

**COLORADO WATER CONSERVATION BOARD  
SEVERANCE TAX PERPETUAL BASE FUND  
Denver, Colorado**

**FINANCIAL STATEMENTS**  
June 30, 2015, 2014 and 2013

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## **ACCOUNTANTS' COMPILATION REPORT**

Board of Directors  
Colorado Water Conservation Board  
Denver, Colorado

Management is responsible for the accompanying financial statements of Colorado Water Conservation Board, Severance Tax Perpetual Base Fund, which comprise the statements of net position as of June 30, 2015, 2014 and 2013 and the related statements of revenue, expenses and changes in net position for the years then ended in accordance with the accounting principles generally accepted in the United States of America. We have performed compilation engagements in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statements of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and statements of cash flows were included in the financial statements, they might influence the user's conclusions about Colorado Water Conservation Board, Severance Tax Perpetual Base Fund's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information appearing on pages 5 and 6 is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. This information was subject to our compilation engagement; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such information.

The financial statements of the Colorado Water Conservation Board, Severance Tax Perpetual Base Fund are intended to present the financial position of only that portion of the funds of the Colorado Water Conservation Board that is attributable to the transactions of the Colorado Water Conservation Board, Severance Tax Perpetual Base Fund.

Management has elected to omit the management's discussion and analysis information that is required to be presented for additional analysis. Such missing information, although not part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of the financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context.

Broomfield, Colorado  
November 4, 2015

**COLORADO WATER CONSERVATION BOARD  
SEVERANCE TAX PERPETUAL BASE FUND  
STATEMENTS OF NET POSITION  
June 30, 2015, 2014 and 2013**

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>CURRENT ASSETS</b>			
Cash and cash equivalents	\$ 246,363,160	\$ 174,010,057	\$ 152,976,713
Interest receivable on loans	2,600,356	1,956,308	2,765,024
Loans receivable	<u>6,429,737</u>	<u>6,588,024</u>	<u>6,208,336</u>
Total current assets	<u>255,393,253</u>	<u>182,554,389</u>	<u>161,950,073</u>
<b>NONCURRENT ASSETS</b>			
Loans receivable - long-term	<u>138,973,949</u>	<u>146,893,358</u>	<u>150,408,233</u>
Total noncurrent assets	<u>138,973,949</u>	<u>146,893,358</u>	<u>150,408,233</u>
 Total assets	 <u>\$ 394,367,202</u>	 <u>\$ 329,447,747</u>	 <u>\$ 312,358,306</u>
<b>LIABILITIES</b>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>NET POSITION</b>			
Designated			
Designated for loans	138,973,949	146,893,358	150,408,233
Designated for authorized projects under contract	27,428,425	24,011,141	18,472,949
Designated for authorized projects not under contract	157,455,164	154,879,804	66,411,467
Designated for transfer to construction fund	29,500,000	-	17,000,000
Designated for transfer to CDPHE	-	10,000,000	-
Undesignated	<u>41,009,664</u>	<u>(6,336,556)</u>	<u>60,065,657</u>
Total net position	<u>394,367,202</u>	<u>329,447,747</u>	<u>312,358,306</u>
 Total liabilities and net position	 <u>\$ 394,367,202</u>	 <u>\$ 329,447,747</u>	 <u>\$ 312,358,306</u>

See accountants' compilation report

**COLORADO WATER CONSERVATION BOARD  
SEVERANCE TAX PERPETUAL BASE FUND  
STATEMENTS OF REVENUE, EXPENSES AND CHANGES IN NET POSITION  
Years Ended June 30, 2015, 2014 and 2013**

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>OPERATING REVENUE</b>			
Interest revenue			
Net investment income	\$ 2,205,963	\$ 1,467,951	\$ 1,439,707
Interest earnings - loans	<u>5,349,585</u>	<u>4,170,815</u>	<u>4,286,271</u>
Total interest revenue	<u>7,555,548</u>	<u>5,638,766</u>	<u>5,725,978</u>
Other revenue			
Severance tax	<u>67,872,895</u>	<u>60,392,518</u>	<u>32,354,809</u>
Total operating revenue	<u>75,428,443</u>	<u>66,031,284</u>	<u>38,080,787</u>
<b>OPERATING EXPENSES</b>			
Non-Reimbursable-Agricultural Emergency Drought	444,594	911,279	1,000,000
Transfers to general and other funds	<u>10,064,394</u>	<u>48,030,564</u>	<u>33,591,471</u>
	<u>10,508,988</u>	<u>48,941,843</u>	<u>34,591,471</u>
<b>OPERATING INCOME / CHANGE IN NET POSITION</b>	64,919,455	17,089,441	3,489,316
<b>NET POSITION - BEGINNING OF YEAR</b>	<u>329,447,747</u>	<u>312,358,306</u>	<u>308,868,990</u>
<b>NET POSITION - END OF YEAR</b>	<u>\$ 394,367,202</u>	<u>\$ 329,447,747</u>	<u>\$ 312,358,306</u>

See accountants' compilation report.

## **SUPPLEMENTARY INFORMATION**

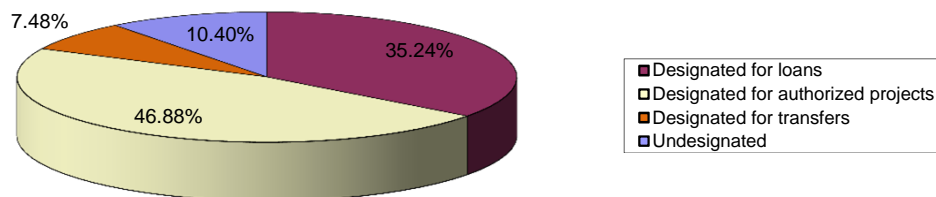
**COLORADO WATER CONSERVATION BOARD  
SEVERANCE TAX PERPETUAL BASE FUND  
SCHEDULES OF CASH SOURCES AND USES  
Years Ended June 30, 2015, 2014 and 2013**

	<u>2015</u>	<u>2014</u>	<u>2013</u>
<b>CASH SOURCES</b>			
Severance tax	\$ 67,872,895	\$ 60,392,518	\$ 38,444,430
Interest received on investments	2,205,963	1,467,951	1,439,707
Interest received on loans	4,705,537	4,979,531	6,181,759
Principal received on loans	<u>17,794,727</u>	<u>12,515,130</u>	<u>8,101,476</u>
	<u>92,579,122</u>	<u>79,355,130</u>	<u>54,167,372</u>
<b>CASH USES</b>			
Loan disbursements to borrowers	9,717,031	9,379,943	1,522,870
Special bills	<u>10,508,988</u>	<u>48,941,843</u>	<u>34,591,471</u>
	<u>20,226,019</u>	<u>58,321,786</u>	<u>36,114,341</u>
<b>CASH SOURCES IN EXCESS OF CASH USES</b>	72,353,103	21,033,344	18,053,031
<b>CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR</b>	<u>174,010,057</u>	<u>152,976,713</u>	<u>134,923,682</u>
<b>CASH AND CASH EQUIVALENTS - END OF YEAR</b>	<u><u>\$ 246,363,160</u></u>	<u><u>\$ 174,010,057</u></u>	<u><u>\$ 152,976,713</u></u>

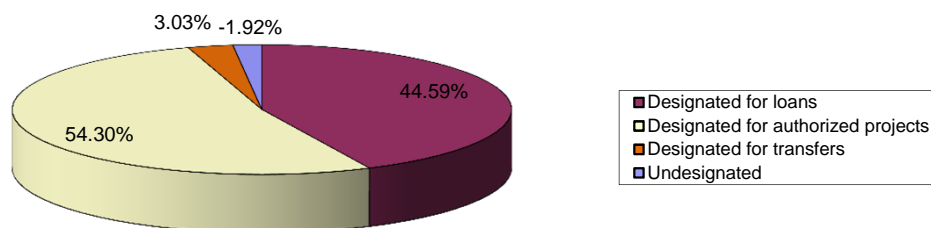
See accountants' compilation report.

**COLORADO WATER CONSERVATION BOARD  
SEVERANCE TAX PERPETUAL BASE FUND  
GRAPHS OF COMPONENTS OF NET POSITION  
June 30, 2015, 2014 and 2013**

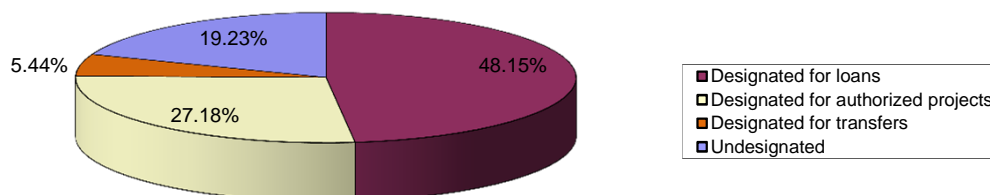
**NET POSITION at June 30, 2015**



**NET POSITION at June 30, 2014**



**NET POSITION at June 30, 2013**



	2015	2014	2013
Designated for loans	\$ 138,973,949	\$ 146,893,358	\$ 150,408,233
Designated for authorized projects	184,883,589	178,890,945	84,884,416
Designated for transfers	29,500,000	10,000,000	17,000,000
Undesignated	41,009,664	(6,336,556)	60,065,657
Total net position	<u>\$ 394,367,202</u>	<u>\$ 329,447,747</u>	<u>\$ 312,358,306</u>

See accountants' compilation report