

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

**FINANCIAL STATEMENTS
June 30, 2022, 2021 and 2020**



CPAs | CONSULTANTS | WEALTH ADVISORS

CLAconnect.com

TABLE OF CONTENTS

	PAGE
ACCOUNTANTS' COMPILATION REPORT	1
BASIC FINANCIAL STATEMENTS	
Statements of Net Position.....	2
Statements of Revenue, Expenses and Changes in Net Position	3
SUPPLEMENTARY INFORMATION	4
Schedules of Cash Sources and Uses.....	5
Graphs of Components of Net Position.....	6



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, 2022, 2021 and 2020 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. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplemental 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.

CliftonLarsonAllen LLP

CliftonLarsonAllen LLP

Broomfield, Colorado
October 5, 2022

COLORADO WATER CONSERVATION BOARD
SEVERANCE TAX PERPETUAL BASE FUND
STATEMENTS OF NET POSITION
Years Ended June 30, 2022, 2021 and 2020

	<u>2022</u>	<u>2021</u>	<u>2020</u>
CURRENT ASSETS			
Cash and cash equivalents	\$ 222,136,726	\$ 140,569,743	\$ 196,363,336
Interest receivable on loans	4,015,968	3,941,864	3,977,391
Loans receivable	11,252,342	8,886,950	7,847,499
Total current assets	<u>237,405,036</u>	<u>153,398,557</u>	<u>208,188,226</u>
NONCURRENT ASSETS			
Loans receivable - long-term	255,542,876	263,576,816	259,639,482
Total noncurrent assets	<u>255,542,876</u>	<u>263,576,816</u>	<u>259,639,482</u>
 Total assets	 <u>\$ 492,947,912</u>	 <u>\$ 416,975,373</u>	 <u>\$ 467,827,708</u>
NET POSITION			
Designated			
Designated for loans	\$ 255,542,876	\$ 263,576,816	\$ 259,639,482
Designated for authorized projects under contract	35,312,142	51,566,961	30,405,198
Designated for authorized projects not under contract	97,293,774	95,189,407	101,038,273
Designated for transfer to construction fund	-	-	10,000,000
Designated for transfer to loan guarantee fund	-	-	45,500,000
Undesignated	104,799,120	6,642,189	21,244,755
Total net position	<u>492,947,912</u>	<u>416,975,373</u>	<u>467,827,708</u>
 Total liabilities and net position	 <u>\$ 492,947,912</u>	 <u>\$ 416,975,373</u>	 <u>\$ 467,827,708</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, 2022, 2021 and 2020**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
OPERATING REVENUE			
Interest revenue			
Net investment income	\$ 2,168,858	\$ 1,625,111	\$ 3,881,409
Interest earnings - loans	<u>6,156,691</u>	<u>6,047,084</u>	<u>5,981,565</u>
Total interest revenue	<u>8,325,549</u>	<u>7,672,195</u>	<u>9,862,974</u>
Other revenue			
Severance tax	<u>77,646,990</u>	<u>(3,024,530)</u>	<u>29,210,884</u>
Total other revenue	<u>77,646,990</u>	<u>(3,024,530)</u>	<u>29,210,884</u>
Total operating revenue	<u>85,972,539</u>	<u>4,647,665</u>	<u>39,073,858</u>
OPERATING EXPENSES			
Transfers to Construction Fund	-	10,000,000	10,000,000
Transfers to general and other funds	<u>10,000,000</u>	<u>45,500,000</u>	<u>-</u>
	<u>10,000,000</u>	<u>55,500,000</u>	<u>10,000,000</u>
OPERATING INCOME (LOSS) / CHANGE IN NET POSITION	75,972,539	(50,852,335)	29,073,858
NET POSITION - BEGINNING OF YEAR	<u>416,975,373</u>	<u>467,827,708</u>	<u>438,753,850</u>
NET POSITION - END OF YEAR	<u><u>\$ 492,947,912</u></u>	<u><u>\$ 416,975,373</u></u>	<u><u>\$ 467,827,708</u></u>

See accountants' compilation report.

SUPPLEMENTARY INFORMATION

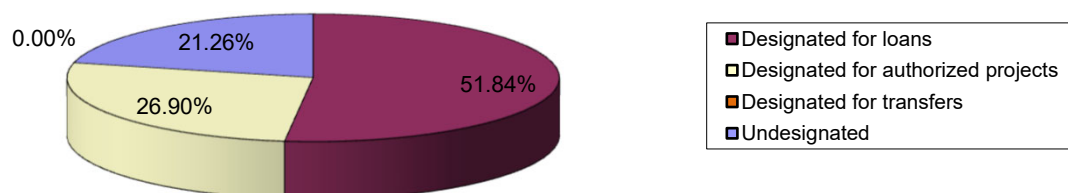
**COLORADO WATER CONSERVATION BOARD
SEVERANCE TAX PERPETUAL BASE FUND
SCHEDULES OF CASH SOURCES AND USES
Years Ended June 30, 2022, 2021 and 2020**

	<u>2022</u>	<u>2021</u>	<u>2020</u>
CASH SOURCES			
Severance tax	\$ 77,646,990	\$ (3,024,530)	\$ 29,210,884
Interest received on investments	2,168,858	1,625,111	3,881,409
Interest received on loans	6,082,587	6,082,611	5,506,180
Principal received on loans	26,415,125	16,522,111	7,266,221
	<u>112,313,560</u>	<u>21,205,303</u>	<u>45,864,695</u>
CASH USES			
Loan disbursements to borrowers	20,746,577	21,498,896	47,359,598
Special bills	10,000,000	55,500,000	10,000,000
	<u>30,746,577</u>	<u>76,998,896</u>	<u>57,359,598</u>
CASH SOURCES IN EXCESS (SHORT) OF CASH USES	81,566,983	(55,793,593)	(11,494,903)
CASH AND CASH EQUIVALENTS - BEGINNING OF YEAR	<u>140,569,743</u>	<u>196,363,336</u>	<u>207,858,239</u>
CASH AND CASH EQUIVALENTS - END OF YEAR	<u><u>\$ 222,136,726</u></u>	<u><u>\$ 140,569,743</u></u>	<u><u>\$ 196,363,336</u></u>

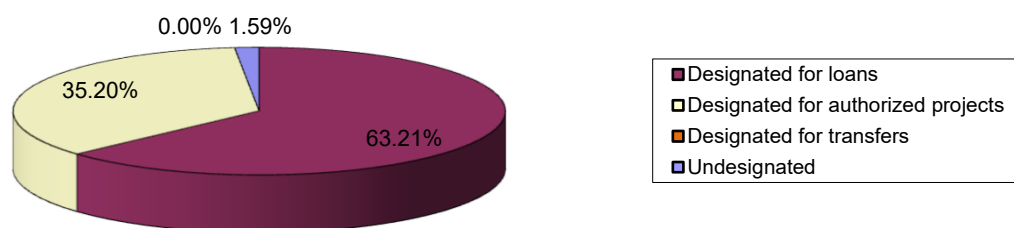
See accountants' compilation report.

**COLORADO WATER CONSERVATION BOARD
SEVERANCE TAX PERPETUAL BASE FUND
GRAPHS OF COMPONENTS OF NET POSITION
June 30, 2022, 2021 and 2020**

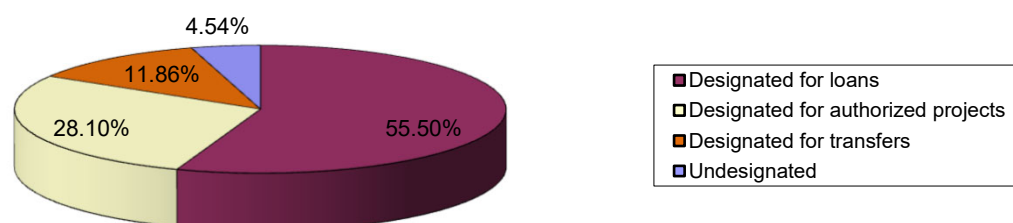
NET POSITION at June 30, 2022



NET POSITION at June 30, 2021



NET POSITION at June 30, 2020



	2022	2021	2020
Designated for loans	\$ 255,542,876	\$ 263,576,816	\$ 259,639,482
Designated for authorized projects	132,605,916	146,756,368	131,443,471
Designated for transfers	-	-	55,500,000
Undesignated	104,799,120	6,642,189	21,244,755
Total net position	<u>\$ 492,947,912</u>	<u>\$ 416,975,373</u>	<u>\$ 467,827,708</u>

See accountants' compilation report

