1,616,724	-	-
<b>Total primary government</b>	<b>\$ 7,066,604</b>	<b>\$ 2,280,727</b>	<b>\$ -</b>	<b>\$ -</b>
<b>General revenues</b>				
Property taxes levied for:				
General purposes				
Debt service				
Specific ownership taxes for:				
General purposes				
Debt service				
Earnings on investments				
Loss on sale of capital assets				
Miscellaneous				
<b>Total general revenues</b>				
<b>Changes in net position</b>				
<b>Net position at beginning of year</b>				
<b>Cumulative effect of change in accounting principle</b>				
<b>Net position at end of year</b>				

Net (Expense) Revenue and Changes in Net Position		
Governmental Activities	Business-Type Activities	Total
\$ (877,487)	\$ -	\$ (877,487)
(25,220)	-	(25,220)
(336,528)	-	(336,528)
(93,106)	-	(93,106)
(1,142,403)	-	(1,142,403)
(11,139)	-	(11,139)
(712,711)	-	(712,711)
(865,707)	-	(865,707)
(802,663)	-	(802,663)
(4,866,964)	-	(4,866,964)
-	81,087	81,087
(4,866,964)	81,087	(4,785,877)
1,883,889	-	1,883,889
2,060,136	-	2,060,136
163,413	-	163,413
159,246	-	159,246
4,806	604	5,410
(9,071)	-	(9,071)
49,770	-	49,770
4,312,189	604	4,312,793
(554,775)	81,691	(473,084)
28,426,729	840,899	29,267,628
(173,135)	-	(173,135)
\$ 27,698,819	\$ 922,590	\$ 28,621,409

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Balance Sheet**  
**Governmental Funds**

**December 31, 2012**

	General Fund	Special Revenue WAS	Special Revenue GMS	Debt Service Fund	Debt Service WAS	Debt Service GMS	Total Governmental Funds
<b>Assets</b>							
Cash and cash equivalents	\$ 3,239,059	\$ 420,718	\$ 2,483,914	\$ -	\$ 1,719,475	\$ -	\$ 7,863,166
Restricted cash and cash equivalents	-	-	-	-	142,708	5,043,310	5,186,018
Certificates of deposit	-	-	25,000	-	-	-	25,000
Property taxes receivable	819,720	485,569	802,435	3,453,877	1,262,478	1,112,432	7,936,511
Due from other funds	42,953	15,309	37,025	-	-	206,868	302,155
Prepaid items	533	103	103	-	-	-	739
<b>Total assets</b>	<b>\$ 4,102,265</b>	<b>\$ 921,699</b>	<b>\$ 3,348,477</b>	<b>\$ 3,453,877</b>	<b>\$ 3,124,661</b>	<b>\$ 6,362,610</b>	<b>\$ 21,313,589</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>							
<b>Liabilities</b>							
Accounts and retainage payable	\$ 166,594	\$ 255,185	\$ 988,953	\$ -	\$ -	\$ -	\$ 1,410,732
Due to other funds	44,025	19,541	200,518	-	10,341	-	274,425
<b>Total liabilities</b>	<b>210,619</b>	<b>274,726</b>	<b>1,189,471</b>	<b>-</b>	<b>10,341</b>	<b>-</b>	<b>1,685,157</b>
<b>Deferred inflows of resources</b>							
Unearned revenue - property taxes	819,720	485,569	802,435	3,453,877	1,262,478	1,112,432	7,936,511
<b>Total deferred inflows of resources</b>	<b>819,720</b>	<b>485,569</b>	<b>802,435</b>	<b>3,453,877</b>	<b>1,262,478</b>	<b>1,112,432</b>	<b>7,936,511</b>
<b>Fund balances</b>							
Nonspendable	533	103	103	-	-	-	739
Restricted	31,508	28,841	22,628	-	1,851,842	5,250,178	7,184,997
Assigned	3,039,885	132,460	1,333,840	-	-	-	4,506,185
Unassigned	-	-	-	-	-	-	-
<b>Total fund balances</b>	<b>3,071,926</b>	<b>161,404</b>	<b>1,356,571</b>	<b>-</b>	<b>1,851,842</b>	<b>5,250,178</b>	<b>11,691,921</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 4,102,265</b>	<b>\$ 921,699</b>	<b>\$ 3,348,477</b>	<b>\$ 3,453,877</b>	<b>\$ 3,124,661</b>	<b>\$ 6,362,610</b>	<b>\$ 21,313,589</b>

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Reconciliation of the Governmental Funds**  
**Balance Sheet With the Government-Wide Statement of Net Position**  
**December 31, 2012**

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Amounts reported for governmental activities in statement of net position are different because:

Total fund balance - governmental funds	\$ 11,691,921
Capital assets used in governmental activities are not financial resources, and therefore, are not reported as assets in the fund financial statements.	
Cost of capital assets	\$ 50,914,596
Accumulated depreciation	<u>(3,944,096)</u>
Long-term liabilities, including loans payable, are not due and payable from current financial resources, and therefore, are not reported as liabilities in the fund financial statements.	46,970,500
Loans payable	\$ (30,484,111)
Accrued interest payable	<u>(462,795)</u>
Accrued compensated absences recorded as a liability on the government-wide financial statements and not shown as a liability in the fund financial statements.	<u>(16,696)</u>
Total net position - governmental activities	\$ 27,698,819

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**Governmental Funds**

**Year Ended December 31, 2012**

	General Fund	Special Revenue WAS	Special Revenue GMS	Debt Service WAS	Debt Service GMS	Total Governmental Funds
<b>Revenues</b>						
Taxes	\$ 816,011	\$ 485,477	\$ 745,814	\$ 1,261,267	\$ 958,115	\$ 4,266,684
Intergovernmental	191,720	-	-	-	-	191,720
Water assessments	-	472,283	-	-	-	472,283
Earnings on investments	1,106	369	1,070	576	1,685	4,806
Other	41,422	2,665	5,683	-	-	49,770
<b>Total revenues</b>	<b>1,050,259</b>	<b>960,794</b>	<b>752,567</b>	<b>1,261,843</b>	<b>959,800</b>	<b>4,985,263</b>
<b>Expenditures</b>						
Operating expenses	1,620,122	1,157,275	1,382,077	17,558	10,392	4,187,424
Capital outlay	260,658	93,716	372,136	-	-	726,510
Debt Service:						
Principal	-	-	-	348,680	505,573	854,253
Interest	-	-	-	364,861	450,823	815,684
<b>Total expenditures</b>	<b>1,880,780</b>	<b>1,250,991</b>	<b>1,754,213</b>	<b>731,099</b>	<b>966,788</b>	<b>6,583,871</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(830,521)</b>	<b>(290,197)</b>	<b>(1,001,646)</b>	<b>530,744</b>	<b>(6,988)</b>	<b>(1,598,608)</b>
<b>Other financing sources</b>						
Proceeds from sale of capital assets	4,000	4,000	5,911	-	-	13,911
<b>Total other financing sources</b>	<b>4,000</b>	<b>4,000</b>	<b>5,911</b>	<b>-</b>	<b>-</b>	<b>13,911</b>
<b>Net change in fund balance</b>	<b>(826,521)</b>	<b>(286,197)</b>	<b>(995,735)</b>	<b>530,744</b>	<b>(6,988)</b>	<b>(1,584,697)</b>
<b>Fund balance at beginning of year</b>	<b>3,898,447</b>	<b>447,601</b>	<b>2,352,306</b>	<b>1,321,098</b>	<b>5,257,166</b>	<b>13,276,618</b>
<b>Fund balance at end of year</b>	<b>\$ 3,071,926</b>	<b>\$ 161,404</b>	<b>\$ 1,356,571</b>	<b>\$ 1,851,842</b>	<b>\$ 5,250,178</b>	<b>\$ 11,691,921</b>

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Reconciliation of Governmental Fund Statements - Revenues, Expenditures**  
**and Changes in Fund Balances with the Government-Wide Statement of Activities**  
**Year Ended December 31, 2012**

Amounts reported for the governmental activities in the statement of activities are different because:

Total net change in fund balance - governmental funds \$ (1,584,697)

Capital outlay to purchase or build capital assets are reported in the governmental funds as expenditures. However, for governmental activities, those costs are shown on the statement of net position and allocated over their estimated useful lives as annual depreciation expense in the statement of activities. This is the amount by which capital outlay exceeded depreciation during the period.

Depreciation	\$ (534,412)	
Capital outlay	726,510	192,098

Repayment of loan principal is an expenditure in the governmental funds, but it reduces long-term liabilities in the statement of net position and does not affect the statement of activities.

Decrease in accrued interest payable reflected as a reduction of interest expense on the statement of activities and not reflected on the governmental fund statement of revenues, expenditures and changes in fund balances. 13,021

Proceeds from the sale of capital assets is shown as an other financing source, but is reduced by the book value of the assets to calculate the loss on sale of capital assets on the statement of activities. (22,982)

Increase in accrued compensated absences reflected as an expense in the statement of activities and not reflected as an expense on the statement of revenues, expenditures and changes in fund balances. (6,468)

Change in net position - governmental activities	\$ (554,775)	
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*The accompanying notes are an integral part of these financial statements.*



**Central Colorado Water Conservancy District**  
**Statement of Net Position**  
**Proprietary Fund**  
**December 31, 2012**

	Water Enterprise Fund-GMS
<b>Assets</b>	
Cash and cash equivalents	\$ 945,486
Capital assets, net	27,527
<b>Total assets</b>	<b>973,013</b>
<b>Liabilities</b>	
Accounts payable	22,693
Due to Well Augmentation Subdistrict	14,659
Due to Central Colorado Water Conservancy District	13,071
<b>Total liabilities</b>	<b>50,423</b>
<b>Net position</b>	
Net investment in capital assets	27,527
Unrestricted	895,063
<b>Total net position</b>	<b>\$ 922,590</b>

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Statement of Revenues, Expenses and Changes in Net Position**  
**Proprietary Fund**  
**Year Ended December 31, 2012**

	Water Enterprise Fund - GMS
<b>Operating revenues</b>	
Water assessments	\$ 1,197,313
Water lease revenue	363,200
Miscellaneous	56,211
<b>Total operating revenues</b>	<b>1,616,724</b>
<b>Operating expenses</b>	
Personnel	55,764
Operating expenses	1,479,501
Depreciation expense	372
<b>Total operating expenses</b>	<b>1,535,637</b>
<b>Operating income</b>	<b>81,087</b>
<b>Nonoperating revenues</b>	
Earnings on Investments	604
<b>Total nonoperating revenues</b>	<b>604</b>
<b>Change in net position</b>	<b>81,691</b>
<b>Net position beginning of year</b>	<b>840,899</b>
<b>Net position end of year</b>	<b>\$ 922,590</b>

*The accompanying notes are an integral part of these financial statements.*

**Central Colorado Water Conservancy District**  
**Statement of Cash Flows**  
**Proprietary Fund**  
**December 31, 2012**

	Water Enterprise Fund - GMS
<b>Cash flows from operating activities</b>	
Cash received from customers	\$ 1,616,724
Cash paid to suppliers	(1,450,140)
Cash paid to employees	(55,764)
Net cash flows from operating activities	110,820
<b>Cash flows from capital and related financing activities</b>	
Acquisition of capital assets	(27,899)
Net cash flows from capital and related financing activities	(27,899)
<b>Cash flows from investing activities</b>	
Earnings on investments	604
Net cash flows from investing activities	604
Net increase in cash and cash equivalents	83,525
Cash and cash equivalents at beginning of year	861,961
Cash and cash equivalents at end of year	\$ 945,486
<b>Reconciliation of operating income to net cash flows from operating activities</b>	
Operating income	\$ 81,087
Adjustments to reconcile operating income to net cash flows from operating activities:	
Depreciation	372
Increase in liabilities:	
Accounts payable	7,174
Due to Well Augmentation Subdistrict	14,659
Due to Central Colorado Water Conservancy District	7,528
Net cash flows from operating activities	\$ 110,820

*The accompanying notes are an integral part of these financial statements.*

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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### 1. Summary of Significant Accounting Policies

#### *Form of Organization*

On September 15, 1965, pursuant to the applicable provisions of the "Water Conservancy Act" of the State of Colorado, the District Court in and for Weld County, Colorado, approved the creation and establishment of a water conservancy district to be known as Central Colorado Water Conservancy District (the "District"). The principal purpose of the District is to provide for the conservation of the water resources of the State of Colorado for the greatest beneficial use of water within this state and the territory within the District.

#### *Reporting Entity*

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States of America ("GAAP"), which requires that the reporting entity include (1) the primary government, (2) organizations for which the primary government is financially accountable and (3) other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. Based on the application of these criteria, the District includes two blended component units, as described below, within its reporting entity.

#### *Blended Component Units*

The Ground Water Management Subdistrict of Central Colorado Water Conservancy District ("GMS") was established to develop a plan of augmentation, which will replace the depletion of the river caused by underground water users in the South Platte River Basin. The fifteen member Board of Directors is the same as the District's. GMS is also financially dependent upon the District because the District's Board of Directors approves the GMS Subdistrict budget and any debt issuances.

GMS has two governmental funds: the General Fund and Debt Service Fund, and one proprietary enterprise fund, the Water Enterprise Fund. The General Fund of GMS is presented as a major special revenue fund of the District, and the Debt Service and Water Enterprise funds are presented pursuant to their function. Separate financial statements of GMS are available from the District's office.

The Well Augmentation Subdistrict of Central Colorado Water Conservancy District ("WAS") was established to conserve the water resources of the State of Colorado for the greatest beneficial use of water within this state and to develop a plan of augmentation, which will replace the depletion of the river caused by underground water users in the South Platte River Basin. The fifteen member Board of Directors is the same as the District's. WAS is also financially dependent upon the District because the District's Board of Directors approves the WAS Subdistrict budget and any debt issuances.

WAS has two governmental funds, the General Fund and Debt Service Fund. The General Fund of WAS is presented as a major special revenue fund of the District, and the Debt Service fund is presented pursuant to its function. Separate financial statements of WAS are available from the District's office.

#### *Basis of Presentation*

**Government-Wide Financial Statements** - The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities,

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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which normally are supported by taxes, charges for services, and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on user charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include: (1) charges to those who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

**Fund Financial Statements** - Fund financial statements report detailed information about the District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. The District does not have nonmajor funds.

### ***Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

The governmental fund financial statements are accounted for using the current financial resources measurement focus, whereby only current assets, deferred outflows of resources, liabilities, and deferred inflows of resources generally are included in the balance sheet, and the statement of revenues, expenditures and changes in fund balance present increases and decreases in those categories. These funds use the modified accrual basis of accounting whereby revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the District considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recognized when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recognized only when payment is due.

Property taxes, intergovernmental grants, and earnings on investments associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when cash is received by the District.

In accordance with Governmental Accounting Standards Board ("GASB") Statement No. 33, "Accounting and Financial Reporting for Non-exchange Transactions," ("GASB No. 33") the corresponding assets (receivables) in non-exchange transactions are recognized in the period in which the underlying exchange occurs, when an enforceable legal claim has arisen, when all eligibility requirements have been met, or when resources are received, depending on the revenue source. Property taxes attach an enforceable lien on property as of January 1. Taxes are levied in December, payable in the following year in full by April 30, or in two equal installments due on the last day of February and June 15.

Governmental funds are used to account for all or most of a government's general activities. The following are the District's and blended component units' major governmental funds:

**General Fund** - The General Fund is the District's primary operating fund. It accounts for all the financial resources of the District.

**WAS Special Revenue Fund** - The General Fund of WAS is reported as a special revenue fund of the District. It accounts for all the financial resources of WAS, except for those accounted for in the WAS Debt Service Fund.

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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**GMS Special Revenue Fund** - The General Fund of GMS is reported as a special revenue fund of the District. It accounts for all the financial resources of GMS, except for those accounted for in the GMS Debt Service Fund.

**Debt Service Fund** - The Debt Service Fund is used to account for the resources accumulated and payments for principal and interest on the long-term debt of governmental funds.

**WAS Debt Service Fund** - The Debt Service Fund of WAS is used to account for the resources accumulated and payments for principal and interest on the long-term debt of governmental funds.

**GMS Debt Service Fund** - The Debt Service Fund of GMS is used to account for the resources accumulated and payments for principal and interest on the long-term debt of governmental funds.

Proprietary Funds focus on the determination of the changes in net position, financial position and cash flows and are classified as enterprise funds. Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The District's major enterprise fund is the Water Enterprise Fund. This fund accounts for the financial transactions related to the water enterprise operations of GMS.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principle activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as earnings on investments, result from non-exchange transactions or ancillary activities.

### **Budgets**

The District follows these procedures in establishing the budgetary data reflected in the financial statements:

- By October 15, the District staff submits to the Board of Directors (the "Board"), a proposed operating budget for the fiscal year beginning the following January 1. The operating budget includes proposed expenditures and the means of financing them.
- A public hearing is conducted to obtain taxpayer comments.
- Prior to December 31, the budget is legally enacted through passage of a resolution.
- Any budget revisions that alter the total expenditures of any fund must be approved by the Board of Directors through passage of a formal resolution.
- The District legally adopts budgets for all of the funds. Budgets for the governmental and enterprise funds are adopted on a basis consistent with GAAP, except that for the enterprise fund, purchases of capital assets are budgeted as expenditures.
- Budgeted amounts in the financial statements are as originally adopted or as amended by the Board of Directors. All appropriations lapse at year end.

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

The following table summarizes the individual fund budgeted expenditures, as originally adopted, and as revised:

	Original Budget	Total Revisions	Revised Budget
Governmental funds:			
General	\$ 4,771,769	\$ -	\$ 4,771,769
Special Revenue WAS	1,403,311	-	1,403,311
Special Revenue GMS	3,245,663	-	3,245,663
Debt Service WAS	738,541	-	738,541
Debt Service GMS	971,396	-	971,396
Proprietary fund:			
Water enterprise fund	1,865,640	-	1,865,640
<b>Total</b>	<b>\$12,996,320</b>	<b>\$ -</b>	<b>\$12,996,320</b>

### ***Cash and Cash Equivalents***

Cash and cash equivalents include amounts in demand deposits, as well as short-term investments with an original maturity of three months or less.

### ***Investments***

Investments in certificates of deposit are stated at cost, which approximates fair value.

### ***Receivables***

In the government-wide financial statements, receivables are reported at their gross value and, when appropriate, are reduced by the estimated portion that is expected to be uncollectible. No amounts were determined to be uncollectible at December 31, 2012. Property taxes levied on December 31, 2012, are identified as property taxes receivable and deferred inflows of resources.

### ***Short-Term Interfund Receivables/Payables***

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as internal balances on the government-wide statement of net position and classified as due from other funds or due to other funds on the balance sheet.

### ***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond year end are recorded as prepaid items and will be reported as expenditures in the following year. Because these assets do not represent current financial resources, these amounts are shown as a nonspendable fund balance in the governmental funds.



# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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### **Capital Assets**

Capital assets, which include property, plant, and equipment, are reported in the government-wide financial statements. Capital assets are defined by the District as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair value on the date donated.

The costs of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are expensed.

Depreciation of capital assets is charged as an expense against operations. Depreciation has been provided over the estimated useful lives using the straight-line method.

Estimated useful lives for asset types are as follows:

	Estimated Lives
Well and ditch improvements	10-75 years
Office building and improvements	15-40 years
Water projects	50-100 years
Equipment and vehicles	5-25 years

### **Compensated Absences**

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, "Accounting for Compensated Absences" ("GASB No. 16"). Personal leave benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services rendered and it is probable that the District will compensate the employees for the benefits earned. Upon termination of employment from the District, an employee will be compensated for all accrued vacation and compensatory time at their current rate of pay; there is no payment for sick leave upon termination. As of December 31, 2012, the District had \$16,696 in accrued compensated absences.

### **Long-Term Debt**

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activity. In the fund financial statements, proceeds from debt issuances are reported as other financing sources. Payment on debt and debt costs are reported as debt service expenditures. Debt issuance costs are recognized as expenditures during the period of issuance.

### **Fund Balance and Net Position**

In the government-wide and enterprise fund statements, net position is classified in the following categories:

**Net Investment in Capital Assets** - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce this category.

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

**Restricted Net Position** - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

**Unrestricted Net Position** - This category represents the net position of the District, which is not restricted for any project or other purpose. A deficit will require future funding.

In the fund financial statements, fund balances of governmental funds are classified in the following categories:

**Nonspendable** - amounts that cannot be spent either because they are not in spendable form or because they are legally or contractually required to be maintained intact.

**Restricted** - amounts that can be spent only for specific purposes because of constitutional provisions, charter requirements or enabling legislation or because of constraints that are externally imposed by creditors, grantors, or the laws or regulations of other governments.

**Committed** - amounts that can be used only for specific purposes determined by a formal action of the Board. The Board is the highest level of decision making authority for the District. Commitments may be established, modified, or rescinded only through resolutions approved by the Board.

**Assigned** - amounts that do not meet the criteria to be classified as restricted or committed, but that are intended to be used for specific purposes. The Board has authority to assign amounts for specific purposes.

**Unassigned** - all other spendable amounts.

At December 31, 2012, amounts included in the above mentioned categories were as follows:

	General Fund	Special Revenue WAS	Special Revenue GMS	Debt Service WAS	Debt Service GMS	Total
<b>Nonspendable</b>						
Prepaid items	\$ 533	\$ 103	\$ 103	\$ -	\$ -	\$ 739
<b>Restricted</b>						
Emergency Reserves	31,508	28,841	22,628	-	-	82,977
Debt Service	-	-	-	1,851,842	5,250,178	7,102,020
<b>Assigned</b>						
Future years spending	3,039,885	61,116	1,098,080	-	-	4,199,081
Special revenue fund	-	71,344	235,760	-	-	307,104
<b>Unassigned</b>	-	-	-	-	-	-
<b>Total fund balance</b>	<b>\$3,071,926</b>	<b>\$ 161,404</b>	<b>\$1,356,571</b>	<b>\$ 1,851,842</b>	<b>\$5,250,178</b>	<b>\$11,691,921</b>

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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When both restricted and unrestricted resources are available for use, it is the District's policy to use restricted resources first, then unrestricted resources as they are needed. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the District considers amounts to have been spent first out of committed funds, then assigned funds, and finally unassigned funds, as needed, unless the District has provided otherwise in its commitment or assignment actions.

### ***Property Taxes***

Property taxes are levied prior to December 31 and attach as an enforceable lien on property on January 1. Taxes are payable in full on April 30 or in two installments on the last day of February and June 15. The County Treasurer's office collects property taxes and remits to the District on a monthly basis. Since property tax revenues are collected in arrears during the succeeding year, a receivable and a corresponding deferred inflows of resource is recorded at December 31. As the tax is collected in the succeeding year, the unearned revenue is recognized as revenue, and the receivable is reduced.

### ***Estimates***

The presentation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expense during the reporting period. Actual results could differ from those estimates.

## **2. New Accounting Pronouncements**

During 2012, The District implemented GASB Statement No. 62, "Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements". This statement incorporates into GASB literature certain accounting and financial reporting guidance issued on or before November 30, 1989, that is included in Financial Accounting Standards Board ("FASB") Statements and Interpretations, Accounting Principles Board Opinions, and Accounting Research Bulletins of the AICPA Committee on Accounting Procedure, which do not conflict with or contradict GASB Pronouncements. This statement had no impact to the District's financial statements.

During 2012, the District implemented GASB Statement No. 63, "Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position". This statement incorporates deferred outflows of resources and deferred inflows of resources, as defined by GASB Concepts Statement No. 4, "Elements of Financial Statements" into the definitions of the required components of the residual measure of net position, formerly net assets. This statement also provides a new statement of net position format to report all assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position.

During 2012, the District early implemented GASB Statement No. 65, "Items Previously Reported as Assets and Liabilities". This statement establishes accounting and financial reporting standards that reclassify, as deferred outflows of resources or deferred inflows of resources, certain items that were previously reported as assets and liabilities. Due to the implementation of this statement, debt issuance costs should be recognized as an expense in the period incurred. In addition, the deferred revenue for property taxes is now classified as a deferred inflow of resources instead of a liability. Accounting changes adopted to conform to the provisions of this statement should be applied retroactively. The result of the implementation of this standard was to decrease the net position at the beginning of the year by \$173,135, which is the amount of unamortized debt issuance costs at December 31, 2011.

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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### 3. Cash and Investments

#### *Deposits*

Colorado state statutes govern the entity's deposits of cash. For deposits in excess of federally insured limits, Colorado Revised Statutes ("CRS") require the depository institution to maintain collateral on deposit with an official custodian (as authorized by the State Banking Board). The Colorado Public Deposit Protection Act ("PDPA") requires state regulators to certify eligible depositories for public deposit. PDPA requires the eligible depositories with public deposits in excess of the amounts insured by the Federal Deposit Insurance Corporation ("FDIC") to create a single institutional collateral pool of obligations of the State of Colorado or local Colorado governments and obligations secured by first lien mortgages on real property located in the State. The pool is to be maintained by another institution or held in trust for all uninsured public deposits as a group. The market value of the assets in the pool must be at least 102% of the uninsured deposits. At December 31, 2012, all of the District's cash and cash equivalents were either insured by FDIC or collateralized under PDPA.

#### *Investments*

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which local governments may invest, which include:

- U.S. Treasury obligations
- U.S. instrumentality obligations
- Certificates of deposit
- Commercial paper rated in the highest tier by a nationally recognized rating agency
- Repurchase agreements
- Investment grade obligations of state, county and local governments and public authorities
- Money market mutual funds regulated by the Securities and Exchange Commission whose portfolios consist of only dollar denominated securities
- Local government investment pools

District policy is to hold investments until maturity.

#### *Custodial Credit Risk - Deposits*

Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. The District does not have a deposit policy for custodial credit risk. As of December 31, 2012, all of the District's deposits were federally insured or collateralized under PDPA.

#### *Custodial Credit Risk - Investments*

For investments, custodial credit risk is the risk that in the event of a failure of a counter party, the District would not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The District does not have a specific policy for custodial credit risk. As of December 31, 2012, the District had no investments exposed to custodial credit risk outside of its investment in the Colorado Local Government Liquid Asset Trust (the "Trust"), discussed on the next page.

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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### ***Interest Rate Risk***

Colorado Revised Statutes limit investment maturities to five years or less from the date of purchase. This limit on investments is the means of limiting exposure to fair value losses arising from increasing interest rates.

### ***Local Government Investment Pool***

At December 31, 2012, the District, GMS and WAS had invested \$13,367,566 in the Colorado Local Government Liquid Asset Trust (the "Trust"), a local government investment pool. As an investment pool, the Trust operates under the Colorado Revised Statutes (24-75-701) and is overseen by the Colorado Securities Commissioner. The Trust is exempt from registration with the Securities and Exchange Commission. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios are rated AAAM by Standard and Poor's and may invest in U.S. Treasury Securities, repurchase agreements collateralized by U.S. Treasury Securities and the highest rated commercial paper. Wells Fargo Bank serves as custodian for the Trust's portfolios and provides services as the depository in connection with direct investments owned by the Trust. Separate financial statements can be obtained by calling (303) 864-7474 or by going to [www.colotrust.com](http://www.colotrust.com).

At December 31, 2012, the District had cash balances as follows:

Bank deposits	\$ 580,123
Petty cash	100
Cash with county treasurer	46,881
Local government investment pool	13,367,566
Total cash deposits	\$ 13,994,670

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

### 4. Capital Assets

Capital asset activity for the governmental activities for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Capital assets, not being depreciated:</b>				
Perpetual easements	\$ 489,941	\$ -	\$ -	\$ 489,941
Water rights	17,696,390	34,000	-	17,730,390
Land	199,774	-	-	199,774
Construction in progress	283,146	319,163	-	602,309
<b>Total capital assets, not being depreciated</b>	<b>18,669,251</b>	<b>353,163</b>	<b>-</b>	<b>19,022,414</b>
<b>Capital assets, being depreciated:</b>				
Office building and improvements	494,449	-	-	494,449
Water projects	28,728,683	168,351	-	28,897,034
Equipment and vehicles	1,813,926	177,071	(25,548)	1,965,449
Wells and ditch improvements	507,325	27,925	-	535,250
<b>Total capital assets, being depreciated</b>	<b>31,544,383</b>	<b>373,347</b>	<b>(25,548)</b>	<b>31,892,182</b>
<b>Accumulated depreciation for:</b>				
Office building and improvements	(232,073)	(15,351)	-	(247,424)
Water projects	(2,482,023)	(398,242)	-	(2,880,265)
Equipment and vehicles	(560,914)	(113,457)	2,566	(671,805)
Wells and ditch improvements	(137,240)	(7,362)	-	(144,602)
<b>Total accumulated depreciation</b>	<b>(3,412,250)</b>	<b>(534,412)</b>	<b>2,566</b>	<b>(3,944,096)</b>
<b>Total capital assets, being depreciated, net</b>	<b>28,132,133</b>	<b>(161,065)</b>	<b>(22,982)</b>	<b>27,948,086</b>
<b>Total capital assets, net</b>	<b>\$46,801,384</b>	<b>\$ 192,098</b>	<b>\$ (22,982)</b>	<b>\$46,970,500</b>

The 2012 depreciation expense of \$534,412 has been allocated to the maintenance activity.

Capital asset activity for the business-type activities for the year ended December 31, 2012, was as follows:

	Beginning Balance	Additions	Deletions	Ending Balance
<b>Capital assets, being depreciated:</b>				
Wells and ditch improvements	\$ -	\$ 27,899	\$ -	\$ 27,899
<b>Total capital assets, being depreciated</b>	<b>-</b>	<b>27,899</b>	<b>-</b>	<b>27,899</b>
<b>Accumulated depreciation for:</b>				
Wells and ditch improvements	-	(372)	-	(372)
<b>Total capital assets, net</b>	<b>\$ -</b>	<b>\$ 27,527</b>	<b>\$ -</b>	<b>\$ 27,527</b>

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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### 5. Long-Term Debt

The following is a summary of changes in long-term debt of the District for the year ended December 31, 2012:

	Beginning Balance	Additions	Retirements	Ending Balance	Due Within One Year
\$14,934,612 June 1, 2010, 30 year Colorado Water Conservation Board ("CWCB") Loan. Annual payments of \$713,541 principal and interest, at 2.50%, through June 1, 2040. Property taxes collected by WAS have been pledged to the CWCB for the purpose of repayment of this loan. A Debt Service Reserve account is required to be established and funded at an amount equal to one-tenth of an annual payment on the due date of the first payment and annually thereafter for the first ten years.	\$14,594,437	\$ -	\$ 348,680	\$14,245,757	\$ 357,397

**Central Colorado Water Conservancy District**  
**Notes to Financial Statements**

**December 31, 2012**

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\$15,000,000 October 1, 2004, 30 year CWCB loan. Annual payments of \$740,766 principal and interest, at 2.75%, through June 1, 2035. Property taxes collected by GMS have been pledged to the CWCB for the purpose of repayment of this loan. A Debt Service Reserve account is required to be established and funded at an amount equal to one-tenth of an annual payment on the due date of the first payment and annually thereafter for the first ten years.

12,889,923	-	386,293	12,503,630	396,916
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\$4,513,200 July 10, 2005, 30 year CWCB loan. Annual payments of \$215,630 principal and interest, at 2.50%, through June 1, 2035. Property taxes collected by GMS have been pledged to the CWCB for the purpose of repayment of this loan. A Debt Service Reserve account is required to be established and funded at an amount equal to one-tenth of an annual payment on the due date of the first payment and annually thereafter for the first ten years.

3,854,004	-	119,280	3,734,724	122,262
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Accrued compensated absences	10,228	41,390	34,922	16,696	-
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<b>Total</b>	\$31,348,592	\$ 41,390	\$ 889,175	\$30,500,807	\$ 876,575
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# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

The annual requirements to amortize all debt outstanding as of December 31, 2012, are as follows:

Year Ending December 31,	Annual Maturities	Interest	Total Payment
2013	\$ 876,575	\$ 793,362	\$ 1,669,937
2014	899,482	770,455	1,669,937
2015	922,989	746,948	1,669,937
2016	947,111	722,826	1,669,937
2017	971,865	698,072	1,669,937
2018-2022	5,253,939	3,095,746	8,349,685
2023-2027	5,977,645	2,372,040	8,349,685
2028-2032	6,801,290	1,548,395	8,349,685
2033-2037	5,795,328	636,977	6,432,305
2038-2040	2,037,887	102,733	2,140,620
Totals	\$ 30,484,111	\$ 11,487,554	\$ 41,971,665

### 6. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District carries commercial insurance covering specific and general risks of loss, including worker's compensation and employee health and accident insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years. There have been no significant reductions in insurance coverage.

### 7. Public Employees Retirement Association of Colorado

**Plan Description** - The District, WAS and GMS contribute to the Local Government Division Trust Fund ("LGDTF"), a cost-sharing multiple-employer defined benefit pension plan administered by the Public Employees' Retirement Association of Colorado ("PERA"). The LGDTF provides retirement and disability, post-retirement annual increases, and death benefits for members or their beneficiaries. All employees of the District are members of the LGDTF. Title 24, Article 51 of the Colorado Revised Statutes ("CRS"), as amended, assigns the authority to establish benefit provisions to the State Legislature. PERA issues a publicly available Comprehensive Annual Financial Report that includes financial statements and required supplementary information for the LGDTF. PERA reports may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1301 Pennsylvania Street, Denver, Colorado 80203, or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

**Funding Policy** - The District is required to contribute member and employer contributions to PERA at a rate set by statute. The contribution requirements of plan members and the three districts are established under Title 24, Article 51, Part 4 of the CRS, as amended. The contribution rate for members is 8.0% and for the District it is 13.7% of covered salary. A portion of the District's contribution (1.02% of covered salary) is allocated to the Health Care Trust Fund (See Note 8). Senate Bill 04-257 requires the establishment of an

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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"Amortization Equalization Disbursement" ("AED") beginning January 1, 2006, increasing by 0.5% of salary in 2007 and by 0.4% of salary each subsequent year, reaching a maximum of 3% of salary in 2012. Senate Bill 06-235 requires an additional 0.5% to be contributed by the District beginning January 1, 2009 for a "Supplemental Amortization Equalization Disbursement" ("SAED"). This disbursement will continue until an additional 3% is implemented. The AED and SAED were established to help amortize Colorado PERA's unfunded liability and will be discontinued if Colorado PERA reached 100% funded status. For the years ending December 31, 2010, 2011, and 2012, the employer contributions to the LGDTF were \$108,864, \$117,035, and \$103,629, respectively, for the three districts, equal to their required contributions for each year.

### 8. Postemployment Healthcare Benefits

**Plan Description** - The District, WAS and GMS contribute to the Health Care Trust Fund ("HCTF"), a cost-sharing multiple-employer healthcare trust administered by PERA. The HCTF provides a health care premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available Comprehensive Annual Financial Report that includes financial statements and required supplementary information for the HCTF.

**Funding Policy** - The District, WAS and GMS are required to contribute at a rate of 1.02% of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the District are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the CRS, as amended. For the years ended December 31, 2010, 2011, and 2012, the employer contributions to the HCTF were \$9,507, \$10,221, and \$9,050, respectively, for the three districts, equal to their required contributions for each year.

### 9. Voluntary Investment Program

**Description** - Employees of the District, WAS and GMS, who are members of the LGDTF (see Note 7), may voluntarily contribute to the Voluntary Investment Program ("401(k) Plan"), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature. PERA issues a publicly available Comprehensive Annual Financial Report for the 401(k) Plan.

**Funding Policy** - The 401(k) Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$16,500 for calendar years 2011 and \$17,000 for calendar year 2012). Catch-up contributions up to \$5,500 for the calendar years 2011 and 2012 were allowed for participants who had attained age 50 before the close of the plan year, subject to the limitations of IRC §414(v). The contribution requirements for the three Districts are established under Title 24, Article 51, and Section 1402 of the CRS, as amended. None of the three districts' employees contributed for the years ended December 31, 2011 and 2012, to the 401(k) plan.

### 10. TABOR Compliance

In November 1992, Colorado voters passed an amendment (the "Amendment" or "TABOR") to the State Constitution (Article X, Section 20), which limits the revenue raising and spending abilities of state and local governments. The limits on property taxes, revenue, and "fiscal year spending" include allowable annual increases tied to inflation and local growth in construction valuation. Fiscal year spending, as defined by the

# Central Colorado Water Conservancy District

## Notes to Financial Statements

December 31, 2012

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Amendment, excludes spending from certain revenue and financing sources, such as federal funds, gifts, property sales, fund transfers, damage awards, and fund reserves (balances). The Amendment requires voter approval for any increase in mill levy or tax rates, new taxes, or creation of multi-year debt. Revenue earned in excess of the "spending limit" must be refunded or approved to be retained by the District under specified voting requirements by the entire electorate.

The Amendment also requires local governments to establish emergency reserves to be used for declared emergencies only. Emergencies, as defined by the Amendment, exclude economic conditions, revenue shortfalls, or salary or fringe benefit increases. These reserves are required to be 3% or more of fiscal year spending (excluding bonded debt service). At December 31, 2012, the District had reserved \$82,977 for this purpose.

On November 4, 2005, the voting electors of the WAS Subdistrict authorized the Subdistrict to collect, retain, and expend all excess revenues and other funds collected in calendar year 2005 and in each subsequent calendar year thereafter without further voter approval, notwithstanding the limitations of Article X, Section 20 of the Colorado Constitution or any other law. This effectively removed all revenue and spending limits imposed by TABOR.

On November 6, 2012, the voting electors of the GMS Subdistrict authorized the Subdistrict to collect, retain, and expend the full amount of revenues generated from all sources without limitation or condition under Article X, Section 20 of the Colorado Constitution and as an exception to the limitations under Section 29-1-301 of the Colorado Revised Statutes and related limits. This effectively removed all revenue and spending limits imposed by TABOR.

The District believes it is in compliance with the provisions of TABOR. However, TABOR is complex and subject to interpretation. Many of its provisions will require judicial interpretation.

### 11. Subsequent Events

Management of the District has evaluated subsequent events through May 21, 2013, the date that the financial statements were available to be issued. No transactions or events that would require adjustment to, or disclosure in, the financial statements were identified, other than those detailed below.

On November 6, 2012, the voting electors of the District approved the District's debt to be increased up to \$60 million in general obligation bonds. The District had not issued these bonds as of December 31, 2012.

## Required Supplementary Information

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**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance (Budget and Actual) - General Fund**  
**Year Ended December 31, 2012**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
General property tax	\$ 756,506	\$ 756,506	\$ 755,530	(976)
Specific ownership tax	51,200	51,200	60,481	9,281
Intergovernmental	192,130	192,130	191,720	(410)
Earnings on investments	-	-	1,106	1,106
Other revenue	15,000	15,000	41,422	26,422
<b>Total revenues</b>	<b>1,014,836</b>	<b>1,014,836</b>	<b>1,050,259</b>	<b>35,423</b>
<b>Expenditures</b>				
Operating expenses	4,397,922	4,397,922	1,620,122	2,777,800
Capital outlay	366,000	366,000	260,658	105,342
Contingency	7,847	7,847	-	7,847
<b>Total expenditures</b>	<b>4,771,769</b>	<b>4,771,769</b>	<b>1,880,780</b>	<b>2,890,989</b>
<b>Deficiency of revenues over expenditures</b>	<b>(3,756,933)</b>	<b>(3,756,933)</b>	<b>(830,521)</b>	<b>2,926,412</b>
<b>Other financing sources</b>				
Proceeds from sale of capital assets	-	-	4,000	4,000
<b>Net change in fund balance</b>	<b>\$(3,756,933)</b>	<b>\$(3,756,933)</b>	<b>(826,521)</b>	<b>\$ 2,930,412</b>
<b>Fund balance at beginning of year</b>			<b>3,898,447</b>	
<b>Fund balance at end of year</b>			<b>\$ 3,071,926</b>	

*See accompanying Independent Auditor's Report.*

**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance (Budget and Actual) - Special Revenue WAS**  
**Year Ended December 31, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
Property taxes	\$ 449,072	\$ 449,072	\$ 449,485	\$ 413
Specific ownership tax	11,730	11,730	35,992	24,262
Water assessments	535,000	535,000	472,283	(62,717)
Earnings on investments	3,000	3,000	369	(2,631)
Other	6,500	-	2,665	2,665
<b>Total revenues</b>	<b>1,005,302</b>	<b>998,802</b>	<b>960,794</b>	<b>(38,008)</b>
<b>Expenditures</b>				
Operating expenses	1,269,811	1,269,811	1,157,275	112,536
Capital outlay	133,500	133,500	93,716	39,784
<b>Total expenditures</b>	<b>1,403,311</b>	<b>1,403,311</b>	<b>1,250,991</b>	<b>152,320</b>
<b>Deficiency of revenues over expenditures</b>	<b>(398,009)</b>	<b>(404,509)</b>	<b>(290,197)</b>	<b>114,312</b>
<b>Other financing sources</b>				
Proceeds from sale of capital assets	-	-	4,000	4,000
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>4,000</b>	<b>4,000</b>
<b>Net change in fund balance</b>	<b>(398,009)</b>	<b>(404,509)</b>	<b>(286,197)</b>	<b>118,312</b>
<b>Fund balance at beginning of year</b>			<b>447,601</b>	
<b>Fund balance at end of year</b>			<b>\$ 161,404</b>	

*See accompanying Independent Auditor's Report.*

**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance (Budget and Actual) - Special Revenue GMS**  
**Year Ended December 31, 2012**

	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
General property tax	\$ 680,924	\$ 680,924	\$ 678,874	\$ (2,050)
Specific ownership tax	54,800	54,800	66,940	12,140
Interest on delinquent taxes	1,090	1,090	-	(1,090)
Earnings on investments	3,000	3,000	1,070	(1,930)
Other	30,000	30,000	5,683	(24,317)
<b>Total revenues</b>	<b>769,814</b>	<b>769,814</b>	<b>752,567</b>	<b>(17,247)</b>
<b>Expenditures</b>				
Operating expenses	1,487,663	1,487,663	1,382,077	105,586
Capital outlay	1,758,000	1,758,000	372,136	1,385,864
<b>Total expenditures</b>	<b>3,245,663</b>	<b>3,245,663</b>	<b>1,754,213</b>	<b>1,491,450</b>
<b>Deficiency of revenues over expenditures</b>	<b>(2,475,849)</b>	<b>(2,475,849)</b>	<b>(1,001,646)</b>	<b>1,474,203</b>
<b>Other financing sources</b>				
Proceeds from sale of capital assets	-	-	5,911	5,911
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>5,911</b>	<b>5,911</b>
<b>Net change in fund balance</b>	<b>\$(2,475,849)</b>	<b>\$(2,475,849)</b>	<b>(995,735)</b>	<b>\$ 1,480,114</b>
<b>Fund balance at beginning of year</b>			<b>2,352,306</b>	
<b>Fund balance at end of year</b>			<b>\$ 1,356,571</b>	

*See accompanying Independent Auditor's Report.*

## Other Supplementary Information

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**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes**  
**in Fund Balance (Budget and Actual) - Debt Service Fund WAS**  
**Year Ended December 31, 2012**

	<u>Budgeted Amounts</u>		Actual	Variance with
	<u>Original</u>	<u>Final</u>	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
Property taxes	\$ 1,167,583	\$ 1,167,583	\$ 1,167,746	\$ 163
Special ownership taxes	29,308	29,308	93,521	64,213
Earnings on investments	750	750	576	(174)
<b>Total revenues</b>	<b>1,197,641</b>	<b>1,197,641</b>	<b>1,261,843</b>	<b>64,202</b>
<b>Expenditures</b>				
Current:				
Operating expenses	25,000	25,000	17,558	7,442
Debt service:				
Principal	348,680	348,680	348,680	-
Interest	364,861	364,861	364,861	-
<b>Total expenditures</b>	<b>738,541</b>	<b>738,541</b>	<b>731,099</b>	<b>7,442</b>
<b>Net change in fund balance</b>	<b>\$ 459,100</b>	<b>\$ 459,100</b>	<b>530,744</b>	<b>\$ 71,644</b>
<b>Fund balance at beginning of year</b>			<u>1,321,098</u>	
<b>Fund balance at end of year</b>			<u>\$ 1,851,842</u>	

*See accompanying Independent Auditor's Report.*

**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes in**  
**Fund Balance (Budget and Actual) - Debt Service Fund GMS**  
**Year Ended December 31, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
General property taxes	\$ 897,529	\$ 897,529	\$ 892,390	\$ (5,139)
Specific ownership taxes	20,400	20,400	65,725	45,325
Earnings on investments	5,000	5,000	1,685	(3,315)
<b>Total revenues</b>	<b>922,929</b>	<b>922,929</b>	<b>959,800</b>	<b>36,871</b>
<b>Expenditures</b>				
Current:				
Operating expenses	15,000	15,000	10,392	4,608
Debt service:				
Principal	505,573	505,573	505,573	-
Interest	450,823	450,823	450,823	-
<b>Total expenditures</b>	<b>971,396</b>	<b>971,396</b>	<b>966,788</b>	<b>4,608</b>
<b>Net change in fund balance</b>	<b>\$ (48,467)</b>	<b>\$ (48,467)</b>	<b>(6,988)</b>	<b>\$ 41,479</b>
<b>Fund balance at beginning of year</b>			<b>5,257,166</b>	
<b>Fund balance at end of year</b>			<b>\$ 5,250,178</b>	

*See accompanying Independent Auditor's Report.*

**Central Colorado Water Conservancy District**  
**Schedule of Revenues, Expenditures and Changes in**  
**Net Position (Budget and Actual) - Water Enterprise Fund (Non-GAAP Basis)**  
**Year Ended December 31, 2012**

	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Revenues</b>				
<b>Operating revenues:</b>				
Water assessments	\$ 1,212,000	\$ 1,212,000	\$ 1,197,313	\$ (14,687)
Water lease revenue	12,000	12,000	363,200	351,200
Other revenue	3,000	3,000	56,211	53,211
<b>Total operating revenues</b>	<b>1,227,000</b>	<b>1,227,000</b>	<b>1,616,724</b>	<b>389,724</b>
<b>Nonoperating revenues:</b>				
Earnings on investments	1,000	1,000	604	(396)
<b>Total nonoperating revenues</b>	<b>1,000</b>	<b>1,000</b>	<b>604</b>	<b>(396)</b>
<b>Total revenues</b>	<b>1,228,000</b>	<b>1,228,000</b>	<b>1,617,328</b>	<b>389,328</b>
<b>Expenses</b>				
<b>Current:</b>				
Personnel	51,600	51,600	55,764	(4,164)
Operating expenses	1,719,040	1,719,040	1,479,501	239,539
Capital outlay	95,000	95,000	27,899	67,101
<b>Total expenses</b>	<b>1,865,640</b>	<b>1,865,640</b>	<b>1,563,164</b>	<b>302,476</b>
<b>Change in net position - budgetary basis</b>	<b>\$ (637,640)</b>	<b>\$ (637,640)</b>	<b>54,164</b>	<b>\$ 691,804</b>
<b>Reconciliation to GAAP Basis</b>				
Capital outlay			27,899	
Depreciation expense			(372)	
<b>Change in net position - GAAP Basis</b>			<b>81,691</b>	
<b>Net position at beginning of year</b>			<b>840,899</b>	
<b>Net position at end of year</b>			<b>\$ 922,590</b>	

*See accompanying Independent Auditor's Report.*

**Central Colorado Water Conservancy District**  
**Schedule of Operating Expenses - General Fund - Budget and Actual**  
**Year Ended December 31, 2012**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts Budget Basis	Final Budget Positive (Negative)
<b>Operating Expenses</b>				
Personnel	\$ 475,497	\$ 475,497	\$ 558,713	\$ (83,216)
Travel:				
Local mileage - staff	3,000	3,000	1,249	1,751
Local mileage - board	2,500	2,500	3,067	(567)
Travel - staff	2,500	2,500	2,074	426
Travel - board	3,500	3,500	5,578	(2,078)
Travel meals - staff	750	750	50	700
Travel meals - board	1,000	1,000	368	632
Total travel	13,250	13,250	12,386	864
Maintenance:				
Vehicle	4,000	4,000	6,112	(2,112)
Facility	10,000	10,000	5,679	4,321
Office equipment	3,000	3,000	5,488	(2,488)
Field equipment	31,000	31,000	5,011	25,989
Other	70,500	70,500	35,044	35,456
Total maintenance	118,500	118,500	57,334	61,166
Supplies:				
Fuel	16,500	16,500	10,603	5,897
Office	18,500	18,500	32,995	(14,495)
Field	6,000	6,000	2,018	3,982
Total supplies	41,000	41,000	45,616	(4,616)
Professional:				
Legal	205,750	205,750	240,684	(34,934)
Audit	7,000	7,000	5,800	1,200
Accounting	3,000	3,000	5,613	(2,613)
Engineering	141,250	141,250	241,978	(100,728)
Computer	3,500	3,500	1,575	1,925
Laboratory	20,000	20,000	14,651	5,349
Total professional	380,500	380,500	510,301	(129,801)
Business meals:				
Staff and others	3,500	3,500	688	2,812
Board	3,000	3,000	3,443	(443)
Total business meals	6,500	6,500	4,131	2,369

(Continued)

	Budgeted Amounts		Actual Amounts Budget Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Other expenses:</b>				
Books and subscriptions	8,400	8,400	6,407	1,993
Conference fees	5,000	5,000	4,548	452
Director's fees	29,000	29,000	29,483	(483)
Education	20,500	20,500	3,447	17,053
Equipment and facility rental	3,000	3,000	917	2,083
Insurance	16,000	16,000	18,717	(2,717)
Postage and shipping	4,000	4,000	6,566	(2,566)
Printing and reproduction	10,400	10,400	4,732	5,668
Public information	4,000	4,000	3,974	26
Telephone	6,500	6,500	7,178	(678)
Treasurer's fees	16,000	16,000	11,452	4,548
Utilities	22,000	22,000	5,986	16,014
Running fees	11,600	11,600	-	11,600
Ditch carriage	36,000	36,000	600	35,400
Water stock assessment	65,000	65,000	20,289	44,711
Water storage	3,100,000	3,100,000	306,166	2,793,834
Miscellaneous	5,275	5,275	1,179	4,096
<b>Total other expenses</b>	<b>3,362,675</b>	<b>3,362,675</b>	<b>431,641</b>	<b>2,931,034</b>
<b>Total operating expenses</b>	<b>\$ 4,397,922</b>	<b>\$ 4,397,922</b>	<b>\$ 1,620,122</b>	<b>\$ 2,777,800</b>

*See accompanying Independent Auditor's Report.*

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## Statistical Section

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**Central Colorado Water Conservancy District**  
**Comparative Financial Statistics - CCWCD**  
**Ten Years Ended December 31, 2012**

	2012	2011	2010	2009	2008
Assessed valuation	\$ 1,982,243,440	\$ 1,679,836,820	\$ 1,652,654,550	\$ 1,652,654,550	\$ 1,692,344,820
Mill levy	0.392	0.425	0.552	0.552	0.549
Operations - all funds					
General property taxes	\$ 755,530	\$ 733,838	\$ 996,369	\$ 980,071	\$ 998,746
Total revenues	\$ 1,050,259	\$ 956,448	\$ 1,253,822	\$ 1,198,953	\$ 1,131,939
Total expenditures	\$ 1,880,780	\$ 1,599,010	\$ 1,847,739	\$ 1,336,383	\$ 1,302,372
Excess (deficiency) of revenues over expenditures	\$ (830,521)	\$ (642,562)	\$ (593,917)	\$ (137,430)	\$ (170,433)
Financial position					
Cash and investments	\$ 3,239,059	\$ 3,891,594	\$ 4,714,101	\$ 5,156,492	\$ 5,220,998
Water, property, and equipment	\$ 8,990,030	\$ 8,837,019	\$ 8,918,058	\$ 8,789,948	\$ 8,781,630
Total liabilities and deferred inflows of resources	\$ 1,030,339	\$ 839,919	\$ 1,005,281	\$ 1,068,185	\$ 918,434
Total net position	\$ 12,080,079	\$ 12,668,291	\$ 13,448,150	\$ 13,882,798	\$ 14,046,148



	2007	2006	2005	2004	2003
\$	1,674,703,380	\$ 1,427,694,180	\$ 1,105,795,970	\$ 803,202,398	\$ 797,982,200
	0.550	0.607	0.703	0.703	0.871
\$	1,010,436	\$ 952,579	\$ 855,400	\$ 779,615	\$ 691,336
\$	1,588,249	\$ 1,308,400	\$ 921,488	\$ 908,354	\$ 3,311,188
\$	1,484,974	\$ 4,676,626	\$ 1,245,011	\$ 1,637,189	\$ 2,306,742
\$	103,275	\$ (3,368,226)	\$ (323,523)	\$ (728,835)	\$ 1,004,446
\$	5,432,432	\$ 4,559,263	\$ 377,600	\$ 389,394	\$ 3,851,574
\$	8,810,256	\$ 8,992,700	\$ 8,056,691	\$ 7,994,293	\$ 7,074,909
\$	850,425	\$ 949,030	\$ 1,369,272	\$ 823,482	\$ 3,379,217
\$	14,245,647	\$ 14,321,295	\$ 8,253,512	\$ 8,173,531	\$ 8,053,493

See accompanying Independent Auditor's Report.



# Appendix F

## 2014 Budget

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## LETTER OF BUDGET TRANSMITTAL

THIS FORM IS TO BE COMPLETED AND SUBMITTED WITH THE ADOPTED BUDGET AND TAX LEVY CERTIFICATION NO LATER THAN JANUARY 31.

To: Division of Local Government  
1313 Sherman Street, Room 521  
Denver, Colorado 80203

Date: December 12, 2013

Attached is a copy of the 2014 budget for THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT, COLORADO in WELD County, submitted pursuant to Section 29-1-113, C.R.S. This budget was adopted on NOVEMBER 19, 2013. If there are any questions on the budget, please contact RANDY RAY at (970) 330-4540, and 3209 WEST 28<sup>TH</sup> STREET, GREELEY, COLORADO 80634.

The mill levy certified to the County Commissioners is 0.357 mills for all general operating purposes, subject to statutory and/or TABOR limitation; 1.529 mills for G.O. bonds(s); 0.001 mills for refund and abatement; and 0.000 mills for the Temporary Tax Credit/Mill Levy reduction. Based on an assessed valuation of \$2,546,758,328, the total property tax revenue is \$4,805,732. A copy of the certification of mill levies sent to the County Commissioners is enclosed.

I, RANDY RAY, EXECUTIVE DIRECTOR, certify that the attached is a true and accurate copy of the 2014 Adopted Budget of the Central Colorado Water Conservancy District, Colorado and of the Certification of Tax Levies to the Board of County Commissioners.

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**STATE OF COLORADO  
BUDGET**

**CENTRAL COLORADO WATER  
CONSERVANCY DISTRICT - 2014**

**IN ACCORDANCE WITH TITLE 29, CRS 1973  
TO BE FILED AFTER ADOPTION WITH THE  
DIVISION OF LOCAL GOVERNMENT**

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# CENTRAL COLORADO WATER CONSERVANCY DISTRICT

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Budget Year Ending December 31, 2014

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# ***CENTRAL COLORADO WATER CONSERVANCY DISTRICT***



3209 W. 28<sup>th</sup> St; Greeley, CO 80634  
PHONE (970)330-4540; FAX (970)330-4546  
[www.ccwcd.org](http://www.ccwcd.org)

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## **Central Colorado Water Conservancy District BUDGET MESSAGE 2014**

### **BUDGET OVERVIEW**

The budget for the year 2014 includes major funding for water development (storage/recharge/water rights) within the District, maintenance of existing facilities, flood repairs, and operations. In 2013, CCWCD experienced one of the largest floods in Colorado history.

Central has been active in the areas of water quality, education, and public information this past year. These projects allow the District to provide valuable water quality information and water storage data to our constituents. Central continues to host the Children's Water Festival, and has had nearly 24,000 students attend the event since 1991.

### **GENERAL FUND SUMMARY**

The focus of the 2014 budget is repairing existing structures, water portfolio acquisition, expand storage development capacity, and implement new recharge sites/ponds. Half of the voter approved bond funds were issued in 2013, and those projects are coming on-line in 2014.

### **GENERAL FUND REVENUES**

Central has budgeted \$1,216,546 in General Fund revenues for 2014, along with a total fund balance of \$28,469,429 that will be carried over from 2013, including bond proceeds. Weld County will provide 88.8% of property tax revenues while Adams and Morgan Counties will provide 10.9% and 0.3% respectively.

### **GENERAL FUND EXPENDITURES**

Total budgeted operating expenses for the District are \$29,676,601. The detail of expenses is presented below.

#### **Personnel**

A total of \$362,500 has been allotted for salaries and benefits for full-time District staff. This includes the Executive Director, Financial Analyst, Operations Manager, Water Accountant, Contracts Manager, SCADA Coordinator, Operations Assistant, Public Info/Education Coordinator, Administrative Assistant and Meter Reader.

### Capital Expenditures

The 2014 General Fund budget expenditures are \$29,676,601. The major expenses include 1.7 million dollars dedicated to new gravel pit storage acquisitions, 24.1 million on the Chatfield project, and \$758,000 in administrative operations.

### Supplies

Major expenditures include \$10,000 for office supplies, \$12,000 for vehicle fuel, and \$4,000 for subscriptions and memberships.

### Other Direct Costs

Items include \$18,500 for insurance, \$17,000 for director's fees, and \$40,000 for water stock assessments.

### Gravel Pit Reservoirs

A total of \$273,500 has been budgeted for the operation and maintenance of existing District gravel pit reservoirs in 2014.

### Non-Administrative

A total of \$60,000 has been budgeted for legal and engineering opposition expenses in 2014.

### Chatfield Reallocation Project

\$24,103,000 has been earmarked for water storage in the Chatfield Reallocation Project.

## BASIS OF ACCOUNTING

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for using the modified accrual basis of accounting. Their revenues are recognized when they become measurable and available as net current assets. Therefore, property taxes are recorded as revenue when received even though the taxes became a lien on property as of January 1 of each year. Other revenues are recorded when received in cash because they are generally not measurable until actually received. Interest income is accrued, when its receipt occurs soon enough after the end of the accounting period, so as to be both measurable and available. Expenditures are generally recognized under the modified accrual basis of accounting when the related fund liability is incurred.





*Tim  
Chavies & Associates, Inc.*

*Certified Public Accountants  
1707 61st Avenue, Suite 101  
Greeley, Colorado 80634  
(970) 356-2284 / Fax (970) 353-9701*

To the Board of Directors  
Central Colorado Water Conservancy District  
Greeley, Colorado

We have assisted the Executive Director of Central Colorado Water Conservancy District in the preparation of the annual budget for the year ending December 31, 2014. The budget was prepared in accordance with the Local Government Budget Law of the State of Colorado.

The 2014 budget has been prepared in accordance with accounting principles regularly followed by the District and is predicated upon certain factual data available from accounting records and documents of the District and upon estimates and assumptions made, or projected by, the Executive Director as summarized in the budget, all assembled in the 2014 budget in accordance with procedures with which we concur.

Inasmuch as the budget referred to above is an estimate of future revenues and expenditures, we cannot and do not express an opinion on the financial information included in or used in the preparation of this report.

*Tim Chavies & Associates, Inc.*

Tim Chavies & Associates, Inc.  
Certified Public Accountants

Greeley, Colorado  
December 11, 2013

CENTRAL COLORADO WATER CONSERVANCY DISTRICT				
Consolidated Budget Summary - All Funds				
Budget Year Ending December 31, 2014				
	General	Enterprise	Debt Service	Total
	Fund	Fund	Fund	All Funds
<b>BUDGET YEAR 2014</b>				
Proposed Expenditures	29,734,576	-	1,461,064	31,195,640
Available Revenues:				
Beginning fund balance	28,469,429	-	2,698,958	31,168,387
Property taxes	911,739	-	3,893,993	4,805,732
Other revenues	362,200	120,000	-	482,200
Total Revenues Available	29,743,368	120,000	6,592,951	36,456,319
Proposed expenditures	(29,734,576)	-	(1,461,064)	(31,195,640)
Ending fund balance	8,792	120,000	5,131,887	5,260,679
Board designated reserve	300,000	-	-	300,000
Assessed Valuation:				
\$2,546,758,328				
Mill levy needed	0.358	-	1.529	1.887
<b>CURRENT YEAR 2013</b>				
Estimated Expenditures	5,725,237	-	667,250	6,392,487
Available Revenues:				
Beginning fund balance	3,071,925	-	-	3,071,925
Property taxes	786,800	-	3,340,000	4,126,800
Other revenues	30,335,941	-	26,208	30,362,149
Total Revenues Available	34,194,666	-	3,366,208	37,560,874
Estimated expenditures	(5,725,237)	-	(667,250)	(6,392,487)
Ending fund balance	28,469,429	-	2,698,958	31,168,387
Assessed Valuation:				
\$2,243,796,620				
Mill levy adopted	0.356	-	1.500	1.856
<b>PRIOR YEAR 2012</b>				
Actual Expenditures	1,880,781	-	-	1,880,781
Available Revenues:				
Beginning fund balance	3,898,447	-	-	3,898,447
Property taxes	767,179	-	-	767,179
Other revenues	287,080	-	-	287,080
Total Revenues Available	4,952,706	-	-	4,952,706
Actual expenditures	(1,880,781)	-	-	(1,880,781)
Ending fund balance	3,071,925	-	-	3,071,925
Assessed Valuation:				
\$1,929,862,020				
Mill levy adopted	0.392	-	-	0.392

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Budget Summary					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>FUND BALANCE - BEGINNING</b>	3,898,447	3,071,925	3,071,925	3,148,045	28,469,429
<b>REVENUES:</b>					
General property taxes:					
Adams county	161,185	136,832	150,000	150,214	158,479
Weld county	603,948	518,599	635,000	646,746	751,305
Morgan county	2,046	1,588	1,800	1,831	1,955
Prior year taxes:					
Adams county	(2,742)	(577)	(577)	-	-
Weld county	240	9	9	-	-
Morgan county	11	27	27	-	-
Specific ownership tax:					
Adams county	11,047	4,942	10,000	11,000	41,000
Weld county	45,064	3,290	20,000	40,000	100,000
Morgan county	4,370	69	150	200	1,200
Interest on delinquent taxes:					
Adams county	(83)	(556)	(556)	-	-
Weld county	(9,085)	(3,753)	(3,753)	-	-
Morgan county	10	1	1	-	-
Earnings on investments	1,106	1,659	3,000	-	-
Miscellaneous revenues	41,422	31,801	35,000	15,000	120,000
Water leases:					
Subdistrict	191,720	-	224,640	224,640	100,000
Gravel pits	-	-	48,000	48,000	-
Sale of assets	4,000	-	-	-	-
Bond proceeds:					
Chatfield reservoir	-	-	-	4,410,500	-
Other gravel pits	-	30,000,000	30,000,000	17,485,000	-
Recharge	-	-	-	2,379,500	-
Water rights	-	-	-	5,725,000	-
<b>Total Revenues</b>	1,054,259	30,693,931	31,122,741	31,137,631	1,273,939
<b>Total Funds Available</b>	4,952,706	33,765,856	34,194,666	34,285,676	29,743,368
<b>EXPENDITURES:</b>					
Administrative	873,441	298,165	728,387	828,655	758,056
Non-administrative	285,238	101,518	157,450	50,000	60,000
Water storage (Chatfield)	300,837	77,222	85,759	4,408,500	24,103,000
Public information & education	14,371	7,222	12,000	12,500	110,000
Water purchases	82,227	28,609	110,000	7,834,000	32,500
Water quality	21,168	2,777	4,250	15,000	22,500
Water festival	18,928	9,689	9,689	12,000	10,000
Field structures	63,603	2,953	294,024	30,000	46,500
Gravel pit reservoirs	220,968	457,058	4,323,678	18,131,250	2,034,075
Reserve Fund	-	-	-	2,650,000	2,500,000
Rebate - mill levy refund	-	-	-	-	57,945
<b>Total Expenditures</b>	1,880,781	985,213	5,725,237	33,971,905	29,734,576
<b>FUND BALANCE - ENDING</b>	3,071,925	32,780,643	28,469,429	313,771	8,792
	Per Audit			Per Budget	

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Administrative					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>PERSONNEL:</b>					
Full-time	462,075	149,140	425,000	480,000	362,500
Part-time	28,851	3,104	15,000	17,000	10,000
Payroll taxes	8,064	3,800	10,000	10,000	10,000
PERA	52,170	33,345	67,000	67,200	70,000
Disability insurance	7,553	1,792	7,000	11,000	11,000
<b>TRAVEL:</b>					
Local mileage - staff	1,249	290	750	5,000	2,000
Local mileage - board	3,067	910	2,000	2,500	2,500
Travel - staff	2,074	765	1,500	1,500	4,500
Travel - board	5,578	53	2,500	2,500	2,000
Travel meals - staff & others	50	2	50	500	300
Travel meals - board	368	602	1,000	500	750
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	-	-	-	-	-
Building & improvements	-	-	-	5,000	2,000
Furniture & fixtures	-	-	-	1,000	500
Measuring devices	-	-	-	-	-
Vehicle	40,858	-	-	-	10,000
Field Equipment	-	-	-	-	-
Office equipment	-	129	750	750	2,000
Computer software	1,358	554	5,000	4,000	5,000
Computer hardware	303	502	1,250	2,000	2,000
<b>MAINTENANCE:</b>					
Vehicle	6,111	2,823	5,000	6,000	4,000
Facility	5,679	5,671	7,500	6,000	8,500
Office equipment	7,888	3,455	7,500	3,000	5,000
<b>SUPPLIES:</b>					
Fuel	9,155	4,165	10,000	10,000	12,000
Office	9,470	3,040	7,500	10,000	10,000
Subscriptions & memberships	4,907	2,831	3,500	3,500	4,000
<b>PROFESSIONAL:</b>					
Legal - professional	11,557	3,269	6,000	12,000	30,000
Audit	5,800	5,683	5,683	6,500	6,500
Accounting	5,613	1,258	3,500	3,500	4,000
Engineering	78,942	15,934	35,000	20,000	35,000
Lobbyist	-	6,327	15,000	15,000	7,500
Computer	1,575	691	2,000	2,000	2,000
<b>OTHER:</b>					
Business meals - staff & others	670	391	1,000	1,000	1,000
Business meals - board	3,443	828	3,000	3,000	3,000
Conference fees	3,648	1,430	3,500	4,000	5,000
Job related staff training	3,447	40	2,500	3,000	10,000
Director's fees	29,483	7,400	15,000	17,000	17,000
Equipment rental	-	-	-	-	-
Facility rental fee	-	-	-	-	-
Insurance	18,717	16,904	16,904	17,000	18,500
Bank fees	1,170	816	1,500	1,000	1,500
Postage & shipping	4,766	287	3,500	5,000	5,000
Recording fees	1,153	11	500	2,000	1,500
Public notices	2,317	128	500	5,000	1,500
Telephone	7,178	2,857	6,000	7,000	7,000
Treasurer's fees	11,452	3,785	7,500	16,000	7,500
Utilities	3,955	1,801	4,500	5,000	5,000
Water stock assessments	20,289	11,819	15,000	25,000	40,000
Miscellaneous	1,438	(467)	500	1,500	1,500
TABOR contingency fund	-	-	-	8,205	7,506
<b>Total Administrative</b>	<b>873,441</b>	<b>298,165</b>	<b>728,387</b>	<b>828,655</b>	<b>758,056</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Non-Administrative					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>NON-ADMINISTRATIVE</b>					
<b>Statements of Opposition:</b>					
Legal	170,030	79,855	119,950	30,000	30,000
Engineering	115,208	21,663	37,500	20,000	30,000
<b>Total Non-Administrative</b>	<b>285,238</b>	<b>101,518</b>	<b>157,450</b>	<b>50,000</b>	<b>60,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Water Storage (Chatfield)					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>TRAVEL:</b>					
Local mileage - staff	-	-	-	-	-
Local mileage - board	-	-	-	-	-
Travel - staff	-	1,008	1,250	-	-
Travel - board	-	4,479	5,000	-	-
Travel meals - staff & others	-	29	30	-	-
Travel meals - board	-	313	350	-	-
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	-	-	-	4,273,500	24,000,000
Building & improvements	-	-	-	-	-
Furniture & fixtures	-	-	-	-	-
Measuring devices	-	-	-	-	-
Vehicle	-	-	-	-	-
Field equipment	-	-	-	115,000	-
Computer software	-	-	-	-	-
Computer hardware	-	-	-	-	-
Water rights - Bond	-	-	-	-	-
<b>MAINTENANCE:</b>					
Vehicle	-	-	-	-	-
Facility	-	-	-	-	-
Office equipment	-	-	-	-	-
Computer	-	-	-	-	-
Other	-	-	-	-	-
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Facility	-	-	-	-	-
Office	-	1,000	1,000	-	-
Field	-	-	-	-	-
Subscriptions & Memberships	-	-	-	-	-
<b>PROFESSIONAL:</b>					
Legal - professional	-	-	-	15,000	20,000
Legal - applications & decrees	-	-	-	-	-
Engineering - professional	-	264	8,000	5,000	5,000
Engineering - applications & decrees	-	-	-	-	-
<b>OTHER:</b>					
Business meals - staff & others	-	-	-	-	-
Business meals - board	-	-	-	-	-
Conference fees	-	-	-	-	-
Education	-	-	-	-	-
Director's fees	-	-	-	-	-
Equipment rental	-	-	-	-	-
Facility rental fee	-	-	-	-	-
Insurance	-	-	-	-	-
Bank fees	-	-	-	-	-
Postage & shipping	-	-	-	-	-
Recording fees	-	-	-	-	-
Public notices	-	-	-	-	-
Telephone	-	-	-	-	-
Treasurer's fees	-	-	-	-	-
Utilities	-	-	-	-	-
Water rights	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>WATER STORAGE</b>					
Chatfield reservoir	300,837	70,129	70,129	-	78,000
<b>Total Water Storage</b>	<b>300,837</b>	<b>77,222</b>	<b>85,759</b>	<b>4,408,500</b>	<b>24,103,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Public Information & Education					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Facility	-	-	-	-	-
Office	3,534	7,222	12,000	5,000	12,000
Field	-	-	-	-	-
Subscriptions & Memberships	1,500	-	-	2,500	-
<b>OTHER:</b>					
Conference fees	900	-	-	-	-
Education	-	-	-	2,500	-
Director's fees	-	-	-	-	-
Equipment rental	864	-	-	-	-
Facility rental fee	538	-	-	-	-
Postage & shipping	1,800	-	-	-	-
Printing & reproduction	3,579	-	-	-	-
Recording fees	-	-	-	2,500	-
Public information	1,656	-	-	-	-
Miscellaneous	-	-	-	-	98,000
<b>Total Public Information &amp; Education</b>	<b>14,371</b>	<b>7,222</b>	<b>12,000</b>	<b>12,500</b>	<b>110,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Water Purchases					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	(Memo Only)	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>TRAVEL:</b>					
Local mileage - staff	-	-	-	-	-
Local mileage - board	-	-	-	-	-
Travel - staff	-	-	-	-	-
Travel - board	-	-	-	-	-
Travel meals - staff & others	-	-	-	-	-
Travel meals - board	-	-	-	-	-
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	-	-	-	1,800,000	-
Delivery Structures	-	-	-	275,000	-
Building & improvements	-	-	-	-	-
Furniture & fixtures	-	-	-	-	-
Measuring devices	-	-	-	-	-
Vehicle	-	-	-	-	-
Field equipment	-	-	-	-	-
Computer software	-	-	-	-	-
Computer hardware	-	-	-	-	-
Water rights - Bond	-	-	-	5,400,000	-
<b>MAINTENANCE:</b>					
Vehicle	-	-	-	-	-
Facility	-	-	-	-	-
Office equipment	-	-	-	-	-
Computer	-	-	-	-	-
Other	-	-	-	-	-
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Facility	-	-	-	-	-
Office	-	-	-	-	-
Field	-	-	-	-	-
Subscriptions & Memberships	-	-	-	-	-
<b>PROFESSIONAL:</b>					
Legal - professional	-	-	-	50,000	-
Legal - applications & decrees	59,097	15,858	50,000	125,000	11,000
Engineering - professional	-	-	-	50,000	-
Engineering - applications & decrees	23,130	12,751	60,000	134,000	21,500
<b>OTHER:</b>					
Business meals - staff & others	-	-	-	-	-
Business meals - board	-	-	-	-	-
Conference fees	-	-	-	-	-
Education	-	-	-	-	-
Director's fees	-	-	-	-	-
Equipment rental	-	-	-	-	-
Facility rental fee	-	-	-	-	-
Insurance	-	-	-	-	-
Bank fees	-	-	-	-	-
Postage & shipping	-	-	-	-	-
Recording fees	-	-	-	-	-
Public notices	-	-	-	-	-
Telephone	-	-	-	-	-
Treasurer's fees	-	-	-	-	-
Utilities	-	-	-	-	-
Water rights	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Water Purchases</b>	<b>82,227</b>	<b>28,609</b>	<b>110,000</b>	<b>7,834,000</b>	<b>32,500</b>



CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Water Quality					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>SUPPLIES:</b>					
Fuel	1,449	490	1,000	2,500	-
Office	1,250	1,250	1,250	-	7,500
Field	223	254	500	-	-
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	7,500
Engineering	3,577	783	1,500	5,000	5,000
Laboratory	14,669	-	-	7,500	-
<b>OTHER:</b>					
Education	-	-	-	-	-
Postage & shipping	-	-	-	-	-
Recording fees	-	-	-	-	-
Public notices	-	-	-	-	-
Telephone	-	-	-	-	-
Treasurer's fees	-	-	-	-	-
Utilities	-	-	-	-	-
Water rights	-	-	-	-	-
Miscellaneous	-	-	-	-	2,500
<b>Total Water Quality</b>	<b>21,168</b>	<b>2,777</b>	<b>4,250</b>	<b>15,000</b>	<b>22,500</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Water Festival					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Office	18,928	7,188	7,188	5,000	10,000
<b>OTHER:</b>					
Business meals - staff & others	-	2,501	2,501	2,000	-
Business meals - board	-	-	-	-	-
Conference fees	-	-	-	-	-
Education	-	-	-	3,000	-
Facility rental fee	-	-	-	2,000	-
Insurance	-	-	-	-	-
Public notices	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Water Festival</b>	<b>18,928</b>	<b>9,689</b>	<b>9,689</b>	<b>12,000</b>	<b>10,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Field Structures					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	(Memo Only)	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	-	-	12,000	-	-
Building & improvement	400	-	-	5,000	5,000
Measuring devices	1,301	-	-	-	-
Field equipment	27,098	750	9,000	3,000	9,500
Delivery structures	-	-	2,500	5,000	15,000
Flumes & weirs	31,990	-	5,000	10,000	10,000
<b>MAINTENANCE:</b>					
Field equipment	2,472	1,056	3,000	3,000	3,000
Computer	-	-	-	-	-
Other	-	-	260,000	-	-
<b>SUPPLIES:</b>					
Field	217	373	500	1,000	1,000
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	-
Engineering	-	774	774	3,000	3,000
Laboratory	-	-	-	-	-
<b>OTHER:</b>					
Equipment rental	125	-	-	-	-
Miscellaneous	-	-	1,250	-	-
<b>Total Field Structures</b>	<b>63,603</b>	<b>2,953</b>	<b>294,024</b>	<b>30,000</b>	<b>46,500</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Summary of Gravel Pit Reservoirs					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>GRAVEL PIT RESERVOIRS:</b>					
Shores Pond C	21,714	4,791	8,063	12,500	<b>22,500</b>
La Poudre	158,916	5,936	17,750	16,750	<b>64,000</b>
Jo Dee	34,727	913	31,500	38,000	-
Siebring	811	193,469	402,500	211,000	<b>123,000</b>
Bernhardt Pond #5	4,800	7,728	24,440	38,500	<b>64,000</b>
Other gravel pits	-	244,221	3,839,425	17,814,500	<b>1,760,575</b>
<b>Total Gravel Pit Reservoirs</b>	<b>220,968</b>	<b>457,058</b>	<b>4,323,678</b>	<b>18,131,250</b>	<b>2,034,075</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - Shores Pond C					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	16,277	4,613	4,613	-	-
Building & improvement	-	-	-	-	-
Measuring devices	-	-	-	-	-
Field equipment	221	-	-	-	-
Delivery structures	186	-	-	-	5,000
<b>MAINTENANCE:</b>					
Field equipment	-	-	1,000	5,000	5,000
Other	-	-	-	500	500
<b>SUPPLIES:</b>					
Field	-	-	-	-	-
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	5,000
Engineering	4,430	132	300	3,000	3,000
Laboratory	-	-	-	-	-
Computer	-	-	-	-	-
<b>OTHER:</b>					
Miscellaneous	-	-	-	-	-
Equipment rental	-	46	150	-	-
Running fees	-	-	2,000	4,000	4,000
Ditch Carriage	600	-	-	-	-
<b>Total Shores Pond C</b>	<b>21,714</b>	<b>4,791</b>	<b>8,063</b>	<b>12,500</b>	<b>22,500</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - La Poudre & JoDee					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	138,601	-	-	-	
Measuring devices	556	2,014	2,500	2,000	31,000
<b>MAINTENANCE:</b>					
Field equipment	683	-	-	1,500	3,000
Other	-	-	8,500	10,000	15,000
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Field	1,391	527	750	250	1,000
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	-
Engineering	16,692	-	-	-	-
Laboratory	-	-	-	-	-
<b>OTHER:</b>					
Equipment rental	-	-	-	-	-
Utilities	993	3,395	6,000	3,000	14,000
Running fees	-	-	-	-	-
<b>Total La Poudre &amp; JoDee</b>	<b>158,916</b>	<b>5,936</b>	<b>17,750</b>	<b>16,750</b>	<b>64,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - JoDee					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Measuring devices	-	-	-	1,500	-
Field equipment	-	-	-	-	-
Delivery structures	-	-	20,000	25,000	-
Gravel pit lining	-	-	-	-	-
<b>MAINTENANCE:</b>					
Field equipment	-	-	-	1,500	-
Flumes & weirs	-	-	-	-	-
Other	34,500	-	9,000	9,000	-
<b>OTHER:</b>					
Utilities	227	913	2,500	1,000	-
Water rights	-	-	-	-	-
Miscellaneous	-	-	-	-	-
Running fees	-	-	-	-	-
<b>Total JoDee</b>	<b>34,727</b>	<b>913</b>	<b>31,500</b>	<b>38,000</b>	<b>-</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - Siebring					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Measuring devices	-	-	-	-	10,000
<b>MAINTENANCE:</b>					
Field equipment	-	-	-	-	-
Flumes & weirs	-	-	-	-	-
Other	-	189,077	395,000	205,000	-
<b>SUPPLIES:</b>					
Field	-	-	-	1,000	1,000
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	-
Engineering	-	-	-	-	100,000
Laboratory	-	-	-	-	-
<b>OTHER:</b>					
Utilities	811	4,392	7,500	5,000	12,000
Running fees	-	-	-	-	-
<b>Total Siebring</b>	<b>811</b>	<b>193,469</b>	<b>402,500</b>	<b>211,000</b>	<b>123,000</b>



CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - Bernhardt Pond #5					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	4,800	-	-	20,000	55,000
Measuring devices	-	223	500	-	1,000
Delivery structures	-	6,540	6,540	-	-
Field equipment	-	565	1,000	-	-
<b>SUPPLIES:</b>					
Field	-	400	400	-	-
<b>OTHER:</b>					
Miscellaneous	-	-	-	-	-
Inlet/Outlet	-	-	-	-	-
Ditch Carriage	-	-	16,000	16,000	-
Running fees	-	-	-	2,500	2,500
Legal	-	-	-	-	3,500
Engineering	-	-	-	-	2,000
<b>Total Bernhardt Pond #5</b>	<b>4,800</b>	<b>7,728</b>	<b>24,440</b>	<b>38,500</b>	<b>64,000</b>

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
General Fund - Schedule of Expenditures - Gravel Pit Reservoirs - Other Gravel Pits					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>CAPITAL EXPENDITURES:</b>					
Land acquisition & construction	-	99,425	1,674,425	14,579,500	1,120,575
Building & improvement	-	-	-	-	-
Measuring devices	-	-	-	-	-
Field equipment	-	-	-	-	-
Water rights	-	-	1,875,000	-	-
Delivery structures	-	-	-	2,650,000	-
<b>MAINTENANCE:</b>					
Field equipment	-	-	-	-	-
Other	-	-	-	-	-
<b>SUPPLIES:</b>					
Field	-	-	-	-	-
<b>PROFESSIONAL:</b>					
Legal	-	-	15,000	250,000	278,000
Engineering	-	144,796	275,000	335,000	362,000
Laboratory	-	-	-	-	-
Computer	-	-	-	-	-
<b>OTHER:</b>					
Miscellaneous	-	-	-	-	-
Running fees	-	-	-	-	-
Ditch Carriage	-	-	-	-	-
<b>Total Other Gravel Pits</b>	-	244,221	3,839,425	17,814,500	1,760,575

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
Enterprise Fund - Budget Summary					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>FUND BALANCE - BEGINNING</b>	-	-	-	-	-
<b>REVENUES:</b>					
General property taxes:					
Adams county	-	-	-	-	-
Weld county	-	-	-	-	-
Morgan county	-	-	-	-	-
Class D assessments:					
Adams county	-	-	-	-	-
Weld county	-	-	-	-	-
Morgan county	-	-	-	-	-
Special assessments	-	-	-	-	-
Earnings on investments	-	-	-	-	-
Miscellaneous revenues	-	-	-	-	-
Water lease - effluent	-	-	-	-	120,000
Water lease - subdistrict	-	-	-	-	-
Over pumping fee	-	-	-	-	-
Sale of assets	-	-	-	-	-
Well meter reimbursement	-	-	-	-	-
Enterprise Overpump	-	-	-	-	-
<b>Total Revenues</b>	-	-	-	-	120,000
<b>TRANSFERS FROM:</b>					
General Fund	-	-	-	-	-
Capital Projects Fund	-	-	-	-	-
<b>Total Revenues &amp; Transfers</b>	-	-	-	-	120,000
<b>Total Funds Available</b>	-	-	-	-	120,000
<b>EXPENDITURES:</b>					
Summary of expenditures	-	-	-	-	-
<b>Total Expenditures</b>	-	-	-	-	-
<b>TRANSFER TO:</b>					
General Fund	-	-	-	-	-
Capital Projects Fund	-	-	-	-	-
<b>Total Expenditures &amp; Transfers</b>	-	-	-	-	-
<b>FUND BALANCE - ENDING</b>	-	-	-	-	120,000
	Per Audit			Per Budget	

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
Enterprise Fund - Schedule of Expenditures					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>PERSONNEL:</b>					
Full-time	-	-	-	-	-
Part-time	-	-	-	-	-
Payroll taxes	-	-	-	-	-
PERA	-	-	-	-	-
Retirement	-	-	-	-	-
Disability Insurance	-	-	-	-	-
<b>TRAVEL:</b>					
Local mileage - staff	-	-	-	-	-
Local mileage - board	-	-	-	-	-
Travel - staff	-	-	-	-	-
Travel - board	-	-	-	-	-
Travel meals - staff & others	-	-	-	-	-
Travel meals - board	-	-	-	-	-
<b>CAPITAL EXPENDITURES:</b>					
Delivery Structures	-	-	-	-	-
Measuring devices	-	-	-	-	-
Field equipment	-	-	-	-	-
Flumes & weirs	-	-	-	-	-
Water purchases	-	-	-	-	-
<b>MAINTENANCE:</b>					
Field equipment	-	-	-	-	-
Ditch	-	-	-	-	-
Other	-	-	-	-	-
Recharge	-	-	-	-	-
Well meters	-	-	-	-	-
<b>SUPPLIES:</b>					
Fuel	-	-	-	-	-
Office	-	-	-	-	-
Field	-	-	-	-	-
<b>PROFESSIONAL:</b>					
Legal	-	-	-	-	-
Legal - aug plan	-	-	-	-	-
Engineering	-	-	-	-	-
Engineering - aug plan	-	-	-	-	-
<b>OTHER:</b>					
Equipment rental	-	-	-	-	-
Insurance	-	-	-	-	-
Bank fees	-	-	-	-	-
Recording fees	-	-	-	-	-
Public notices	-	-	-	-	-
Telephone	-	-	-	-	-
Utilities	-	-	-	-	-
Well metering program	-	-	-	-	-
Water lease:					
Ditch	-	-	-	-	-
Effluent	-	-	-	-	-
Recharge	-	-	-	-	-
Storage	-	-	-	-	-
District water rights	-	-	-	-	-
District gravel pits	-	-	-	-	-
Running fees	-	-	-	-	-
Ditch carriage	-	-	-	-	-
Water Acquisition	-	-	-	-	-
Miscellaneous	-	-	-	-	-
<b>Total Expenditures</b>	-	-	-	-	-

CENTRAL COLORADO WATER CONSERVANCY DISTRICT					
Debt Service Fund - Budget Summary					
Budget Year Ending December 31, 2014					
	Actual		Estimated	Budget	
	Prior Year	Current Year	Current Year	Memo Only	Approved
	2012	to 6/30/2013	2013	2013	2014
<b>FUND BALANCE - BEGINNING</b>	-	-	-	-	<b>2,698,958</b>
<b>REVENUES:</b>					
General property taxes:					
Adams county	-	623,347	633,000	632,925	<b>676,856</b>
Weld county	-	2,446,082	2,700,000	2,725,056	<b>3,208,787</b>
Morgan county	-	7,234	7,000	7,713	<b>8,350</b>
Prior year taxes:					
Adams county	-	(2,631)	(2,631)	-	-
Weld county	-	10	10	-	-
Morgan county	-	125	125	-	-
Specific ownership tax:					
Adams county	-	22,514	25,000	-	-
Weld county	-	50,618	55,000	-	-
Morgan county	-	313	750	-	-
Interest on delinquent taxes:					
Adams county	-	(2,534)	(2,534)	-	-
Weld county	-	(49,543)	(49,543)	-	-
Morgan county	-	6	6	-	-
Earnings on investments	-	11	25	-	-
Miscellaneous revenues	-	-	-	-	-
<b>Total Revenues</b>	-	<b>3,095,552</b>	<b>3,366,208</b>	<b>3,365,694</b>	<b>3,893,993</b>
<b>Total Funds Available</b>	-	<b>3,095,552</b>	<b>3,366,208</b>	<b>3,365,694</b>	<b>6,592,951</b>
<b>EXPENDITURES:</b>					
<b>Other</b>					
Treasurer's fees	-	45,268	60,000	-	-
Bond issuance costs	-	-	-	-	-
<b>Debt service</b>					
Bond principal	-	-	-	900,000	<b>425,000</b>
Bond interest	-	-	607,250	1,050,500	<b>1,036,064</b>
<b>Trans to Op Fund</b>	-	-	-	-	-
<b>Rebate - mill levy refund</b>	-	-	-	-	-
<b>Total Expenditures</b>	-	<b>45,268</b>	<b>667,250</b>	<b>1,950,500</b>	<b>1,461,064</b>
<b>FUND BALANCE - ENDING</b>	-	<b>3,050,284</b>	<b>2,698,958</b>	<b>1,415,194</b>	<b>5,131,887</b>
	Per Audit			Per Budget	

NOTICE AS TO PROPOSED BUDGET AND GENERAL TAX RATE EXPRESSED  
AS ONE DOLLAR FOR EVERY THOUSAND DOLLARS OF ASSESSED VALUE

Notice is hereby given that a proposed budget and general tax rate expressed as one dollar for every thousand dollars of assessed value have been submitted to the Central Colorado Water Conservancy District for the ensuing year of 2014. A copy of such proposed budget and tax rate expressed as one dollar for every thousand dollars of assessed value has been filed in the office of the District, 3209 West 28<sup>th</sup> Street, Greeley, Colorado, where the same is open for public inspection. Such proposed budget and tax rate expressed as one dollar for every thousand dollars of assessed value and all objections to the same will be considered and heard at a regular meeting at the District's office, location listed above, on November 19, 2013 at 10:00 A.M. The real estate affected by such budget and general tax expressed as one dollar for every thousand dollars of assessed value includes portions of land in townships and ranges as follows: T4N, R68W; T4N-1N, R67W; T5N-1N, R66W; T5N-1N, R65W; T5N-1N, R64W; T5N-1N, R63W; T4N-1N, R62W; T4N-3N, R61W; T4N-3N, R60W; T4N-3N, R59W; T4N-3N, R58W; T3N, R57W; T2S-1S, R67W; T2S-1S, R66W; AND T2S-1S, R65W. A more particular description of each property assessed and the amount of assessment is available at the office of the District. Any taxpayer within the District may at any time, prior to the final adoption of the budget and general tax expressed as one dollar for every thousand dollars of assessed value, file or register his objection thereto.

Central Colorado Water Conservancy District

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Randy Ray, Secretary

Published:

Brighton Standard Blade

Greeley Tribune

Fort Morgan Times

## NOTICE OF ADOPTED BUDGET

NOTICE is hereby given that the budget for 2014 has been adopted by the Central Colorado Water Conservancy District Board of Directors on November 19, 2013. The adopted budget is on file in the office for public inspection.

A brief summary of the proposed budget is attached as Exhibit A.

### EXHIBIT A

#### Budget Summary - All Funds

#### For the Calendar Year - 2014

Fund	Beginning Balance	Total Revenues	Estimated	Total Appropriations	Ending Balance
			Total Available Resources		
General	\$ 28,469,429	\$ 1,273,939	\$ 29,743,368	\$ 29,734,576	\$ 8,792
Enterprise	-	120,000	120,000	-	120,000
Debt Service	2,698,958	3,893,993	6,592,951	1,461,064	5,131,887
Totals	<u>\$ 31,168,387</u>	<u>\$ 5,287,932</u>	<u>\$ 36,456,319</u>	<u>\$ 31,195,640</u>	<u>\$ 5,260,679</u>

Dated the 19th day of November, 2013

By \_\_\_\_\_  
Randy Ray  
Executive Director

## CENTRAL COLORADO WATER CONSERVANCY DISTRICT

### RESOLUTION TO SET MILL LEVIES

A RESOLUTION LEVYING GENERAL PROPERTY TAXES FOR THE YEAR 2013, TO HELP DEFRAY THE COSTS OF GOVERNMENT FOR THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT, FOR THE 2014 BUDGET YEAR.

WHEREAS, the Board of Directors of the Central Colorado Water Conservancy District has adopted the annual budget in accordance with the Local Government Budget Law, on November 19, 2013 and;

WHEREAS, the amount of money necessary to balance the budget for the General Fund is \$911,739, and;

WHEREAS, the amount of money necessary to balance the budget for the Enterprise Fund is \$0, and;

WHEREAS, the amount of money necessary to balance the budget for the Debt Service Fund is \$3,893,993, and;

WHEREAS, the 2013, valuation for assessment for the Central Colorado Water Conservancy District as certified by the County Assessor is \$2,546,758,328.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT:

**Section 1.** That for the purpose of meeting all expenditures of the General Fund of the Central Colorado Water Conservancy District during the 2014 budget year, there is hereby levied a tax of 0.358 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2013.

**Section 2.** That for the purpose of meeting all expenditures of the Enterprise Fund of the Central Colorado Water Conservancy District during the 2014 budget year, there is hereby levied a tax of 0.000 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2013.

**Section 3.** That for the purpose of servicing the debt approved by the voters of the Central Colorado Water Conservancy District during the 2014 budget year, there is hereby levied a tax of 1.529 mills upon each dollar of the total valuation for assessment of all taxable property within the District for the year 2013.



RESOLUTION TO SET MILL LEVIES

Page 2

**Section 4.** That the Executive Director is hereby authorized and directed to immediately certify to the County Commissioners of Adams, Morgan and Weld Counties, Colorado the mill levies for the Central Colorado Water Conservancy District as hereinabove determined and set.

ADOPTED, THIS 19th day of November, 2013

(SEAL)

Attest:

\_\_\_\_\_  
Executive Director

\_\_\_\_\_  
President

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**TO: County Commissioners<sup>1</sup> of Adams, Colorado.

On behalf of the \_\_\_\_\_,

(taxing entity)<sup>A</sup>the Board of Directors(governing body)<sup>B</sup>of the Central Colorado Water Conservancy District(local government)<sup>C</sup>**Hereby** officially certifies the following millsto be levied against the taxing entity's GROSS \$ 446,658,150

assessed valuation of:

(GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)**Note:** If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a TaxIncrement Financing (TIF) Area<sup>F</sup> the tax levies must be \$ 442,679,100

calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of:

(NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)**Submitted:**12/12/2013

for budget/fiscal year

2014

(not later than Dec. 15)

(mm/dd/yyyy)

(yyyy)

**PURPOSE** (see end notes for definitions and examples)**LEVY<sup>2</sup>****REVENUE<sup>2</sup>**1. General Operating Expenses<sup>H</sup>0.357

mills

\$ 158,0362. <Minus> Temporary General Property Tax Credit/  
Temporary Mill Levy Rate Reduction<sup>I</sup>

&lt;

&gt;

mills

\$ &lt;

&gt;

**SUBTOTAL FOR GENERAL OPERATING:**0.357

mills

\$ 158,0363. General Obligation Bonds and Interest<sup>J</sup>1.529

mills

\$ 676,8564. Contractual Obligations<sup>K</sup>

mills

\$

5. Capital Expenditures<sup>L</sup>

mills

\$

6. Refunds/Abatements<sup>M</sup>0.001

mills

\$ 4437. Other<sup>N</sup> (specify): \_\_\_\_\_

mills

\$

mills

\$

**TOTAL:** [ Sum of General Operating  
Subtotal and Lines 3 to 7 ]1.887

mills

\$ 835,335

Contact person:

(print)

Randy Ray

Daytime

phone:

( 970 ) 330-4540

Signed:

Title:

Executive Director

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

<sup>1</sup> If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.<sup>2</sup> Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

## CERTIFICATION OF TAX LEVIES, continued

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.).** Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

### **CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:**

#### **BONDS<sup>J</sup>:**

- |    |                   |   |
|----|-------------------|---|
| 1. | Purpose of Issue: | To enable local farm food production, keeping ranches working and decreasing farm dry-ups by financing the costs of securing additional water supplies, acquiring, reclaiming and improving sites for water storage, and participating in the Chatfield Reservoir water storage reallocation project. |
|    | Series:           | 2013  |
|    | Date of Issue:    | 04/30/2013  |
|    | Coupon Rate:      | 3.3074395%  |
|    | Maturity Date:    | 12/01/2036  |
|    | Levy:             | 1.529   |
|    | Revenue:          | \$676,856   |
|    |                   |   |
| 2. | Purpose of Issue: | _____   |
|    | Series:           | _____   |
|    | Date of Issue:    | _____   |
|    | Coupon Rate:      | _____   |
|    | Maturity Date:    | _____   |
|    | Levy:             | _____   |
|    | Revenue:          | _____   |

#### **CONTRACTS<sup>K</sup>:**

- |    |                      |       |
|----|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |
|    |                      |       |
| 4. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments**TO: County Commissioners<sup>1</sup> of Morgan, Colorado.On behalf of the \_\_\_\_\_,  
(taxing entity)<sup>A</sup>the Board of Directors  
(governing body)<sup>B</sup>of the Central Colorado Water Conservancy District  
(local government)<sup>C</sup>Hereby officially certifies the following mills  
to be levied against the taxing entity's GROSS \$ 5,461,120  
assessed valuation of: (GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)**Note:** If the assessor certified a NET assessed valuation  
(AV) different than the GROSS AV due to a Tax  
Increment Financing (TIF) Area<sup>F</sup> the tax levies must be \$ 5,461,120  
calculated using the NET AV. The taxing entity's total (NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)  
property tax revenue will be derived from the mill levy  
multiplied against the NET assessed valuation of:Submitted: 12/12/2013 for budget/fiscal year 2014.  
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY <sup>2</sup>	REVENUE <sup>2</sup>
1. General Operating Expenses <sup>H</sup>	<u>0.357</u> mills	\$ <u>1,950</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< <u>          </u> > mills	\$ < <u>          </u> >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<u>0.357</u> mills	\$ <u>1,950</u>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>1.529</u> mills	\$ <u>8,350</u>
4. Contractual Obligations <sup>K</sup>	_____ mills	\$ _____
5. Capital Expenditures <sup>L</sup>	_____ mills	\$ _____
6. Refunds/Abatements <sup>M</sup>	<u>0.001</u> mills	\$ <u>5</u>
7. Other <sup>N</sup> (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
<b>TOTAL:</b> [ Sum of General Operating Subtotal and Lines 3 to 7 ]	<u>1.887</u> mills	\$ <u>10,305</u>

Contact person: \_\_\_\_\_ Daytime  
(print) Randy Ray phone: ( 970 ) 330-4540

Signed: \_\_\_\_\_ Title: Executive Director

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

<sup>1</sup> If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.

<sup>2</sup> Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

**CERTIFICATION OF TAX LEVIES, continued**

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.).** Taxing entities that are Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

**CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:**

**BONDS<sup>J</sup>:**

- |    |                   |   |
|----|-------------------|---|
| 1. | Purpose of Issue: | To enable local farm food production, keeping ranches working and decreasing farm dry-ups by financing the costs of securing additional water supplies, acquiring, reclaiming and improving sites for water storage, and participating in the Chatfield Reservoir water storage reallocation project. |
|    | Series:           | 2013  |
|    | Date of Issue:    | 04/30/2013  |
|    | Coupon Rate:      | 3.3074395%  |
|    | Maturity Date:    | 12/01/2036  |
|    | Levy:             | 1.529   |
|    | Revenue:          | \$8,350   |
| 2. | Purpose of Issue: |   |
|    | Series:           |   |
|    | Date of Issue:    |   |
|    | Coupon Rate:      |   |
|    | Maturity Date:    |   |
|    | Levy:             |   |
|    | Revenue:          |   |

**CONTRACTS<sup>K</sup>:**

- |    |                      |  |
|----|----------------------|--|
| 3. | Purpose of Contract: |  |
|    | Title:               |  |
|    | Date:                |  |
|    | Principal Amount:    |  |
|    | Maturity Date:       |  |
|    | Levy:                |  |
|    | Revenue:             |  |
| 4. | Purpose of Contract: |  |
|    | Title:               |  |
|    | Date:                |  |
|    | Principal Amount:    |  |
|    | Maturity Date:       |  |
|    | Levy:                |  |
|    | Revenue:             |  |

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

**CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments****TO:** County Commissioners<sup>1</sup> of Weld, Colorado.On behalf of the \_\_\_\_\_,  
(taxing entity)<sup>A</sup>the Board of Directors,  
(governing body)<sup>B</sup>of the Central Colorado Water Conservancy District,  
(local government)<sup>C</sup>**Hereby** officially certifies the following mills  
to be levied against the taxing entity's GROSS \$ 2,154,016,318  
assessed valuation of: \_\_\_\_\_  
(GROSS<sup>D</sup> assessed valuation, Line 2 of the Certification of Valuation Form DLG 57<sup>E</sup>)**Note:** If the assessor certified a NET assessed valuation  
(AV) different than the GROSS AV due to a Tax  
Increment Financing (TIF) Area<sup>F</sup> the tax levies must be \$ 2,098,618,108  
calculated using the NET AV. The taxing entity's total  
property tax revenue will be derived from the mill levy  
multiplied against the NET assessed valuation of: \_\_\_\_\_  
(NET<sup>G</sup> assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)**Submitted:** 12/12/2013 for budget/fiscal year 2014.  
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

<b>PURPOSE</b> (see end notes for definitions and examples)	<b>LEVY<sup>2</sup></b>	<b>REVENUE<sup>2</sup></b>
1. General Operating Expenses <sup>H</sup>	<u>0.357</u> mills	\$ <u>749,207</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction <sup>I</sup>	< <u>          </u> > mills	\$ < <u>          </u> >
<b>SUBTOTAL FOR GENERAL OPERATING:</b>	<u>0.357</u> mills	\$ <u>749,207</u>
3. General Obligation Bonds and Interest <sup>J</sup>	<u>1.529</u> mills	\$ <u>3,208,787</u>
4. Contractual Obligations <sup>K</sup>	_____ mills	\$ _____
5. Capital Expenditures <sup>L</sup>	_____ mills	\$ _____
6. Refunds/Abatements <sup>M</sup>	<u>0.001</u> mills	\$ <u>2,098</u>
7. Other <sup>N</sup> (specify): _____	_____ mills	\$ _____
	_____ mills	\$ _____
<b>TOTAL:</b> [ Sum of General Operating Subtotal and Lines 3 to 7 ]	<u>1.887</u> mills	\$ <u>3,960,092</u>

Contact person: \_\_\_\_\_ Daytime  
(print) Randy Ray phone: (970) 330-4540

Signed: \_\_\_\_\_ Title: Executive Director

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 866-2156.

<sup>1</sup> If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.

<sup>2</sup> Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

## CERTIFICATION OF TAX LEVIES, continued

**THIS SECTION APPLIES TO TITLE 32, ARTICLE 1 SPECIAL DISTRICTS THAT LEVY TAXES FOR PAYMENT OF GENERAL OBLIGATION DEBT (32-1-1603 C.R.S.).** Taxing entities that are

Special Districts or Subdistricts of Special Districts must certify separate mill levies and revenues to the Board of County Commissioners, one each for the funding requirements of each debt (32-1-1603, C.R.S.) Use additional pages as necessary. The Special District's or Subdistrict's total levies for general obligation bonds and total levies for contractual obligations should be recorded on Page 1, Lines 3 and 4 respectively.

**CERTIFY A SEPARATE MILL LEVY FOR EACH BOND OR CONTRACT:**

**BONDS<sup>J</sup>:**

- |    |                   |   |
|----|-------------------|---|
| 1. | Purpose of Issue: | To enable local farm food production, keeping ranches working and decreasing farm dry-ups by financing the costs of securing additional water supplies, acquiring, reclaiming and improving sites for water storage, and participating in the Chatfield Reservoir water storage reallocation project. |
|    | Series:           | 2013  |
|    | Date of Issue:    | 04/30/2013  |
|    | Coupon Rate:      | 3.074395%   |
|    | Maturity Date:    | 12/01/2036  |
|    | Levy:             | 1.529   |
|    | Revenue:          | \$3,208,787   |
|    |                   |   |
| 2. | Purpose of Issue: | _____   |
|    | Series:           | _____   |
|    | Date of Issue:    | _____   |
|    | Coupon Rate:      | _____   |
|    | Maturity Date:    | _____   |
|    | Levy:             | _____   |
|    | Revenue:          | _____   |

**CONTRACTS<sup>K</sup>:**

- |    |                      |       |
|----|----------------------|-------|
| 3. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |
|    |                      |       |
| 4. | Purpose of Contract: | _____ |
|    | Title:               | _____ |
|    | Date:                | _____ |
|    | Principal Amount:    | _____ |
|    | Maturity Date:       | _____ |
|    | Levy:                | _____ |
|    | Revenue:             | _____ |

Use multiple copies of this page as necessary to separately report all bond and contractual obligations per 32-1-1603, C.R.S.

# CERTIFICATION OF VALUATION BY ADAMS COUNTY ASSESSOR

Name of Jurisdiction 029 - CENTRAL COLO WATER CONSERV

New Entity: No

IN ADAMS COUNTY, COLORADO ON 11/23/2013

## USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT, FOR THE TAXABLE YEAR 2013 IN ADAMS COUNTY, COLORADO

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$421,950,010
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: *	\$446,658,150
3. LESS TIF DISTRICT INCREMENT, IF ANY:	\$3,979,050
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$442,679,100
5. NEW CONSTRUCTION: **	\$7,066,283
6. INCREASED PRODUCTION OF PRODUCING MINES: #	
7. ANNEXATIONS/INCLUSIONS:	\$0
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY #	\$0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b) C.R.S.): ##	\$0
10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(a) C.R.S.):	
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	\$1,718,32

\* This value reflects personal property exemptions IF enacted by the Jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution

\*\* New construction is defined as: Taxable real property structures and the personal property connected with the structure.

# Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

## Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

## USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2013 IN ADAMS COUNTY ON AUGUST 25, 2013

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @	\$3,343,497,232
ADDITIONS TO TAXABLE REAL PROPERTY:	
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: †	\$35,851,046
3. ANNEXATIONS/INCLUSIONS:	\$0
4. INCREASED MINING PRODUCTION: %	
5. PREVIOUSLY EXEMPT PROPERTY:	\$299,940
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	\$0
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT:	
(If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)	

### DELETIONS FROM TAXABLE REAL PROPERTY:

8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	\$151,104
9. DISCONNECTIONS/EXCLUSION:	\$0
10. PREVIOUSLY TAXABLE PROPERTY:	\$28,612

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

† Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH (39-5-128(1), C.R.S.) AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS: 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY: \$0

**NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2013**

Data Date: 11/23/2013

DLG-57(Rev.7/00)



## AMENDED CERTIFICATION OF VALUES

Name of Jurisdiction: CENTRAL COLO WATER CONS

New District:

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### USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY

In accordance with 39-5-121(2)(a) and 39-5-128(1), C.R.S. The total Assessed Valuations for taxable year 2013  
in Morgan County On 11/22/2013 Are:

Previous Year's Net Total Assessed Valuation:	\$5,142,330
Current Year's Gross Total Assessed Valuation:	\$5,461,120
(-) Less TIF district increment, if any:	\$0
Current Year's Net Total Assessed Valuation:	\$5,461,120
New Construction*:	\$7,870
Increased Production of Producing Mines**:	\$0
ANNEXATIONS/INCLUSIONS:	\$0
Previously Exempt Federal Property**:	\$0
New Primary Oil or Gas production from any Oil and Gas leasehold or land (29-1-301(1)(b) C.R.S.)***:	\$0
Taxes Received last year on omitted property as of August 1 (29-1-301(1)(a) C.R.S.) includes all revenue collected on valuation not previously certified.	\$0.00
Taxes Abated or Refunded as of August 1 (39-10-114(1)(a)(I)(B) C.R.S.):	\$0.00

This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution

\* New Construction is defined as: Taxable real property structures and the personal property connected with the structure.

\*\* Jurisdiction must submit a certification to the Division of Local Government in order for a value to be accrued (DLG52 & 52A)

\*\*\* Jurisdiction must submit an application to the Division of Local Government in order for a value to be accrued. (DLG 52B)

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### USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY

In accordance with the Art. X, Sec. 20, Colorado Constitution and 39-5-121(2)(b), C.R.S. The Actual Valuations for the taxable year 2013  
in Morgan County On 11/22/2013 Are:

Current Year's Total Actual Value of All-Real Property*:	\$27,950,980
ADDITIONS TO TAXABLE REAL PROPERTY: Construction of taxable real property improvements**:	\$43,870
ANNEXATIONS/INCLUSIONS:	\$0
Increased Mining Production***:	\$0
Previously exempt property:	\$0
Oil or Gas production from a new well:	\$0
Taxable real property omitted from the previous year's tax warrant. (Only the most current year value can be reported):	\$0
DELETIONS FROM TAXABLE REAL PROPERTY IMPROVEMENTS: Destruction of taxable property improvements.	\$0
Disconnections/Exclusions:	\$0
Previously Taxable Property:	\$0

\* This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

\*\* Construction is defined as newly constructed taxable real property structures.

\*\*\* Includes production from a new mine and increase in production of a producing mine.

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NOTE: All levies must be certified to the Board of County Commissioners no later than December 15, 2013

## CERTIFICATION OF VALUATION BY WELD COUNTY ASSESSOR

Name of Jurisdiction **0302 - CENTRAL COLORADO WATER (CCW)**

New Entity: No

IN WELD COUNTY, COLORADO ON 11/25/2013

**USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATIONS (5.5% LIMIT) ONLY**

IN ACCORDANCE WITH 39-5-121(2)(a) AND 39-5-128(1), C.R.S. AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT, FOR THE TAXABLE YEAR 2013 IN WELD COUNTY, COLORADO

1. PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$1,816,704,280
2. CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION: *	\$2,154,016,318
3. LESS TIF DISTRICT INCREMENT, IF ANY:	\$55,398,210
4. CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	\$2,098,618,108
5. NEW CONSTRUCTION: **	\$8,435,068
6. INCREASED PRODUCTION OF PRODUCING MINES: #	
7. ANNEXATIONS/INCLUSIONS:	\$140,790
8. PREVIOUSLY EXEMPT FEDERAL PROPERTY #	\$0
9. NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b) C.R.S.): ##	\$521,039,998
10. TAXES COLLECTED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1))(a) C.R.S.:	\$51.37
11. TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	\$117.12

\* This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec.20(8)(b), Colo. Constitution

\*\* New construction is defined as: Taxable real property structures and the personal property connected with the structure.

# Jurisdiction must submit respective certifications (Forms DLG 52 AND 52A) to the Division of Local Government in order for the values to be treated as growth in the limit calculation.

## Jurisdiction must apply (Forms DLG 52B) to the Division of Local Government before the value can be treated as growth in the limit calculation.

**USE FOR 'TABOR' LOCAL GROWTH CALCULATIONS ONLY**

IN ACCORDANCE WITH THE PROVISION OF ARTICLE X, SECTION 20, COLO CONST, AND 39-5-121(2)(b), C.R.S. THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2013 IN WELD COUNTY ON AUGUST 25, 2013

1. CURRENT YEAR'S TOTAL ACTUAL VALUE OF ALL REAL PROPERTY: @	\$3,677,987,857
ADDITIONS TO TAXABLE REAL PROPERTY:	
2. CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: !	\$29,568,429
3. ANNEXATIONS/INCLUSIONS:	\$579,892
4. INCREASED MINING PRODUCTION: %	
5. PREVIOUSLY EXEMPT PROPERTY:	\$376,465
6. OIL OR GAS PRODUCTION FROM A NEW WELL:	\$595,474,283
7. TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.)	
DELETIONS FROM TAXABLE REAL PROPERTY:	
8. DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	\$16,191,049
9. DISCONNECTIONS/EXCLUSION:	\$0
10. PREVIOUSLY TAXABLE PROPERTY:	\$274,189

@ This includes the actual value of all taxable real property plus the actual value of religious, private schools, and charitable real property.

! Construction is defined as newly constructed taxable real property structures.

% Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH (39-5-128(1), C.R.S.) AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS: 1. TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY:-----	\$0
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**NOTE: All levies must be Certified to the Board of County Commissioners NO LATER THAN DECEMBER 15, 2013**

Data Date: 11/25/2013

DLG-57(Rev.7/00)

## CENTRAL COLORADO WATER CONSERVANCY DISTRICT

### RESOLUTION TO ADOPT BUDGET

A RESOLUTION SUMMARIZING EXPENDITURES AND REVENUES FOR EACH FUND, AND ADOPTING A BUDGET FOR THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT, FOR THE CALENDAR YEAR BEGINNING ON THE 1<sup>ST</sup> DAY OF JANUARY, 2014, AND ENDING ON THE LAST DAY OF DECEMBER, 2014.

WHEREAS, The Board of Directors of the Central Colorado Water Conservancy District has appointed Randy Ray, Executive Director, to prepare and submit a proposed budget to said governing body at the proper time, and;

WHEREAS, Randy Ray, Executive Director, has submitted a proposed budget to this governing body on November 19, 2013 for its consideration, and;

WHEREAS, Upon due and proper notice, published or posted in accordance with the law, said proposed budget was open for inspection by the public at a designated place, a public hearing was held on November 19, 2013 and interested taxpayers were given the opportunity to file or register any objections to said proposed budget, and;

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT:

**Section 1.** That estimated expenditures for each fund are as follows:

General Fund	\$ 29,734,576
Enterprise Fund	-
Debt Service Fund	1,461,064
Total	<u>\$ 31,195,640</u>

**Section 2.** That estimated revenues for each fund are as follows:

	General Fund	Enterprise Fund	Debt Service Fund
From unappropriated surplus	\$ 28,460,637	\$ (120,000)	\$ (2,432,929)
From sources other than general property taxes	362,200	120,000	3,893,993
From the general property tax levy	911,739	-	-
Total	<u>\$ 29,734,576</u>	<u>\$ -</u>	<u>\$ 1,461,064</u>

RESOLUTION TO ADOPT BUDGET  
Page 2

**Section 3.** That the budget as submitted and summarized by fund hereby is approved and adopted as the budget of the Central Colorado Water Conservancy District for the year stated above.

**Section 4.** That the budget hereby approved and adopted shall be signed by the President and Executive Director, and made a part of the public records of the District.

ADOPTED, THIS 19th day of November, 2013

(SEAL)

Attest:

\_\_\_\_\_  
Executive Director

\_\_\_\_\_  
President

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT**

RESOLUTION TO APPROPRIATE SUMS OF MONEY

A RESOLUTION APPROPRIATING SUMS OF MONEY TO THE VARIOUS FUNDS AND SPENDING AGENCIES, IN THE AMOUNTS AND FOR THE PURPOSES AS SET FORTH BELOW, FOR THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT, FOR THE 2014 BUDGET YEAR.

WHEREAS, the Board of Directors has adopted the annual budget in accordance with the Local Government Budget Law, on November 19, 2013, and;

WHEREAS, the Board of Directors has made provision therein for revenues in an amount equal to or greater than the total proposed expenditures as set forth in said budget, and;

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, so as not to impair the operations of the District.

NOW, THEREFORE, BE IT RESOLVED BY THE BOARD OF DIRECTORS OF THE CENTRAL COLORADO WATER CONSERVANCY DISTRICT:

**Section 1.** That the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated:

General Fund	<u>\$ 29,734,576</u>
Enterprise Fund	<u>\$ -</u>
Debt Service Fund	<u>\$ 1,461,064</u>

ADOPTED, this 19th day of November, 2013

(SEAL)

Attest:

\_\_\_\_\_  
Executive Director

\_\_\_\_\_  
President

# Appendix G

## Five-year Cash Flow Projection

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**CCWCD Operating Fund**

	Actual 2013	Budgeted 2014	2015	2016	2017	2018	2019
Beginning Cash Balance	3,190,038	26,261,118	358,426	276,129	168,613	165,872	202,898
Bond Fund Revenues	30,000,000			30,000,000			
Operating Fund Revenues							
Property Taxes	745,190	911,739	939,091	967,264	996,282	1,026,170	1,056,955
Specific Ownership	28,953	142,200	146,466	150,860	155,386	160,047	164,849
Current Water Lease Pmts	191,720	100,000					
Earnings on Investments	3,575	-	-	-	-	-	-
Misc	79,688	120,000	25,000	25,000	25,000	25,000	25,000
Total Revenues	31,049,126	1,273,939	1,110,557	31,143,124	1,176,668	1,211,218	1,246,804
Operating Fund Expenses							
Admin	213,063	294,556	303,393	312,494	321,869	331,525	341,471
Staffing	556,428	463,500	477,405	491,727	506,479	521,673	537,324
Statements of Opposition	180,740	60,000	61,800	63,654	65,564	67,531	69,556
Chatfield Reallocation	96,354	24,103,000	100,000	125,000			
Public Information & education	12,000	110,000	12,000	12,360	12,731	13,113	13,506
Asps & Decrees	129,948	32,500	33,475	34,479	35,514	36,579	37,676
Water quality	4,250	22,500	23,175	23,870	24,565	25,324	26,084
Water festival	10,000	10,000	10,300	10,609	10,927	11,255	11,593
Field structures	29,270	46,500	65,000	87,550	90,177	92,882	95,668
Shores Pond C	4,822	22,500	22,268	22,936	23,624	24,333	25,063
La Poudre	23,912	64,000	18,482	19,036	19,607	20,196	20,801
Siebring	346,946	123,000	31,358	32,299	33,268	34,266	35,294
Bernhardt Pond #5	10,427	64,000	14,199	14,625	15,063	15,515	15,981
Other/new gravel pits	3,828,386	1,760,575		30,000,000			
Total Expenses	5,478,046	27,176,631	1,192,854	31,250,640	1,159,409	1,194,191	1,230,017
Net Profit	25,571,080	(25,902,692)	(82,297)	(107,516)	17,259	17,026	16,787
** Reserve Fund	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000	2,500,000
Ending Cash Balance	26,261,118	358,426	276,129	168,613	185,872	202,898	219,685
** \$2,500,000 reserve fund cash carries over each year - is not actually expensed							

**CCWCD Debt Service Fund**

	Actual 2013	Budgeted 2014	2015	2016	2017	2018	2019
Beginning Cash Balance	-	2,836,333	4,704,881	6,579,436	8,453,991	8,693,991	8,933,991
Debt Service Fund Revenues							
Property Taxes	3,492,715	3,893,993	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000
Total Revenues	3,492,715	3,893,993	3,900,000	3,900,000	3,900,000	3,900,000	3,900,000
Debt Service Fund Expenses							
Annual Payment	607,457	1,965,445	1,965,445	1,965,445	3,600,000	3,600,000	3,800,000
treasurers fees	48,925	60,000	60,000	60,000	60,000	60,000	60,000
Total Expenses	656,382	2,025,445	2,025,445	2,025,445	3,660,000	3,660,000	3,860,000
Net Profit	2,836,333	1,868,548	1,874,555	1,874,555	240,000	240,000	40,000
Ending Cash Balance	2,836,333	4,704,881	6,579,436	8,453,991	8,693,991	8,933,991	8,973,991

**CCWCD Enterprise Fund**

	Actual 2013	Budgeted 2014	2015	2016	2017	2018	2019
Beginning Balance	-		120,000	300,275	480,550	666,525	853,400
Enterprise Fund Earnings on Investments							
Property Taxes	-	120,000	158,500	158,500	158,500	158,500	158,500
Current GMS Lease							
Current WAS Lease			21,775	21,775	21,775	21,775	21,775
New leases					30,000	30,900	31,827
2,350 Chatfield GMS O&M \$50 a/f					117,500	117,500	117,500
1,438 Chatfield WAS O&M \$50 a/f					71,900	71,900	71,900
Total Revenues	-	120,000	180,275	180,275	399,675	400,575	401,502
Enterprise Fund Expenses					213,700	213,700	213,700
4,274 A/E Chatfield O&M R, R & R (\$50 a/f)					213,700	213,700	213,700
Total Expenses							
Net Profit	0.00	120,000	180,275	180,275	185,975	186,875	187,802
Ending Cash Balance	-	120,000	300,275	480,550	666,525	853,400	1,041,202

# Appendix H

## S&P Opinion Concerning Financial Feasibility

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**STANDARD  
& POOR'S**  
RATINGS SERVICES

One Market  
Stuart Tower, 15th Floor  
San Francisco, CA 94105-1000  
tel 415 371-5000  
reference no.: 1252341

April 17, 2013

Central Colorado Water Conservancy District  
3209 West 28th Street  
Greeley, CO 80634  
Attention: Mr. Randy Ray, Executive Director

**Re: US\$30,000,000 Central Colorado Water Conservancy District, Colorado, Limited Tax  
General Obligation Bonds, Series 2013, dated: Date of delivery, due: December 01, 2037**

Dear Mr. Randy Ray:

Pursuant to your request for a Standard & Poor's Ratings Services ("Ratings Services") rating on the above-referenced obligations, Ratings Services has assigned a rating of "A". Standard & Poor's views the outlook for this rating as stable. A copy of the rationale supporting the rating is enclosed.

This letter constitutes Ratings Services' permission for you to disseminate the above-assigned ratings to interested parties in accordance with applicable laws and regulations. However, permission for such dissemination (other than to professional advisors bound by appropriate confidentiality arrangements) will become effective only after we've released the rating on [standardandpoors.com](http://standardandpoors.com). Any dissemination on any Website by you or your agents shall include the full analysis for the rating, including any updates, where applicable.

To maintain the rating, Standard & Poor's must receive all relevant financial and other information, including notice of material changes to financial and other information provided to us and in relevant documents, as soon as such information is available. You understand that Ratings Services relies on you and your agents and advisors for the accuracy, timeliness and completeness of the information submitted in connection with the rating and the continued flow of material information as part of the surveillance process. Please send all information via electronic delivery to: [pubfin\\_statelocalgovt@standardandpoors.com](mailto:pubfin_statelocalgovt@standardandpoors.com). If SEC rule 17g-5 is applicable, you may post such information on the appropriate website. For any information not available in electronic format or posted on the applicable website,

Please send hard copies to:

Standard & Poor's Ratings Services  
Public Finance Department  
55 Water Street  
New York, NY 10041-0003.

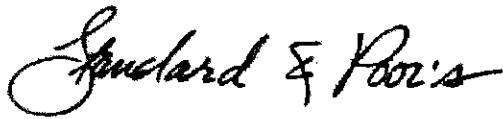
The rating is subject to the Terms and Conditions, if any, attached to the Engagement Letter applicable to the rating. In the absence of such Engagement Letter and Terms and Conditions, the

Page | 2

rating is subject to the attached Terms and Conditions. The applicable Terms and Conditions are incorporated herein by reference.

Ratings Services is pleased to have the opportunity to provide its rating opinion. For more information please visit our website at [www.standardandpoors.com](http://www.standardandpoors.com). If you have any questions, please contact us. Thank you for choosing Ratings Services.

Sincerely yours,



Standard & Poor's Ratings Services  
a Standard & Poor's Financial Services LLC business.

ss  
enclosures

cc: Mr. Donald W. Diones  
Mr. Zach Vosburg

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