

CENTRAL COLORADO WATER CONSERVANCY DISTRICT

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2024



CPAs | CONSULTANTS | WEALTH ADVISORS

[CLAconnect.com](https://www.CLAconnect.com)

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2024**

INDEPENDENT AUDITORS' REPORT	1
MANAGEMENT'S DISCUSSION AND ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
STATEMENT OF NET POSITION	10
STATEMENT OF ACTIVITIES	11
BALANCE SHEET – GOVERNMENTAL FUNDS	13
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION – GOVERNMENTAL FUNDS	15
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS	16
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES	18
STATEMENT OF NET POSITION – ENTERPRISE FUNDS	19
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION – ENTERPRISE FUNDS	20
STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS	21
NOTES TO FINANCIAL STATEMENTS	22
REQUIRED SUPPLEMENTARY INFORMATION	
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS	58
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS	59
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY	60
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET OPEB LIABILITY	61

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
TABLE OF CONTENTS
YEAR ENDED DECEMBER 31, 2024**

**SCHEDULE OF REVENUE AND EXPENDITURES COMPARED WITH
BUDGET – GENERAL FUND**

CENTRAL COLORADO WATER CONSERVANCY DISTRICT	62
WELL AUGMENTATION SUBDISTRICT	63
GROUND WATER MANAGEMENT SUBDISTRICT	64

OTHER SUPPLEMENTARY INFORMATION

**SCHEDULE OF REVENUE AND EXPENDITURES COMPARED WITH
BUDGET – DEBT SERVICE FUND**

CENTRAL COLORADO WATER CONSERVANCY DISTRICT	66
WELL AUGMENTATION SUBDISTRICT	67
GROUND WATER MANAGEMENT SUBDISTRICT	68

**SCHEDULE OF REVENUE AND EXPENDITURES COMPARED WITH
BUDGET – WATER ENTERPRISE FUND**

CENTRAL COLORADO WATER CONSERVANCY DISTRICT	69
WELL AUGMENTATION SUBDISTRICT	70
GROUND WATER MANAGEMENT SUBDISTRICT	71



INDEPENDENT AUDITORS' REPORT

Board of Directors
Central Colorado Water Conservancy District
Greeley, Colorado

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, and each major fund of the Central Colorado Water Conservancy District (the District), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the District's basic financial statements as listed in the table of contents.

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, 2024, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the District and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matters

As discussed in Note 11 to the financial statements, beginning net position of governmental activities, beginning fund balance of the General Fund, and beginning fund balance of Well Augmentation Subdistrict special revenue fund were restated to correct errors related to inventory. Our opinions are not modified with respect to these matters.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 District's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the District's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, and the GASB required Pension and OPEB schedules as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the District's basic financial statements. The budgetary comparison schedules, noted as Other Supplementary Information in the Table of Contents, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.



CliftonLarsonAllen LLP

Denver, Colorado
July 11, 2025

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

This section of the report provides readers with a narrative overview and analysis of the financial activities of the Central Colorado Water Conservancy District (the District) for the year ended December 31, 2024. We encourage readers to consider the information presented here in conjunction with the basic financial statements to enhance their understanding of the District's financial performance.

FINANCIAL HIGHLIGHTS

- The District's assets and deferred outflows exceeded liabilities and deferred inflows by \$127.6 million at December 31, 2024.
- The General Fund balance was \$6.6 million as of December 31, 2024. Of this amount, \$280,254 is restricted for emergencies.
- The December 31, 2024, General Fund balance is \$1,802,845 less than the previous year-end. The total fund balance is 93% of 2024 General Fund expenditures.
- The Debt Service Funds have fund balances of \$30.1 million at December 31, 2024.
- The Water Enterprise Funds have net position of \$11.3 million at December 31, 2024.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the District's basic financial statements. The basic financial statements contain three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. In addition to the basic statements, this report also contains other supplementary information.

Government-Wide Financial Statements. The government-wide financial statements are designed to provide readers with a broad overview of the District's finances in a manner similar to a private sector business.

The *statement of net position* presents information on all of the District's assets, liabilities and deferred inflows, with the difference reported as *net position*. Over time, increases or decreases in net position may serve as a useful indicator of whether the District's financial position is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the 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 the statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected fees).

Fund Financial Statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The District, like other local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the District can be divided into two categories: governmental funds and proprietary funds.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

Governmental Funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds and governmental activities*.

The District maintains two individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and Debt Service Fund, each of which is considered to be a major fund.

The basic governmental fund financial statements can be found on pages 13 to 18 of this report.

Proprietary Funds. The District maintains one type of a 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 enterprise funds to account for its water services.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the water fund which is considered to be a major fund of the District.

The basic proprietary fund financial statements can be found on pages 19 to 21 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 22 through 56 of this report.

Budgetary Comparisons. The District adopts an annual appropriated budget for all funds. A budgetary comparison schedule has been provided for the General Fund on page 62 of this report.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position. As noted earlier, net position may serve over time as a useful indicator of a government's financial position. As of December 31, 2024, assets and deferred outflows exceeded liabilities and deferred inflows by \$138,876,489.

The following table provides a summary of the District's net position:

	2024		2023	
	Governmental Activities	Business-Type Activities	Governmental Activities*	Business-Type Activities
ASSETS				
Current and Other Assets	\$ 69,898,547	\$ 9,888,488	\$ 77,116,480	\$ 7,737,735
Capital Assets	175,081,129	8,633,271	158,803,981	8,594,794
Total Assets	<u>244,979,676</u>	<u>18,521,759</u>	<u>235,920,461</u>	<u>16,332,529</u>
DEFERRED OUTFLOWS				
Refunding	755,037	-	842,174	-
Pensions/OPEB	788,709	-	978,182	-
Total Deferred Outflows	<u>1,543,746</u>	<u>-</u>	<u>1,820,356</u>	<u>-</u>
LIABILITIES				
Current and Other Liabilities	9,637,801	503,961	9,777,561	328,356
Long-Term Liabilities	90,977,369	6,441,622	93,942,098	6,003,342
Total Liabilities	<u>100,615,170</u>	<u>6,945,583</u>	<u>103,719,659</u>	<u>6,331,698</u>
DEFERRED INFLOWS				
Pensions/OPEB	34,654	-	50,159	-
Deferred Property Taxes	18,275,822	297,463	19,839,619	264,530
Total Deferred Inflows	<u>18,310,476</u>	<u>297,463</u>	<u>19,889,778</u>	<u>264,530</u>
NET POSITION				
Net Investment in Capital Assets	85,997,877	2,130,294	77,724,757	2,531,152
Restricted	28,487,714	-	22,796,171	-
Unrestricted	13,112,185	9,148,419	13,610,452	7,205,149
Total Net Position	<u>\$ 127,597,776</u>	<u>\$ 11,278,713</u>	<u>\$ 114,131,380</u>	<u>\$ 9,736,301</u>

*During fiscal year 2024, the District determined that inventory was overstated in the government-wide statement of net position by \$82,318. Additionally, inventory was understated and capital assets were overstated by \$646,114 in the government-wide statement of net position. Under Governmental Accounting Standards Board (GASB) Statement No. 100, *Accounting Changes and Error Corrections*, the 2023 Current and Other Assets, Capital Assets, and Net Position balances in the table above were restated to reflect the error corrections. For more information, see Note 11 to the basic financial statements.

A portion of The District's net position represents unrestricted net position of \$22,260,604 which may be used to meet the District's ongoing obligations to citizens and creditors.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

Another significant portion of the District's net position reflects its investment in capital assets. These assets include water rights and projects, buildings, and equipment. These capital assets are used to provide services to citizens; consequently, they are not available for future spending. Although the investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities. The only long-term debt is the bonds and leases issued for construction of District utility systems and water projects.

An additional \$28,487,714 of the District's net position represents resources that are subject to external restrictions on how they may be used. Included in this category are the TABOR emergency reserve and the debt service fund balance.

The following table indicates the changes in net position:

	2024		2023	
	Governmental Activities	Business-Type Activities	Governmental Activities*	Business-Type Activities
REVENUES				
Program Revenues:				
Charges for Services	\$ 2,018,840	\$ 4,187,429	\$ 2,385,491	\$ 2,851,801
Operating Grants and Contributions	2,569,662	-	29,378	-
General Revenues:				
Property Taxes	20,681,330	266,289	16,866,081	254,392
Investment Earnings	2,824,695	357,695	2,834,145	273,433
Loss on Sale of Capital Assets	523,949	(22,942)	(66,727)	3,963
Total Revenues	<u>28,618,476</u>	<u>4,788,471</u>	<u>22,048,368</u>	<u>3,383,589</u>
EXPENSES				
General Government	10,315,724	-	7,564,764	-
Depreciation/Amortization	2,630,011	-	2,556,502	-
Interest on Long-Term Debt	2,206,345	-	2,259,239	-
Water Enterprise	-	3,246,059	-	3,492,940
Total Expenses	<u>15,152,080</u>	<u>3,246,059</u>	<u>12,380,505</u>	<u>3,492,940</u>
INCREASE (DECREASE) IN NET POSITION	<u>\$ 13,466,396</u>	<u>\$ 1,542,412</u>	<u>\$ 9,667,863</u>	<u>\$ (109,351)</u>

*Under GASB Statement No. 100, *Accounting Changes and Error Corrections*, the 2023 general government expenses in the table above were restated to reflect the increase of \$82,318. For more information, see Note 11 to the basic financial statements.

Governmental Activities. Government activities increased the District's net position by \$13,466,396 in 2024. Key elements of this increase are as follows:

- Total revenues increased approximately 30%, due to higher property taxes and increased investment earnings.
- Expenses increased approximately 22% over the previous year primarily in general government.

Business-Type Activities. Business-type activities (i.e., water) increased the District's net position by \$1,542,412 in 2024, due to water purchases exceeding charges for services.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

FINANCIAL ANALYSIS OF THE DISTRICT'S FUNDS

As noted earlier, the District uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

As of December 31, 2024, the total fund balances of the District's governmental funds were \$49.7 million. Fund balance is either assigned or restricted to indicate that it is not available for new spending because it is restricted for the following purposes: a state-constitution mandated emergency reserve (\$842,836); restricted for debt service (\$30,145,053); restricted for capital outlay (\$5,852,732); and assigned for subsequent year budget (\$11,935,724).

The District has three major governmental funds:

1. **General Fund.** This is the primary operating fund of the District. It accounts for the District's core governmental services. The General Fund balance was \$6.6 million as of December 31, 2024. The 2024 fund balance is \$1.8 million less than the previous year.
2. **Special Revenue Fund.** The Special Revenue Fund accounts for the District's two subdistricts. The fund balance at December 31, 2024, was \$13.0 million.
3. **Debt Service Fund.** The Debt Service Fund accounts for the repayment of the District's debt. The total fund balance at December 31, 2024, was \$30.1 million.

The District has one major enterprise fund, the Water Fund:

1. **Water Fund.** The Water Fund accounts for service charges and expenses of operating the District's water systems. The Water Fund net position at December 31, 2024, was \$11.3 million. Net position increased by \$1.5 million during the year due to water revenue exceeding water costs.

GENERAL FUND BUDGETARY HIGHLIGHTS

The District's budget is prepared according to Colorado statutes. The most significant budgeted fund is the General Fund.

	Final Budget	Actual
FUND BALANCE - BEGINNING OF YEAR	\$ 8,779,540	\$ 8,361,870
REVENUE AND FINANCING SOURCES	5,387,593	5,246,360
EXPENDITURES	(13,591,290)	(7,049,205)
FUND BALANCE - END OF YEAR	\$ 575,843	\$ 6,559,025

Expenditures were less than budget due to some capital projects not occurring that were anticipated.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2024**

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets. The District's investment in capital assets for its governmental and business-type activities as of December 31, 2024, totals approximately \$183.7 million (net of accumulated depreciation/amortization). This investment includes all land, water rights, right-to-use lease assets, buildings, equipment, water projects, and subscription-based information technology arrangements. The total net increase in investment in capital assets for the current year was \$16.3 million or 10%, due to capital additions being more than depreciation/amortization expense.

The District implemented the straight-line depreciation method for its capital assets, except for land and water rights which are not depreciated.

Additional information on the District's capital assets can be found in Note 3 of this report.

Long-Term Debt. At December 31, 2024, the District had approximately \$91.0 million of water loans and bonds payable, funded by assessments and property taxes, and a deferred loss on refunding. The District also has loans payable of approximately \$6.4 million from business-type activities, funded from assessments.

Additional information on the District's debt can be found in Note 6.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the District's finances for all those with an interest in the District's finances. Questions concerning any of the information provided or for additional financial information should be addressed to the District, 3209 W. 28th Street, Greeley, Colorado 80634.

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 31,916,607	\$ 7,891,351	\$ 39,807,958
Receivables:			
Property Taxes	18,275,822	297,463	18,573,285
Accounts Receivable	-	49,077	49,077
Internal Balances	(24,561)	24,561	-
Prepaid Items	384,583	520,964	905,547
Inventory	646,114	1,105,072	1,751,186
Capital Assets, Not Being Depreciated	74,596,145	2,672,947	77,269,092
Capital Assets, Net of Depreciation and Amortization	100,484,984	5,960,324	106,445,308
Cash and Investments - Restricted	18,699,982	-	18,699,982
Total Assets	244,979,676	18,521,759	263,501,435
DEFERRED OUTFLOWS OF RESOURCES			
Refunding	755,037	-	755,037
Related to Pension	748,910	-	748,910
Related to Other Postemployment Benefits	39,799	-	39,799
Total Deferred Outflows of Resources	1,543,746	-	1,543,746
LIABILITIES			
Accounts and Retainage Payable, Accrued Liabilities	1,815,683	169,011	1,984,694
Unearned Revenue	-	74,457	74,457
Accrued Interest Payable	781,414	199,138	980,552
Long-Term Liabilities:			
Net Pension Liability	1,349,059	-	1,349,059
Net OPEB Liability	104,283	-	104,283
Due Within One Year	5,587,362	61,355	5,648,717
Due in More than One Year	90,977,369	6,441,622	97,418,991
Total Liabilities	100,615,170	6,945,583	107,560,753
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue Property Taxes	18,275,822	297,463	18,573,285
Related to Pension	1,386	-	1,386
Related to Other Postemployment Benefits	33,268	-	33,268
Total Deferred Inflows of Resources	18,310,476	297,463	18,607,939
NET POSITION			
Net Investment in Capital Assets	85,997,877	2,130,294	88,128,171
Restricted for:			
TABOR	842,836	-	842,836
Debt Service	27,644,878	-	27,644,878
Unrestricted	13,112,185	9,148,419	22,260,604
Total Net Position	\$ 127,597,776	\$ 11,278,713	\$ 138,876,489

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

FUNCTIONS/PROGRAMS	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Contributions
Governmental Activities:				
General Government	\$ 12,945,735	\$ 2,018,840	\$ 2,569,662	\$ -
Interest on Long-Term Debt	2,206,345	-	-	-
Total Governmental Activities	15,152,080	2,018,840	2,569,662	-
Business-Type Activities:				
Water Enterprise Fund - District	492,283	837,916	-	-
Water Enterprise Fund - WAS	-	50,650	-	-
Water Enterprise Fund - GMS	2,753,776	3,298,863	-	-
Total Business-Type Activities	3,246,059	4,187,429	-	-
Total	\$ 18,398,139	\$ 6,206,269	\$ 2,569,662	\$ -

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS			
Governmental Activities:			
General Government	\$ (8,357,233)	\$ -	\$ (8,357,233)
Interest on Long-Term Debt	(2,206,345)	-	(2,206,345)
Total Governmental Activities	<u>(10,563,578)</u>	-	<u>(10,563,578)</u>
Business-Type Activities:			
Water Enterprise Fund - District	-	345,633	345,633
Water Enterprise Fund - WAS	-	50,650	50,650
Water Enterprise Fund - GMS	-	545,087	545,087
Total Business-Type Activities	<u>-</u>	<u>941,370</u>	<u>941,370</u>
Total	(10,563,578)	941,370	(9,622,208)
GENERAL REVENUE			
Property Taxes	20,681,330	266,289	20,947,619
Investment Earnings	2,824,695	357,695	3,182,390
Gain (Loss) on Sale of Assets	523,949	(22,942)	501,007
Total General Revenue	<u>24,029,974</u>	<u>601,042</u>	<u>24,631,016</u>
CHANGE IN NET POSITION	<u>13,466,396</u>	<u>1,542,412</u>	<u>15,008,808</u>
Net Position - Beginning of Year, As Originally Reported	114,213,698	9,736,301	123,949,999
Restatement	<u>(82,318)</u>	-	<u>(82,318)</u>
Net Position - Beginning of Year, As Restated	<u>114,131,380</u>	<u>9,736,301</u>	<u>123,867,681</u>
NET POSITION - END OF YEAR	<u>\$ 127,597,776</u>	<u>\$ 11,278,713</u>	<u>\$ 138,876,489</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

ASSETS	General Fund	Special Revenue Funds	
		WAS	GMS
Cash and Investments	\$ 6,769,867	\$ 2,144,854	\$ 5,724,470
Cash and Investments - Restricted	-	2,670,462	3,182,270
Property Taxes Receivable	3,230,563	1,239,546	2,302,208
Due from Other Funds	798,292	-	91,187
Prepaid Items	17,255	260,324	17,096
Inventory	646,114	-	-
Total Assets	<u>\$ 11,462,091</u>	<u>\$ 6,315,186</u>	<u>\$ 11,317,231</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts and Retainage Payable, Accrued Liabilities	\$ 1,672,503	\$ 28,096	\$ 115,084
Due to Other Funds	-	343,841	590,586
Total Liabilities	<u>1,672,503</u>	<u>371,937</u>	<u>705,670</u>
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,230,563	1,239,546	2,302,208
Total Deferred Inflows of Resources	<u>3,230,563</u>	<u>1,239,546</u>	<u>2,302,208</u>
FUND BALANCES			
Nonspendable:	663,369	260,324	17,096
Restricted for:			
TABOR Emergencies	280,254	201,195	361,387
Debt Service	-	-	-
Capital Outlay	-	2,670,462	3,182,270
Assigned - Subsequent Year Budget and Subdistricts	5,615,402	1,571,722	4,748,600
Total Fund Balances	<u>6,559,025</u>	<u>4,703,703</u>	<u>8,309,353</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 11,462,091</u>	<u>\$ 6,315,186</u>	<u>\$ 11,317,231</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2024**

ASSETS	Debt Service Funds			Total Governmental Funds
	District	WAS	GMS	
Cash and Investments	\$ 9,449,845	\$ 7,827,571	\$ -	\$ 31,916,607
Cash and Investments - Restricted	1,718,761	1,296,199	9,832,290	18,699,982
Property Taxes Receivable	3,887,817	3,220,243	4,395,445	18,275,822
Due from Other Funds	-	54,709	-	944,188
Prepaid Items	-	-	-	294,675
Inventory	-	-	-	646,114
	<u>\$ 15,056,423</u>	<u>\$ 12,398,722</u>	<u>\$ 14,227,735</u>	<u>\$ 70,777,388</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts and Retainage Payable, Accrued Liabilities	\$ -	\$ -	\$ -	\$ 1,815,683
Due to Other Funds	8,603	-	25,719	968,749
Total Liabilities	<u>8,603</u>	<u>-</u>	<u>25,719</u>	<u>2,784,432</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	3,887,817	3,220,243	4,395,445	18,275,822
Total Deferred Inflows of Resources	<u>3,887,817</u>	<u>3,220,243</u>	<u>4,395,445</u>	<u>18,275,822</u>
FUND BALANCES				
Nonspendable:	-	-	-	940,789
Restricted for:				
TABOR Emergencies	-	-	-	842,836
Debt Service	11,160,003	9,178,479	9,806,571	30,145,053
Capital Outlay	-	-	-	5,852,732
Assigned - Subsequent Year Budget and Subdistricts	-	-	-	11,935,724
Total Fund Balances	<u>11,160,003</u>	<u>9,178,479</u>	<u>9,806,571</u>	<u>49,717,134</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 15,056,423</u>	<u>\$ 12,398,722</u>	<u>\$ 14,227,735</u>	<u>\$ 70,777,388</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
RECONCILIATION OF THE BALANCE SHEET TO THE
STATEMENT OF NET POSITION – GOVERNMENTAL FUNDS
DECEMBER 31, 2024**

Total Fund Balance - Governmental Funds \$ 49,717,134

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

Bond insurance is reflected as a prepaid expense on the statement of net position. 89,908

Capital assets used in governmental activities are not financial resources and are not reported in the funds. 175,081,129

The proportionate share of net pension liability, deferred outflows of resources, and deferred inflows of resources related to their participation in Colorado PERA is not recorded in governmental funds, but is recorded in the statement of net position.

Net Pension Liability	\$ (1,349,059)	
Deferred Outflows of Resources Related to Pensions	748,910	
Deferred Inflows of Resources Related to Pensions	<u>(1,386)</u>	(601,535)

The proportionate share of net OPEB liability, deferred outflows of resources, and deferred inflows of resources related to their participation in Colorado PERA is not recorded in governmental funds, but is recorded in the statement of net position.

Net OPEB Liability	(104,283)	
Deferred Outflows of Resources Related to OPEB	39,799	
Deferred Inflows of Resources Related to OPEB	<u>(33,268)</u>	(97,752)

Accrued interest payable is not included in the funds. (781,414)

Long-term related liabilities are not reported in governmental funds, consisting of:

Bonds payable	(92,193,941)	
Premiums	(3,254,040)	
Deferred loss on refunding	755,037	
Leases payable	(976,629)	
Subscriptions Payable	(27,036)	
Compensated Absences	<u>(113,085)</u>	<u>(95,809,694)</u>

Net Position of Governmental Activities \$ 127,597,776

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024**

	General Fund	Special Revenue Funds	
		WAS	GMS
REVENUE			
Taxes	\$ 4,214,067	\$ 1,445,846	\$ 3,483,127
Interest Income	327,641	289,184	682,316
Water Assessments	-	965,825	-
State and Federal Grants	246,375	-	2,323,287
Miscellaneous	143,569	277,511	631,935
Total Revenue	<u>4,931,652</u>	<u>2,978,366</u>	<u>7,120,665</u>
EXPENDITURES			
Operating Expenditures	3,956,843	2,965,561	3,462,250
Debt Service:			
Principal	9,006	40,630	65,979
Interest	297	10,649	15,401
Capital Outlay	3,083,059	1,021,182	14,867,407
Total Expenditures	<u>7,049,205</u>	<u>4,038,022</u>	<u>18,411,037</u>
REVENUE OVER (UNDER) EXPENDITURES	(2,117,553)	(1,059,656)	(11,290,372)
OTHER FINANCING SOURCES (USES)			
Sale of Assets	314,708	3,333	298,208
Bond Issuance	-	-	2,602,233
Total Other Financing Sources (Uses)	<u>314,708</u>	<u>3,333</u>	<u>2,900,441</u>
NET CHANGE IN FUND BALANCES	<u>(1,802,845)</u>	<u>(1,056,323)</u>	<u>(8,389,931)</u>
Fund Balances - Beginning, As Originally Reported	7,715,756	5,842,344	16,699,284
Restatement	646,114	(82,318)	-
Fund Balance, Beginning as Restated	<u>8,361,870</u>	<u>5,760,026</u>	<u>16,699,284</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,559,025</u>	<u>\$ 4,703,703</u>	<u>\$ 8,309,353</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS (CONTINUED)
YEAR ENDED DECEMBER 31, 2024**

	Debt Service Funds			Total Governmental Funds
	District	WAS	GMS	
REVENUE				
Taxes	\$ 3,838,396	\$ 3,307,302	\$ 4,392,592	\$ 20,681,330
Interest Income	571,746	420,827	532,981	2,824,695
Water Assessments	-	-	-	965,825
State and Federal Grants	-	-	-	2,569,662
Miscellaneous	-	-	-	1,053,015
Total Revenue	<u>4,410,142</u>	<u>3,728,129</u>	<u>4,925,573</u>	<u>28,094,527</u>
EXPENDITURES				
Operating Expenditures	58,433	48,831	66,729	10,558,647
Debt Service:				
Principal	1,894,267	679,335	2,101,300	4,790,517
Interest	846,060	493,438	1,186,670	2,552,515
Capital Outlay	-	-	-	18,971,648
Total Expenditures	<u>2,798,760</u>	<u>1,221,604</u>	<u>3,354,699</u>	<u>36,873,327</u>
REVENUE OVER (UNDER) EXPENDITURES	1,611,382	2,506,525	1,570,874	(8,778,800)
OTHER FINANCING SOURCES (USES)				
Proceeds of Sale of Assets	-	-	-	616,249
Debt Issuances	-	-	-	2,602,233
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,218,482</u>
NET CHANGE IN FUND BALANCES	<u>1,611,382</u>	<u>2,506,525</u>	<u>1,570,874</u>	<u>(5,560,318)</u>
Fund Balances - Beginning, As Originally Reported	9,548,621	6,671,954	8,235,697	54,713,656
Restatement	-	-	-	563,796
Fund Balance, Beginning as Restated	<u>9,548,621</u>	<u>6,671,954</u>	<u>8,235,697</u>	<u>55,277,452</u>
FUND BALANCES - END OF YEAR	<u>\$ 11,160,003</u>	<u>\$ 9,178,479</u>	<u>\$ 9,806,571</u>	<u>\$ 49,717,134</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2024**

Net Change in Fund Balances - Governmental Funds \$ (5,560,318)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. Additionally, governmental funds report proceeds on capital assets while the statement of activities reflects gain or loss on sale.

Capital Outlay	\$ 18,999,459	
Book Value of Disposals	(92,300)	
Depreciation/Amortization Expense	<u>(2,630,011)</u>	16,277,148

The issuance of long-term debt and obligations provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences.

Issuance of long-term debt	(2,602,233)	
Principal payments	4,674,902	
Principal payments on leases	89,126	
Principal payments on subscriptions payable	<u>26,489</u>	2,188,284

Certain expenses reported in the statement of activities do not require use of current financial resources and, therefore, are not reported as an expenditure in the governmental funds.

Change in accrued interest payable	(92,211)	
Change in compensated absences	(20,400)	
Amortization of bond insurance	(6,590)	
Amortization of bond premium	552,508	
Amortization of loss on bond refunding	(87,137)	
Pension expense	199,111	
OPEB expense	<u>16,001</u>	<u>561,282</u>

Change in Net Position of Governmental Activities \$ 13,466,396

See accompanying Notes to Basic Financial Statements.

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF NET POSITION
BUSINESS-TYPE ACTIVITIES – ENTERPRISE FUNDS
DECEMBER 31, 2024

	Business-Type Activities			Total
	District	WAS	GMS	
ASSETS				
Current Assets:				
Cash and Investments	\$ 4,454,435	\$ 377,742	\$ 3,059,174	\$ 7,891,351
Property Taxes Receivable	44,501	-	252,962	297,463
Accounts Receivable	-	-	49,077	49,077
Due from Other Funds	-	-	299,431	299,431
Prepaid Items	-	-	520,964	520,964
Inventory	-	-	1,105,072	1,105,072
Total Current Assets	<u>4,498,936</u>	<u>377,742</u>	<u>5,286,680</u>	<u>10,163,358</u>
Capital Assets, Not Being Depreciated	8,450	-	2,664,497	2,672,947
Capital Assets, Net of Accumulated Depreciation	<u>3,140,331</u>	<u>-</u>	<u>2,819,993</u>	<u>5,960,324</u>
Total Capital Assets	<u>3,148,781</u>	<u>-</u>	<u>5,484,490</u>	<u>8,633,271</u>
Total Assets	<u>7,647,717</u>	<u>377,742</u>	<u>10,771,170</u>	<u>18,796,629</u>
LIABILITIES				
Current Liabilities:				
Accounts and Retainage Payable	-	-	169,011	169,011
Due to Other Funds	177,539	-	97,331	274,870
Unearned Revenue	-	-	74,457	74,457
Accrued Interest Payable	-	-	199,138	199,138
Current Portion of Long-Term Liabilities	<u>61,355</u>	<u>-</u>	<u>-</u>	<u>61,355</u>
Total Current Liabilities	<u>238,894</u>	<u>-</u>	<u>539,937</u>	<u>778,831</u>
Long-Term Liabilities:				
Due in More than One Year	<u>2,033,339</u>	<u>-</u>	<u>4,408,283</u>	<u>6,441,622</u>
Total Liabilities	<u>2,272,233</u>	<u>-</u>	<u>4,948,220</u>	<u>7,220,453</u>
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	<u>44,501</u>	<u>-</u>	<u>252,962</u>	<u>297,463</u>
NET POSITION				
Net Investment in Capital Assets	1,054,087	-	1,076,207	2,130,294
Unrestricted	<u>4,276,896</u>	<u>377,742</u>	<u>4,493,781</u>	<u>9,148,419</u>
Total Net Position	<u>\$ 5,330,983</u>	<u>\$ 377,742</u>	<u>\$ 5,569,988</u>	<u>\$ 11,278,713</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
BUSINESS-TYPE ACTIVITIES – ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Business-Type Activities			Total
	District	WAS	GMS	
OPERATING REVENUE				
Assessments	\$ 3,000	\$ 50,650	\$ 2,203,901	\$ 2,257,551
Water	744,016	-	264,711	1,008,727
State and Federal Grants	-	-	-	-
Miscellaneous	90,900	-	830,251	921,151
Total Operating Revenue	<u>837,916</u>	<u>50,650</u>	<u>3,298,863</u>	<u>4,187,429</u>
OPERATING EXPENSES				
Purchased Water and Storage	-	-	2,068,736	2,068,736
Supplies	12,106	-	19,496	31,602
Professional Fees	-	-	88,494	88,494
Utilities	24,663	-	7,278	31,941
Repairs and Maintenance	341,580	-	12,516	354,096
Depreciation	67,366	-	65,780	133,146
Other Expenses	8,856	-	469,550	478,406
Total Operating Expenses	<u>454,571</u>	<u>-</u>	<u>2,731,850</u>	<u>3,186,421</u>
OPERATING INCOME	383,345	50,650	567,013	1,001,008
NONOPERATING REVENUE (EXPENSES)				
Investment Earnings	174,781	17,941	164,973	357,695
Gain/(Loss) on Sale of Capital Assets	(22,942)	-	-	(22,942)
Interest Expense	(37,712)	-	(21,926)	(59,638)
Property Taxes	55,076	-	211,213	266,289
Net Nonoperating Revenue (Expenses)	<u>169,203</u>	<u>17,941</u>	<u>354,260</u>	<u>541,404</u>
CHANGE IN NET POSITION	552,548	68,591	921,273	1,542,412
Fund Net Position - Beginning of Year	<u>4,778,435</u>	<u>309,151</u>	<u>4,648,715</u>	<u>9,736,301</u>
FUND NET POSITION - END OF YEAR	<u>\$ 5,330,983</u>	<u>\$ 377,742</u>	<u>\$ 5,569,988</u>	<u>\$ 11,278,713</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2024**

	Business-Type Activities			Total
	District	WAS	GMS	
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Receipts from Customers	\$ 837,916	\$ 50,650	\$ 3,270,089	\$ 4,158,655
Payments to Suppliers and Employees	(387,681)	-	(2,172,383)	(2,560,064)
Net Cash Provided by Operating Activities	450,235	50,650	1,097,706	1,598,591
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Debt Payments	(98,012)	-	-	(98,012)
Debt Issuance	-	-	499,635	499,635
Acquisition of Property, Plant, and Equipment	(8,449)	-	(185,359)	(193,808)
Increase (Decrease) in Due to Other Funds	330,252	-	(471,639)	(141,387)
Net Cash Provided (Used) by Capital and Related Financing Activities	223,791	-	(157,363)	66,428
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Property Taxes	55,076	-	211,213	266,289
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and Dividends Received	174,781	17,941	164,973	357,695
INCREASE IN CASH AND CASH EQUIVALENTS	903,883	68,591	1,316,529	2,289,003
Cash and Cash Equivalents - Beginning of Year	3,550,552	309,151	1,742,645	5,602,348
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 4,454,435</u>	<u>\$ 377,742</u>	<u>\$ 3,059,174</u>	<u>\$ 7,891,351</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES				
Operating Income	\$ 383,345	\$ 50,650	\$ 567,013	\$ 1,001,008
Depreciation Expense	67,366	-	65,780	133,146
Change in Operating Assets and Liabilities:				
(Increase) Decrease in:				
Accounts Receivable	-	-	(14,794)	(14,794)
Prepaid Items	-	-	(49,218)	(49,218)
Inventory	-	-	375,825	375,825
Increase (Decrease) in:				
Accounts Payable and Accrued Expenses	(476)	-	167,080	166,604
Unearned Revenue	-	-	(13,980)	(13,980)
Net Cash Provided by Operating Activities	<u>\$ 450,235</u>	<u>\$ 50,650</u>	<u>\$ 1,097,706</u>	<u>\$ 1,598,591</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of the Central Colorado Water Conservancy District (the District) significant accounting policies is to assist the reader with interpreting the financial statements and other data in this report. The policies are considered essential and should be read in conjunction with the accompanying financial statements.

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.

Scope of Reporting Entity

The financial statements of the District have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

Financial Reporting Entity

In 2019, the District adopted Statement 90 of the Governmental Accounting Standards Board, *Majority Equity Interests*. For financial reporting purposes, management has considered all potential component units in defining the District. The basic criterion for including a potential component unit is the District's ability to exercise significant operational control or financial accountability with the District. Financial relationship or operational control is determined on the basis of the District's obligation to fund deficits, responsibility for debt, budgetary authority, fiscal management, selection of governing authority and/or management, and the ability to significantly influence operations.

Based on the criteria, there are two organizations that are considered blended component units of the District: the Well Augmentation Subdistrict of Central Colorado Water Conservancy District (WAS) and the Ground Water Management Subdistrict of Central Colorado Water Conservancy District (GMS).

WAS was established to conserve the water resources of the state of Colorado for the greatest beneficial use of water within this state 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 15-member board of directors is the same as the District's. The District and WAS have the same management.

WAS has two governmental funds, the General Fund and Debt Service Fund and one proprietary enterprise fund, the Water Enterprise Fund. The General Fund of WAS 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 WAS are available from the District's office.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Financial Reporting Entity (Continued)

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 15-member board of directors is the same as the District's. The District and GMS have the same management.

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.

Government-Wide and Fund 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 nonfiduciary activities of the District. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants 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.

Separate financial statements are provided for governmental funds and the enterprise fund. Major individual governmental funds and the major individual enterprise fund are reported as separate columns in the fund financial statements.

The District reports the following major governmental funds:

The General Fund is the District's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

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

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued)

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 and the GMS Water Enterprise Fund.

The Debt Service Fund accounts for the resources accumulated and payments made for the debt service requirements of the District.

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 its 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 its governmental funds.

An enterprise fund is used to account for operations that are financed and operated in a manner similar to private business enterprises, where the intent of the governing body is that costs (expenses, including depreciation) of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

The District reports the following major proprietary funds:

The Water Enterprise Funds of District, GMS, and WAS accounts for user charges and the expenses for operating, financing, and maintaining these water enterprise systems.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regard to interfund activities, payables, and receivables. All internal balances in the statement of net position have been eliminated.

Accounts reported as program revenues include (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water enterprise fund are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Government-Wide and Fund Financial Statements (Continued)

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 board has provided otherwise in its commitment or assignment actions.

Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary funds. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. 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 government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures including lease liabilities, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Property taxes, intergovernmental grants, interest revenue, and charges for services 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.

Cash Equivalents

For purposes of the statement of cash flows, the District considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

Investments

Investments are reported at fair value.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in accordance with accounting principles generally accepted in the United States of America 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 disclosures of contingent assets and liabilities at the date of the financial statements and reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

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, 2024.

Property taxes are levied in December and attach as an enforceable lien on property as of January 1 of the following year. Taxes are payable in two installments on March 1 and June 15, or in full on April 30. The District uses the County Treasurer to bill and collect its property taxes. Property taxes levied on December 31, 2024, 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.

Inventory and Prepaid Items

Inventory consists of gravel held for consumption and resale and is recorded at cost for the water enterprise fund. In the water enterprise fund, the cost of inventory is recorded as an expense when consumed and resold.

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 BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Capital Assets

Capital assets purchased or acquired with an original cost of \$5,000 or more are stated at cost except for easements which are reported with an original cost of over \$50,000. The cost of maintenance and repairs is charged against income as incurred; significant renewals, betterments, and improvements are capitalized. Depreciation has been computed using the straight-line method based on lives of 50 to 100 years for water projects and 5 to 40 years for equipment, vehicles, and the office building.

Right-to-use lease assets are initially measured at the present value of payments expected to be made during the lease term, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized in a systematic and rational manner over the shorter of the lease term or the useful life of the underlying asset.

SBITA assets are initially measured as the sum of the present value of payments expected to be made during the subscription term, payments associated with the SBITA contract made to the SBITA vendor at the commencement of the subscription term, when applicable, and capitalizable implementation costs, less any SBITA vendor incentives received from the SBITA vendor at the commencement of the SBITA term. SBITA assets are amortized in a systematic and rational manner over the shorter of the subscription term or the useful life of the underlying IT assets.

Deferred Outflows and Inflows of Resources

In addition to assets, the statement of financial position reports a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to future periods and so will not be recognized as an outflow of resources (expense/expenditures) until then. The District has two items that qualify for reporting in this category: changes in the Net Pension/OPEB Liability not included in Pension/OPEB Expense reported in the government-wide statement of net position and the deferred loss on refunding.

In addition to liabilities, the statement of financial position reports a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The District has two items that qualify for reporting in this category: changes in the Net Pension/OPEB Liability not included in Pension/OPEB Expense reported in the government-wide statement of net position and the deferred portion of property taxes.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 101, *Compensated Absences*. 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.

The liability for Compensated Absences reported in the government-wide statements consists of leave that has not been used that is attributable to services already rendered, accumulates and is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. The liability also includes amounts for leave that has been used for time off but has not yet been paid in cash or settled through noncash means and certain other types of leave.

Budgets

Colorado state law requires the adoption of an annual budget. Appropriations lapse at the end of each year. The budget and related appropriations are prepared on the budgetary basis, which differs from accounting principles generally accepted in the United States, in that:

- Capital outlays are budgeted as expenditures.
- Depreciation is not budgeted.

The District's board of directors adopts total budget appropriations for each of its funds. This is normally done in December of each year when notice is published in local newspapers and the proposed budget is held open for inspection by the taxpayers and a public hearing is held. The board may transfer budget amounts between departments within any fund however, any revision that alters the total appropriation of any fund requires that a budget revision be adopted by resolution in the same manner described above for adoption of the original budget. The level of budgetary responsibility is by total fund appropriations.

Long-Term Obligations

Long-term debt and other long-term obligations are reported as liabilities in the government-wide financial statements. Bond premiums and the deferred loss on refunding are deferred and amortized over the life of the bonds using the effective interest rate method over the term of the debt. Debt issuance costs are reported as an outflow of resources.

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Funds Balance and Net Position

In the government-wide financial 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.

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 funds financial statements, fund balances of governmental funds are classified in five separate categories. The five categories, and their general meanings, are as follows:

Nonspendable Fund Balance – Amounts that cannot be spent either because they are in nonspendable form or because they are legally or contractually required to be maintained intact.

Restricted Fund Balance – 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 Fund Balance – Amounts that can be used only for specific purposes determined by a formal action of the board of directors (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 Fund Balance – Amounts that do not meet 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 Fund Balance – All other spendable amounts. The General Fund is the only fund that would report a positive unassigned fund balance. However, in government funds other than the General Fund, if expenditures incurred for specific purposes exceed the amount that are restricted, committed or assigned to those purposes, it may be necessary to report a negative unassigned balance in that fund.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Pensions

The Central Colorado Water Conservancy District participates in the Local Government Division Trust Fund (LGDTF), a cost-sharing multiemployer defined benefit pension fund administered by the Public Employees' Retirement Association of Colorado (PERA). The net pension liability, deferred outflows and inflows of resources related to pensions, pension expense, information about the fiduciary net position, and additions to/deductions from the fiduciary net position of the LGDTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Other Postemployment Benefits (OPEB)

The Central Colorado Water Conservancy District participates in the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit OPEB fund administered by PERA. The net OPEB liability, deferred outflows and inflows of resources related to OPEB, OPEB expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position of the HCTF have been determined using the economic resources measurement focus and the accrual basis of accounting. For this purpose, benefits paid on behalf of health care participants are recognized when due and/or payable in accordance with the benefit terms. Investments are reported at fair value.

NOTE 2 CASH AND INVESTMENTS

A summary of deposits and investments at December 31, 2024, follows:

Bank Deposits	\$ 2,395,150
Cash with County Treasurers	60,897
Investments	<u>56,051,893</u>
Total Cash and Investments	<u><u>\$ 58,507,940</u></u>
Cash and Investments	\$ 39,807,958
Cash and Investments - Restricted	<u>18,699,982</u>
Total Cash and Investments	<u><u>\$ 58,507,940</u></u>

The District's bank accounts and certificates of deposit at year-end were entirely covered by federal depository insurance or by collateral held by the District's custodial banks under provisions of the Colorado Public Deposit Protection Act (PDPA). Bank deposits of \$250,000 were covered by federal depository insurance and balances of \$2,145,150 were covered by PDPA.

The Colorado Public Deposit Protection Act requires financial institutions to pledge collateral having a market value of at least 102% of the aggregate public deposits not insured by federal depository insurance. Eligible collateral includes municipal bonds, U.S. government securities, mortgages, and deeds of trust.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 2 CASH AND INVESTMENTS (CONTINUED)

State statutes authorize the District to invest in obligations of the U.S. Treasury and U.S. agencies, obligations of the state of Colorado or of any county, school, authority, and certain Districts and cities therein, notes or bonds secured by insured mortgages or trust deeds, obligations of national mortgage associations, and certain repurchase agreements.

Credit Risk

The District does not have specific policy regarding credit risk but is required to comply with state of Colorado (State) Statutes which specify instruments meeting defined rating, maturity and concentration risk criteria in which local governments may invest. State statutes do not address custodial risk.

At December 31, 2024, the District had invested \$56,051,893 in the Colorado Local Government Liquid Asset Trust (COLOTRUST), an investment vehicle established for local government entities in Colorado to pool surplus funds. COLOTRUST operates similarly to a money market fund and each share is valued at the net asset value (NAV) of \$1.00. Investments of COLOTRUST consist of bills, notes, and bonds issued by the U.S. Treasury or a government agency, and repurchase agreements secured by such obligations. COLOTRUST is rated AAAM by Standard & Poor's. The District's interest is valued at NAV. COLOTRUST does not have any unfunded commitments, redemption restrictions or redemption notice periods.

Interest Rate Risk

Colorado Statutes require that no investment may have a maturity in excess of five years from the date of purchase. The District does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates, other than those contained in the statutes. The District has interest rate risk related to its investments in COLOTRUST. At December 31, 2024, COLOTRUST has a weighted average maturity of 60 days or less.

Concentration of Credit Risk

The District places no limit on the amount that may be invested in any one issuer.

Restricted Cash and Investments

At December 31, 2024, the District has the following restricted cash balances:

General Funds - Colostrust	\$ 5,852,732
Debt Service Funds - Colostrust	8,518,032
Debt Service Reserve - CWCB Loans	4,329,218

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 CAPITAL ASSETS

Capital activities for governmental activities are as follows:

	Balance December 31, 2023, Restated	Additions	Deletions/ Reclassifications	Balance December 31, 2024
Capital Assets, Not Being Depreciated:				
Water Rights	\$ 46,262,874	\$ 2,716,556	\$ (75,800)	\$ 48,903,630
Land	2,570,000	-	-	2,570,000
Perpetual Easements	528,078	-	-	528,078
Ditch Carriage	375,000	-	-	375,000
Construction in Progress	10,940,974	13,077,258	(1,798,795)	22,219,437
Total Capital Assets, Not Being Depreciated	60,676,926	15,793,814	(1,874,595)	74,596,145
Capital Assets, Being Depreciated/Amortized				
Water Projects	108,982,611	2,664,539	1,016,636	112,663,786
Office Building	1,364,953	19,700	736,755	2,121,408
Computer Software	12,742	-	-	12,742
Equipment and Vehicles	4,471,626	521,406	5,534	4,998,566
Right-to-Use Lease Assets - Land	1,153,170	-	-	1,153,170
Subscription Based Information Technology Arrangements	197,555	-	-	197,555
Total Capital Assets, Being Depreciated/Amortized	116,182,657	3,205,645	1,758,925	121,147,227
Accumulated Depreciation/Amortization				
Water Projects	(14,937,701)	(2,104,019)	-	(17,041,720)
Office Building	(530,023)	(52,694)	-	(582,717)
Computer Software	(2,973)	(2,548)	-	(5,521)
Equipment and Vehicles	(2,487,377)	(385,958)	23,370	(2,849,965)
Right-to-Use Lease Assets - Land	(60,554)	(32,178)	-	(92,732)
Subscription Based Information Technology Arrangements	(36,974)	(52,614)	-	(89,588)
Total Accumulated Depreciation/Amortization	(18,055,602)	(2,630,011)	23,370	(20,662,243)
Total Capital Assets, Being Depreciated/Amortized, Net	98,127,055	575,634	1,782,295	100,484,984
Capital Assets, Net	<u>\$ 158,803,981</u>	<u>\$ 16,369,448</u>	<u>\$ (92,300)</u>	<u>\$ 175,081,129</u>

Governmental activities depreciation/amortization expense of \$2,630,011 has been included in General Government on the statement of activities.

The December 31, 2023 land balance was restated to remove \$646,114 of assets that were reclassified to inventory on the Governmental Activities Statement of Net Position and General Fund balance sheet. For more information, see Note 11.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 3 CAPITAL ASSETS (CONTINUED)

Capital activities for business-type activities are as follows:

	Balance December 31, 2023	Additions	Deletions	Balance December 31, 2024
Capital Assets, Not Being Depreciated:				
Water Rights	\$ 863,650	\$ -	\$ -	\$ 863,650
Construction in Progress	1,615,489	193,808	-	1,809,297
Total Capital Assets, Not Being Depreciated	2,479,139	193,808	-	2,672,947
Capital Assets, Being Depreciated				
Water Projects	6,552,192	-	-	6,552,192
Equipment	71,249	-	(52,400)	18,849
Total Capital Assets, Being Depreciated	6,623,441	-	(52,400)	6,571,041
Accumulated Depreciation				
Water Projects	(475,284)	(131,253)	-	(606,537)
Equipment	(32,502)	(1,893)	30,215	(4,180)
Total Accumulated Depreciation	(507,786)	(133,146)	30,215	(610,717)
Total Capital Assets, Being Depreciated, Net	6,115,655	(133,146)	(22,185)	5,960,324
Capital Assets, Net	\$ 8,594,794	\$ 60,662	\$ (22,185)	\$ 8,633,271

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO

Plan Description

Eligible employees of the Central Colorado Water Conservancy District are provided with pensions through the Local Government Division Trust Fund, a cost-sharing multiple-employer defined benefit pension plan administered by PERA. Plan benefits are specified in Title 24, Article 51 of the Colorado Revised Statutes (C.R.S.), administrative rules set forth at 8 C.C.R. 1502-1, and applicable provisions of the federal Internal Revenue Code. Colorado state law provisions may be amended from time to time by the Colorado General Assembly. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided as of December 31, 2023

PERA provides retirement, disability, and survivor benefits. Retirement benefits are determined by the amount of service credit earned and/or purchased, highest average salary, the benefit structure(s) under which the member retires, the benefit option selected at retirement, and age at retirement. Retirement eligibility is specified in tables set forth at C.R.S. § 24-51-602, 604, 1713, and 1714.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Benefits Provided as of December 31, 2023 (Continued)

The lifetime retirement benefit for all eligible retiring employees under the PERA benefit structure is the greater of the:

- Highest average salary multiplied by 2.5% and then multiplied by years of service credit.
- The value of the retiring employee's member contribution account plus a 100% match on eligible amounts as of the retirement date. This amount is then annuitized into a monthly benefit based on life expectancy and other actuarial factors.

In all cases the service retirement benefit is limited to 100% of highest average salary and also cannot exceed the maximum benefit allowed by the Internal Revenue Code.

Members may elect to withdraw their member contribution accounts upon termination of employment with all PERA employers; waiving rights to any lifetime retirement benefits earned. If eligible, the member may receive a match of either 50% or 100% on eligible amounts depending on when contributions were remitted to PERA, the date employment was terminated, whether five years of service credit has been obtained and the benefit structure under which contributions were made.

Upon meeting certain criteria, benefit recipients who elect to receive a lifetime retirement benefit are generally eligible to receive post-retirement cost-of-living adjustments in certain years, referred to as annual increases in the C.R.S. Subject to the automatic adjustment provision (AAP) under C.R.S. § 24-51-413, eligible benefit recipients under the PERA benefit structure who began eligible employment before January 1, 2007 will receive the maximum annual increase (AI) or AI cap of 1.00%. Benefit recipients under the PERA benefit structure who began eligible employment after January 1, 2007 will receive the lesser of an annual increase of the 1.00% AI cap or the average increase of the Consumer Price Index for Urban Wage Earners and Clerical Workers for the prior calendar year, not to exceed 10% of PERA's Annual Increase Reserve (AIR) for the LGDTF. The AAP may raise or lower the aforementioned AI cap by up to 0.25% based on the parameters specified C.R.S. § 24-51-413.

Disability benefits are available for eligible employees once they reach five years of earned service credit and are determined to meet the definition of disability. The disability benefit amount is based on the lifetime retirement benefit formula(s) shown above considering a minimum 20 years of service credit, if deemed disabled.

Survivor benefits are determined by several factors, which include the amount of earned service credit, highest average salary of the deceased, the benefit structure(s) under which service credit was obtained, and the qualified survivor(s) who will receive benefits.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Contributions

Contributions provisions as of December 31, 2022: Eligible employees and the District are required to contribute to the LGDTF at a rate set by Colorado Statute. The contribution requirements are established under C.R.S. § 24-51-401, et seq. and § 24-51-413. Employee contribution rates for the period were 9.00% for January 1, 2024 through December 31, 2024. Employer contribution rates are summarized in the table below:

	January 1, 2024 Through December 31, 2024
Employer Contribution Rate as a Percentage of Salary	
Amount of Employer Contribution Apportioned to the Health Care Trust Fund as Specified in C.R.S. § 24-51-208(1)(f)	11.00 %
Total Apportioned to the LGDTF	<u>(1.02)</u> 9.98 %
Amortization Equalization Disbursement (AED) as Specified in C.R.S. § 24-51-411	2.20 %
Supplemental Amortization Equalization Disbursement (SAED) as Specified in C.R.S. § 24-51-411	1.50
Defined Contribution Supplement as Specified in C. R. S. § 24-51-415	0.08
Total Employer Contribution Rate to the LGDTF	<u><u>13.76 %</u></u>

Rates are expressed as a percentage of salary as defined in C.R.S. § 24-51-101(42).

Employer contributions are recognized by the LGDTF in the period in which the compensation becomes payable to the member and the County is statutorily committed to pay the contributions to the LGDTF. Employer contributions recognized by the LGDTF from the County were \$246,511 for the year ended December 31, 2024.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2024, the District reported a liability of \$1,349,059 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll forward the total pension liability to December 31, 2023. The Subdistrict proportion of the net pension liability was based on the Subdistrict's contributions to the LGDTF for the calendar year 2023 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2023, the District's proportion was .18%, which was an increase of .01% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the District recognized pension expense of \$47,401. At December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

**Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and
Deferred Inflows of Resources Related to Pensions (Continued)**

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference Between Expected and Actual Experience	\$ 73,007	\$ 1,386
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Changes in Assumptions	393,931	-
Changes in Proportion and Differences Between Contributions Recognized and Proportionate Share of Contributions	35,461	-
Contributions Subsequent to the Measurement Date	246,511	-
Total	<u>\$ 748,910</u>	<u>\$ 1,386</u>

\$246,511 reported as deferred outflows of resources related to pensions, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ended December 31, 2025.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2025	\$ 110,449
2026	166,837
2027	332,240
2028	(108,513)
2029	-
Total	<u>\$ 501,013</u>

Actuarial Assumptions

The total pension liability in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions and other inputs:

Actuarial Cost Method	Entry Age
Price Inflation	2.30%
Real Wage Growth	0.70%
Wage Inflation	3.00%
Salary Increases, Including Wage Inflation	3.20 - 11.30%
Long-Term Investment Rate of Return, Net of Pension Plan Investment Expenses, Including Price Inflation	7.25%
Discount rate	7.25%
Future Post Retirement Benefit Increases:	
PERA Benefit Structure Hired Prior to January 1, 2007; and DPS Benefit Structure (Automatic)	1.00% Compounded Annually
PERA Benefit Structure hired after December 31, 2006 (Ad Hoc, Substantively Automatic)	Financed by the Annual Increase Reserve

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Actuarial Assumptions (Continued)

The TPL for the LGDTF, as of the December 31, 2023, measurement date, was adjusted to reflect the disaffiliation, as allowable under C.R.S. § 24-51-313, of Tri-County Health Department (Tri-County Health), effective December 31, 2022. As of the close of the 2022 fiscal year, no disaffiliation payment associated with Tri-County Health was received and, therefore, no disaffiliation dollars were reflected in the FNP as of the December 31, 2023, measurement date.

The mortality tables described below are generational mortality tables developed on a benefit-weighted basis.

Pre-retirement mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for State Troopers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Postretirement nondisabled mortality assumptions for Members other than State Troopers were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for Safety Officers were based upon the unadjusted PubS-2010 Healthy Retiree Table, with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97% of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The actuarial assumptions used in the December 31, 2022, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Actuarial Assumptions (Continued)

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense, and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

The PERA Board first adopted the 7.25% long-term expected rate of return as of November 18, 2016. Following an asset/liability study, the Board reaffirmed the assumed rate of return at the Board's November 15, 2019, meeting, to be effective January 1, 2020. As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>30-Year Geometric Expected Real Rate of Return</u>
Global Equity	54.00 %	5.60 %
Fixed Income	23.00	1.30
Private Equity	8.50	7.10
Real Estate	8.50	4.40
Alternatives	6.00	4.70
Total	<u>100.00 %</u>	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

Discount Rate

The discount rate used to measure the total pension liability was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employee contributions were assumed to be made at the member contribution rates in effect for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employee contributions for future plan members were used to reduce the estimated amount of total service costs for future plan members.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Discount Rate (Continued)

- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law for each year, including the required adjustments resulting from the 2018 and 2020 AAP assessments. Employer contributions also include current and estimated future AED and SAED, until the actuarial value funding ratio reaches 103%, at which point the AED and SAED will each drop 0.50% every year until they are zero. Additionally, estimated employer contributions reflect reductions for the funding of the AIR and retiree health care benefits. For future plan members, employer contributions were further reduced by the estimated amount of total service costs for future plan members not financed by their member contributions.
- Employer contributions and the amount of total service costs for future plan members were based upon a process to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- The AIR balance was excluded from the initial FNP, as, per statute, AIR amounts cannot be used to pay benefits until transferred to either the retirement benefits reserve or the survivor benefits reserve, as appropriate. AIR transfers to the FNP and the subsequent AIR benefit payments were estimated and included in the projections.
- Benefit payments and contributions were assumed to be made at the middle of the year.
- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 67 projection test.
- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the Local Government Division reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023 and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the Local Government Division Trust Fund and HCTF were \$24.967 million and \$1.033 million, respectively.

Based on the above assumptions and methods, LGDTF's fiduciary net position was projected to be available to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The discount determination does not use the municipal bond index rate and, therefore, the discount rate is 7.25%. There was no change in the discount rate from the prior measurement date.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (CONTINUED)

Sensitivity of the District Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the proportionate share of the net pension liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net Pension Liability (Asset)	\$ 2,644,306	\$ 1,349,059	\$ 264,079

Pension Plan Fiduciary Net Position

Detailed information about the LGDTF' s fiduciary net position is available in PERA's ACFR which can be obtained at www.copera.org/investments/pera-financial-reports.

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS

Plan Description

Eligible employees of the District are provided with OPEB through the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan administered by the Public Employees' Retirement Association of Colorado (PERA). The HCTF is established under Title 24, Article 51, Part 12 of the Colorado Revised Statutes (C.R.S.), as amended. Colorado state law provisions may be amended from time to time by the Colorado General Assembly. Title 24, Article 51, Part 12 of the C.R.S., as amended, sets forth a framework that grants authority to the PERA Board to contract, self-insure, and authorize disbursements necessary in order to carry out the purposes of the PERACare program, including the administration of the premium subsidies. PERA issues a publicly available annual comprehensive financial report (ACFR) that can be obtained at www.copera.org/investments/pera-financial-reports.

Benefits Provided

The HCTF provides a health care premium subsidy to eligible participating PERA benefit recipients and retirees who choose to enroll in one of the PERA health care plans; however, the subsidy is not available if only enrolled in the dental and/or vision plan(s). The health care premium subsidy is based upon the benefit structure under which the member retires and the member's years of service credit.

C.R.S. § 24-51-1202 *et seq.* specifies the eligibility for enrollment in the health care plans offered by PERA and the amount of the premium subsidy. The law governing a benefit recipient's eligibility for the subsidy and the amount of the subsidy differs slightly depending under which benefit structure the benefits are calculated. All benefit recipients under the PERA benefit structure and all retirees under the DPS benefit structure are eligible for a premium subsidy, if enrolled in a health care plan under PERACare. Upon the death of a DPS benefit structure retiree, no further subsidy is paid.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Benefits Provided (Continued)

Enrollment in the PERACare health benefits program is voluntary and is available to benefit recipients and their eligible dependents, certain surviving spouses, and divorced spouses and guardians, among others. Eligible benefit recipients may enroll into the program upon retirement, upon the occurrence of certain life events, or on an annual basis during an open enrollment period.

PERA Benefit Structure

The maximum service-based premium subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; the maximum service-based subsidy is \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The basis for the maximum service-based subsidy, in each case, is for benefit recipients with retirement benefits based on 20 or more years of service credit. There is a 5% reduction in the subsidy for each year less than 20. The benefit recipient pays the remaining portion of the premium to the extent the subsidy does not cover the entire amount.

For benefit recipients who have not participated in Social Security and who are not otherwise eligible for premium-free Medicare Part A for hospital-related services, C.R.S. § 24-51-1206(4) provides an additional subsidy. According to the statute, PERA cannot charge premiums to benefit recipients without Medicare Part A that are greater than premiums charged to benefit recipients with Part A for the same plan option, coverage level, and service credit. Currently, for each individual PERACare enrollee, the total premium for Medicare coverage is determined assuming plan participants have both Medicare Part A and Part B and the difference in premium cost is paid by the HCTF or the DPS HCTF on behalf of benefit recipients not covered by Medicare Part A.

Contributions

Pursuant to Title 24, Article 51, Section 208(1)(f) of the C.R.S., as amended, certain contributions are apportioned to the HCTF. PERA-affiliated employers of the State, School, Local Government, and Judicial Divisions are required to contribute at a rate of 1.02% of PERA-includable salary into the HCTF.

Employer contributions are recognized by the HCTF in the period in which the compensation becomes payable to the member and the District is statutorily committed to pay the contributions. Employer contributions recognized by the HCTF from the Subdistrict were \$18,273 for the year ended December 31, 2024.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

At December 31, 2024, the District reported a liability of \$104,283 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2022. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2023. The District proportion of the net OPEB liability was based on the District contributions to the HCTF for the calendar year 2023 relative to the total contributions of participating employers to the HCTF.

At December 31, 2023, the District proportion was .0146%, which was an increase of .0007% from its proportion measured as of December 31, 2022.

For the year ended December 31, 2024, the District recognized OPEB expense of \$2,272. At December 31, 2024, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between Expected and Actual Experience	\$ -	\$ 21,374
Changes of Assumptions or other Inputs	1,226	11,057
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	3,225	-
Changes in Proportion and Differences between Contributions Recognized and Proportionate Share Share of Contributions	17,075	837
Contributions Subsequent to the Measurement Date	18,273	-
Total	<u>\$ 39,799</u>	<u>\$ 33,268</u>

\$18,273 reported as deferred outflows of resources related to OPEB, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ended December 31, 2025.

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

<u>Year Ending December 31,</u>	<u>Amount</u>
2025	\$ (8,892)
2026	(2,253)
2027	991
2028	(2,026)
2029	161
Thereafter	277
Total	<u>\$ (11,742)</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions

The total OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial cost method, actuarial assumptions, and other inputs:

	Trust Fund			
	State Division	School Division	Local Government Division	Judicial Division
Actuarial Cost Method	Entry Age			
Price Inflation	2.30%			
Real Wage Growth	0.70%			
Wage Inflation	3.00%			
Salary Increases, Including Wage Inflation				
Members other than State Troopers	3.30%-10.90%	3.40%-11.00%	3.20%-11.30%	2.80%-5.30%
State Troopers	3.20%-12.40%	N/A	3.20%-12.40%	N/A
Long-Term Investment Rate of Return, Net of OPEB Plan Investment Expenses, Including Price Inflation	7.25%			
Discount rate	7.25%			
Health Care Cost Trend Rates				
Service-based Premium Subsidy	0.00%			
PERACare Medicare Plans	7.00% in 2023, gradually decreasing to 4.50% in 2033			
Medicare Part A Premiums	3.50% in 2023, gradually increasing to 4.50% in 2035			

Each year the per capita health care costs are developed by plan option; currently based on 2023 premium rates for the UnitedHealthcare Medicare Advantage Prescription Drug (MAPD) PPO plan #1, the UnitedHealthcare MAPD PPO plan #2, and the Kaiser Permanente MAPD HMO plan. Actuarial morbidity factors are then applied to estimate individual retiree and spouse costs by age, gender, and health care cost trend. This approach applies for all members and is adjusted accordingly for those not eligible for premium-free Medicare Part A for the PERA benefit structure.

Age-Related Morbidity Assumptions		
Participant	Annual Increase	Annual Increase
Age	(Male)	(Female)
65-68	2.20%	2.30%
69	2.80%	2.20%
70	2.70%	1.60%
71	3.10%	0.50%
72	2.30%	0.70%
73	1.20%	0.80%
74	0.90%	1.50%
75-85	0.90%	1.30%
86 and older	0.00%	0.00%

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

Sample Age	MAPD PPO #1 with Medicare Part A		MAPD PPO #2 with Medicare Part A		MAPD HMO (Kaiser) with Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$1,692	\$1,406	\$579	\$481	\$1,913	\$1,589
70	\$1,901	\$1,573	\$650	\$538	\$2,149	\$1,778
75	\$2,100	\$1,653	\$718	\$566	\$2,374	\$1,869

Sample Age	MAPD PPO #1 without Medicare Part A		MAPD PPO #2 without Medicare Part A		MAPD HMO (Kaiser) without Medicare Part A	
	Retiree/Spouse		Retiree/Spouse		Retiree/Spouse	
	Male	Female	Male	Female	Male	Female
65	\$6,469	\$5,373	\$4,198	\$3,487	\$6,719	\$5,581
70	\$7,266	\$6,011	\$4,715	\$3,900	\$7,546	\$6,243
75	\$8,026	\$6,319	\$5,208	\$4,101	\$8,336	\$6,563

The 2023 Medicare Part A premium is \$506 per month.

All costs are subject to the health care cost trend rates, as discussed below.

Health care cost trend rates reflect the change in per capita health costs over time due to factors such as medical inflation, utilization, plan design, and technology improvements. For the PERA benefit structure, health care cost trend rates are needed to project the future costs associated with providing benefits to those PERACare enrollees not eligible for premium-free Medicare Part A.

Health care cost trend rates for the PERA benefit structure are based on published annual health care inflation surveys in conjunction with actual plan experience (if credible), building block models and industry methods developed by health plan actuaries and administrators. In addition, projected trends for the Federal Hospital Insurance Trust Fund (Medicare Part A premiums) provided by the Centers for Medicare & Medicaid Services are referenced in the development of these rates. Effective December 31, 2022, the health care cost trend rates for Medicare Part A premiums were revised to reflect the current expectation of future increases in rates of inflation applicable to Medicare Part A premiums.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

The PERA benefit structure health care cost trend rates that were used to measure the total OPEB liability are summarized in the table below:

<u>Year Ending December 31,</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
2023	7.00 %	3.50 %
2024	6.75	3.50
2025	6.50	3.75
2026	6.25	3.75
2027	6.00	4.00
2028	5.75	4.00
2029	5.50	4.00
2030	5.25	4.25
2031	5.00	4.25
2032	4.75	4.25
2033	4.50	4.25
2034	4.50	4.25
2035+	4.50	4.50

Mortality assumptions used in the December 31, 2022, valuation for the determination of the total pension liability for each of the Division Trust Funds as shown below, reflect generational mortality and were applied, as applicable, in the determination of the TOL for the HCTF, but developed on a headcount-weighted basis. Affiliated employers of the State, School, Local Government and Judicial Divisions participate in the HCTF.

Pre-retirement mortality assumptions for the State and Local Government Divisions (members other than Safety Officers) were based upon the PubG-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for Safety Officers were based upon the PubS-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the School Division were based upon the PubT-2010 Employee Table with generational projection using scale MP-2019.

Pre-retirement mortality assumptions for the Judicial Division were based upon the PubG-2010(A) Above-Median Employee Table with generational projection using scale MP-2019.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

Post-retirement non-disabled mortality assumptions for the State and Local Government Divisions (members other than State Troopers) were based upon the PubG-2010 Healthy Retiree Table, adjusted as follows:

- **Males:** 94% of the rates prior to age 80 and 90% of the rates for ages 80 and older, with generational projection using scale MP-2019.
- **Females:** 87% of the rates prior to age 80 and 107% of the rates for ages 80 and older, with generational projection using scale MP-2019.

Post-retirement non-disabled mortality assumptions for the Judicial Division were based upon the unadjusted PubG-2010(A) Above-Median Healthy Retiree Table with generational projection using scale MP-2019.

Post-retirement non-disabled beneficiary mortality assumptions were based upon the Pub-2010 Contingent Survivor Table, adjusted as follows:

- **Males:** 97% of the rates for all ages, with generational projection using scale MP-2019.
- **Females:** 105% of the rates for all ages, with generational projection using scale MP-2019.

Disabled mortality assumptions for Members other than State Troopers were based upon the PubNS-2010 Disabled Retiree Table using 99% of the rates for all ages with generational projection using scale MP-2019.

Disabled mortality assumptions for State Troopers were based upon the unadjusted PubS-2010 Disabled Retiree Table with generational projection using scale MP-2019.

The following health care costs assumptions were updated and used in the roll forward calculation for the HCTF:

- Per capita health care costs in effect as of the December 31, 2022, valuation date for those PERACare enrollees under the PERA benefit structure who are expected to be age 65 and older and are not eligible for premium-free Medicare Part A benefits have been updated to reflect costs for the 2023 plan year.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

- The December 31, 2022, valuation utilizes premium information as of January 1, 2023, as the initial per capita health care cost. As of that date, PERACare health benefits administration is performed by UnitedHealthcare. In that transition, the costs for the Medicare Advantage Option #2 decreased to a level that is lower than the maximum possible service-related subsidy as described in the plan provisions.
- The health care cost trend rates applicable to health care premiums were revised to reflect the then current expectation of future increases in those premiums. Medicare Part A premiums continued with the prior valuation trend pattern.

Actuarial assumptions pertaining to per capita health care costs and their related trend rates are analyzed and updated annually by the Board’s actuary, as discussed above.

The actuarial assumptions used in the December 31, 2022, valuation were based on the results of the 2020 experience analysis for the period January 1, 2016, through December 31, 2019, and were reviewed and adopted by the PERA Board at their November 20, 2020, meeting.

The long-term expected return on plan assets is reviewed as part of regular experience studies prepared at least every five years for PERA. The most recent analyses were outlined in the Experience Study report dated October 28, 2020.

Several factors are considered in evaluating the long-term rate of return assumption, including long-term historical data, estimates inherent in current market data, and a log-normal distribution analysis in which best-estimate ranges of expected future real rates of return (expected return, net of investment expense and inflation) were developed for each major asset class. These ranges were combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentages and then adding expected inflation.

As of the most recent reaffirmation of the long-term rate of return, the target asset allocation and best estimates of geometric real rates of return for each major asset class are summarized in the table as follows:

Asset Class	Target Allocation	30-Year Geometric Expected Real Rate of Return
Global Equity	54.00 %	5.60 %
Fixed Income	23.00	1.30
Private Equity	8.50	7.10
Real Estate	8.50	4.40
Alternatives	6.00	4.70
Total	100.00 %	

In setting the long-term expected rate of return, projections employed to model future returns provide a range of expected long-term returns that, including expected inflation, ultimately support a long-term expected rate of return assumption of 7.25%.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Sensitivity of the Subdistrict Proportionate Share of the Net OPEB Liability to Changes in the Health Care Cost Trend Rates

The following presents the net OPEB liability using the current health care cost trend rates applicable to the PERA benefit structure, as well as if it were calculated using health care cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current rates:

	<u>1% Decrease in Trend Rates</u>	<u>Current Trend Rates</u>	<u>1% Increase in Trend Rates</u>
Initial PERACare Medicare Trend Rate	5.75%	6.75%	7.75%
Ultimate PERACare Medicare Trend Rate	3.50%	4.50%	5.50%
Initial Medicare Part A Trend Rate	2.50%	3.50%	4.50%
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Proportionate Share of the Net OPEB Liability	<u>\$ 101,290</u>	<u>\$ 104,283</u>	<u>\$ 107,539</u>

Discount Rate

The discount rate used to measure the total OPEB liability was 7.25%. The projection of cash flows used to determine the discount rate applied the actuarial cost method and assumptions shown above. In addition, the following methods and assumptions were used in the projection of cash flows:

- Updated health care cost trend rates for Medicare Part A premiums as of the December 31, 2023, measurement date.
- Total covered payroll for the initial projection year consists of the covered payroll of the active membership present on the valuation date and the covered payroll of future plan members assumed to be hired during the year. In subsequent projection years, total covered payroll was assumed to increase annually at a rate of 3.00%.
- Employer contributions were assumed to be made at rates equal to the fixed statutory rates specified in law and effective as of the measurement date.
- Employer contributions and the amount of total service costs for future plan members were based upon a process used by the plan to estimate future actuarially determined contributions assuming an analogous future plan member growth rate.
- Estimated transfers of dollars into the HCTF representing a portion of purchase service agreements intended to cover the costs associated with OPEB benefits.
- Benefit payments and contributions were assumed to be made at the middle of the year.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Discount Rate (Continued)

- Beginning with the December 31, 2023, measurement date and thereafter, the FNP as of the current measurement date is used as a starting point for the GASB 74 projection test.
- As of the December 31, 2023, measurement date, the FNP and related disclosure components for the HCTF reflect payments related to the disaffiliation of Tri-County Health Department as a PERA-affiliated employer, effective December 31, 2022. As of the December 31, 2023, year-end, PERA recognized two additions for accounting and financial reporting purposes: a \$24 million payment received on December 4, 2023, and a \$2 million receivable. The employer disaffiliation payment and receivable allocations to the HCTF and Local Government Division Trust Fund were \$1.033 million and \$24.967 million, respectively.

Based on the above assumptions and methods, the projection test indicates the HCTF's fiduciary net position was projected to make all projected future benefit payments of current members. Therefore, the long-term expected rate of return of 7.25% on OPEB plan investments was applied to all periods of projected benefit payments to determine the total OPEB liability. The discount rate determination does not use the municipal bond index rate and, therefore, the discount rate is 7.25%.

Sensitivity of the District Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the proportionate share of the net OPEB liability calculated using the discount rate of 7.25%, as well as what the proportionate share of the net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.25%) or 1-percentage-point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Proportionate Share of the Net OPEB Liability	\$ 123,171	\$ 104,283	\$ 88,124

OPEB Plan Fiduciary Net Position

Detailed information about the HCTF's fiduciary net position is available in PERA's ACFR which can be obtained at www.copera.org/investments/pera-financial-reports.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 LONG-TERM DEBT

Changes in governmental long-term debt during the year were as follows:

Description	Balance December 31, 2023	Additions	Retirements	Balance December 31, 2024	Due Within One Year
2013 G.O. Bond	\$ 6,515,000	\$ -	\$ 1,185,000	\$ 5,330,000	\$ 1,250,000
Bond Premium	150,770	-	45,201	105,569	33,449
2021 Refunding - 2013 GO Bond	14,320,000	-	165,000	14,155,000	165,000
2016 CWCB Loan - Chatfield	17,727,004	-	544,267	17,182,737	553,791
2010 CWCB - WAS	9,784,209	-	468,935	9,315,274	480,659
2019 CWCB (Walker) - WAS	2,873,325	-	80,400	2,792,925	81,807
2019 CWCB (Walker) - GMS	9,338,305	-	261,300	9,077,005	265,873
2019 Bond - GMS	8,935,000	-	1,315,000	7,620,000	1,380,000
2019 Bond Premium	802,479	-	220,416	582,063	187,977
2019 CWCB (Pioneer) - GMS	6,008,767	2,602,233	-	8,611,000	-
2020 Bond Issue - WAS	5,600,000	-	130,000	5,470,000	135,000
2020 Bond Issue - WAS - Premium	306,158	-	20,908	285,250	20,361
2021 Bond - GMS	13,165,000	-	525,000	12,640,000	550,000
2021 Bond Premium - GMS	2,547,141	-	265,983	2,281,158	253,872
Compensated Absences	92,685	20,400	-	113,085	113,085
Leases Payable - WAS	474,697	-	31,889	442,808	30,596
Leases Payable - GMS	591,058	-	57,237	533,821	58,856
Subscriptions Payable	53,525	-	26,489	27,036	27,036
Total	<u>\$ 99,285,123</u>	<u>\$ 2,622,633</u>	<u>\$ 5,343,025</u>	<u>\$ 96,564,731</u>	<u>\$ 5,587,362</u>

The change in the compensated absence liability is presented as a net change.

In 2013, the District obtained a 23-year general obligation bond for \$29,250,000. Escalating principal payments paid annually; interest payments with varying coupon rates of 1.5% to 5.0% paid semi-annually through December 1, 2036. Property taxes have been pledged for the purpose of repayment of this bond. In 2021, \$13,020,000 was refunded by the Series 2021 limited tax general obligation refunding bond.

In 2016, the District obtained a loan from the CWCB for \$19,812,059. During 2017, the District began drawing on the loan to fund costs related to expansion of Chatfield Reservoir. The loan requires annual payments of \$854,489 including principal and interest at a rate of 1.75% are due annually, for 30 years, through September 1, 2049.

In 2021, the District issued a limited tax general obligation refunding bonds for \$14,875,000 with interest rates ranging between 0.325% and 2.657%. The District issued the bonds to advanced refund \$13,020,000 of the outstanding Series 2013 general obligation bond. Varying principal and interest payments are paid annually through December 1, 2036. The District used the net proceeds to purchase U.S. government securities. These securities were deposited in an irrevocable trust to provide for all future debt service on the refunded portion of the 2013 Series bond. As a result, that portion of the 2013 Series bond is considered defeased, and the District has removed the liability from its accounts. The outstanding principal of the defeased bond is \$13,020,000 at December 31, 2022. The advance refunding reduced total debt service payments over the next 15 years by nearly \$1.3 million. This resulted in an economic gain of \$1.1 million.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 LONG-TERM DEBT (CONTINUED)

In 2010, WAS obtained a loan from the Colorado Water Conservation Board (CWCB). At December 31, 2023, the outstanding balance was \$9,784,209. The loan requires annual payments of \$713,541, bearing interest at 2.5%, through June 1, 2040. Property taxes have been pledged to 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 10 years.

In 2019, WAS obtained a loan from the CWCB for \$3,030,000 requiring annual payments including interest, at 1.75%, through January 1, 2053. Property taxes have been pledged to CWCB for the purpose of repayment of this loan.

In 2020, WAS issued a 30-year bond for \$6,015,000, requiring annual payments including interest at 4% through January 1, 2050. Property taxes have been pledged to CWCB for the purpose of repayment of this bond.

In 2019, GMS issued a 10-year limited tax water conservancy bond for \$16,015,000. Varying principal payments are paid annually; interest payments with coupon rates of 5.0% paid semi-annually through December 1, 2029. Property taxes have been pledged for the purpose of repayment of this loan.

In 2019, GMS obtained a loan from the CWCB for \$8,697,110 with a present balance of \$8,611,000. The loan requires annual payments including interest at 1.2% through June 1, 2029 beginning at the date the loan is fully funded, at which time a formal repayment schedule will be established. Accordingly, the present balance is not included in the future repayment schedule. Property taxes have been pledged to CWCB for the purpose of repayment of this loan.

In 2019, GMS obtained a loan from the CWCB for \$9,847,500 requiring annual payments including interest, at 1.75%, through January 1, 2053. Property taxes have been pledged to CWCB for the purpose of repayment of this loan.

In 2021, GMS issued a 20-year limited tax water conservancy bond for \$14,140,000. Varying principal payments are paid annually; interest payments with coupon rates of 4.0%-5.0% paid semi-annually through December 1, 2040. Property taxes have been pledged for the purpose of repayment of this loan.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 LONG-TERM DEBT (CONTINUED)

Future payments of governmental long-term debt as December 31, 2024, are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 4,862,130	\$ 2,341,433	\$ 7,203,563
2026	5,029,922	2,172,678	7,202,600
2027	5,178,291	1,996,399	7,174,690
2028	5,372,248	1,834,371	7,206,619
2029	5,551,807	1,639,697	7,191,504
2030-2034	21,099,388	6,118,596	27,217,984
2035-2039	18,211,338	3,326,847	21,538,185
2040-2044	9,096,464	1,399,041	12,060,207
2045-2049	8,099,039	582,674	9,490,196
2050-5054	1,082,314	28,493	1,220,753
Total	<u>\$ 83,582,941</u>	<u>\$ 21,440,229</u>	<u>\$ 107,506,302</u>

Loss on Refunding

The remaining deferred loss on refunding resulting from the 2021 refunding bonds, recognized as deferred outflows of resources, as of December 31, 2024, is as follows:

<u>Description</u>	<u>Balance December 31, 2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2024</u>
2021 Refunding	\$ 842,174	\$ -	\$ 87,137	\$ 755,037
Total	<u>\$ 842,174</u>	<u>\$ -</u>	<u>\$ 87,137</u>	<u>\$ 755,037</u>

Changes in business type long-term debt are as follows:

<u>Description</u>	<u>Balance December 31, 2023</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2024</u>	<u>Due Within One Year</u>
2019 CWCB (Walker)	\$ 2,154,994	\$ -	\$ 60,300	\$ 2,094,694	\$ 61,355
2021 Loan - GMS	3,908,648	499,635	-	4,408,283	-
Total	<u>\$ 6,063,642</u>	<u>\$ 499,635</u>	<u>\$ 60,300</u>	<u>\$ 6,502,977</u>	<u>\$ 61,355</u>

In 2019, the District obtained a loan from the CWCB for \$2,272,500 requiring annual payments including interest, at 1.75%, through January 1, 2053. Property taxes have been pledged to CWCB for the purpose of repayment of this loan.

In 2021, GMS obtained a 30-year loan from the CWCB for \$5,444,405 with a present balance of \$4,408,284. The loan bears interest at 1.42%. A formal repayment schedule will be established once the loan has been fully funded. Accordingly, the present balance of \$4,408,283 is excluded from the future repayment schedule.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 LONG-TERM DEBT (CONTINUED)

Loss on Refunding (Continued)

Future payments of business type long-term debt as of as of December 31, 2024, are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 61,355	\$ 36,657	\$ 98,012
2026	62,429	35,583	98,012
2027	63,521	34,491	98,012
2028	64,633	33,379	98,012
2029	65,764	32,248	98,012
2030-2034	346,492	143,570	490,062
2035-2039	377,890	112,172	490,062
2040-2044	412,133	77,929	490,062
2045-2049	449,479	40,583	490,062
2050-5054	190,998	5,028	196,026
Total	<u>\$ 2,094,694</u>	<u>\$ 551,640</u>	<u>\$ 2,646,334</u>

Leases

The District leases land easements for recharge sites with various terms under long-term, non-cancelable lease agreements. The leases expire at various dates through 2069. The individual lease contracts do not provide information about the discount rate implicit in the lease. Therefore, the District has elected to use their incremental borrowing rate of 2.75% to calculate the present value of expected lease payments.

Total future minimum lease payments under governmental activities lease agreements are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 89,452	\$ 25,148	\$ 114,600
2026	79,197	22,903	102,100
2027	59,965	21,135	81,100
2028	58,233	17,867	76,100
2029	52,971	18,129	71,100
2030-2034	196,671	74,296	270,967
2035-2039	109,542	55,287	164,829
2040-2044	69,183	41,054	110,237
2045-2049	39,132	34,402	73,534
2050-2054	44,820	28,780	73,600
2055-2059	51,332	22,355	73,687
2060-2064	58,786	14,997	73,783
2065-2069	67,345	6,562	73,907
Total	<u>\$ 976,629</u>	<u>\$ 382,915</u>	<u>\$ 1,359,544</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 6 LONG-TERM DEBT (CONTINUED)

Subscription-Based Information Technology Arrangements

The Entity has entered into a SBITA for use of Tyler financial accounting software. The SBITA arrangement expires through 2026 and provides for renewal options.

As of December 31, 2024, SBITA asset and the related accumulated amortization totaled \$197,555 and \$89,588, respectively.

The future subscription payments under SBITA agreements are as follows:

<u>Year Ending December 31.</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 27,036	\$ 326	\$ 27,362
Total	\$ 27,036	\$ 326	\$ 27,362

NOTE 7 INDIVIDUAL FUND 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 as due from other funds due/to other funds on the funds statement balance sheet. All interfund receivables and payables are expected to be paid within the next year.

As of December 31, 2024, the District has the following interfund receivables and payables:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General Fund - District	\$ 798,292	\$ -
General Fund - GMS	91,187	590,586
General Fund - WAS	-	343,841
Debt Service Fund - District	-	8,603
Debt Service Fund - GMS	-	25,719
Debt Service Fund - WAS	54,709	-
Water Enterprise Fund - District	-	177,539
Water Enterprise Fund - GMS	299,431	97,331
Water Enterprise Fund - WAS	-	-
Total	\$ 1,243,619	\$ 1,243,619

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 8 RISK MANAGEMENT

The District is exposed to various risks of loss related to torts, thefts of, damage to, or 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 workers' 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.

NOTE 9 COMMITMENTS AND CONTINGENCIES

In 1992, the Colorado voters approved the "Taxpayer's Bill of Rights" (TABOR). TABOR requires voter approval for any new tax, tax rate increase, mill levy increase, or new debt. Voter approval is also required to increase annual property taxes, revenue, or spending by more than inflation plus a local growth factor. Spending not subject to TABOR includes that from District enterprise activities. The District believes it is in compliance with the requirements of TABOR.

On November 4, 2014, the voting electors of the District authorized the District to collect, retain, and expend all excess revenues and other funds collected in the 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 4, 2005, the voting electors of WAS authorized WAS to collect, retain, and expend all excess revenues and other funds collected in calendar year 2005 and in each subsequent calendar 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, 2013, the voting electors of the GMS authorized GMS 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.

On November 6, 2012, the District's voters approved the issuance of up to \$60,000,000 of debt. At December 31, 2024, \$750,071 of this debt remains unissued.

WAS has authorized but unissued debt of approximately \$1,000 million and GMS has authorized but unissued debt of approximately \$390 at December 31, 2024.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024**

NOTE 10 RELATED PARTY TRANSACTIONS

The District entered into a cost-sharing agreement with Chatfield Reservoir Mitigation Company (CRMC) to build storage in the Chatfield Reservoir. The District's total share of the project was approximately \$36 million, which was placed into service in March 2021. The District pays CRMC annual assessments for shares of water from the Chatfield Reservoir. A member of District management is President of the Chatfield Reservoir Mitigation Company.

NOTE 11 ACCOUNTING CHANGES AND ERROR CORRECTIONS

During fiscal year 2024, the District determined that inventory was understated and capital assets were overstated by \$646,114 in the governmental activities statement of net position as of December 31, 2023. This did not result in a restatement of beginning net position on the governmental activities statement of activities because the asset values offset. However, the General Fund beginning fund balance was restated by \$646,114 as a result of the inventory value that was not reflected on the modified accrual balance sheet as of December 31, 2023. For the fiscal year ended December 31, 2023, expenditures were overstated by \$646,114 in the General Fund. Accordingly, this results in an increase of \$646,114 in the prior year's change in fund balance. The effects of correcting this error are shown in the tables below.

Also during fiscal year 2024, WAS determined that inventory was overstated in the governmental activities statement of net position and general fund balance sheet for the fiscal year ended December 31, 2023. Therefore, general government expenses and expenditures were understated and inventory was overstated by \$82,318 as of and for the year ended December 31, 2023. Accordingly, this results in a decrease of \$82,318 on the prior year's change in net position and change in fund balance. The effects of correcting this error are shown in the tables below.

	<u>Governmental Activities</u>
Net Position, as Previously Reported at December 31, 2023	\$ 114,213,698
Error Correction	(82,318)
Net Position, as Restated, at December 31, 2023	<u>\$ 114,131,380</u>
	<u>General Fund</u>
Fund Balance, as Previously Reported at December 31, 2023	\$ 7,715,756
Error Correction - CCWCD Inventory	646,114
Fund Balance, as Restated, at December 31, 2023	<u>\$ 8,361,870</u>
	<u>WAS Special Revenue Fund</u>
Fund Balance, as Previously Reported at December 31, 2023	\$ 5,842,344
Error Correction - WAS Inventory	(82,318)
Fund Balance, as Restated, at December 31, 2023	<u>\$ 5,760,026</u>

REQUIRED SUPPLEMENTARY INFORMATION

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 2024**

<u>Fiscal Year</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Contractually Required Contribution	\$ 246,511	\$ 219,362	\$ 179,075	\$ 166,229	\$ 140,714	\$ 139,673	\$ 134,008	\$ 127,063	\$ 109,477	\$ 98,537
Contributions in Relation to the Contractually Required Contribution	<u>246,511</u>	<u>219,362</u>	<u>179,075</u>	<u>166,229</u>	<u>140,714</u>	<u>139,673</u>	<u>134,008</u>	<u>127,063</u>	<u>109,477</u>	<u>98,537</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>								
District's Covered Payroll	\$ 1,791,506	\$ 1,596,521	\$ 1,358,690	\$ 1,261,221	\$ 1,088,017	\$ 1,101,522	\$ 1,062,675	\$ 1,008,602	\$ 757,275	\$ 766,496
Contributions as a Percentage of Covered Payroll	13.7%	13.7%	13.2%	13.2%	12.9%	12.7%	12.6%	12.6%	14.5%	12.9%

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 2024**

<u>Fiscal Year</u>	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
Statutorily Required Contribution	\$ 18,273	\$ 16,285	\$ 13,859	\$ 12,864	\$ 11,098	\$ 11,235	\$ 10,850	\$ 11,115
Contributions in Relation to the Statutorily Required Contribution	<u>18,273</u>	<u>16,285</u>	<u>13,859</u>	<u>12,864</u>	<u>11,098</u>	<u>11,235</u>	<u>10,850</u>	<u>11,115</u>
Contribution Deficiency (Excess)	<u>\$ -</u>							
District's Covered Payroll	\$ 1,791,506	\$ 1,596,521	\$ 1,358,690	\$ 1,261,221	\$ 1,088,017	\$ 1,101,522	\$ 1,062,675	\$ 1,008,602
Contributions as a Percentage of Covered Payroll	1.46%	1.02%	1.02%	1.02%	1.02%	1.0%	1.0%	1.1%

*Until a full 10-year trend is compiled, the Subdistrict will present information for those years for which information is available.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET PENSION LIABILITY
YEAR ENDED DECEMBER 31, 2024**

Fiscal Year	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Plan Measurement Date	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017	December 31, 2016	December 31, 2015	December 31, 2014
(Entity)'s Proportion of the Net Pension Liability	0.183785260%	0.172467873%	0.169499468%	0.167755355%	0.159391616%	0.162019261%	0.149753564%	0.146622845%	0.136833272%	0.137057599%
(Entity)'s Proportionate Share of the Net Pension Liability	\$ 1,349,059	\$ 1,729,099	\$ (145,324)	\$ 874,218	\$ 1,165,776	\$ 2,036,927	\$ 1,667,401	\$ 1,979,908	\$ 1,507,329	\$ 1,228,459
(Entity)'s Covered Payroll	\$ 1,596,521	\$ 1,358,690	\$ 1,261,221	\$ 1,088,017	\$ 1,101,522	\$ 1,062,675	\$ 1,008,602	\$ 757,275	\$ 766,496	\$ 743,023
(Entity)'s Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	84.5%	127.3%	(11.5%)	80.3%	105.8%	191.7%	165.3%	261.5%	196.7%	165.3%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	88.0%	83.0%	101.5%	90.9%	86.3%	76.0%	79.4%	73.6%	76.9%	80.7%

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET OPEB LIABILITY
YEAR ENDED DECEMBER 31, 2024**

Fiscal Year	2024	2023	2022	2021	2020	2019	2018
Plan Measurement Date	December 31, 2023	December 31, 2022	December 31, 2021	December 31, 2020	December 31, 2019	December 31, 2018	December 31, 2017
(Entity)'s Proportion (Percentage) of the Collective Net OPEB Liability	0.0146110375%	0.0138793742%	0.0131763692%	0.0128057625%	0.0122075067%	0.0125646126%	0.0116365546%
(Entity)'s Proportionate Share of the Collective Net OPEB Liability	\$ 104,283	\$ 113,322	\$ 113,620	\$ 121,684	\$ 137,212	\$ 151,228	\$ 151,240
Covered Payroll	\$ 1,596,521	\$ 1,358,690	\$ 1,261,221	\$ 1,088,017	\$ 1,101,522	\$ 1,062,675	\$ 1,008,602
(Entity)'s Proportionate Share of the Net OPEB Liability as a Percentage of its Covered Payroll	6.5%	8.34%	9.01%	11.18%	12.46%	14.23%	15.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	46.2%	38.60%	39.40%	32.78%	24.49%	17.03%	17.53%

* The amounts presented for each fiscal year were determined as of December 31 based on the measurement date of the Plan. Information earlier than 2017 was not available.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – GENERAL FUND
YEAR ENDED DECEMBER 31, 2024**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Property Taxes	\$ 3,910,859	\$ 3,881,593	\$ 29,266
Specific Ownership Taxes	303,208	276,000	27,208
Investment Income	327,641	275,000	52,641
Miscellaneous	143,569	5,000	138,569
State and Federal Grants	246,375	200,000	46,375
Total Revenue	<u>4,931,652</u>	<u>4,637,593</u>	<u>294,059</u>
EXPENDITURES			
Operating Expenses:			
Personnel	1,121,657	1,119,000	(2,657)
Maintenance	923,538	473,500	(450,038)
Supplies	146,984	73,500	(73,484)
Professional	725,375	633,000	(92,375)
Travel and Meals	16,707	12,500	(4,207)
Water Purchases and Storage	720,217	527,400	(192,817)
Other	311,668	375,000	63,332
Total Operating Expenses	<u>3,966,146</u>	<u>3,213,900</u>	<u>(752,246)</u>
Capital Outlay:			
Building	6,698	10,000	3,302
Equipment and Vehicles	173,214	72,000	(101,214)
Water Projects	-	6,125,375	6,125,375
Construction Projects	2,903,147	4,170,015	1,266,868
Total Capital Outlay	<u>3,083,059</u>	<u>10,377,390</u>	<u>7,294,331</u>
Total Expenditures	<u>7,049,205</u>	<u>13,591,290</u>	<u>6,542,085</u>
REVENUE OVER (UNDER) EXPENDITURES	(2,117,553)	(8,953,697)	6,836,144
OTHER FINANCING SOURCES (USES)			
Bond Issuance	-	750,000	750,000
Sale of Assets	314,708	-	(314,708)
Donations	-	-	-
Total Other Financing Sources (Uses)	<u>314,708</u>	<u>750,000</u>	<u>435,292</u>
CHANGE IN FUND BALANCE	<u>(1,802,845)</u>	<u>(8,203,697)</u>	<u>7,271,436</u>
Fund Balances - Beginning of Year, as Originally Reported	7,715,756	8,779,540	(1,063,784)
Restatement	646,114	-	646,114
Fund Balances - Beginning, as Restated	<u>8,361,870</u>	<u>8,779,540</u>	<u>(417,670)</u>
FUND BALANCES - END OF YEAR	<u>\$ 6,559,025</u>	<u>\$ 575,843</u>	<u>\$ 6,853,766</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
WELL AUGMENTATION SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original and Final Budget	Variance
REVENUE			
Class D Assessments	\$ 965,825	\$ 962,350	\$ 3,475
Property Taxes	1,273,056	1,326,388	(53,332)
Specific Ownership Taxes	172,790	98,000	74,790
Investment Income	289,184	150,000	139,184
Miscellaneous	277,511	74,047	203,464
Total Revenue	<u>2,978,366</u>	<u>2,610,785</u>	<u>367,581</u>
EXPENDITURES			
Operating Expenses:			
Personnel	541,890	546,500	4,610
Maintenance	589,755	195,500	(394,255)
Supplies	201,555	130,000	(71,555)
Professional	428,765	439,250	10,485
Travel and Meals	16,547	12,500	(4,047)
Water Purchases	700,623	868,870	168,247
Utilities	69,952	3,500	(66,452)
Other	416,474	503,500	87,026
Debt Service	51,279	-	(51,279)
Total Operating Expenses	<u>3,016,840</u>	<u>2,699,620</u>	<u>(317,220)</u>
Capital Outlay:			
Equipment and Vehicles	70,095	72,000	1,905
Water Projects	869,951	1,979,775	1,109,824
Construction Projects	74,635	2,152,126	2,077,491
Field Equipment	6,501	75,000	68,499
Shores Gravel Pit	-	53,500	53,500
Total Capital Outlay	<u>1,021,182</u>	<u>4,332,401</u>	<u>3,311,219</u>
Total Expenditures	<u>4,038,022</u>	<u>7,032,021</u>	<u>2,993,999</u>
REVENUE OVER (UNDER) EXPENDITURES	<u>(1,059,656)</u>	<u>(4,421,236)</u>	<u>3,361,580</u>
OTHER FINANCING SOURCES (USES)			
Sale of Assets	3,333	-	3,333
Leases	-	-	-
Total Other Financing Sources (Uses)	<u>3,333</u>	<u>-</u>	<u>3,333</u>
CHANGE IN FUND BALANCE	<u>(1,056,323)</u>	<u>(4,421,236)</u>	<u>3,364,913</u>
Fund Balances - Beginning of Year, as Originally Reported	5,842,344	4,841,803	1,000,541
Restatement	(82,318)	-	(82,318)
Fund Balances - Beginning, as Restated	<u>5,760,026</u>	<u>4,841,803</u>	<u>918,223</u>
FUND BALANCES - END OF YEAR	<u>\$ 4,703,703</u>	<u>\$ 420,567</u>	<u>\$ 4,283,136</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
GROUND WATER MANAGEMENT SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original and Final Budget	Variance
REVENUE			
Property Taxes	\$ 3,190,006	\$ 3,081,763	\$ 108,243
Specific Ownership Taxes	293,121	226,000	67,121
Investment Income	682,316	600,000	82,316
Federal and State Grants	2,323,287	-	2,323,287
Miscellaneous	631,935	3,800,000	(3,168,065)
Water Assessments	-	45,000	(45,000)
Total Revenue	<u>7,120,665</u>	<u>7,752,763</u>	<u>(632,098)</u>
EXPENDITURES			
Operating Expenses:			
Personnel	541,812	546,500	4,688
Maintenance	945,998	1,289,000	343,002
Supplies	349,717	185,500	(164,217)
Professional	803,786	172,750	(631,036)
Travel and Meals	16,547	12,500	(4,047)
Water Purchases and Storage	254,852	676,850	421,998
Utilities	147,091	-	(147,091)
Other	402,447	150,000	(252,447)
Total Operating Expenses	<u>3,462,250</u>	<u>3,033,100</u>	<u>(429,150)</u>
Debt Service:			
Principal	65,979	-	(65,979)
Interest	15,401	-	(15,401)
Total Debt Service Expenditures	<u>81,380</u>	<u>-</u>	<u>(81,380)</u>
Capital Outlay:			
Water Rights	2,716,555	2,750,000	33,445
Buildings	6,501	-	(6,501)
Equipment and Vehicles	184,615	72,000	(112,615)
Water Projects	2,417,590	903,700	(1,513,890)
Construction Projects	9,542,146	18,753,000	9,210,854
Gravel Pit Reservoirs	-	1,032,503	1,032,503
Total Capital Outlay	<u>14,867,407</u>	<u>23,511,203</u>	<u>8,643,796</u>
Total Expenditures	<u>18,411,037</u>	<u>26,544,303</u>	<u>8,133,266</u>
REVENUE OVER (UNDER) EXPENDITURES	(11,290,372)	(18,791,540)	7,501,168
OTHER FINANCING SOURCES (USES)			
Bond Issuance	2,602,233	2,602,000	(233)
Sale of Assets	298,208	-	(298,208)
Total Other Financing Sources (Uses)	<u>2,900,441</u>	<u>2,602,000</u>	<u>(298,441)</u>
CHANGE IN FUND BALANCES	(8,389,931)	(16,189,540)	7,202,727
Fund Balances - Beginning of Year	<u>16,699,284</u>	<u>18,937,587</u>	<u>(2,238,303)</u>
FUND BALANCES - END OF YEAR	<u>\$ 8,309,353</u>	<u>\$ 2,748,047</u>	<u>\$ 4,964,424</u>

OTHER SUPPLEMENTARY INFORMATION

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original Budget	Final Budget	Variance
REVENUE				
Property Taxes	\$ 3,838,396	\$ 3,840,210	\$ 3,840,210	\$ (1,814)
Investment Income	571,746	300,000	300,000	271,746
Total Revenue	<u>4,410,142</u>	<u>4,140,210</u>	<u>4,140,210</u>	<u>269,932</u>
EXPENDITURES				
Operating Expenses:				
Treasurer's Fees	58,433	60,600	160,600	102,167
Debt Service:				
Principal	1,894,267	1,894,267	1,894,267	-
Interest	846,060	846,061	846,061	1
Total Expenditures	<u>2,798,760</u>	<u>2,800,928</u>	<u>2,900,928</u>	<u>102,168</u>
REVENUE OVER (UNDER) EXPENDITURES	<u>1,611,382</u>	<u>1,339,282</u>	<u>1,239,282</u>	<u>372,100</u>
CHANGE IN FUND BALANCE	1,611,382	1,339,282	1,239,282	372,100
Fund Balances - Beginning of Year	<u>9,548,621</u>	<u>9,409,711</u>	<u>9,409,711</u>	<u>138,910</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 11,160,003</u></u>	<u><u>\$ 10,748,993</u></u>	<u><u>\$ 10,648,993</u></u>	<u><u>\$ 511,010</u></u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
WELL AUGMENTATION SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2024**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Property Taxes	\$ 3,307,302	\$ 3,249,730	\$ 57,572
Investment Income	420,827	200,000	220,827
Total Revenue	<u>3,728,129</u>	<u>3,449,730</u>	<u>278,399</u>
EXPENDITURES			
Operating Expenses:			
Treasurer's Fees	48,831	35,800	(13,031)
Debt Service:			
Principal	679,335	841,505	162,170
Interest	493,438	530,784	37,346
Total Expenditures	<u>1,221,604</u>	<u>1,408,089</u>	<u>186,485</u>
CHANGE IN FUND BALANCE	2,506,525	2,041,641	464,884
Fund Balances - Beginning of Year	<u>6,671,954</u>	<u>6,653,832</u>	<u>18,122</u>
FUND BALANCES - END OF YEAR	<u>\$ 9,178,479</u>	<u>\$ 8,695,473</u>	<u>\$ 483,006</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
GROUND WATER MANAGEMENT SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2024**

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUE				
Property Taxes	\$ 4,392,592	\$ 4,394,562	\$ 4,394,562	\$ (1,970)
Investment Income	532,981	250,000	250,000	282,981
Total Revenue	<u>4,925,573</u>	<u>4,644,562</u>	<u>4,644,562</u>	<u>281,011</u>
EXPENDITURES				
Operating Expenses:				
Treasurer's Fees	66,729	75,800	75,800	9,071
Debt Service:				
Interest	1,186,670	1,211,165	1,211,165	24,495
Principal	2,101,300	2,096,806	2,196,806	95,506
Total Expenditures	<u>3,354,699</u>	<u>3,383,771</u>	<u>3,483,771</u>	<u>129,072</u>
CHANGE IN FUND BALANCE	1,570,874	1,260,791	1,160,791	410,083
Fund Balances - Beginning of Year	<u>8,235,697</u>	<u>8,055,869</u>	<u>8,055,869</u>	<u>179,828</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 9,806,571</u></u>	<u><u>\$ 9,316,660</u></u>	<u><u>\$ 9,216,660</u></u>	<u><u>\$ 589,911</u></u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original and Final Budget	Variance
REVENUE			
Water Assessments	\$ 3,000	\$ 3,000	\$ -
Water Revenue	744,016	433,734	310,282
Investment Income	-	115,000	(115,000)
Miscellaneous	90,900	-	90,900
Proceeds of Debt	-	-	-
Property Taxes	55,076	54,623	453
Total Revenue	892,992	606,357	286,635
EXPENDITURES			
Operating Expenses:			
Other	250,136	1,864,750	1,614,614
Capital Outlay:			
Walker Recharge	-	6,500	6,500
Geisert	-	32,500	32,500
Rinn Valley	-	47,500	47,500
Total Expenditures	250,136	1,951,250	1,701,114
Perspective Differences:			
Gain on Sale of Capital Assets	22,942	-	(22,942)
Depreciation Expense	67,366	-	(67,366)
Total Perspective Differences	90,308	-	(90,308)
Total Expenses	340,444	1,951,250	1,610,806
REVENUE OVER (UNDER) EXPENDITURES - GAAP BASIS	\$ 552,548	\$ (1,344,893)	\$ (1,324,171)

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
WELL AUGMENTATION SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original and Final Budget	Variance
REVENUE			
Water Assessments	\$ 50,650	\$ 50,650	\$ -
Property Taxes	-	-	-
Specific Ownership Taxes	-	-	-
Investment Income	17,941	10,000	7,941
Total Revenue	68,591	60,650	7,941
EXPENDITURES			
Operating Expenses:			
Personnel	-	-	-
Maintenance	-	-	-
Debt Service	-	-	-
Capital Outlay	-	-	-
Total Expenditures	-	-	-
Perspective Differences:			
Proceeds from Debt	-	-	-
Principal Payments on Debt	-	-	-
Depreciation Expense	-	-	-
Capital Outlay	-	-	-
Total Perspective Differences	-	-	-
Total Expenses	-	-	-
REVENUE OVER (UNDER) EXPENDITURES - GAAP BASIS	\$ 68,591	\$ 60,650	\$ 7,941

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
GROUND WATER MANAGEMENT SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2024**

	Actual	Original and Final Budget	Variance
REVENUE			
Water Assessments	\$ 2,203,901	\$ 2,230,000	\$ (26,099)
Water Revenue	264,711	-	264,711
Property Taxes	211,213	275,277	(64,064)
Investment Income	164,973	80,000	84,973
Miscellaneous	830,251	272,490	557,761
Rock Royalties	-	200,000	(200,000)
Total Revenue	3,675,049	3,057,767	617,282
EXPENDITURES			
Operating Expenses:			
Water Purchases and Engineering	2,666,070	3,523,734	857,664
Debt Service	21,926	-	(21,926)
Capital Outlay	185,358	174,000	(11,358)
Total Expenditures	2,873,354	3,697,734	824,380
Perspective Differences:			
Depreciation Expense	65,780	-	(65,780)
Capital Outlay	(185,358)	-	185,358
Total Perspective Differences	(119,578)	-	119,578
Total Expenses	2,753,776	3,697,734	943,958
REVENUE OVER (UNDER) EXPENDITURES - GAAP BASIS	\$ 921,273	\$ (639,967)	\$ 1,561,240



CLA (CliftonLarsonAllen LLP) is a network member of CLA Global. See CLAglobal.com/disclaimer. Investment advisory services are offered through CliftonLarsonAllen Wealth Advisors, LLC, an SEC-registered investment advisor.