

CENTRAL COLORADO WATER CONSERVANCY DISTRICT

**FINANCIAL STATEMENTS AND
SUPPLEMENTARY INFORMATION**

YEAR ENDED DECEMBER 31, 2023



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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, 2023, 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, 2023, 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.

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

Broomfield, Colorado
July 29, 2024

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2023**

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, 2023. 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 \$114.3 million at December 31, 2023.
- The General Fund balance was \$7.5 million as of December 31, 2023. Of this amount, \$213,805 is restricted for emergencies.
- The December 31, 2023, General Fund balance is \$800,834 more than the previous year-end. The total fund balance is 326% of 2023 General Fund expenditures.
- The Debt Service Funds have fund balances of \$20.4 million at December 31, 2023.
- The Water Enterprise Funds have net position of \$9.8 million at December 31, 2023.

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, 2023**

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, 2023**

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, 2023, assets and deferred outflows exceeded liabilities and deferred inflows by \$123,949,999.

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

	2023		2022	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
ASSETS				
Current and Other Assets	\$ 76,552,684	\$ 7,737,735	\$ 72,402,829	\$ 839,478
Capital Assets	159,450,095	8,594,794	153,540,834	7,860,910
Total Assets	<u>236,002,779</u>	<u>16,332,529</u>	<u>225,943,663</u>	<u>8,700,388</u>
DEFERRED OUTFLOWS				
Refunding	842,174	-	929,556	-
Pensions/OPEB	978,182	-	285,727	-
Total Deferred Outflows	<u>1,820,356</u>	<u>-</u>	<u>1,215,283</u>	<u>-</u>
LIABILITIES				
Current and Other Liabilities	9,777,561	328,356	6,790,255	650,307
Long-Term Liabilities	93,942,098	6,003,342	98,278,310	5,467,312
Total Liabilities	<u>103,719,659</u>	<u>6,331,698</u>	<u>105,068,565</u>	<u>6,117,619</u>
DEFERRED INFLOWS				
Pensions/OPEB	50,159	-	1,302,060	-
Deferred Property Taxes	19,839,619	264,530	16,324,804	257,117
Total Deferred Inflows	<u>19,889,778</u>	<u>264,530</u>	<u>17,626,864</u>	<u>257,117</u>
NET POSITION				
Net Investment in Capital Assets	78,370,871	2,531,152	68,713,061	2,334,336
Restricted	22,796,171	-	20,342,211	-
Unrestricted	<u>13,046,656</u>	<u>7,205,149</u>	<u>15,408,245</u>	<u>7,511,316</u>
Total Net Position	<u>\$ 114,213,698</u>	<u>\$ 9,736,301</u>	<u>\$ 104,463,517</u>	<u>\$ 9,845,652</u>

A portion of The District's net position represents unrestricted net position of \$20,251,805 which may be used to meet the District's ongoing obligations to citizens and creditors.

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 \$22,796,171 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.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2023**

The following table indicates the changes in net position:

	2023		2022	
	Governmental Activities	Business-Type Activities	Governmental Activities	Business-Type Activities
REVENUES				
Program Revenues:				
Charges for Services	\$ 2,385,491	\$ 2,851,801	\$ 1,770,775	\$ 2,869,924
Operating Grants and Contributions	29,378	-	1,569,122	-
General Revenues:				
Property Taxes	16,866,081	254,392	14,979,791	184,815
Investment Earnings	2,834,145	273,433	802,203	85,954
Loss on Sale of Capital Assets	(66,727)	3,963	-	-
Total Revenues	<u>22,048,368</u>	<u>3,383,589</u>	<u>19,121,891</u>	<u>3,140,693</u>
EXPENSES				
General Government	7,482,446	-	5,003,713	-
Depreciation/Amortization	2,556,502	-	2,308,687	-
Interest on Long-Term Debt	2,259,239	-	3,051,572	-
Water Enterprise	-	3,492,940	-	2,843,314
Total Expenses	<u>12,298,187</u>	<u>3,492,940</u>	<u>10,363,972</u>	<u>2,843,314</u>
INCREASE (DECREASE) IN NET POSITION	<u>\$ 9,750,181</u>	<u>\$ (109,351)</u>	<u>\$ 8,757,919</u>	<u>\$ 297,379</u>

Governmental Activities. Government activities increased the District's net position by \$9,750,181 in 2023. Key elements of this increase are as follows:

- Total revenues increased approximately 16%, due to higher property taxes and increased investment earnings.
- Expenses also increased approximately 19% over the previous year primarily in general government.

Business-Type Activities. Business-type activities (i.e., water) decreased the District's net position by \$109,351 in 2023, due to water purchases exceeding charges for services.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
MANAGEMENT'S DISCUSSION AND ANALYSIS
YEAR ENDED DECEMBER 31, 2023**

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, 2023, the total fund balances of the District's governmental funds were \$54.7 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 (\$662,922); restricted for debt service (\$24,456,272); restricted for capital outlay (\$16,820,201); and assigned for subsequent year budget (\$12,312,925).

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 \$7.7 million as of December 31, 2023. The 2023 fund balance is \$183,931 more 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, 2023, was \$22.5 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, 2023, was \$24.5 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, 2023, was \$9.7 million. Net position decreased by \$109,351 during the year due to water costs exceeding water revenue.

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	\$ 6,908,763	\$ 7,531,825
REVENUE AND FINANCING SOURCES	3,407,090	4,087,139
EXPENDITURES	(10,104,500)	(3,903,208)
FUND BALANCE - END OF YEAR	\$ 211,353	\$ 7,715,756

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, 2023**

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, 2023, totals approximately \$168.0 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 \$6,643,145 or 4%, 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.

The District adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements (SBITA)*, effective January 1, 2023 (see Note 1).

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

Long-Term Debt. At December 31, 2023, the District had approximately \$93.9 million of water loans and bonds payable, funded by assessments and property taxes, and a deferred loss on refunding of approximately \$0.9 million. The District also has loans payable of approximately \$6.0 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, 2023

	Governmental Activities	Business-Type Activities	Total
ASSETS			
Cash and Investments	\$ 28,112,936	\$ 5,602,348	\$ 33,715,284
Receivables:			
Property Taxes	19,839,619	264,530	20,104,149
Accounts Receivable	36,244	34,283	70,527
Internal Balances	116,069	(116,069)	-
Prepaid Items	334,965	471,746	806,711
Inventory	222,869	1,480,897	1,703,766
Capital Assets, Not Being Depreciated	61,323,040	2,479,139	63,802,179
Capital Assets, Net of Depreciation and Amortization	98,127,055	6,115,655	104,242,710
Cash and Investments - Restricted	27,889,982	-	27,889,982
Total Assets	236,002,779	16,332,529	252,335,308
DEFERRED OUTFLOWS OF RESOURCES			
Refunding	842,174	-	842,174
Related to Pension	937,074	-	937,074
Related to Other Postemployment Benefits	41,108	-	41,108
Total Deferred Outflows of Resources	1,820,356	-	1,820,356
LIABILITIES			
Accounts Payable	1,902,911	2,407	1,905,318
Unearned Revenue	-	88,437	88,437
Accrued Interest Payable	689,204	177,212	866,416
Long-Term Liabilities:			
Net Pension Liability	1,729,099	-	1,729,099
Net OPEB Liability	113,322	-	113,322
Due Within One Year	5,343,025	60,300	5,403,325
Due in More than One Year	93,942,098	6,003,342	99,945,440
Total Liabilities	103,719,659	6,331,698	110,051,357
DEFERRED INFLOWS OF RESOURCES			
Unavailable Revenue Property Taxes	19,839,619	264,530	20,104,149
Related to Pension	8,620	-	8,620
Related to Other Postemployment Benefits	41,539	-	41,539
Total Deferred Inflows of Resources	19,889,778	264,530	20,154,308
NET POSITION			
Net Investment in Capital Assets	78,370,871	2,531,152	80,902,023
Restricted for:			
TABOR	662,922	-	662,922
Debt Service	22,133,249	-	22,133,249
Unrestricted	13,046,656	7,205,149	20,251,805
Total Net Position	\$ 114,213,698	\$ 9,736,301	\$ 123,949,999

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023**

FUNCTIONS/PROGRAMS	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Contributions
Governmental Activities:				
General Government	\$ 10,038,948	\$ 2,385,491	\$ 29,378	\$ -
Interest on Long-Term Debt	2,259,239	-	-	-
Total Governmental Activities	12,298,187	2,385,491	29,378	-
Business-Type Activities:				
Water Enterprise Fund - District	375,254	587,643	-	-
Water Enterprise Fund - GMS	3,117,686	2,264,158	-	-
Total Business-Type Activities	3,492,940	2,851,801	-	-
Total	\$ 15,791,127	\$ 5,237,292	\$ 29,378	\$ -

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF ACTIVITIES (CONTINUED)
YEAR ENDED DECEMBER 31, 2023**

	Net (Expense) Revenue and Changes in Net Position		
	Governmental Activities	Business-Type Activities	Total
FUNCTIONS/PROGRAMS			
Governmental Activities:			
General Government	\$ (7,624,079)	\$ -	\$ (7,624,079)
Interest on Long-Term Debt	(2,259,239)	-	(2,259,239)
Total Governmental Activities	(9,883,318)	-	(9,883,318)
Business-Type Activities:			
Water Enterprise Fund - District	-	212,389	212,389
Water Enterprise Fund - GMS	-	(853,528)	(853,528)
Total Business-Type Activities	-	(641,139)	(641,139)
Total	(9,883,318)	(641,139)	(10,524,457)
GENERAL REVENUE			
Property Taxes	16,866,081	254,392	17,120,473
Investment Earnings	2,834,145	273,433	3,107,578
Net Loss on Sale of Assets	(66,727)	3,963	(62,764)
Total General Revenue	19,633,499	531,788	20,165,287
CHANGE IN NET POSITION	9,750,181	(109,351)	9,640,830
Net Position - Beginning of Year	104,463,517	9,845,652	114,309,169
NET POSITION - END OF YEAR	\$ 114,213,698	\$ 9,736,301	\$ 123,949,999

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2023**

	General Fund	Special Revenue Funds	
		WAS	GMS
ASSETS			
Cash and Investments	\$ 8,165,676	\$ 2,681,009	\$ 3,911,635
Cash and Investments - Restricted	-	3,058,173	13,762,028
Accounts Receivable	-	36,244	-
Property Taxes Receivable	3,881,693	1,271,144	3,172,997
Due from Other Funds	1,012,326	-	110,766
Prepaid Items	18,009	202,644	17,814
Inventory	-	222,869	-
Total Assets	\$ 13,077,704	\$ 7,472,083	\$ 20,975,240
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES			
LIABILITIES			
Accounts and Retainage Payable	\$ 1,480,255	\$ 57,680	\$ 364,976
Due to Other Funds	-	300,915	737,983
Total Liabilities	1,480,255	358,595	1,102,959
DEFERRED INFLOWS OF RESOURCES			
Property Taxes	3,881,693	1,271,144	3,172,997
Total Deferred Inflows of Resources	3,881,693	1,271,144	3,172,997
FUND BALANCES			
Nonspendable:	18,009	425,513	17,814
Restricted for:			
TABOR Emergencies	251,669	159,802	251,451
Debt Service	-	-	-
Capital Outlay	-	3,058,173	13,762,028
Assigned - Subsequent Year Budget and Subdistricts	7,446,078	2,198,856	2,667,991
Total Fund Balances	7,715,756	5,842,344	16,699,284
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 13,077,704	\$ 7,472,083	\$ 20,975,240

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
BALANCE SHEET – GOVERNMENTAL FUNDS (CONTINUED)
DECEMBER 31, 2023**

	Debt Service Funds			Total Governmental Funds
	District	WAS	GMS	
ASSETS				
Cash and Investments	\$ 7,914,802	\$ 5,439,814	\$ -	\$ 28,112,936
Cash and Investments - Restricted	1,633,819	1,232,140	8,203,822	27,889,982
Accounts Receivable	-	-	-	36,244
Property Taxes Receivable	3,840,211	3,304,975	4,368,599	19,839,619
Due from Other Funds	-	-	31,875	1,154,967
Prepaid Items	-	-	-	238,467
Inventory	-	-	-	222,869
	<u>-\$ 13,388,832</u>	<u>\$ 9,976,929</u>	<u>\$ 12,604,296</u>	<u>\$ 77,495,084</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES				
LIABILITIES				
Accounts and Retainage Payable	\$ -	\$ -	\$ -	\$ 1,902,911
Due to Other Funds	-	-	-	1,038,898
Total Liabilities	-	-	-	2,941,809
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	3,840,211	3,304,975	4,368,599	19,839,619
Total Deferred Inflows of Resources	3,840,211	3,304,975	4,368,599	19,839,619
FUND BALANCES				
Nonspendable:	-	-	-	461,336
Restricted for:				
TABOR Emergencies	-	-	-	662,922
Debt Service	9,548,621	6,671,954	8,235,697	24,456,272
Capital Outlay	-	-	-	16,820,201
Assigned - Subsequent Year Budget and Subdistricts	-	-	-	12,312,925
Total Fund Balances	<u>9,548,621</u>	<u>6,671,954</u>	<u>8,235,697</u>	<u>54,713,656</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 13,388,832</u>	<u>\$ 9,976,929</u>	<u>\$ 12,604,296</u>	<u>\$ 77,495,084</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, 2023**

Total Fund Balance - Governmental Funds \$ 54,713,656

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. 96,498

Capital assets used in governmental activities are not financial resources and are not reported in the funds. 159,450,095

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	\$ (1,729,099)	
Deferred Outflows of Resources Related to Pensions	937,074	
Deferred Inflows of Resources Related to Pensions	<u>(8,620)</u>	(800,645)

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	(113,322)	
Deferred Outflows of Resources Related to OPEB	41,108	
Deferred Inflows of Resources Related to OPEB	<u>(41,539)</u>	(113,753)

Accrued interest payable is not included in the funds. (689,204)

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

Bonds payable	(94,266,610)	
Premiums	(3,806,548)	
Deferred loss on refunding	842,174	
Leases payable	(1,065,755)	
Subscriptions Payable	(53,525)	
Compensated Absences	<u>(92,685)</u>	<u>(98,442,949)</u>

Net Position of Governmental Activities \$ 114,213,698

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, 2023**

	General Fund	Special Revenue Funds	
		WAS	GMS
REVENUE			
Taxes	\$ 3,353,476	\$ 901,247	\$ 2,415,382
Interest Income	366,331	293,703	959,639
Water Assessments	-	1,013,069	-
State and Federal Grants	15,227	-	-
Miscellaneous	329,545	814,009	228,868
Total Revenue	<u>4,064,579</u>	<u>3,022,028</u>	<u>3,603,889</u>
EXPENDITURES			
Operating Expenditures	3,125,248	2,362,198	1,919,339
Debt Service:			
Principal	8,969	39,143	66,210
Interest	152	12,228	15,261
Capital Outlay	768,839	416,590	7,290,309
Total Expenditures	<u>3,903,208</u>	<u>2,830,159</u>	<u>9,291,119</u>
REVENUE OVER (UNDER) EXPENDITURES	161,371	191,869	(5,687,230)
OTHER FINANCING SOURCES (USES)			
Sale of Assets	8,409	8,409	8,409
Leases	-	108,738	51,446
Donations	14,151	-	-
Bond Issuance	-	-	643,576
Total Other Financing Sources (Uses)	<u>22,560</u>	<u>117,147</u>	<u>703,431</u>
CHANGE IN FUND BALANCES	183,931	309,016	(4,983,799)
Fund Balances - Beginning of Year	<u>7,531,825</u>	<u>5,533,328</u>	<u>21,683,083</u>
FUND BALANCES - END OF YEAR	<u>\$ 7,715,756</u>	<u>\$ 5,842,344</u>	<u>\$ 16,699,284</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, 2023**

	Debt Service Funds			Total
	District	WAS	GMS	Governmental Funds
REVENUE				
Taxes	\$ 3,847,669	\$ 2,002,999	\$ 4,345,308	\$ 16,866,081
Interest Income	476,732	305,237	432,503	2,834,145
Water Assessments	-	-	-	1,013,069
State and Federal Grants	-	-	-	15,227
Miscellaneous	-	-	-	1,372,422
Total Revenue	<u>4,324,401</u>	<u>2,308,236</u>	<u>4,777,811</u>	<u>22,100,944</u>
EXPENDITURES				
Operating Expenditures	58,409	34,590	65,992	7,565,776
Debt Service:				
Principal	1,859,906	658,797	1,997,972	4,630,997
Interest	885,286	513,977	1,287,498	2,714,402
Capital Outlay	-	-	-	8,475,738
Total Expenditures	<u>2,803,601</u>	<u>1,207,364</u>	<u>3,351,462</u>	<u>23,386,913</u>
REVENUE OVER (UNDER) EXPENDITURES	1,520,800	1,100,872	1,426,349	(1,285,969)
OTHER FINANCING SOURCES (USES)				
Proceeds of Sale of Assets	-	-	-	25,227
Leases	-	-	-	160,184
Donations	-	-	-	14,151
Debt Issuances	-	-	-	643,576
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>843,138</u>
CHANGE IN FUND BALANCE	1,520,800	1,100,872	1,426,349	(442,831)
Fund Balance - Beginning of Year	<u>8,027,821</u>	<u>5,571,082</u>	<u>6,809,348</u>	<u>55,156,487</u>
FUND BALANCE - END OF YEAR	<u>\$ 9,548,621</u>	<u>\$ 6,671,954</u>	<u>\$ 8,235,697</u>	<u>\$ 54,713,656</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
RECONCILIATION OF STATEMENT OF REVENUE, EXPENDITURES,
AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2023**

Net Change in Fund Balances - Governmental Funds \$ (442,831)

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	\$ 8,477,285	
Book Value of Disposals	(91,954)	
Depreciation/Amortization Expense	<u>(2,556,502)</u>	5,828,829

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	(643,576)	
Principal payments	4,528,227	
Leases	(160,184)	
Principal payments on leases	87,415	
Principal payments on subscriptions payable	<u>26,907</u>	3,838,789

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	(49,675)	
Change in compensated absences	(2,183)	
Amortization of bond insurance	(6,756)	
Amortization of bond premium	601,159	
Amortization of loss on bond refunding	(87,382)	
Pension expense	58,363	
OPEB expense	<u>11,868</u>	<u>525,394</u>

Change in Net Position of Governmental Activities \$ 9,750,181

See accompanying Notes to Basic Financial Statements.

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF NET POSITION
BUSINESS-TYPE ACTIVITIES – ENTERPRISE FUNDS
DECEMBER 31, 2023

	Business-Type Activities			Total
	District	WAS	GMS	
ASSETS				
Current Assets:				
Cash and Investments	\$ 3,550,552	\$ 309,151	\$ 1,742,645	\$ 5,602,348
Property Taxes Receivable	54,523	-	210,007	264,530
Accounts Receivable	-	-	34,283	34,283
Due from Other Funds	158,655	-	195,839	354,494
Prepaid Items	-	-	471,746	471,746
Inventory	-	-	1,480,897	1,480,897
Total Current Assets	<u>3,763,730</u>	<u>309,151</u>	<u>4,135,417</u>	<u>8,208,298</u>
Capital Assets, Not Being Depreciated	-	-	2,479,139	2,479,139
Capital Assets, Net of Accumulated Depreciation	3,229,882	-	2,885,773	6,115,655
Total Capital Assets	<u>3,229,882</u>	<u>-</u>	<u>5,364,912</u>	<u>8,594,794</u>
Total Assets	6,993,612	309,151	9,500,329	16,803,092
LIABILITIES				
Current Liabilities:				
Accounts and Retainage Payable	476	-	1,931	2,407
Due to Other Funds	5,184	-	465,379	470,563
Unearned Revenue	-	-	88,437	88,437
Accrued Interest Payable	-	-	177,212	177,212
Current Portion of Long-Term Liabilities	60,300	-	-	60,300
Total Current Liabilities	<u>65,960</u>	<u>-</u>	<u>732,959</u>	<u>798,919</u>
Long-Term Liabilities:				
Due in More than One Year	<u>2,094,694</u>	<u>-</u>	<u>3,908,648</u>	<u>6,003,342</u>
Total Liabilities	2,160,654	-	4,641,607	6,802,261
DEFERRED INFLOWS OF RESOURCES				
Property Taxes	<u>54,523</u>	<u>-</u>	<u>210,007</u>	<u>264,530</u>
NET POSITION				
Net Investment in Capital Assets	1,074,888	-	1,456,264	2,531,152
Unrestricted	<u>3,703,547</u>	<u>309,151</u>	<u>3,192,451</u>	<u>7,205,149</u>
Total Net Position	<u>\$ 4,778,435</u>	<u>\$ 309,151</u>	<u>\$ 4,648,715</u>	<u>\$ 9,736,301</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, 2023**

	Business-Type Activities			Total
	District	WAS	GMS	
OPERATING REVENUE				
Assessments	\$ -	\$ -	\$ 1,814,860	\$ 1,814,860
Water	584,343	-	67,992	652,335
Miscellaneous	3,300	-	381,306	384,606
Total Operating Revenue	<u>587,643</u>	<u>-</u>	<u>2,264,158</u>	<u>2,851,801</u>
OPERATING EXPENSES				
Purchased Water and Storage	-	-	2,320,295	2,320,295
Supplies	2,587	-	23,386	25,973
Professional Fees	14,004	-	245,540	259,544
Utilities	27,142	-	7,557	34,699
Repairs and Maintenance	187,428	-	2,541	189,969
Depreciation	68,484	-	65,780	134,264
Other Expenses	34,821	-	394,626	429,447
Total Operating Expenses	<u>334,466</u>	<u>-</u>	<u>3,059,725</u>	<u>3,394,191</u>
OPERATING INCOME (LOSS)	253,177	-	(795,567)	(542,390)
NONOPERATING REVENUE (EXPENSES)				
Investment Earnings	157,421	14,687	101,325	273,433
Gain on Sale of Capital Assets	3,963	-	-	3,963
Interest Expense	(40,788)	-	(57,961)	(98,749)
Property Taxes	38,829	-	215,563	254,392
Net Nonoperating Revenue (Expenses)	<u>159,425</u>	<u>14,687</u>	<u>258,927</u>	<u>433,039</u>
CHANGE IN NET POSITION	412,602	14,687	(536,640)	(109,351)
Fund Net Position - Beginning of Year	<u>4,365,833</u>	<u>294,464</u>	<u>5,185,355</u>	<u>9,845,652</u>
FUND NET POSITION - END OF YEAR	<u>\$ 4,778,435</u>	<u>\$ 309,151</u>	<u>\$ 4,648,715</u>	<u>\$ 9,736,301</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
STATEMENT OF CASH FLOWS – ENTERPRISE FUNDS
YEAR ENDED DECEMBER 31, 2023**

	Business-Type Activities			
	District	WAS	GMS	Total
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash Receipts from Customers	\$ 587,643	\$ -	\$ 2,304,332	\$ 2,891,975
Payments to Suppliers and Employees	(284,885)	-	(3,671,337)	(3,956,222)
Net Cash Provided (Used) by Operating Activities	302,758	-	(1,367,005)	(1,064,247)
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES				
Debt Payments	(100,050)	-	-	(100,050)
Debt Issuance	-	-	596,329	596,329
Acquisition of Property, Plant, and Equipment	(211,218)	-	(656,929)	(868,147)
Proceeds from Sale of Capital Assets	3,963	-	-	3,963
Increase (Decrease) in Due to Other Funds	(79,460)	-	6,540	(72,920)
Net Cash Provided (Used) by Capital and Related Financing Activities	(386,765)	-	(54,060)	(440,825)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Property Taxes	38,829	-	215,563	254,392
CASH FLOWS FROM INVESTING ACTIVITIES				
Interest and Dividends Received	157,421	14,687	101,325	273,433
INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	112,243	14,687	(1,104,177)	(977,247)
Cash and Cash Equivalents - Beginning of Year	3,438,309	294,464	2,846,822	6,579,595
CASH AND CASH EQUIVALENTS - END OF YEAR	<u>\$ 3,550,552</u>	<u>\$ 309,151</u>	<u>\$ 1,742,645</u>	<u>\$ 5,602,348</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES				
Operating Income (Loss)	\$ 253,177	\$ -	\$ (795,567)	\$ (542,390)
Depreciation Expense	68,484	-	65,780	134,264
Change in Operating Assets and Liabilities:				
(Increase) Decrease in:				
Accounts Receivable	-	-	(34,283)	(34,283)
Prepaid Items	-	-	(461,321)	(461,321)
Inventory	-	-	220,433	220,433
Increase (Decrease) in:				
Accounts Payable and Accrued Expenses	(18,903)	-	(436,504)	(455,407)
Unearned Revenue	-	-	74,457	74,457
Net Cash Provided (Used) by Operating Activities	<u>\$ 302,758</u>	<u>\$ -</u>	<u>\$ (1,367,005)</u>	<u>\$ (1,064,247)</u>

See accompanying Notes to Basic Financial Statements.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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, 2023**

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, 2023**

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, 2023**

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, 2023**

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, 2023.

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, 2023, 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.

Adoption of New Accounting Standard

Effective January 1, 2023 the District implemented GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This standard defines a subscription-based information technology arrangement (SBITA); establishes that a SBITA results in a right-to-use subscription asset (an intangible asset) and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA. The implementation of this standard did not affect beginning net position. Refer to Note 3 and Note 6 for additional information.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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, 2023**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences

The District reports compensated absences in accordance with the provisions of GASB Statement No. 16, *Accounting for 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. Upon termination of employment from the District, and employee will be compensated for all accrued vacation and compensatory time at their current rate of pay; there is no payment for sick leave upon termination.

A liability for accrued vacation and compensatory time is reported in the governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

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 reports as an outflow of resources.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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, 2023**

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, 2023, follows:

Bank Deposits	\$ 2,519,461
Cash with County Treasurers	57,133
Investments	59,028,672
Total Cash and Investments	<u>\$ 61,605,266</u>
Cash and Investments	\$ 33,715,284
Cash and Investments - Restricted	27,889,982
Total Cash and Investments	<u>\$ 61,605,266</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 \$2,269,461 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, 2023**

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, 2023, the District had invested \$59,028,672 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, 2023, 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, 2023, the District has the following restricted cash balances:

General Funds - Colotrust	\$ 16,820,201
Debt Service Funds - Colotrust	6,954,515
Debt Service Reserve - CWCB Loans	4,115,266

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 3 CAPITAL ASSETS

Capital activities for governmental activities are as follows:

	Balance December 31, 2022 Restated	Additions	Deletions/ Reclassifications	Balance December 31, 2023
Capital Assets, Not Being Depreciated:				
Water Rights	\$ 43,111,143	\$ 3,151,731	\$ -	\$ 46,262,874
Land	3,216,114	-	-	3,216,114
Perpetual Easements	528,078	-	-	528,078
Ditch Carriage	375,000	-	-	375,000
Construction in Progress	8,357,232	3,780,911	(1,197,169)	10,940,974
Total Capital Assets, Not Being Depreciated	55,587,567	6,932,642	(1,197,169)	61,323,040
Capital Assets, Being Depreciated/Amortized				
Water Projects	106,821,099	964,563	1,196,949	108,982,611
Office Building	1,364,953	-	-	1,364,953
Computer Software	12,742	-	-	12,742
Equipment and Vehicles	4,116,443	419,896	(64,713)	4,471,626
Right-to-Use Lease Assets - Land	1,082,174	160,184	(89,188)	1,153,170
Subscription Based Information Technology Arrangements	197,555	-	-	197,555
Total Capital Assets, Being Depreciated/Amortized	113,594,966	1,544,643	1,043,048	116,182,657
Accumulated Depreciation/Amortization				
Water Projects	(12,884,811)	(2,052,890)	-	(14,937,701)
Office Building	(477,033)	(52,990)	-	(530,023)
Computer Software	(425)	(2,548)	-	(2,973)
Equipment and Vehicles	(2,198,998)	(350,546)	62,167	(2,487,377)
Right-to-Use Lease Assets - Land	-	(60,554)	-	(60,554)
Subscription Based Information Technology Arrangements	-	(36,974)	-	(36,974)
Total Accumulated Depreciation/Amortization	(15,561,267)	(2,556,502)	62,167	(18,055,602)
Total Capital Assets, Being Depreciated/Amortized, Net	98,033,699	(1,011,859)	1,105,215	98,127,055
Capital Assets, Net	<u>\$ 153,621,266</u>	<u>\$ 5,920,783</u>	<u>\$ (91,954)</u>	<u>\$ 159,450,095</u>

Governmental activities depreciation/amortization expense of \$2,556,502 has been included in General Government on the statement of activities.

As a result of the implementation of GASB Statement No. 96 (GASB 96), \$80,432 in SBITA asset has been added to the beginning balance presented above. \$117,123 of previously reported computer software was also reclassified to the beginning SBITA asset balance, which comprises the total SBITA asset of \$197,555 in the table above. The newly calculated SBITA asset of \$80,432 is offset by an equal amount of subscription payable in Note 6. Accordingly, the Subdistrict does not report a restatement of beginning net position for the implementation of GASB 96.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 3 CAPITAL ASSETS (CONTINUED)

Capital activities for business-type activities are as follows:

	Balance December 31, 2022	Additions	Deletions	Balance December 31, 2023
Capital Assets, Not Being Depreciated:				
Water Rights	\$ 863,650	\$ -	\$ -	\$ 863,650
Construction in Progress	959,489	656,929	(929)	1,615,489
Total Capital Assets, Not Being Depreciated	1,823,139	656,929	(929)	2,479,139
Capital Assets, Being Depreciated				
Water Projects	6,344,007	207,256	929	6,552,192
Equipment	72,749	10,000	(11,500)	71,249
Total Capital Assets, Being Depreciated	6,416,756	217,256	(10,571)	6,623,441
Accumulated Depreciation				
Water Projects	(353,283)	(127,463)	5,462	(475,284)
Equipment	(25,701)	(6,801)	-	(32,502)
Total Accumulated Depreciation	(378,984)	(134,264)	5,462	(507,786)
Total Capital Assets, Being Depreciated, Net	6,037,772	82,992	(5,109)	6,115,655
Capital Assets, Net	<u>\$ 7,860,911</u>	<u>\$ 739,921</u>	<u>\$ (6,038)</u>	<u>\$ 8,594,794</u>

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, 2022

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, 2023**

NOTE 4 PUBLIC EMPLOYEES' RETIREMENT ASSOCIATION OF COLORADO (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, 2023**

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, 2023 through December 31, 2023. Employer contribution rates are summarized in the table below:

	<u>December 31, 2023</u>
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	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	0.06%
Total Employer Contribution Rate to the LGDTF	13.74%

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 \$219,362 for the year ended December 31, 2023.

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

At December 31, 2023, the District reported a liability of \$1,729,099 for its proportionate share of the net pension liability. The net pension liability was measured as of December 31, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll forward the total pension liability to December 31, 2022. The Subdistrict proportion of the net pension liability was based on the Subdistrict's contributions to the LGDTF for the calendar year 2022 relative to the total contributions of participating employers to the LGDTF.

At December 31, 2022, the District's proportion was .1725%, which was an increase of .0030% from its proportion measured as of December 31, 2021.

For the year ended December 31, 2023, the District recognized pension expense of \$160,999. At December 31, 2023, 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, 2023**

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)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ -	\$ 8,620
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	-
Changes in Assumptions	705,901	-
Changes in Proportion and Differences Between Contributions Recognized and Proportionate Share of Contributions	11,811	-
Contributions Subsequent to the Measurement Date	219,362	-
Total	<u>\$ 937,074</u>	<u>\$ 8,620</u>

Deferred outflows of resources related to pensions of \$219,362, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net pension liability in the year ending December 31, 2024.

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>
2024	\$ (68,209)
2025	105,296
2026	258,393
2027	413,612
Total	<u>\$ 709,092</u>

Actuarial Assumptions

The total pension liability in the December 31, 2021 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 Postretirement Benefit Increases:	
PERA Benefit Structure Hired Prior to 1/1/07 (Automatic)	1.00% Compounded Annually
PERA Benefit Structure Hired After 12/31/06 (Ad Hoc, Substantively Automatic)	Financed by the Annual Increase Reserve

¹ Postretirement benefit increases are provided by the AIR, accounted separately within each Division Trust Fund, and subject to moneys being available; therefore, liabilities related to increases for members of these benefit tiers can never exceed available assets.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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

Actuarial Assumptions (Continued)

The TPL for the LGDTF, as of the December 31, 2022, 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, 2022, 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, 2021, 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, 2023**

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, 2023**

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.

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.

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)	\$ 2,902,722	\$ 1,729,099	\$ 746,582

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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

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.

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.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

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 \$16,285 for the year ended December 31, 2023.

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

At December 31, 2023, the District reported a liability of \$113,322 for its proportionate share of the net OPEB liability. The net OPEB liability for the HCTF was measured as of December 31, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of December 31, 2021. Standard update procedures were used to roll-forward the total OPEB liability to December 31, 2021. The District proportion of the net OPEB liability was based on the District contributions to the HCTF for the calendar year 2021 relative to the total contributions of participating employers to the HCTF.

At December 31, 2021, the District proportion was .01318%, which was an increase of .0003% from its proportion measured as of December 31, 2020.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

For the year ended December 31, 2023, the District recognized OPEB expense of \$4,417. At December 31, 2023, the District reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience	\$ 15	\$ 27,405
Changes of Assumptions or other Inputs	1,821	12,507
Net Difference Between Projected and Actual Earnings on OPEB Plan Investments	6,922	-
Changes in Proportion and Differences Between Contributions Recognized and Proportionate Share Share of Contributions	16,065	1,627
Contributions Subsequent to the Measurement Date	16,285	-
Total	\$ 41,108	\$ 41,539

Deferred outflows of resources related to OPEB of \$16,285, resulting from contributions subsequent to the measurement date, will be recognized as a reduction of the net OPEB liability in the year ending December 31, 2024.

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

Year Ending December 31,	Amount
2024	\$ (6,646)
2025	(7,970)
2026	(1,630)
2027	1,394
2028	(1,507)
Thereafter	(357)
Total	\$ (16,716)

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions

The total OPEB liability in the December 31, 2021 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 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	6.50% in 2022 gradually decreasing to 4.50% in 2030
Medicare Part A Premiums	3.75% in 2022, gradually increasing to 4.50% in 2029

The TOL for the HCTF, as of the December 31, 2022, measurement date, was adjusted to reflect the disaffiliation, allowable under C.R.S. § 24-51-313, of Tri-County Health Department (TriCounty 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, 2022, measurement date.

Beginning January 1, 2022, the per capita health care costs are developed by plan option; based on 2022 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.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

Age-Related Morbidity Assumptions

Participant Age	Annual Increase (Male)	Annual Increase (Female)
65-69	3.00%	1.50%
70	2.90%	1.60%
71	1.60%	1.40%
72	1.40%	1.50%
73	1.50%	1.60%
74	1.50%	1.50%
75	1.50%	1.40%
76	1.50%	1.50%
77	1.50%	1.50%
78	1.50%	1.60%
79	1.50%	1.50%
80	1.40%	1.50%
81 and older	0.00%	0.00%

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	\$1,704	\$1,450	\$583	\$496	\$1,923	\$1,634
70	\$1,976	\$1,561	\$676	\$534	\$2,229	\$1,761
75	\$2,128	\$1,681	\$728	\$575	\$2,401	\$1,896

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	\$6,514	\$5,542	\$4,227	\$3,596	\$6,752	\$5,739
70	\$7,553	\$5,966	\$4,901	\$3,872	\$7,826	\$6,185
75	\$8,134	\$6,425	\$5,278	\$4,169	\$8,433	\$6,657

The 2022 Medicare Part A premium is \$499 per month.

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

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

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, 2021, 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.

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</u>	<u>PERACare Medicare Plans</u>	<u>Medicare Part A Premiums</u>
2022	6.50%	3.75%
2023	6.25%	4.00%
2024	6.00%	4.00%
2025	5.75%	4.00%
2026	5.50%	4.25%
2027	5.25%	4.25%
2028	5.00%	4.25%
2029	4.75%	4.50%
2030+	4.50%	4.50%

Mortality assumptions used in the December 31, 2021, 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 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.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

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.

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, 2021, 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 2022 plan year.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Actuarial Assumptions (Continued)

- The December 31, 2021, valuation utilizes premium information as of January 1, 2022, 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, 2021, 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:

<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%.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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:

	1% Decrease in Trend Rates	Current Trend Rates	1% Increase in Trend Rates
Initial PERACare Medicare Trend Rate	5.25%	6.25%	7.25%
Ultimate PERACare Medicare Trend Rate	3.50%	4.50%	5.50%
Initial Medicare Part A Trend Rate	3.00%	4.00%	5.00%
Ultimate Medicare Part A Trend Rate	3.50%	4.50%	5.50%
Proportionate Share of the Net OPEB Liability	\$ 110,115	\$ 113,322	\$ 116,812

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, 2022, 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, 2023**

NOTE 5 POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (CONTINUED)

Discount Rate (Continued)

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	\$ 131,374	\$ 113,322	\$ 97,882

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, 2023**

NOTE 6 LONG-TERM DEBT

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

Description	Balance December 31, 2022, Restated	Additions	Retirements	Balance December 31, 2023	Due Within One Year
2013 G.O. Bond	\$ 7,675,000	\$ -	\$ 1,160,000	\$ 6,515,000	\$ 1,185,000
Bond Premium	201,723	-	50,953	150,770	45,201
2021 Refunding - 2013 GO Bond	14,485,000	-	165,000	14,320,000	165,000
2016 CWCB Loan - Chatfield	18,261,910	-	534,906	17,727,004	544,267
2010 CWCB - WAS	10,241,707	-	457,498	9,784,209	468,935
2019 CWCB (Walker) - WAS	2,952,342	-	79,017	2,873,325	80,400
2019 CWCB (Walker) - GMS	9,595,111	-	256,806	9,338,305	261,300
2019 Bond - GMS	10,185,000	-	1,250,000	8,935,000	1,315,000
2019 Bond Premium	1,053,732	-	251,253	802,479	220,416
2019 CWCB (Pioneer) - GMS	5,365,191	643,576	-	6,008,767	-
2020 Bond Issue - WAS	5,725,000	-	125,000	5,600,000	130,000
2020 Bond Issue - WAS - Premium	327,593	-	21,435	306,158	20,908
2021 Bond - GMS	13,665,000	-	500,000	13,165,000	525,000
2021 Bond Premium - GMS	2,824,659	-	277,518	2,547,141	265,983
Compensated Absences	90,502	92,685	90,502	92,685	-
Leases Payable - WAS	396,133	108,738	30,174	474,697	31,889
Leases Payable - GMS	596,853	51,446	57,241	591,058	57,237
Subscriptions Payable	80,432	-	26,907	53,525	26,489
Total	<u>\$ 103,722,888</u>	<u>\$ 896,445</u>	<u>\$ 5,334,210</u>	<u>\$ 99,285,123</u>	<u>\$ 5,343,025</u>

As a result of the implementation of GASB Statement No. 96 (GASB 96), \$80,432 in subscriptions payable has been added to the beginning balance presented above. As the new subscription payable of \$80,432 is offset by an equal amount of newly calculated SBITA asset in Note 3, the Subdistrict does not report a restatement of beginning net position for the implementation of GASB 96.

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.

CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023

NOTE 6 LONG-TERM DEBT (CONTINUED)

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.

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 \$6,008,767. 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 of \$6,008,767 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.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 6 LONG-TERM DEBT (CONTINUED)

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.

Future payments of governmental long-term debt as December 31, 2023, are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 4,674,902	\$ 2,526,168	\$ 7,201,070
2025	4,862,130	2,341,432	7,203,562
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
2029-2033	22,217,111	6,751,304	28,968,415
2034-2038	19,571,965	3,860,911	23,432,876
2039-2043	10,641,476	1,662,418	12,303,894
2044-2048	7,945,456	739,907	8,685,363
2049-2053	2,764,343	80,806	2,845,149
Total	<u>\$ 88,257,844</u>	<u>\$ 23,966,394</u>	<u>\$ 112,224,238</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, 2023, is as follows:

<u>Description</u>	<u>Balance December 31, 2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2023</u>
2021 Refunding	\$ 929,556	\$ -	\$ 87,382	\$ 842,174
Total	<u>\$ 929,556</u>	<u>\$ -</u>	<u>\$ 87,382</u>	<u>\$ 842,174</u>

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

<u>Description</u>	<u>Balance December 31, 2022</u>	<u>Additions</u>	<u>Retirements</u>	<u>Balance December 31, 2023</u>	<u>Due Within One Year</u>
2019 CWCB (Walker)	\$ 2,214,256	\$ -	\$ 59,262	\$ 2,154,994	\$ 60,300
2021 Loan - GMS	3,312,319	596,329	-	3,908,648	-
Total	<u>\$ 5,526,575</u>	<u>\$ 596,329</u>	<u>\$ 59,262</u>	<u>\$ 6,063,642</u>	<u>\$ 60,300</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 \$3,312,319. 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 \$3,312,319 is excluded from the future repayment schedule.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

NOTE 6 LONG-TERM DEBT (CONTINUED)

Future payments of business type long-term debt as of as of December 31, 2023, are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 60,300	\$ 37,712	\$ 98,012
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
2029-2033	340,533	149,529	490,062
2034-2038	371,391	118,671	490,062
2039-2043	405,045	85,017	490,062
2044-2048	441,749	48,313	490,062
2049-2053	284,038	9,999	294,037
Total	<u>\$ 2,154,994</u>	<u>\$ 589,351</u>	<u>\$ 2,744,345</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>
2024	\$ 89,126	\$ 25,474	\$ 114,600
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 - 2033	229,455	77,045	306,500
2034 - 2038	106,610	56,390	163,000
2039 - 2043	85,110	41,890	127,000
2044 - 2048	38,064	34,936	73,000
2049 - 2053	43,620	29,380	73,000
2054 - 2058	49,958	23,042	73,000
2059 - 2063	57,220	15,780	73,000
2064 - 2068	65,534	7,466	73,000
2069	14,211	389	14,600
Total	<u>\$ 1,065,755</u>	<u>\$ 398,845</u>	<u>\$ 1,464,600</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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, 2023, SBITA asset and the related accumulated amortization totaled \$197,555 and \$36,974, 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>
2024	\$ 26,489	\$ 873	\$ 27,362
2025	27,036	326	27,362
Total	<u>\$ 53,525</u>	<u>\$ 1,199</u>	<u>\$ 54,724</u>

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, 2023, the District has the following interfund receivables and payables:

<u>Fund</u>	<u>Due From</u>	<u>Due To</u>
General Fund - District	\$ 1,012,326	\$ -
General Fund - GMS	110,766	737,983
General Fund - WAS	-	300,915
Debt Service Fund - GMS	31,875	-
Water Enterprise Fund - District	158,655	5,184
Water Enterprise Fund - GMS	195,839	465,379
Total	<u>\$ 1,509,461</u>	<u>\$ 1,509,461</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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, 2023, \$10,937,941 of this debt remains unissued.

WAS has authorized but unissued debt of approximately \$15 million and GMS has authorized but unissued debt of approximately \$20 million at December 31, 2023.

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
NOTES TO BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2023**

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.

REQUIRED SUPPLEMENTARY INFORMATION

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF EMPLOYER PENSION CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 2023**

Fiscal Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually Required Contribution	\$ 219,362	\$ 179,075	\$ 166,229	\$ 140,714	\$ 139,673	\$ 134,008	\$ 127,063	\$ 109,477	\$ 98,537	\$ 95,229
Contributions in Relation to the Contractually Required Contribution	<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>	<u>95,229</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District'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
Contributions as a Percentage of Covered Payroll	13.7%	13.2%	13.2%	12.9%	12.7%	12.6%	12.6%	14.5%	12.9%	12.8%

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF EMPLOYER OPEB CONTRIBUTIONS
YEAR ENDED DECEMBER 31, 2023**

Fiscal Year	2023	2022	2021	2020	2019	2018	2017
Statutorily Required Contribution	\$ 16,285	\$ 13,859	\$ 12,864	\$ 11,098	\$ 11,235	\$ 10,850	\$ 11,115
Contributions in Relation to the Statutorily Required Contribution	<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>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
District's Covered Payroll	\$ 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	1.02%	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, 2023**

Fiscal Year	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Plan Measurement Date	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	December 31, 2013
(Entity)'s Proportion of the Net Pension Liability	0.172467873%	0.169499468%	0.167755355%	0.159391616%	0.162019261%	0.149753564%	0.146622845%	0.136833272%	0.137057599%	0.136448263%
(Entity)'s Proportionate Share of the Net Pension Liability	\$ 1,729,099	\$ (145,324)	\$ 874,218	\$ 1,165,776	\$ 2,036,927	\$ 1,667,401	\$ 1,979,908	\$ 1,507,329	\$ 1,028,012	\$ 1,228,459
(Entity)'s Covered Payroll	\$ 1,358,690	\$ 1,261,221	\$ 1,088,017	\$ 1,101,522	\$ 1,062,675	\$ 1,008,602	\$ 757,275	\$ 766,496	\$ 743,023	\$ 736,380
(Entity)'s Proportionate Share of the Net Pension Liability as a Percentage of its Covered Payroll	127.3%	(11.5%)	80.3%	105.8%	191.7%	165.3%	261.5%	196.7%	138.4%	166.8%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.0%	101.5%	90.9%	86.3%	76.0%	79.4%	73.6%	76.9%	80.7%	77.7%

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF THE DISTRICT'S PROPORTIONATE SHARE OF NET OPEB LIABILITY
YEAR ENDED DECEMBER 31, 2023**

Fiscal Year	2023	2022	2021	2020	2019	2018
Plan Measurement Date	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	0.0138793742%	0.0131763692%	0.0128057625%	0.0122075067%	0.0125646126%	0.0116365546%
(Entity)'s Proportionate Share of the Collective Net OPEB Liability	\$ 113,322	\$ 113,620	\$ 121,684	\$ 137,212	\$ 151,228	\$ 151,240
Covered Payroll	\$ 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	8.34%	9.01%	11.18%	12.46%	14.23%	15.00%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	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, 2023**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Property Taxes	\$ 3,020,902	\$ 3,056,090	\$ (35,188)
Specific Ownership Taxes	332,574	336,000	(3,426)
Investment Income	366,331	10,000	356,331
Miscellaneous	329,545	5,000	324,545
State and Federal Grants	15,227	-	15,227
Total Revenue	<u>4,064,579</u>	<u>3,407,090</u>	<u>657,489</u>
EXPENDITURES			
Operating Expenses:			
Personnel	959,792	969,500	9,708
Maintenance	571,675	25,000	(546,675)
Supplies	174,882	43,500	(131,382)
Professional	606,144	212,000	(394,144)
Travel and Meals	19,076	11,300	(7,776)
Water Purchases and Storage	557,972	944,900	386,928
Other	244,828	4,387,800	4,142,972
Total Operating Expenses	<u>3,134,369</u>	<u>6,594,000</u>	<u>3,459,631</u>
Capital Outlay:			
Building	-	10,000	10,000
Equipment and Vehicles	172,206	57,000	(115,206)
Computer Software	161	15,000	14,839
Water Projects	-	3,428,500	3,428,500
Construction Projects	596,472	-	(596,472)
Total Capital Outlay	<u>768,839</u>	<u>3,510,500</u>	<u>2,741,661</u>
Total Expenditures	<u>3,903,208</u>	<u>10,104,500</u>	<u>6,201,292</u>
REVENUE OVER (UNDER) EXPENDITURES	161,371	(6,697,410)	6,858,781
OTHER FINANCING SOURCES (USES)			
Sale of Assets	8,409	-	(8,409)
Donations	14,151	-	(14,151)
Total Other Financing Sources (Uses)	<u>22,560</u>	<u>-</u>	<u>(22,560)</u>
CHANGE IN FUND BALANCE	183,931	(6,697,410)	6,836,221
Fund Balances - Beginning of Year	<u>7,531,825</u>	<u>6,908,763</u>	<u>623,062</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 7,715,756</u></u>	<u><u>\$ 211,353</u></u>	<u><u>\$ 7,459,283</u></u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
WELL AUGMENTATION SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – SPECIAL REVENUE FUND
YEAR ENDED DECEMBER 31, 2023**

	Actual	Original and Final Budget	Variance
REVENUE			
Class D Assessments	\$ 1,013,069	\$ 1,020,000	\$ (6,931)
Property Taxes	770,469	791,535	(21,066)
Specific Ownership Taxes	130,778	112,000	18,778
Investment Income	293,703	10,000	283,703
Miscellaneous	814,009	19,000	795,009
Federal and State Grants	-	33,000	(33,000)
Total Revenue	<u>3,022,028</u>	<u>1,985,535</u>	<u>1,036,493</u>
EXPENDITURES			
Operating Expenses:			
Personnel	498,269	470,800	(27,469)
Maintenance	163,098	25,000	(138,098)
Supplies	114,262	43,500	(70,762)
Professional	282,496	169,000	(113,496)
Travel and Meals	19,783	11,800	(7,983)
Water Purchases	719,121	1,091,370	372,249
Utilities	82,452	-	(82,452)
Other	482,717	993,651	510,934
Debt Service	51,371	-	(51,371)
Total Operating Expenses	<u>2,413,569</u>	<u>2,805,121</u>	<u>391,552</u>
Capital Outlay:			
Equipment and Vehicles	45,732	67,000	21,268
Computer Software	156	15,000	14,844
Water Projects	184,972	3,542,005	3,357,033
Construction Projects	76,992	-	(76,992)
Field Equipment	-	440,500	440,500
Shores Gravel Pit	-	212,000	212,000
Right-to-Use Lease Assets	108,738	-	(108,738)
Total Capital Outlay	<u>416,590</u>	<u>4,276,505</u>	<u>3,859,915</u>
Total Expenditures	<u>2,830,159</u>	<u>7,081,626</u>	<u>4,251,467</u>
REVENUE OVER (UNDER) EXPENDITURES	191,869	(5,096,091)	5,287,960
OTHER FINANCING SOURCES (USES)			
Sale of Assets	8,409	-	8,409
Leases	108,738	-	108,738
Total Other Financing Sources (Uses)	<u>117,147</u>	<u>-</u>	<u>117,147</u>
CHANGE IN FUND BALANCE	309,016	(5,096,091)	5,405,107
Fund Balances - Beginning of Year	<u>5,533,328</u>	<u>5,181,700</u>	<u>351,628</u>
FUND BALANCES - END OF YEAR	<u>\$ 5,842,344</u>	<u>\$ 85,609</u>	<u>\$ 5,756,735</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, 2023**

	Actual	Original and Final Budget	Variance
REVENUE			
Property Taxes	\$ 2,112,923	\$ 2,135,053	\$ (22,130)
Specific Ownership Taxes	302,459	326,000	(23,541)
Investment Income	959,639	25,000	934,639
Federal and State Grants	-	67,000	(67,000)
Miscellaneous	228,868	45,000	183,868
Total Revenue	<u>3,603,889</u>	<u>2,598,053</u>	<u>1,005,836</u>
EXPENDITURES			
Operating Expenses:			
Personnel	498,394	470,800	(27,594)
Maintenance	209,353	25,100	(184,253)
Supplies	168,546	43,500	(125,046)
Professional	608,783	114,500	(494,283)
Travel and Meals	19,615	11,800	(7,815)
Water Purchases and Storage	50,348	605,000	554,652
Utilities	172,139	-	(172,139)
Other	192,161	1,133,000	940,839
Debt Service	81,471	-	(81,471)
Total Operating Expenses	<u>2,000,810</u>	<u>2,403,700</u>	<u>402,890</u>
Capital Outlay:			
Water Rights	3,151,731	-	(3,151,731)
Equipment and Vehicles	124,745	466,000	341,255
Computer Software	156	15,000	14,844
Water Projects	962,833	86,300	(876,533)
Construction Projects	2,999,398	-	(2,999,398)
Gravel Pit Reservoirs	-	21,378,114	21,378,114
Right-to-Use Lease Assets	51,446	-	(51,446)
Total Capital Outlay	<u>7,290,309</u>	<u>21,945,414</u>	<u>14,655,105</u>
Total Expenditures	<u>9,291,119</u>	<u>24,349,114</u>	<u>15,057,995</u>
REVENUE OVER (UNDER) EXPENDITURES	<u>(5,687,230)</u>	<u>(21,751,061)</u>	<u>16,063,831</u>
OTHER FINANCING SOURCES (USES)			
Bond Issuance	643,576	7,972,604	7,329,028
Sale of Assets	8,409	-	(8,409)
Leases	51,446	-	(51,446)
Total Other Financing Sources (Uses)	<u>703,431</u>	<u>7,972,604</u>	<u>7,269,173</u>
CHANGE IN FUND BALANCES	<u>(4,983,799)</u>	<u>(13,778,457)</u>	<u>23,333,004</u>
Fund Balances - Beginning of Year	<u>21,683,083</u>	<u>23,394,037</u>	<u>(1,710,954)</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 16,699,284</u></u>	<u><u>\$ 9,615,580</u></u>	<u><u>\$ 21,622,050</u></u>

OTHER SUPPLEMENTARY INFORMATION

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2023**

	Actual	Original Budget	Final Budget	Variance
REVENUE				
Property Taxes	\$ 3,847,669	\$ 3,893,695	\$ 3,893,695	\$ (46,026)
Investment Income	476,732	15,000	15,000	461,732
Total Revenue	<u>4,324,401</u>	<u>3,908,695</u>	<u>3,908,695</u>	<u>415,706</u>
EXPENDITURES				
Operating Expenses:				
Treasurer's Fees	58,409	100,000	100,000	41,591
Debt Service:				
Principal	1,859,906	1,860,000	1,860,000	94
Interest	885,286	885,715	1,085,715	200,429
Total Expenditures	<u>2,803,601</u>	<u>2,845,715</u>	<u>3,045,715</u>	<u>242,114</u>
REVENUE OVER (UNDER) EXPENDITURES	1,520,800	1,062,980	862,980	657,820
CHANGE IN FUND BALANCE	1,520,800	1,062,980	862,980	657,820
Fund Balances - Beginning of Year	<u>8,027,821</u>	<u>7,972,751</u>	<u>7,972,751</u>	<u>55,070</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 9,548,621</u></u>	<u><u>\$ 9,035,731</u></u>	<u><u>\$ 8,835,731</u></u>	<u><u>\$ 712,890</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, 2023**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Property Taxes	\$ 2,002,999	\$ 2,057,989	\$ (54,990)
Investment Income	305,237	10,000	295,237
Total Revenue	<u>2,308,236</u>	<u>2,067,989</u>	<u>240,247</u>
 EXPENDITURES			
Operating Expenses:			
Treasurer's Fees	34,590	30,800	(3,790)
Debt Service:			
Principal	658,797	660,200	1,403
Interest	<u>513,977</u>	<u>512,700</u>	<u>(1,277)</u>
Total Expenditures	<u>1,207,364</u>	<u>1,203,700</u>	<u>(3,664)</u>
 CHANGE IN FUND BALANCE	 1,100,872	 864,289	 236,583
Fund Balances - Beginning of Year	<u>5,571,082</u>	<u>5,452,489</u>	<u>118,593</u>
 FUND BALANCES - END OF YEAR	 <u><u>\$ 6,671,954</u></u>	 <u><u>\$ 6,316,778</u></u>	 <u><u>\$ 355,176</u></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, 2023**

	<u>Actual</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Variance</u>
REVENUE				
Property Taxes	\$ 4,345,308	\$ 4,390,442	\$ 4,390,442	\$ (45,134)
Investment Income	432,503	10,000	10,000	422,503
Total Revenue	<u>4,777,811</u>	<u>4,400,442</u>	<u>4,400,442</u>	<u>377,369</u>
EXPENDITURES				
Operating Expenses:				
Treasurer's Fees	65,992	96,000	96,000	30,008
Debt Service:				
Principal	1,997,972	1,347,850	1,347,850	(650,122)
Interest	<u>1,287,498</u>	<u>1,942,900</u>	<u>2,142,900</u>	<u>855,402</u>
Total Expenditures	<u>3,351,462</u>	<u>3,386,750</u>	<u>3,586,750</u>	<u>235,288</u>
CHANGE IN FUND BALANCE	1,426,349	1,013,692	813,692	612,657
Fund Balances - Beginning of Year	<u>6,809,348</u>	<u>6,461,421</u>	<u>6,461,421</u>	<u>347,927</u>
FUND BALANCES - END OF YEAR	<u><u>\$ 8,235,697</u></u>	<u><u>\$ 7,475,113</u></u>	<u><u>\$ 7,275,113</u></u>	<u><u>\$ 960,584</u></u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2023**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Water Assessments	\$ -	\$ 3,000	\$ (3,000)
Water Revenue	584,343	391,720	192,623
Investment Income	-	6,000	(6,000)
Miscellaneous	3,300	-	3,300
Proceeds of Debt	-	-	-
Property Taxes	38,829	39,234	(405)
Total Revenue	<u>626,472</u>	<u>439,954</u>	<u>186,518</u>
EXPENDITURES			
Operating Expenses:			
Other	149,349	100,300	(49,049)
Capital Outlay:			
Walker Recharge	-	527,500	527,500
Geisert	-	219,000	219,000
Rinn Valley	-	215,500	215,500
Total Expenditures	<u>149,349</u>	<u>1,062,300</u>	<u>912,951</u>
Perspective Differences:			
Gain on Sale of Capital Assets	(3,963)	-	3,963
Depreciation Expense	68,484	-	(68,484)
Total Perspective Differences	<u>64,521</u>	<u>-</u>	<u>(64,521)</u>
Total Expenses	<u>213,870</u>	<u>1,062,300</u>	<u>848,430</u>
REVENUE OVER (UNDER) EXPENDITURES - GAAP BASIS	<u>\$ 412,602</u>	<u>\$ (622,346)</u>	<u>\$ (661,912)</u>

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
WELL AUGMENTATION SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2023**

	Actual	Original and Final Budget	Variance
REVENUE			
Investment Income	\$ 14,687	\$ 500	\$ 14,187
Total Revenue	14,687	500	14,187
 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	\$ 14,687	\$ 500	\$ 14,187

**CENTRAL COLORADO WATER CONSERVANCY DISTRICT
GROUND WATER MANAGEMENT SUBDISTRICT
SCHEDULE OF REVENUE AND EXPENDITURES
COMPARED WITH BUDGET – WATER ENTERPRISE FUND
YEAR ENDED DECEMBER 31, 2023**

	<u>Actual</u>	<u>Original and Final Budget</u>	<u>Variance</u>
REVENUE			
Water Assessments	\$ 1,814,860	\$ 1,790,000	\$ 24,860
Water Revenue	67,992	-	67,992
Property Taxes	215,563	217,883	(2,320)
Investment Income	101,325	4,000	97,325
Miscellaneous	381,306	35,000	346,306
Rock Royalties	-	350,000	(350,000)
Total Revenue	<u>2,581,046</u>	<u>2,396,883</u>	<u>184,163</u>
EXPENDITURES			
Operating Expenses:			
Water Purchases and Engineering	2,993,945	5,644,285	2,650,340
Debt Service	57,961	-	(57,961)
Capital Outlay	656,929	60,500	(596,429)
Total Expenditures	<u>3,708,835</u>	<u>5,704,785</u>	<u>1,995,950</u>
Perspective Differences:			
Depreciation Expense	65,780	-	(65,780)
Capital Outlay	(656,929)	-	656,929
Total Perspective Differences	<u>(591,149)</u>	<u>-</u>	<u>591,149</u>
Total Expenses	<u>3,117,686</u>	<u>5,704,785</u>	<u>2,587,099</u>
REVENUE OVER (UNDER) EXPENDITURES - GAAP BASIS	<u>\$ (536,640)</u>	<u>\$ (3,307,902)</u>	<u>\$ 2,771,262</u>



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