

COLORADO WATER RESOURCES and POWER DEVELOPMENT AUTHORITY
3:00 P.M. – August 21, 2024

Hybrid Meeting – In-person and via Zoom

Remingtons Conference Room, Cheyenne Mountain Resort

3225 Broadmoor Valley Road, Colorado Springs, CO 80906

<https://us06web.zoom.us/j/81224875948?pwd=8uvedfY39jW5ln4L8KmyjkFOaUKCxr.1>

OR call-in number 1-669-900-6833

Meeting ID: **812 2487 5948**

Passcode: **187918**

AGENDA

(Order & contents subject to change by action of the Authority)

Check www.cwrpda.com for agenda changes and other information)

1. **Call to Order** – Chair Steve Vandiver
2. **Roll Call, Declaration of a Quorum & Consent Agenda Approval**
3. **Approval of Minutes** – June 7, 2024
4. **Introduction of Guests**
5. **Other Agency Reports**
 - (a) Report of CWCB – Kirk Russell
 - (b) Report of WQCD – Mark Henderson
 - (c) Report of DOLA – Cynthia Thayer
6. **Authority Reports**
 - (a) Public and/or Board Member Comment
 - (b) Report of Chair – Steve Vandiver
 - (c) Report of Treasurer – Mike Fabbre
 - (d) Report of Executive Director – Keith McLaughlin
 - Arkansas Valley Conduit Update (Leann Noga and SECWCD staff)
 - Congressional Directed Spending and SRF Funding Update (Christine Arbogast)
 - (e) Manager's Report
 - Accounting (*no report*)
 - Finance
 - EPA Annual Reports: DWRF & WPCRF
 - GFOA Request for Tax-Exempt Financing Examples
 - Office (*no report*)
 - (f) Report of Legal Counsel – Karl Ohlsen
7. **Drinking Water Revolving Fund**
 - (a) Loan Applications
 - Project 7 Water Authority, Resolution 24-20
 - Town of Kremmling, Resolution 24-21
 - Buffalo Mountain Metropolitan District, Resolution 24-22
 - Town of Estes Park, Resolution 24-23
 - Town of La Veta, Resolution 24-24
 - Karval Water Authority, Resolution 24-25
 - (b) DWRF Intended Use Plan Changes for 2025
 - (c) DWRF 2024 BIL State Match, Resolution 24-01(*update*)
 - (d) DWRF 2024 Base Capitalization Grant State Match Approval, Resolution 24-26
 - (e) Status of Projects (*no report*)
8. **Water Pollution Control Revolving Fund**
 - (a) Loan Applications
 - Town of Sedgwick, Resolution 24-27
 - Town of Manzanola, Resolution 24-28
 - (b) WPCRF Intended Use Plan Changes for 2025 - *same as 7(b)*
 - (c) WPCRF 2024 BIL State Match, Resolution 24-01 (*update*) - *same as 7(c)*
 - (d) WPCRF 2024 Base Capitalization Grant State Match Approval, Resolution 24-29
 - (e) Status of Projects (*no report*)
9. **Small Hydropower Loan Program**
 - (a) Status Report (*no report*)
10. **Water Revenue Bonds**
 - (a) Status Report (*no report*)

11. **Long Hollow Dam & Bobby K. Taylor Reservoir**
 - (a) Status Report
12. **Committee Reports**
 - (a) Project Finance Committee – Minutes
 - (b) Board Program Work Session – Minutes
13. **Legislative Issues and Other Business**
 - (a) Legislative Issues
 - (b) Other Business of Interest to the Authority
14. **Arrangements for Future Meetings**

October 4, 2024 – (Location and Time TBD)

December 5, 2024 – Board Program Work Session (TBD)

December 6, 2024 – Board Meeting 9:00 am, Denver

January 29, 2025 – 2 pm, Hyatt Regency Aurora Denver Conference Center (in conjunction with the Colorado Water Congress Annual Convention)
15. **Adjournment**

SLIDES

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CONSENT AGENDA

7. Drinking Water Revolving Fund

(a) Loan Applications

- Project 7 Water Authority, Resolution 24-20
- Buffalo Mountain Metropolitan District, Resolution 24-22
- Town of Estes Park, Resolution 24-23
- Town of La Veta, Resolution 24-24

8. Water Pollution Control Revolving Fund

(a) Loan Applications

- Town of Sedgwick, Resolution 24-27
- Town of Manzanola, Resolution 24-28

**Colorado Water Resources
and
Power Development Authority**

BOARD MEETING MINUTES

June 7, 2024

Call to Order

Chair Steve Vandiver called the meeting to order at 9:00 a.m. in the Authority Conference Room, located at 1580 North Logan Street, Suite #810, Denver, CO 80203, and via video and audio teleconferencing.

Board Member Identification and Declaration of a Quorum

Board members present: Steve Vandiver (Chair), Chris Treese (Vice-Chair), Mike Fabbre (Secretary/Treasurer), Matthew Shuler, Patti Wells, Bruce Whitehead, Eric Wilkinson, and Karen Wogsland. Lucas Hale was absent, and Eric Wilkinson joined virtually. A quorum was declared with eight Board members present.

Following the roll call, Chair Vandiver led the group in the Pledge of Allegiance.

Approval of Consent Agenda

Chair Vandiver announced that the following items were placed on the Consent Agenda for Board consideration at the Project Finance Committee meeting: Agenda items 7(a) Drinking Water Revolving Fund and Water Pollution Control Revolving Fund loan application for the Town of Ridgway, Resolution No. 24-18, 7(b) and 8(b) DOLA's Small Communities Technical Services funding request, and 7(d) and 8(d) Principal Forgiveness Caps and Maximums recommendations. After hearing no comments, a motion was made to approve the Consent Agenda, as presented.

Motion: Chris Treese
2nd: Karen Wogsland
Vote: Motion carried

Approval of Minutes – April 26, 2024

The April 26, 2024, Minutes were presented for approval. After hearing no comments, a motion was made to approve the Minutes of April 26, 2024.

Motion: Mike Fabbre
2nd: Bruce Whitehead
Vote: Motion carried

Introduction of Guests

Chair Steve Vandiver asked all guests in attendance to introduce themselves and state their affiliation for the record.

Other Agency Reports

Report of Colorado Water Conservation Board ("CWCB")

Kirk Russell, CWCB Finance Section Chief, referred to his written report and announced that the CWCB Board met in May and approved one loan increase and one loan repayment deferral. Mr. Russell touted the flexibility of the CWCB loan program in granting the two requests. On average, the CWCB Board approves roughly 20 loans for approximately \$40-\$50 million, and for FY23/24, the Board approved nine new loans totaling approximately \$176 million. This significant difference was the result of the Board approving two large loans. Mr. Russell noted that the CWCB has been working with the City of Ft. Collins, Project 7 Water Authority and the Town of Milliken on some large projects and potential large loans. Interest in the

CWCB's loan program remains high with many potential borrowers seeking increased funding. The CWCB is seeking ways to stretch its available funding to help as many communities as possible. The CWCB Board also approved approximately \$700,000 in Water Supply Reserve Fund Grants ("WSRF") for two communities. Mr. Russell also discussed the current projections for the Severance Tax Perpetual Base Fund and stated that next year's projection is approximately \$50 million, which is similar to the previous year's allocation. The CWCB Board also approved the Water Plan Grant ("WPG") budget categories for FY24/25. A full allocation breakdown was provided in the written report. Approximately \$2.3 million in FY23/24 Prop DD revenues were appropriated in the 2024 Projects Bill and available for grant distribution in FY24/25. The two application deadlines for grant funding are July 1st and December 1st. Mr. Russell also briefly discussed the 2024 ballot measure that would allow the state to retain tax revenue collected above \$29 million annual cap from the tax on sports betting proceeds. The CWCB Board also approved the Water Education Colorado ("WEco") Scope of Work for its annual \$150,000 appropriation. The agency report concluded with an announcement that the next CWCB Board meeting will be held on July 17th and 18th in the North Platte Basin.

Report of Water Quality Control Division ("WQCD")

Ron Falco, Safe Drinking Water Program Manager, referred to the provided written report and announced that the Water Quality Control Commission approved new Regulation#102, which moves the Drinking Water and Clean Water fees into regulation and outside of statute and increases fees by 13 percent due to inflation. The Commission will meet again in Pueblo on June 10th and 11th. On April 10th, the EPA released the final primary Drinking Water standards for maximum contaminant levels ("MCLs) for five PFAS compounds. The Division has been proactively implementing PFAS testing and reducing exposure statewide. To date, the Division has had over 2/3 of community water systems in Colorado tested for PFAS and the Division expects a couple of dozen systems will require treatment. The Division has been assisting those water treatment systems move forward in that process. The WQCD is planning to release a Request For Applications ("RFA") in June for the Water Infrastructure Improvements for the Nation ("WIIN") Emerging Contaminant-Small Disadvantaged Communities grant program. This program funds planning, design, and construction for emerging contaminant projects and is targeted towards small and disadvantaged communities. The agency report continued with an announcement that the two State Revolving Fund program reports were completed and submitted to both the Water and Wastewater Facility Operators Certification Board ("WWFOCB") and the EPA for approval. The meeting concluded with Mr. Falco announcing that the Division is currently evaluating options for replacement of the Colorado Environmental Online Services ("CEOS") public portal, due to the aging IT infrastructure and potential loss of IT support. The Authority Board and staff will be briefed as the Division transitions to the next phase.

Report of Department of Local Affairs ("DOLA")

Eric Bergman, newly appointed Division Director of the Division of Local Government within the Department of Local Affairs, introduced himself and referred to the provided agency report. Mr. Bergman highlighted the legislative activities contained in the written report and stated that there were a number of bills addressing the housing crisis in the state and confirmed that the Division will be involved in implementing a number of those bills, starting this summer and fall. Mr. Bergman also confirmed there will be a large emphasis on infrastructure associated with those bills. A few of the bills were briefly discussed. Mr. McLaughlin thanked Mr. Bergman for the introduction and offered him the Authority's full support in assisting him and the Division, if needed.

Report of the Chair – Chair Vandiver reported that since the last Board meeting, the Governmental/Public Affairs and Project Finance Committees have met, and he and Mr. McLaughlin have also conferred on several important issues.

Report of the Treasurer – Treasurer Fabbre stated that the Board approved the 2023 Audited Financial Statements at the April 26th Board meeting and, since that time, neither the Budget & Audit Committee nor Investment Committee has met. Treasurer Fabbre then deferred to Assistant Controller, Valerie Lovato, to continue the report in Mr. Noll’s absence. Ms. Lovato stated that financials were provided through March for most of the programs and the Authority’s financials through February. Typically, staff is through the March financials at this time of year, and through June by the end of July. June data is needed for reporting purposes in several reports. Ms. Lovato noted that March is a bond debt service month for the State Revolving Funds. All of the Authority’s bond issues in the two SRF Programs pay bond interest in March. However, the refundings pay bond principal and interest in March. Ms. Lovato confirmed that all of the loan programs continue to operate normally, and all loans are current. The Authority’s auditor, Forvis, has joined with another firm to create a new, top 10 global network, effective June 1st. Forvis is the 8th largest public accounting firm in the United States and the new global network will be a two firm network operating under a single global brand with revenues of approximately \$5 billion. The firm’s new name is Forvis Mazars. Following the report, Mr. McLaughlin thanked the Accounting department for its efforts, especially while still being understaffed. A motion was made to approve the Treasurer’s Report.

Motion: Mike Fabbre
2nd: Matthew Shuler
Vote: Motion carried

Report of Executive Director – Keith McLaughlin referred to the written report contained in the Board’s materials and noted that he participated in two EPA Community Grant listening sessions. During the sessions, the EPA asked a series of questions related to the States ability and desire to take over administration of Congressionally Directed Spending (“CDS”) Grants. As previously discussed, it is a tough ask for the states, given CDS has cut SRF funding by approximately 56 percent a year since 2021. Mr. McLaughlin shared his concern that Congress could assign this duty, regardless of the states’ desire to participate. Mr. McLaughlin attended the first Council of Infrastructure Financing Authority (“CIFA”) Advocacy Committee meeting. This Committee was specifically created to address the CDS issue and is making some progress. The schedule for the August 21st joint meeting with the Water Quality Control Commission (“WQCC”) was briefly outlined as follows: from 9:00 am to 12:00 pm, the WQCC will meet separately; from 12:00 pm to 1:00 pm a joint lunch between the WQCC and Authority Board; from 1:00 to 3:00 pm the joint meeting with the WQCC and Authority Board; from 3:00 to 5:00 the regularly scheduled Authority Board meeting; and dinner at 6:00 pm. for the Authority Board and staff. Mr. McLaughlin is working with Chair Vandiver on an Agenda and a copy will be provided upon finalization. Mr. McLaughlin also met with the Employers Council on May 28th to discuss a potential salary and benefits survey, as historically conducted every 2-3 years as previously requested by the Board. Mr. McLaughlin noted it has been a challenge working with Employers Council since the last survey was completed due to staff turnover and reliance on consultants. Additionally, the salary and benefits proposal Employers Council provided was almost double what it was in previous years. Mr. McLaughlin is meeting with another potential Human Resources representative that has worked with him and the Colorado Water Congress previously with success. Director Wells offered to provide Mr. McLaughlin with an alternative source, as her experience with Employers Council was also difficult, especially in a local government capacity. Mr. McLaughlin confirmed that the two SRF Annual Reports were completed and submitted to EPA in a timely fashion and thanked the Division, DOLA and Authority staff for putting it together. Mr. McLaughlin shared the 2024 sponsorship spreadsheet with the Board, noting the contributions to various agencies to date and stated that a final report will be provided at year-end. Mr. McLaughlin noted that he resigned as Treasurer of the Colorado Water Congress due to time constraints and other priorities, but he remains on the Board. Mr. McLaughlin mentioned the many challenges as the Authority staff’s work has doubled, and the staff is trying to manage its heavier workload. Two Authority staff anniversaries were highlighted: Jim Griffiths original hire date of June 11th and Aaron Best’s one year anniversary on June 20th.

Arkansas Valley Conduit – Leann Noga & Chris Woodka – Southeastern Colorado Water Conservancy District

Mr. McLaughlin introduced Southeastern Colorado Water Conservancy District (“SECWCD”) Executive Director, Leann Noga, and Senior Policy and Issues Manager, Chris Woodka, who were present to discuss the Arkansas Valley Conduit (“AVC”) project and available to answer any questions. Mr. McLaughlin stated the Authority staff met with SECWCD and the CWCB on May 22nd and wanted to discuss a few follow-up items from that meeting. First, Mr. McLaughlin confirmed that the CWCB has not conferred with the Attorney General’s office about the funding proposal, and added CWCB believes that it may not be needed. Second, Mr. McLaughlin confirmed that Otero County de-Bruced fully in 1995 and is therefore eligible to collect excess funds, including the proposed grant funds in compliance with TABOR. Additionally, Mr. McLaughlin announced that Otero County has previously acted as the fiscal agent and already has the mechanism, structure and experience in place to administer the funding. Mr. McLaughlin also learned that the CWCB funds can only be distributed to two entities: SECWCD or Otero County. A Memorandum of Understanding (“MOU”) to identify each agency’s roles and responsibilities was proposed to SECWCD, CWCB and Otero County and was enthusiastically accepted. Mr. McLaughlin offered to have Karl Ohlsen, the Authority’s general counsel, compose the initial draft MOU document. Ms. Noga then addressed the Board and expressed the SECWCD’s full support of the proposed MOU to provide a clear understanding of the overall process and an agreed upon path forward. The District is preparing a revised, high-level flowchart of the overall project with greater detail and will be sharing it with the Authority Board upon completion. Ms. Noga noted that she intends to attend the August Board meeting during the Colorado Water Congress’ Summer Conference and will be available to answer any questions as needed. Director Treese congratulated Ms. Noga on her new Executive Director role at SECWCD and asked about the anticipated timing of the first SRF application for the AVC project. Ms. Noga responded that the District is evaluating its process and is currently working on package 1 of 7 details and must work with the SECWCD’s Board before moving to the loan stage, so an exact timeline is still to be determined. A few follow-up questions about the overall project were answered and discussed further. Ms. Noga also provided a brief construction update on the overall project.

Accounting Manager’s Report

Assistant Controller, Valerie Lovato, announced that the Accounting staff continues to process 2024 transactions while preparing for the busy month of August. September is the Authority’s biggest debt service month for the SRF Programs, with both bond principal and interest being paid for all of the bond issues. Staff will also be working on annual updates to the SRF data system and other schedules for the 2025 Intended Use Plans. The Accounting Department is beginning to test its new accounting software and is planning implementation in connection with the July financials. The manager’s report concluded with an announcement that the department is continuing to interview candidates for the open Accounting Clerk/Technician position.

Finance Manager’s Report

Finance Director Jim Griffiths noted the previous evening’s review of the Authority’s interest rates and economic update at the Board Program Work Session. Mr. Griffiths then provided a brief administrative (“admin”) fee update, and for the benefit of Director Shuler, provided a brief history of the use of admin fees within the two SRF Programs. In the Drinking Water Revolving Fund Program, the current balance in the admin fee account is approximately \$15.5 million, with approximately \$6.4 million owed to the Authority for state match reimbursement, for a net balance of approximately \$9 million. Similarly, in the Water Pollution Control Revolving Fund Program, the current balance in the admin fee account is approximately \$16.8 million, with approximately \$1.2 million owed to the Authority for state match reimbursement, for a net balance of approximately \$15.6 million. Mr. Griffiths noted that due to the hard work of the CWRPDA Board and staff, both programs are operating in a healthier financial position than

in years past, particularly in the DWRP Program. Mr. Griffiths reviewed the main contributors to the new trend including increasing our loan interest rates, using some of the reloan investment earnings for Admin Fee, making certain large direct loans, getting BIL Lead funds (that require no state match) out to borrowers quickly and several others.

Office Manager's Report

Office Manager Sabrina Speed announced that HB24-1454 was signed into law by the Governor on May 24th. This bill provides a one-year grace period of the deadline for public agencies to comply with digital accessibility standards, if the public agency demonstrates a good-faith effort. Ms. Speed confirmed that the Authority has complied with almost all of the requirements and will be fully compliant by the July 1, 2025, deadline. Ms. Speed also distributed copies of the 2023 Popular Annual Financial Report ("PAFR") to the Board and copies of the various Water Education Colorado studies and reports were available to the Board, if desired. Ms. Speed concluded her manager's report with an update on the Authority's scanning project.

Report of Legal Counsel

General counsel Karl Ohlsen didn't have a formal report but noted that he continues to work on finalizing the Evergreen Lake Company's DWRP private, not-for-profit loan application. Mr. Ohlsen also spoke with Mr. McLaughlin and Mr. Griffiths about the preparation of a MOU for the Arkansas Valley Conduit and will follow up with SECWCD legal counsel, Lee Miller, to keep the process moving.

The Agenda was rearranged to accommodate certain guests in attendance.

Drinking Water Revolving Fund

Lookout Mountain Water District BIL Business Case Request

Mr. Vandiver acknowledged the representatives from the Lookout Mountain Water District that were joining virtually and welcomed them to the meeting. Kevin Carpenter recapped the previous discussion about the Bipartisan Infrastructure Law ("BIL") business case at the Project Finance Committee meeting. The project consists of replacing the existing 14" tar-lined steel pipe main with 12" PVC pipe. The 12" PVC pipe will now meet the pressure rating required. Two new sections of 8" PVC pipe will also be added. The total project cost is estimated at approximately \$6.81 million, with \$4.81 million in funding from a potential DWRP loan. The District does not contest the BIL eligibility criteria or data but historic decisions predating the District have left them in a difficult situation, and they believe grants and loan forgiveness are essential to the District's ability to make the necessary upgrades. The District is currently under an enforcement order and has another costly lateral project that requires completion. Mr. Carpenter addressed the previous question about the affordability of the future project and stated that some significant level of rate increases will be needed, even if the District is granted BIL status. Addressing another question about the status of CDS funds, Mr. Carpenter confirmed that the funds are approved and the District is in the process of securing those funds. If this business case is approved, it would grant the District access to DWRP BIL funds but not Disadvantaged Communities ("DAC") status, and, pending available funds, would allow access to the newly adopted cap of \$1.5 million in BIL principal forgiveness funds. As a reminder, the SRF Committee forwarded "no recommendation" to the Project Finance Committee ("PFC") and the PFC forwarded an "unfavorable" recommendation to the full Board. Mr. Carpenter invited the District representatives to address the Board and answer any outstanding questions. Kyle Schroeder, District Manager, addressed the Board and provided additional details about the overall project and the District's history that led to the need for BIL consideration. After some additional discussion, Mr. McLaughlin explained that the Board is sympathetic to the District's situation but grant funds are generally intended to assist Disadvantaged Communities and the District doesn't qualify as such under the loan program's criteria. A motion was made to deny the Lookout Mountain Water District's BIL business case for BIL funding.

Motion: Chris Treese

2nd: Matthew Shuler
 Vote: Motion carried

Project 7 Water Authority, Resolution No. 24-17

Austin Reichel acknowledged the Project 7 Water Authority representatives that were attending virtually and presented the Project 7 Water Authority's loan request for a Base direct loan through the DWRF loan program in the total amount of \$3,000,000. The loan term is for up to 30 years with a 3.5% interest rate. The Authority will pledge water system revenues to secure the loan. The Authority also secured a \$5 million interim loan for this project and staff is working to extend the terms of that interim loan. There is no estimated rate increase needed for this loan. The intent of this loan is to fund, in part, the design and engineering and preconstruction costs for the project. The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison Valleys as a redundant water source. All the current indicators in the credit report were strong and Project 7 must meet the required rate covenant, three month operations and maintenance reserve and 110% additional bonds test, if applicable, on an annual basis. Project 7 has met existing loan covenants on its existing DWRF 2008 leveraged loan and 2023 interim loan with no debt service issues. This request received a favorable recommendation from both the SRF and Project Finance Committees. A motion was made to approve Resolution No. 24-17, approving a DWRF Design & Engineering loan to the Project 7 Water Authority and execution of a loan agreement and other documents necessary therefor.

Motion: Chris Treese
 2nd: Bruce Whitehead
 Vote: Motion carried

Following the vote, Chair Vandiver welcomed Preston Neill of the Town of Ridgway and apologized for not acknowledging him earlier in the meeting as the Town's DWRF loan and accompanying Resolution No. 24-18 was approved on the Consent Agenda. Mr. Neill thanked the Board for its consideration and support.

State Revolving Fund 2024 Series A/B Bond Sale Results

Ian Loffert confirmed that the successful SRF 2024 Series A/B bond sale occurred on May 8, 2024, and was completed via a competitive sale. The total issue comprised of the 2024 Series A tax-exempt bonds, and the 2024 Series B taxable bonds. There were 17 bidders for the Series A bonds and 9 for the Series B bonds. This was a highly competitive sale that ultimately benefited the various borrowers with lower rates. The bidder with the lowest true interest cost was selected, and the bid for Series A was awarded to UBS Financial Services Inc., and the bid for Series B was awarded to Raymond James & Associates Inc. Mr. Loffert noted the bonds were sold at a net premium. Since the bond sale on May 8th market interest rates have increased 40 basis points, or 0.4%. With the subsidy that the Authority provides between the two issues, the borrowers in these bond issues received savings on the AAA interest rate that ranged between .52% and .79%. Following Mr. Loffert's presentation, Wesley Williams thanked and acknowledged Mr. Loffert for all his efforts running a successful bond sale and closing. A number of challenges arose during the bond sale, and Mr. Loffert handled them all very well and successfully managed the bond sale and associated loan closings.

State Revolving Fund Prioritization Model

Wesley Williams briefly reviewed the previous evening's discussion on the prioritization model that Mark Henderson presented during the Board Program Work Session and outlined in the June 7, 2024, memorandum contained in the Board materials. The proposed changes, identified as 2B "Designated Cycles" in the memorandum, received a favorable recommendation from the Board Program Work Session. Director Wells noted that the Committee did an amazing job presenting several ideas and tested those options with actual SRF borrowers and created a viable recommendation and thanked them for their efforts.

A motion was made to approve the suggested changes, identified as 2B “Designated Cycles”, to the SRF Prioritization Model and incorporate the changes into the 2025 Intended Use Plan.

Motion: Karen Wogsland
 2nd: Matthew Shuler
 Vote: Motion carried

Status of Projects

Giorgi Gazashvili reported that staff had attended two DWRF pre-qualification meetings since the last Board meeting, with the Town of Rico and the City of Trinidad, both for storage tank projects. The Authority has received five loan applications for consideration at the August Board meeting: Project 7 Water Authority (\$27,000,000), Buffalo Mountain Metropolitan District (\$6,633,840), Town of La Veta (\$3,978,000), Town of Estes Park (\$6,000,000), and Town of Kremmling (\$15,922,960). Additionally, there was a potential loan application from Karval Water Authority (\$1,249,900). No new Planning Grants have been issued since the last Board meeting and \$125,000 remains available for the remainder of 2024. There have been six Design & Engineering (“D&E”) Grants issued since the last Board meeting. Of the budgeted \$1.5 million allocated for 2024 D&E grants, there is approximately \$10,841 remaining for the year. Mr. Gazashvili reported that eight 2022 borrower audits remain outstanding out of the 158 total. In August, staff is expecting eight projects totaling approximately \$15 million in funding requests and, if approved, approximately \$54 million remains in Drinking Water capacity for the remainder of the year. The DWRF program currently has 223 loans outstanding with an approximate balance of \$448 million.

Water Pollution Control Revolving Fund

Clifton Sanitation District, Resolution 24-19

Giorgi Gazashvili presented the Clifton Sanitation District’s (“District”) loan request for a WPCRF Base Green Project Reserve (“GPR”) direct loan in the amount of \$3,000,000. The loan term is for 20 years with a 1.5% interest rate. The project consists of the construction of four acres of solar panels capable of producing 1 megawatt (MW) of electricity, a battery storage system, and related system components. Mr. Gazashvili noted that questions that arose during the Project Finance Committee have all been answered and responses were previously emailed to all Board members. The District is in a strong financial position to take on this loan without any required rate increases. This project came to the Board with a favorable recommendation from the SRF and Project Finance Committees. Mr. Gazashvili noted that representatives were available virtually to answer any questions. Director Fabbre inquired if the life span of the batteries and the solar panels would last as long as the loan term. Eli Jennings, Clifton Sanitation District Manager, confirmed that the solar panels have a 20-year performance guarantee and a 30-year expected life span. Similarly, the batteries have a pro-active replacement at year 15, that the District is comfortable with. Mr. Jennings also confirmed the battery source replacement times with the solar panels, as requested by the Board. Following this discussion, a motion was made to approve Resolution 24-19, approving a wastewater direct loan to the Clifton Sanitation District and execution of a loan agreement and other documents necessary therefor.

Motion: Chris Treese
 2nd: Patti Wells
 Vote: Motion carried

Status of Projects

Ian Loffert reported that staff attended one WPCRF pre-qualification meeting with the City of Evans (\$30,000,000 for a wastewater treatment expansion project). Three loan applications were received for consideration at the August Board meeting from the Town of Manzanola (\$2,728,225), Huerfano County-Gardner Public Improvement District (\$1,000,000) and the Town of Sedgwick (\$2,700,065). After considering this next round of applications, the WPCRF loan capacity is approximately \$22 million for the remainder of the year. No Planning Grants have been issued since the last Board meeting and \$150,000 remains available for the remainder of 2024. There have not been any Design & Engineering Grants awarded since the last Board meeting and approximately \$1,000,000 of the budgeted amount for 2024

D&E's remain. Five 2022 missing audits are outstanding in the WPCRF Program. The WPCRF program currently has 204 loans outstanding with an approximate balance of \$651 million.

Small Hydropower Loan Program

Wesley Williams reported that the Authority received a call from Rio Blanco Water Conservancy District inquiring about rehabilitating its 2 mega-watt hydropower generator, that was originally funded through the Authority's Water Revenue Bond Program in 1998. Subsequently, the District received additional funding for its small hydropower unit for use in the Taylor Draw Dam and Reservoir. The generator has reached its useful life limit and the District is looking to replace the unit. Authority staff will be meeting with the District to discuss funding the replacement but Mr. Williams noted that the current Small Hydropower Loan Program's criteria is for funding new hydropower projects only. This project may be returned to the Board in the future for consideration of changing the existing policy or providing a one-time waiver.

Water Revenue Bond Program

Wesley Williams reported there was nothing new to report in the Water Revenue Bond Program.

Long Hollow Dam & Bobby K. Taylor Reservoir

Jim Griffiths acknowledged receipt of the volume graph and stated that, according to the graph, the Reservoir level is at 1,800 acre feet as of May 15th. Director Whitehead stated that his report indicates the current level is at 499 acre feet, with 200 acre feet of exchange water available and 300 acre feet of compact pull. Director Whitehead offered to double check those numbers, but Mr. Griffiths stated those numbers are likely more current.

Future Projects Escrow Funding Agreement

Keith McLaughlin briefly reviewed the previous evening's discussion at the Board Program Work Session about the Future Projects Escrow Funding Agreement and stated that staff received the feedback they needed to proceed. The decision will allow the Authority to potentially open up some opportunities to complete worthy projects in the basin area. Mr. McLaughlin will be working with Authority general counsel, Karl Ohlsen, to draft a letter to the La Plata Water Conservancy District, as discussed. Mr. McLaughlin will also reach out to the District to let them know that a formal letter will be forthcoming.

Project Finance Committee

Committee Chair Treese noted that the Project Finance Committee met and recommended three loan applications for approval and sent one to the Consent Agenda. The Committee also discussed the BIL business case and made the difficult decision to not recommend approval. Director Treese commended the Committee for its thorough review and thoughtful consideration. All Board members participated in the discussion and Director Treese opined that the Committee reached a reasonable and appropriate decision with the full Board's input.

Board Program Work Session

Committee Chair Wilkinson thanked Chair Vandiver for chairing and leading the discussion at the meeting. Committee Chair Wilkinson thanked staff for their excellent job in presenting the issues to the Board, and particularly the prioritization discussion. This allows the Board and the SRF program to take a more proactive approach to ensure the correct projects are funded. Director Wilkinson appreciated the Board's full participation as well.

Governmental/Public Affairs Committee

Committee Chair Patti Wells stated the Committee met and discussed the wrap-up of the legislative session. Director Wells opined that the meeting was educational and beneficial to the Board, and hopes that it will become a regular, routine meeting in the future. Director Wells thanked the Board for its participation in the Committee meeting.

Legislative Issues and Other Business

Mr. McLaughlin reported on a few state legislative issues, including HB24-1413, regarding Severance Tax transfers and added that he spoke with the Division and they share some of the same concerns of the Board. Mr. McLaughlin also briefly mentioned HB24-1379, regarding the regulation of dredge and fill activities in state waters in response to recent federal action. There were approximately 700 bills debated during this last legislative session and today is the deadline for the Governor to sign legislation. Unless otherwise noted, anything left unsigned becomes law, unless vetoed. On the federal side, Mr. McLaughlin shared some notes from Christine Arbogast, who apologized for missing the meeting. Ms. Arbogast plans to attend the August 21st Board meeting and will provide a full update on her legislative activities regarding CDS. Representative Pettersen, from the 7th Congressional District, has drafted a letter that has been widely circulated and is gaining momentum. Additionally, Representative Pettersen also proactively reached out to Senators Bennet and Hickenlooper's offices for co-sponsorship and to coordinate activities to address the SRF issue. Ms. Arbogast has also been in contact with Representative Boebert's office as they are becoming more involved in the water space. Representative Boebert is the leading vote getter in the fourth congressional District and will likely be elected to that open seat. Ms. Arbogast is also working strategically to address the issue at the House level.

Arrangements for Future Meetings

The August Board meeting will include a joint meeting with the Water Quality Control Commission, prior to the regularly scheduled Authority Board meeting, on Wednesday, August 21st. An Agenda for the joint meeting will be distributed when finalized. Mr. McLaughlin asked Board members to contact Ms. Speed if any changes were needed to the previously arranged conference and/or room accommodations.

Adjournment

Chair Vandiver adjourned the meeting at 12:11 p.m.

Respectfully submitted,

Sabrina Speed, Assistant Secretary

NOTE-FOR INFORMATION ONLY - COPIES OF THE DOCUMENTS REFERRED TO IN THE TEXT OF THESE MINUTES ARE ON FILE IN THE AUTHORITY OFFICE AND MAY BE OBTAINED BY SUBMITTING A "REQUEST FOR PUBLIC RECORDS." PLEASE CALL SABRINA SPEED AT (303) 830-1550, EXT. 1010, FOR INFORMATION.



Board Report - Colorado Water Resources & Power Development Authority August 21, 2024

REPORT INDEX

1. **WQCC actions (current and future)**
2. **WQCD highlights**
 - 2.1. Emerging issues/status updates/success stories
 - 2.2. Budget
 - 2.3. Legislative
 - 2.4. Grants and Loans Update
3. **Drinking Water Program**
 - 3.1. Project reporting
 - 3.2. Source water protection
 - 3.3. Coaching and training
4. **Clean Water Program**
 - 4.1. WPCRF Project Budget / Expenditures

1. **WQCC actions (current and future)**

Past WQCC actions include:

- On May 13, the WQCC held a rulemaking hearing for Regulation #102: Water Quality Control Division Cash Fees (5 CCR 1002-102). The WQCC provided an informational briefing on the Water Quality Roadmap.
- On June 10-11 the WQCC met in Pueblo, Colorado. The WQCC held a number of rulemaking hearings including limited scope review of standards and classifications for: Regulation #32: Classifications and Numeric Standards for Arkansas River Basin, Regulation #33: Classifications and Numeric Standards for Upper Colorado River Basin and North Platte River, Regulation #36: Classifications and Numeric Standards for Rio Grande Basin, Regulation #37: Classifications and Numeric standards for Lower Colorado River Basin, Temporary Modifications and Discharger-Specific Variances, Regulations #32-#38. The WQCC also held a rulemaking hearing for changes to the molybdenum standards in Regulations #31 and #33.
- The WQCC did not meet in July.

Upcoming rulemaking hearings and briefings include:

- The WQCC will meet on August 21st in a joint meeting with the WPCRF board. This meeting will take place in Colorado Springs at the Colorado Water Congress meeting. At this meeting the WQCC will hold informational briefings regarding the Cherry Creek Basin Water Quality Authority annual report, the Chatfield Watershed Authority annual report and the Bear Creek Watershed annual report. The WQCC will also hold a triennial review hearing for Regulation #64, the Biosolids Regulation. The will also hold a routine review of the State Funded Water and Wastewater Infrastructure Programs.
- The WQCC will hold its annual planning meeting on September 9-10 in Fort Collins.
- For the most up-to-date information on the Water Quality Control Commission schedule, [the Long Range Schedule](#) is updated each month.

2. **WQCD highlights**

2.1. **Emerging issues/status updates/success stories**

- WQCD released an RFA in June for the WIIN Emerging Contaminant-Small Disadvantaged Communities (EC-SDC) grant program. The RFA will close on August 16th and the Division will review applications. This program funds planning, design, and construction for emerging contaminant projects and is targeted towards small and disadvantaged





communities. The program provides design and engineering grants of up to \$300,000 and infrastructure grants of up to \$10 million per year for a maximum of three years depending on the project budget and funding availability. RFA announcements and program details for both programs can be found on the division's [Water Quality Grants](#) webpage.

- The division’s Test and Fix Water for Kids program is continuing to implement HB22-1358. Remediation is underway for grade school and childcare facilities. Also, the program is now in the middle school testing phase. All middle school testing must be completed by November 30th. The program’s lead results [dashboard](#) provides the latest up-to-date information.
- The rulemaking hearing held on May 13 to place the Drinking Water and Commerce and Industry Clean Water sector fees in Regulation 102 was approved. The division has created a [webpage](#) to provide information and updates on the water quality fee-setting effort.

2.2 Budget

- The Division will be submitting its 2025 Budget on August 21st in accordance with the MOU agreement. The Division reduced some of the set-asides taken and continues to work closely with the Authority staff on strategies to ensure that admin fee balances remain strong. The budget will include two new and important initiatives for 2025:
 - Non-point source post-wildfire mitigation projects.
 - The SRF program’s existing online applicant portal and project management is becoming increasingly difficult to maintain and approaching the end of its useful life. A budget request is included to begin planning for replacing the existing system and address data management needs.

2.3 Legislative

- The General Assembly is currently in legislative recess. Nothing new to report

2.4. Grants and Loans Unit Updates

- Nothing new to report

Pre-qualification Meetings 5/23/2024 - 8/7/2024			
Entity	Date	Estimated Project Cost	Program
Limon, Town of	6/25/2024	\$3,000,000	WPCRF
Heeney Water District	7/22/2024	\$3,750,000	DWRF
Pueblo County School District 70	8/7/2024	\$2,855,092	WPCRF

]
3. Safe Drinking Water Program

3.1. Project Reporting

- Nothing new to report

3.2. Source water protection

- No new source water protection grants were awarded during the current reporting period.
- Colorado Rural Water Association (CRWA) continues to work on source water protection planning and Wildland Fire Decision Support (WFDSS) projects. The Division has approved and awarded funding for CRWA’s request for proposal (RFP) application for continuing source water protection activities through December 31, 2027. The new contract began on January 1, 2024, and the work plan will be implemented through December 31, 2024. The





current contract amount is \$263,410 per year and will be renewed annually with consideration of available funding.

3.3. Coaching and training

- The team provided the following group training events:

Training Title	Date of Delivery	Location	Water Professionals in Attendance	Public Water Systems represented
MORC	5/1/24	Webinar	22	15
LCRR	5/2/24	Webinar	11	9
SSP	5/15/24	Alamosa	15	12
ORC	5/16/24	Alamosa	6	3
MORC	6/5/24	Gunnison	8	6
SSP	6/19/24	Webinar	20	16
LCRR	6/20/24	Webinar	9	10
MORC	7/10/24	Webinar	10	12
LCRR	7/18/24	Webinar	4	3
Total year to date	Calendar year 2024	Colorado	393	362

Please note the above acronyms are representative of the following training titles:

MORC - Monitoring and Operating for Regulatory Compliance (includes mandatory regulatory training)

LCRR - Lead and Copper Rule Revision

SSP - Sanitary Survey Preparation

ORC - ORC training to develop Monitoring Plan

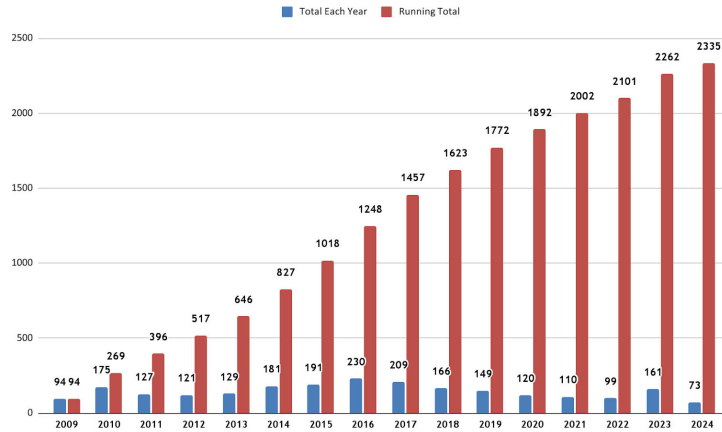
GWUDI - Ground Water Under the Direct Influence of Surface Water Data/Sampling

- Following the many months of work by unit staff facilitating a subcommittee and a stakeholder process, the Water and Wastewater Facility Operator Certification Board (“board”) approved revised Board Guidance 19-1 (Mandatory Regulatory Training Guidance) at its June meeting.
- Unit staff drafted an Aqua Talk article on the upcoming changes to MRT that was published on July 11, 2024.
- Unit staff finalized the program’s annual reports to both the WWFOCB and the EPA and presented both to the board at its April meeting. The board approved both reports on April 29, 2024. Unit staff submitted the board’s annual report to the EPA in June 2024.
- As for operator misconduct investigations and disciplinary actions, no new investigations were opened in May, June, or July but unit staff did issue 3 informal letters of reprimand and dismissed one case due to the lack of evidence. At its July 2024 meeting, the board revoked one operator’s certifications and suspended another operator’s certificate.

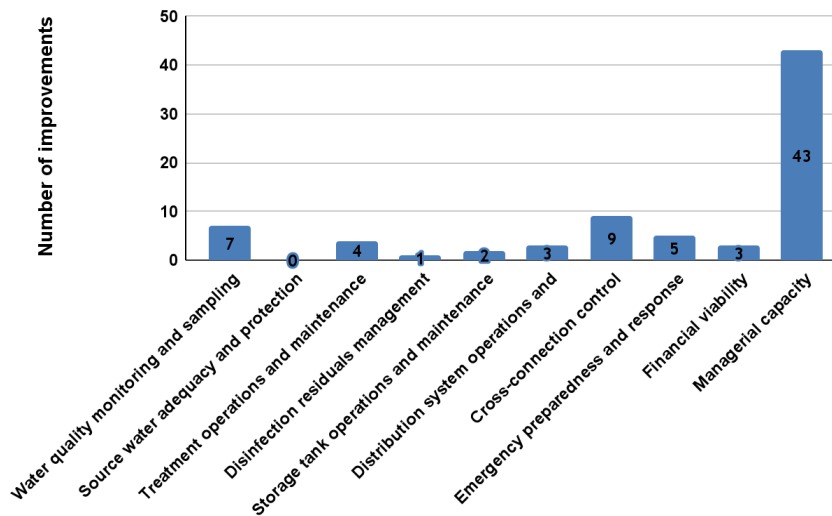




- Unit staff presented revisions to Board Guidance 15-1 (Training Unit Guidance) and Board Policy 15-3 (Timing of Training for Certificate Renewal) to the board at its July meeting and both were approved.
- The 2024 annual running monthly average is 63% of all systems that received one-on-one assistance are making at least one improvement.
- Total coaching and training events:



- 2023 improved performance as a result of assistance (the following displays success of coaching visits as measured by the number of systems improving performance as a result of coaching assistance across 10 different areas):





4. Clean Water Program
 4.1. 2024 WPCRF Projects Budget

Project	Contract Amount	Balance
CRWA - Source Water Protection	\$150,000.00	\$83,368.49
Lab - Measurable Results Program	\$100,000.00	\$95,129.00
CSU E-rams	\$103,000.00	\$44,201.25
USGS trend study	\$25,000.00	\$16,674.00
North Front RWQPA	\$25,000.00	\$25,000.00
Northwest CO COG	\$25,000.00	\$25,000.00
Pikes Peak ACOG	\$25,000.00	\$25,000.00
Pueblo ACOG	\$40,000.00	\$40,000.00
ERG contract- Macroinvertebrate Sampling	\$50,000.00	\$50,000.00
ERG contract - Field Sampling	\$116,600.00	\$95,327.94
ERG contract- Temperature	\$50,000.00	\$31,314.71
Hydros	\$53,320.00	\$53,320.00
Groundwater Monitoring (Eurofins)	\$27,967.00	\$27,967.00
Aquatics Associates	\$15,000	\$15,000.00
DSV Support	\$100,000.00	\$100,000.00
CSU Arkansas Valley Conduit Research Center	\$8,000.00	\$7,515.48
CSU Statewide Water Quality Management Plan	\$150,000.00	\$150,000.00
Colorado School of Mines - Colorado Geological Survey	\$22,033.00	\$22,033.00
Tetra Tech	\$65,000.00	\$65,000.00
Left Hand Watershed Center	\$100,000.00	\$18,921.00
Total	\$1,250,920.00	\$990,771.87





To: Colorado Water Resources and Power Development Authority Board
From: Cynthia Thayer and Desi Santerre, DLG
Date: August 14, 2024
Re: DOLA Agency Update

Energy and Mineral Impact Assistance (EIAF) Program

The most recent application deadline was August 1, 2024. Tier I and Tier II applications were accepted and there is about \$30 million in grants available. Below are the Tier I and Tier II applications. Awards are expected in November.

Tier I			
Type	SRF	Project Name	Requested
Water	Yes	Dolores Water Distribution Replacement Phase II - Final Design	\$200,000
Water	No	East Valley Metropolitan District Water Main Loop	\$200,000
Water	No	Rifle 5th St. and Ute Ave. Waterline Replacement	\$200,000
Water	No	Gilpin County Rollinsville Plan & Infrastructure Feasibility Study	\$125,000
Water	No	Pagosa Area WSD Snowball WTP Centrifuge	\$200,000
Total:			\$925,000

Tier II			
Type	SRF	Project Name	Requested
Water	Yes	Pinewood Springs WD Water Main Infrastructure Replacement	\$1,000,000
Water	Yes	Granby North Service Area Water Treatment Plant Construction	\$1,000,000
Water	Yes	Fort Lupton Elevated Water Storage Tank Construction	\$1,000,000
Water	No	Craig Mariana Way & Circle Drive Water Line Replacement	\$369,930
Water	No	Meeker Garfield St. Water Line Replacement	\$1,000,000
Water	No	Collbran Plateau Valley School Water Extension	\$1,000,000





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Water	Yes	Limon Wastewater System Improvements	\$1,000,000
Water	Yes	Kremmling Water System Improvements	\$1,000,000
Water	Yes	Boulder Spring Valley Estates Annexation and Water System Replacement	\$1,000,000
Water	No	Idaho Springs Montane Water Storage Tank Replacement	\$1,000,000
Water	No	Beulah Water Works Dist. Raw Water Tank Improvements	\$1,000,000
Water	Yes	Pagosa Area WSD Vista WWTP Upgrades	\$716,558
Water	Yes	Hugo Water System Improvements	\$1,000,000
Sewer	No	Yampa Wastewater Treatment Plant Improvements	\$1,000,000
Sewer	No	Creede Wastewater Collection System Rehabilitation - Phase 4	\$863,000
Sewer	No	Clear Creek Stanley Road Sewer & Broadband Installation	\$200,441
Total:			\$14,149,929

Below are the Tier I and Tier II EIAF awards from the April 1, 2024, application deadline. Awards were made in July.

Tier I				
Type	SRF	Project Name	Requested	Awarded
Sewer	No	Basalt Sanitation District Effluent Extension	\$200,000	\$200,000
Sewer	No	Elizabeth FPD Sewer Line Relocation	\$54,952	\$27,476
Sewer	No	Pagosa Springs Sewer Collection Improvements	\$200,000	\$200,000
Sewer	Yes	Woody Creek Metro District Mechanical Rehabilitation	\$100,727	\$113,324
Sewer	Yes	Pagosa Area WSD Vista WWTP Upgrades	\$199,516	\$199,516
Water	No	Akron Water & Wastewater Study	\$95,000	\$95,000
Water	No	Manitou Springs WTP Backwash Recovery Pond Improvements	\$113,500	\$113,500
Water	No	Redstone WSD Water Tank Relining	\$45,000	\$45,000
Water	No	Rangely Potable Water Infrastructure Upgrades	\$111,000	\$111,000
Water	No	Victor Wastewater Main Line Engineering & Construction Documents	\$52,649	\$45,782
Water	No	Olathe Water Meter Replacement & Water Conservation Outreach	\$200,000	\$200,000
Water	Yes	Heeney Water Dist. Water System Design & Permitting	\$200,000	\$90,000





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Total:	\$1,572,344	\$1,440,598
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Tier II				
Type	SRF	Project Name	Requested	
Sewer	No	Fruita Greenway Drive Sewer Line Replacement	\$500,000	\$500,000
Sewer	No	Round Mountain SD Westcliffe Wastewater Demonstration Upgrade	\$400,000	\$546,750
Sewer	No	Telluride Sanitary Sewer Collection System Rehabilitation	\$791,120	\$791,120
Sewer	No	Leadville SD Sewer System Improvements - Phase 2	\$1,000,000	\$1,000,000
Sewer	No	Lamar WWTP Design & Engineering	\$688,000	\$688,000
Water	Yes	Trinidad Water Tank Rehabilitation	\$1,000,000	\$1,000,000
Water	No	Stratmoor Hills Water District Tank Recoating	\$700,000	\$700,000
Water	Yes	Breckenridge Water Meter Upgrades	\$1,000,000	\$1,000,000
Water	No	Parkville East 6th Street Water Main Replacement	\$1,092,166	\$1,000,000
Water	No	Milliken Alluvial Well Blending Construction	\$1,000,000	\$1,000,000
Water	Yes	Estes Park Water System Improvements & Consolidation	\$1,000,000	\$1,000,000
Water	Yes	Idledale WSD Water System Improvements	\$613,100	\$1,000,000
Water	No	Vilas Water System Improvements	\$270,000	\$270,000
Water	No	Central Weld County WD Potable Water Meter Replacement	\$616,497	\$606,498
Total:			\$10,670,883	\$11,102,368

Severance Tax/FML June Projections

Fiscal Year - OSPB forecast/Leg Council forecast (millions)

Severance

FY23/24 - \$220.5 / \$216.9

24/25 - \$240.2 / \$235.3

25/26 - \$259.5 / \$238.4

FML

FY23/24 - \$104.6 / \$97.2

24/25 - \$115.0 / \$110.9

25/26 - \$115.4 / \$133.2





Outreach & Education

The subcommittee held the two regional workshops in July. The workshops were well received and participants included staff from local and county governments, Colorado Rural Water Association, Rural Community Assistance Corporation, EPA, Local Assistance Unit, and consultants, as well as SRF program staff.

- July 11: Adams State University, Alamosa- 36 participants
- July 23: Akron Senior & Community Center, Akron- 29 participants

Small and Rural Communities Technical Services Program:

DOLA’s contractor recently completed work for one community and is currently working with another community.

Owner	Type	Recommendation / Analysis	Project Status
Town of Collbran	Drinking water	<p>The Town of Collbran (Town) requested a review of both water- and wastewater-related issues associated with the replacement of a pre-K-12 school as well as those related to the servicing of a proposed 43-unit residential development.</p> <p>The Town was specifically interested in whether recommended options for water and sewer service for the new school and proposed development can be supported by the systems’ existing capabilities and are aligned with the Town’s water and wastewater system priorities.</p> <p>DOLA’s contractor provided a technical memorandum with observations, considerations, and recommendations</p>	Complete





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		for the Town to use in their decision making process.	
Somerset Domestic Water Works District	Drinking water	Pending	Pending

Through the end of June, a total of \$27,100 has been spent on technical services projects, including \$24,835 on drinking water projects and \$2,265 on wastewater projects.

DOLA requested continued funding for this program with our budget request.





COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

Treasurer's Report

August 21, 2024, Board Meeting

The financial reports are located after the Treasurer's Report in your electronic documents.

Authority – June 2024 statements

Balance Sheet

- Assets totaled \$53.5 million
- Pension liability for 2024 will be \$3.6 million. An increase of \$0.6 million from 2023.
 - PERA's liability went from \$10.9 billion to \$10.1 billion
- OPEB liability for Healthcare Trust Fund (HCTF)
 - \$714 million liability
 - Decrease from 2023 of \$102 million
 - Our portion is \$89K

Statement of Changes in Net Assets (Income Statement)

- Certain expense line items exceed the respective budgeted amounts.
- After, six months activity 50.0% of the total budget is expected
- Line items that exceed 50% are generally due to the timing of expenditures earlier in the year.

The Financial Highlights Report for June

- State Treasurers Cash Pool interest rate was 3.68%
- COLOTRUST interest rate was 5.41%

Financing Programs

- Financials in all financing programs are through June 2024.
- All programs continue to function normally.

Accounting Department Activities

The accounting department staff is involved in the following activities, in addition to usual monthly transaction processing:

- Data is being obtained from the WQCD, DLG and Water Conservation Board to complete the SRF Annual Summary (formerly NIMS) reports required by the EPA for both the Clean Water and Drinking Water SRF programs.
- Staff are also preparing schedules for WPCRF and DWRF debt service on 9/1.
- Department staff is preparing schedules that will be included in the IUP.
- The 2025 budget process has begun. Data and estimates are being gathered and entered into various reports used in compiling the budget.
- Justin is attending the Forvis Mazars governmental seminar on July 22nd.

**COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY
AUTHORITY CASH TRANSACTIONS for the MONTH ENDING JUNE 30, 2024**

CHECKS				
Date	Check#	Payee	Description	Amount
6/18/2024	26730	ABM Parking Services	Monthly Parking	\$ 2,190.00
6/18/2024	26731	Apex Solutions USA, LLC	Tech Support	\$ 1,800.00
6/18/2024	26732	Arbitrage Compliance Specialists	Arbitrage Calculations	\$ 3,750.00
6/18/2024	26733	Automated Business Products	Monthly Copier Contract	\$ 264.26
6/18/2024	26734	Carlson, Hammond, & Paddock	Legal Services for May 2024	\$ 4,674.00
6/18/2024	26735	VOID		\$ -
6/18/2024	26736	Iron Mountain	Monthly Document Retention and Storage	\$ 367.42
6/18/2024	26737	Lincoln National Life Insurance	Monthly Life Insurance	\$ 1,000.22
6/18/2024	26738	Merit Financial Press, Inc	POS and OS for SRF 2024A and B	\$ 4,310.00
6/18/2024	26739	MyTech Partners, Inc.	Monthly Software & Tech Support	\$ 5,679.41
6/18/2024	26740	Pitney Bowes	Postage Meter Lease	\$ 180.00
6/18/2024	26741	Robert Half	Temporary Services	\$ 930.00
6/18/2024	26742	U.S. Bank	Trustee Fees	\$ 12,873.02
6/18/2024	26743	Wells Fargo	Speed, Noll, Williams, & McLaughlin Credit Card Expense	\$ 10,337.50
6/18/2024	26744	CGFOA	Annual Conference Sponsorship	\$ 3,700.00
6/18/2024	26745	VOID		\$ -
6/27/2024	26746	Automated Business Products	Monthly Copier and Scanner	\$ 188.27
6/27/2024	26747	Curbside Recycling	Monthly Recycling	\$ 185.00
6/27/2024	26748	Town of Kit Carson	Planning Grant No. 1 - Final	\$ 10,000.00
6/27/2024	26749	Town of Ovid	Planning Grant No. 1 - Final	\$ 9,600.00
6/27/2024	26750	Robert Half	Temporary Services	\$ 1,550.00
6/27/2024	26751	Sherman & Howard	Legal Services for May 2024	\$ 158.00
6/27/2024	26752	Warwick Hotel	Lodging for June Board Meeting	\$ 1,054.00
TOTAL CHECKS				\$ 74,791.10

WIRE TRANSFERS INCOMING/(OUTGOING)				
Date	Payee	Description	Amount	
TOTAL WIRE TRANSFERS				\$ -

ACH TRANSFERS INCOMING/(OUTGOING)				
Date	Payee	Description	Amount	
6/10/2024	Clearly	Monthly Phone Services	(182.76)	
6/13/2024	Authority Staff	Payroll	(34,325.70)	
6/13/2024	PERA	Authority Staff PERA & 401k Contributions	(24,830.68)	
6/13/2024	IRS and Colorado Department of Revenue	Federal and State Payroll Withholdings	(9,960.25)	
6/13/2024	Inova	Payroll Processing Fee	(550.01)	
6/14/2024	US Bank	Monthly Service Charge	(614.41)	
6/18/2024	Aaron Best	CGFOA Conference Expenses	(763.19)	
6/18/2024	Century Link (Lumen)	Monthly Internet Payment for April - June 2024	(1,000.14)	
6/18/2024	Colorado Water Congress	Annual Membership Dues and Fees	(5,967.00)	
6/18/2024	Mike Fabbre	Board Meeting Travel	(312.22)	
6/18/2024	Ipreo, LLC	Electronic Bidding Platform for SRF 2024A and B	(1,500.00)	
6/18/2024	Moody's Investor Service	Rating Agency for SRF 2024A and B	(44,000.00)	
6/18/2024	Austin Reichel	CGFOA Conference Expenses	(1,561.27)	
6/18/2024	Chris Treese	Board Meeting Travel	(223.78)	
6/18/2024	Steve Vandiver	Board Meeting Travel and Meals	(384.78)	
6/18/2024	Bruce Whitehead	Board Meeting Travel	(1,105.70)	
6/27/2024	Kevin Carpenter	GFOA Conference and CML Conference Travel and Meals	(1,574.68)	
6/27/2024	Kogovsek & Associates	Monthly Consulting Services	(2,000.00)	
6/27/2024	Ian Loffert	CML Conference Travel and Expenses	(175.69)	
6/27/2024	Keith McLaughlin	GFOA Conference Travel and Meals	(2,366.96)	
6/27/2024	Justin Noll	GFOA Conference Travel and Meals	(573.47)	
6/27/2024	PBV-1580 Logan St.	Monthly Lease Payment - July 2024	(24,089.23)	
6/27/2024	Austin Reichel	CML Conference Travel and Meals	(132.61)	
6/27/2024	PERA	Authority Staff PERA & 401k Contributions	(23,634.85)	
6/27/2024	IRS and Colorado Department of Revenue	Federal and State Payroll Withholdings	(9,710.15)	
6/27/2024	Authority Staff	Payroll	(34,247.39)	
6/28/2024	PERA	PERACare Insurance Payment	(19,552.75)	
TOTAL ACH TRANSFERS				\$ (245,339.67)

TOTAL CASH TRANSACTIONS for the MONTH ENDING JUNE 30, 2024 \$ (170,548.57)

**COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY
AUTHORITY CASH TRANSACTIONS for the MONTH ENDING JULY 31, 2024**

CHECKS				
Date	Check#	Payee	Description	Amount
7/11/2024	26753	Arbitrage Compliance Specialists	Arbitrage Calculations	\$ 11,645.00
7/11/2024	26754	Interlynk	Monthly Phone	\$ 75.00
7/11/2024	26755	Iron Mountain	Monthly Document Retention and Storage	\$ 200.47
7/11/2024	26756	MyTech Partners, Inc.	Monthly Software & Tech Support	\$ 5,250.00
7/11/2024	26757	Office Depot	Office Supplies	\$ 55.32
7/11/2024	26758	Robert Half	Temporary Services	\$ 1,550.00
7/11/2024	26759	U.S. Bank	Trustee Fees	\$ 1,309.74
7/11/2024	26760	Wells Fargo	Speed, Noll, Griffiths, Williams, & McLaughlin Credit Card Expenses	\$ 4,594.14
7/30/2024	26761	ABM Parking Services	Monthly Parking	\$ 2,190.00
7/30/2024	26762	Automated Business Products	Monthly Copier Contract	\$ 235.85
7/30/2024	26763	Curbside Recycling	Monthly Recycling	\$ 125.00
7/30/2024	26764	EJCM, LLC	Carpet Repair	\$ 393.00
7/30/2024	26765	Iron Mountain	Monthly Document Retention and Storage	\$ 133.74
7/30/2024	26766	Lincoln National Life Insurance	Monthly Life Insurance	\$ 2,000.44
7/30/2024	26767	Office Depot	Office Supplies	\$ 169.64
7/30/2024	26768	Robert Half	Temporary Services	\$ 2,421.87
7/30/2024	26769	Carlson, Hammond, & Paddock	Legal Services for June 2024	\$ 4,772.10
TOTAL CHECKS				\$ 37,121.31

WIRE TRANSFERS INCOMING/(OUTGOING)				
Date	Payee	Description	Amount	
07/11/24	Authority Checking	Transfer from COLOTRUST to Authority Checking	500,000.00	
TOTAL WIRE TRANSFERS				\$ 500,000.00

ACH TRANSFERS INCOMING/(OUTGOING)				
Date	Payee	Description	Amount	
7/9/2024	Clearlyly	Monthly Phone Services	(183.35)	
7/12/2024	Authority Staff	Payroll	(33,595.18)	
7/12/2024	IRS and Colorado Department of Revenue	Federal and State Payroll Withholdings	(9,836.88)	
7/12/2024	Inova	Payroll Processing Fee	(106.31)	
7/12/2024	PERA	Authority Staff PERA & 401k Contributions	(23,634.85)	
7/15/2024	US Bank	Monthly Service Charge	(565.34)	
7/15/2024	Norton Rose Fulbright	SRF 2024A and 2024B Legal Services	(75,000.00)	
7/15/2024	Karen Wogsland	Board Meeting Travel Expenses	(207.70)	
7/30/2024	Authority Staff	Payroll	(34,899.98)	
7/30/2024	IRS and Colorado Department of Revenue	Federal and State Payroll Withholdings	(9,710.17)	
7/30/2024	PERA	Authority Staff PERA & 401k Contributions	(23,634.85)	
7/30/2024	Kevin Carpenter	SRF Workshop Travel and Expenses	(333.66)	
7/30/2024	Century Link	Monthly Phone Service	(333.96)	
7/30/2024	Giorgi Gazashvili	SRF Workshop Travel and Expenses	(309.52)	
7/30/2024	Kogovsek & Associates	Monthly Consulting Services	(2,000.00)	
7/30/2024	PBV-1580 Logan St.	Monthly Lease Payment - August 2024	(24,089.23)	
7/30/2024	Austin Reichel	SRF Workshop Travel and Expenses	(635.89)	
7/30/2024	Standard & Poor's Financial Services	Rating Agency for SRF 2024A and 2024B Bond Issues	(35,550.00)	
7/30/2024	Austin Reichel	SRF Workshop Travel and Expenses	(188.84)	
7/31/2024	PERA	PERACare Insurance Payment	(19,552.75)	
TOTAL ACH TRANSFERS				\$ (294,368.46)

TOTAL CASH TRANSACTIONS for the MONTH ENDING JULY 31, 2024 \$ 242,752.85

Colorado Water Resources and Power Development Authority
April Credit Card Detail
Statement Ending on April 7, 2024

Cardholder	Transaction Date	Transaction Amount	Payee	Description
Keith McLaughlin	3/8/2024	\$ 108.86	Park & Co	Staff Meal
Keith McLaughlin	3/15/2024	\$ 17.40	Zoom	Monthly Subscription
Keith McLaughlin	3/30/2024	\$ 118.51	Pappadeaux	Staff Meal
Keith McLaughlin	4/3/2024	\$ 175.15	Carmines	CIFA Travel Meal
		<u>\$ 419.92</u>		
Justin Noll	3/10/2024	\$ 276.58	Adobe	Monthly Subscription
Justin Noll	3/11/2024	\$ 303.08	Comcast	Monthly Subscription
		<u>\$ 579.66</u>		
Sabrina Speed	3/8/2024	\$ 383.72	Mad Greens	Board Meeting Lunch
Sabrina Speed	3/8/2024	\$ 93.43	King Soopers	Board Meeting Supplies
Sabrina Speed	3/8/2024	\$ 220.56	Panera Bread	Board Meeting Breakfast
Sabrina Speed	3/12/2024	\$ 65.29	1-800-Flowers	Flowers for Bruce Whitehead Following Surgery
Sabrina Speed	3/14/2024	\$ 45.00	Streamline	Website Accessibility Training
Sabrina Speed	3/14/2024	\$ 45.00	Streamline	Website Accessibility Training
Sabrina Speed	3/15/2024	\$ 604.67	Biscuits and Berries	Dinner for BPWS
Sabrina Speed	3/22/2024	\$ 159.90	Zoom	Annual Fee for Zoom Account
Sabrina Speed	3/23/2024	\$ 40.66	Amazon	Ink for Copier
Sabrina Speed	3/23/2024	\$ 23.59	Walmart	Keyboard and Mouse
Sabrina Speed	3/25/2024	\$ 78.82	Walmart	Accidental Personal Purchase - Repaid on 03/27/2024
Sabrina Speed	3/26/2024	\$ 21.75	1-800-Flowers	Flowers for Matthew Shuler
Sabrina Speed	3/26/2024	\$ 89.83	1-800-Flowers	Flowers for Matthew Shuler
Sabrina Speed	3/27/2024	\$ (78.82)	Walmart	Accidental Personal Purchase - Repaid on 03/27/2024
		<u>\$ 1,793.40</u>		
Wesley Williams	3/16/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
Wesley Williams	3/18/2024	\$ 59.00	Audioeye	Monthly Subscription
Wesley Williams	3/24/2024	\$ 76.86	Jibble	Monthly Subscription
Wesley Williams	4/1/2024	\$ 50.00	Amazon	Monitors for Giorgi Gazashvili
		<u>\$ 255.86</u>		
Jim Griffiths	4/1/2024	\$ 22.77	Hill Country Barbecue Market	CIFA Travel Meal
Jim Griffiths	4/2/2024	\$ 5.02	Starbucks	CIFA Travel Meal
				CIFA Travel Meal with Keith McLaughlin, Mark Jenderson, Alex Hawley
Jim Griffiths	4/4/2024	\$ 115.70	Sushi Hachi	CIFA Travel Meal
Jim Griffiths	4/4/2024	\$ 3.74	Hyatt Regency Gift Shop	CIFA Travel Meal
Jim Griffiths	4/4/2024	\$ 6.48	Hyatt Regency Gift Shop	CIFA Travel Meal
Jim Griffiths	4/4/2024	\$ 10.89	Chipotle	CIFA Travel Meal
		<u>\$ 164.60</u>		
		<u>Total \$ 3,213.44</u>		

Colorado Water Resources and Power Development Authority
May Credit Card Detail
Statement Ending on May 7, 2024

Cardholder	Transaction Date	Transaction Amount	Payee	Description
Keith McLaughlin	4/15/2024	\$ 17.40	Zoom	Monthly Subscription
Keith McLaughlin	5/1/2024	\$ 75.43	Steuben's Uptown	Staff Meal for Administrative Professionals Day
		\$ 92.83		
Justin Noll	4/8/2024	\$ 82.23	Los Arcos Westminster	Staff Lunch
Justin Noll	4/10/2024	\$ 276.58	Adobe	Monthly Subscription
Justin Noll	4/11/2024	\$ 303.08	Comcast	Monthly Subscription
Justin Noll	4/17/2024	\$ 1,029.98	Best Buy	Computer for Jim Griffiths
Justin Noll	4/1/2024	\$ 429.00	Colorado Society of CPAs	COCPA Membership Renewal
		\$ 2,120.87		
Sabrina Speed	4/11/2024	\$ 16.00	City of Denver	Parking for SDA Workshop
Sabrina Speed	4/16/2024	\$ 169.85	Jimmy John's	Lunch for Colorado Water Congress Interviews
				Flowers for Cheryl Gantner for Administrative Professionals Day
Sabrina Speed	4/24/2024	\$ 62.28	1-800 Flowers	
Sabrina Speed	4/24/2024	\$ 441.06	Brothers BBQ	Dinner for Board Program Work Session
Sabrina Speed	4/25/2024	\$ 12.43	King Soopers	Cookies for Board Meeting
Sabrina Speed	4/25/2024	\$ 180.98	King Soopers	Groceries for Board Meeting
Sabrina Speed	4/25/2024	\$ 17.96	Safeway	Cookies for Board Program Work Session
Sabrina Speed	4/26/2024	\$ 483.60	Illegal Pete's	Lunch for Board Meeting
Sabrina Speed	4/26/2024	\$ 376.61	That Personal Touch Catering	Breakfast for Board Meeting
		\$ 1,760.77		
Wesley Williams	4/13/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
Wesley Williams	4/18/2024	\$ 59.00	Audioeye	Monthly Subscription
Wesley Williams	4/24/2024	\$ 76.86	Jibble	Monthly Subscription
Wesley Williams	4/26/2024	\$ 27.90	Starbucks	Coffee for CWRPDA Office
		\$ 233.76		
Jim Griffiths	4/5/2024	\$ 66.62	Flying Dog Pub	CIFA Travel Meal
Jim Griffiths	4/5/2024	\$ 1,196.60	Hyatt Regency	CIFA Travel Lodging
Jim Griffiths	4/6/2024	\$ 89.50	Uber	CIFA Travel
Jim Griffiths	4/12/2024	\$ 72.17	West Rail Tap and Grill	Staff Meal
		\$ 1,424.89		
		Total		
		\$ 5,633.12		

Colorado Water Resources and Power Development Authority
May Credit Card Detail
Statement Ending on June 7, 2024

Cardholder	Transaction Date	Transaction Amount	Payee	Description
Keith McLaughlin	5/15/2024	\$ 17.40	Zoom	Monthly Subscription
Keith McLaughlin	5/29/2024	\$ 150.24	Smokin' Fins	Staff Lunch
		\$ 167.64		
Justin Noll	5/10/2024	\$ 276.58	Adobe	Monthly Subscription
Justin Noll	5/11/2024	\$ 303.08	Comcast	Monthly Subscription
Justin Noll	5/13/2024	\$ 299.25	Hilton Hotels and Resorts	CGFOA Conference Lodging
		\$ 878.91		
Sabrina Speed	5/7/2024	\$ 397.50	Teriyaki Madness	Staff Lunch
Sabrina Speed	5/20/2024	\$ 4,275.00	Colorado Water Congress	CWC Staff and Board Registration
Sabrina Speed	5/22/2024	\$ 125.00	Colorado Water Congress	CWC Staff and Board Registration
Sabrina Speed	5/22/2024	\$ 125.00	Colorado Water Congress	CWC Staff and Board Registration
Sabrina Speed	5/22/2024	\$ 125.00	Colorado Water Congress	CWC Staff and Board Registration
Sabrina Speed	5/29/2024	\$ 363.08	Raven Print and Marketing	2023 PAFR Printing
Sabrina Speed	6/1/2024	\$ 225.87	Indeed	Accounting Clerk/Tech Job Posting
Sabrina Speed	6/4/2024	\$ 25.50	USPS	Shipping of 2024A and 2024B Bond Transcripts
Sabrina Speed	6/5/2024	\$ 3,500.00	Colorado Municipal League	Conference Sponsorship
		\$ 9,161.95		
Wesley Williams	5/11/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
Wesley Williams	5/18/2024	\$ 59.00	Audioeye	Monthly Subscription
		\$ 129.00		
Jim Griffiths				
		\$ -		
		Total		
		\$ 10,337.50		

Colorado Water Resources and Power Development Authority
May Credit Card Detail
Statement Ending on July 7, 2024

Cardholder	Transaction Date	Transaction Amount	Payee	Description
Keith McLaughlin	6/10/2024	\$ 193.88	Hampton Social	GFOA Conference Meal
Keith McLaughlin	6/15/2024	\$ 17.40	Zoom	Monthly Subscription
Keith McLaughlin	6/17/2024	\$ 157.76	Zoom	Annual Subscription
Keith McLaughlin	6/21/2024	\$ 154.94	Bonefish Grill	Staff Meal
Keith McLaughlin	6/24/2024	\$ (6.20)	Bonefish Grill	Staff Meal Refund
Keith McLaughlin	6/27/2024	\$ 450.00	Benjamin Media Inc	Water Finance Conference Registration
		\$ 967.78		
Justin Noll	6/9/2024	\$ 27.84	Uber	GFOA Conference Travel
Justin Noll	6/10/2024	\$ 276.58	Adobe	Monthly Subscription
Justin Noll	6/10/2024	\$ 12.95	Hilton Convention Center	GFOA Conference Meal
Justin Noll	6/11/2024	\$ 303.08	Comcast	Monthly Subscription
Justin Noll	6/11/2024	\$ 12.95	Hilton Convention Center	GFOA Conference Meal
Justin Noll	6/12/2024	\$ 598.50	Hilton Convention Center	GFOA Conference Lodging
Justin Noll	6/12/2024	\$ 12.95	Hilton Convention Center	GFOA Conference Meal
Justin Noll	6/15/2024	\$ 113.50	Uber	GFOA Conference Travel
Justin Noll	6/25/2024	\$ 15.50	Amazon	Computer Charger
		\$ 1,373.85		
Sabrina Speed	6/6/2024	\$ 121.62	King Soopers	Board Meeting Supplies
Sabrina Speed	6/7/2024	\$ 418.30	Carrabba's Italian Grill	Lunch for Board Program Work Session
Sabrina Speed	6/7/2024	\$ 331.13	Jersey Mike's Subs	Lunch for Board Meeting
Sabrina Speed	6/8/2024	\$ 317.50	Smiling Moose Deli	Breakfast for Board Meeting
Sabrina Speed	6/21/2024	\$ 49.00	Mountain State Employers Council	CO State Law Webinar Registration
Sabrina Speed	6/26/2024	\$ 81.06	Labor Law Center	Labor Law Subscription
Sabrina Speed	7/1/2024	\$ 196.33	Indeed	Accounting Clerk/Tech Job Posting
Sabrina Speed	7/2/2024	\$ 198.99	Parry's Pizza	Staff Lunch
Sabrina Speed	7/2/2024	\$ 4.14	King Soopers	Cookies for Staff Lunch
Sabrina Speed	7/2/2024	\$ 235.00	Punch Bowl Denver	Deposit for Staff Outing
		\$ 1,953.07		
Wesley Williams	6/11/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
Wesley Williams	6/18/2024	\$ 59.00	Audioeye	Monthly Subscription
Wesley Williams	6/24/2024	\$ 76.86	Jibble	Monthly Subscription
Wesley Williams	7/6/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
		\$ 275.86		
Jim Griffiths	6/21/2024	\$ 23.58	Café 13	Staff Meal
		\$ 23.58		
Total		\$ 4,594.14		

Colorado Water Resources and Power Development Authority
May Credit Card Detail
Statement Ending on August 7, 2024

Cardholder	Transaction Date	Transaction Amount	Payee	Description
Keith McLaughlin	7/24/2024	\$ 60.41	Park & Co	Staff Meal
		\$ 60.41		
Justin Noll	7/9/2024	\$ 29.54	Amazon	Laptop charger
Justin Noll	7/9/2024	\$ (15.22)	Amazon	Refund for computer charger
Justin Noll	7/10/2024	\$ 276.58	Adobe	Monthly Subscription
Justin Noll	7/11/2024	\$ 303.08	Comcast	Monthly Subscription
Justin Noll	7/29/2024	\$ 65.00	CGFOA	CGFOA Membership Dues for Aaron Best
Justin Noll	7/29/2024	\$ 65.00	CGFOA	CGFOA Membership Dues for Stephanie Hines
Justin Noll	7/30/2024	\$ 65.00	CGFOA	CGFOA Membership Dues for Justin Noll
Justin Noll	7/30/2024	\$ 30.00	CGFOA	Registration Fee for CGFOA Excel Course Pt. 1 for Valerie Lovato
Justin Noll	7/30/2024	\$ 30.00	CGFOA	Registration Fee for CGFOA Excel Course Pt. 1 for Stephanie Hines
Justin Noll	7/30/2024	\$ 60.00	CGFOA	Registration Fee for CGFOA Excel Course Pt. 2 for Valerie Lovato and Stephanie Hines
		\$ 908.98		
Sabrina Speed	7/12/2024	\$ 41.25	Mile High SHRM	Membership dues
Sabrina Speed	7/27/2024	\$ 159.90	Zoom	Annual Subscription
Sabrina Speed	7/29/2024	\$ 415.00	Special District Association of CO	SDA Conference Registration for Gio Gazashvili
Sabrina Speed	7/30/2024	\$ 41.60	Mexico City Restaurant and Lounge	Staff Meal - Mid Year review for Cheryl Gantner
Sabrina Speed	7/31/2024	\$ 495.00	CIFA	Registration for 2024 CIFA SRF Workshop for Gio Gazashvili
Sabrina Speed	7/31/2024	\$ 495.00	CIFA	Registration for 2024 CIFA SRF Workshop for Keith McLaughlin
Sabrina Speed	7/31/2024	\$ 495.00	CIFA	Registration for 2024 CIFA SRF Workshop for Wesley Williams
Sabrina Speed	8/2/2024	\$ 226.46	Indeed	Accounting Clerk/Tech Job Posting
		\$ 2,369.21		
Wesley Williams	7/18/2024	\$ 59.00	Audioeye	Monthly Subscription
Wesley Williams	7/24/2024	\$ 76.86	Jibble	Monthly Subscription
Wesley Williams	8/3/2024	\$ 70.00	Wall Street Journal	Monthly Subscription
		\$ 205.86		
Jim Griffiths	7/18/2024	\$ 83.01	Las Delicas Uptown	Staff Meal
Jim Griffiths	7/25/2024	\$ 112.50	King Soopers	Supplies for SRF Ice Cream Social
		\$ 195.51		
Total		<u>\$ 3,739.97</u>		

Colorado Water Resources and Power Development Authority

COMPARATIVE BALANCE SHEET

	<u>As of 3/31/2024</u>	<u>As of 3/31/2023</u>
ASSETS:		
Cash and Cash Equivalents:		
Cash - US Bank (Checking Account)	\$ 595,331.61	\$ 130,158.69
State Treasurers Cash Pool	1,530,095.28	954,106.04
COLOTRUST Checking Investment Account	22,357,767.43	24,107,292.11
State Treasurers Cash Pool-Self Insurance Fund	1,519,014.00	1,511,076.00
State Treasurers Cash Pool-La Plata River Escrow	132,142.73	155,716.76
COLOTRUST - Authority Project Accounts	86,181.95	69,465.91
COLOTRUST - Authority (Vilas) Project Account	-	-
COLOTRUST - SHLP Project Accounts	3,374,965.84	2,650,228.13
COLOTRUST - Interim Loan Projects	569,415.27	6,092,983.97
Total Cash and Cash Equivalents	<u>30,164,914.11</u>	<u>35,671,027.61</u>
Interest Receivable on Investments	-	-
Interest Receivable on Loans:		
Interim Loans (I-Loans)	71,951.75	27,461.26
Small Hydro Loan Program (SHLP)	26,566.52	38,069.87
Authority Loans	267.47	278.54
ALP Water Rights Purchase Loan	3,455.05	3,783.06
Interest Receivable-Leases	1,162.68	1,297.41
Accounts Receivable - Misc	-	426.41
Reimbursement Receivable - WPCRF	380,697.78	283,135.50
Reimbursement Receivable - DWRF	319,296.89	293,207.27
Loans Receivable:		
Interim Loans (I-Loans)	4,396,216.67	907,016.03
Small Hydro Loan Program (SHLP)	6,543,963.53	6,958,084.56
Authority Loans	201,160.30	209,681.84
ALP Water Rights Purchase Loan	2,126,186.61	2,328,034.51
Loan Receivable - WPCRF State Match	1,200,000.00	-
Loan Receivable - DWRF State Match	6,418,557.69	4,648,357.69
Leases Receivable	279,042.07	311,378.41
Prepaid Expenses	3,090.34	-
Deposits	21,592.16	21,592.16
Depreciable Assets	102,809.74	86,888.98
Less: Accumulated Depreciation	(87,605.99)	(81,380.03)
Lease Assets	1,127,359.84	1,317,899.53
TOTAL ASSETS	<u>\$ 53,300,685.21</u>	<u>\$ 53,026,240.61</u>
Deferred Outflows:		
Pension Contributions	\$ 283,775.23	\$ 250,355.24
Investment Earnings Difference	384,584.29	-
Experience Difference	-	16,559.07
Proportional Share Change	-	1,347.74
Change in Assumptions	-	86,767.57
HCTF Contributions	14,085.45	12,622.67
HCTF Investment Earnings Difference	6,082.28	-
HCTF Experience Difference	12.94	167.69
HCTF Proportional Share Change	2,671.71	3,508.71
HCTF Change in Assumptions	1,600.56	2,278.22
LIABILITIES and EQUITY:		
Accounts Payable Trade	\$ 1,172.95	\$ 306.18
Lease Liability	1,368,294.28	1,530,196.58
Interest Payable-Leases	5,701.23	6,375.82
Prepayment Payable	-	-
Other Accrued Expenses	290.65	9,578.21
Flexplan Spending Withheld	1,327.28	1,484.90
Due to Authority	-	-
Project Costs Payable - Long Term	-	-
Accrued Vacation and Sick Leave	351,430.20	346,200.00
Pension Liability	3,025,042.36	2,433,615.37
HCTF Liability	99,581.91	110,038.27
Total Liabilities	<u>4,852,840.86</u>	<u>4,437,795.33</u>
Deferred Inflows:		
Proportional Share Change	\$ 360,863.51	\$ 135,843.89
Experience Difference	\$ 40,557.95	\$ 3,385.59
Change in Assumptions	-	-
Investment Earnings Difference	-	837,472.16
HCTF Experience Difference	24,082.25	26,091.42
HCTF Proportional Share Change	17,083.37	15,739.31
HCTF Change in Assumptions	10,990.76	5,968.93
HCTF Investment Earnings Difference	-	6,811.41
Leases	229,193.64	267,930.60
Net Assets:	48,389,525.93	47,630,076.64
Net Income / (Loss)	68,359.40	32,732.24
TOTAL LIABILITIES and EQUITY	<u>\$ 53,310,726.19</u>	<u>\$ 52,100,604.21</u>

Colorado Water Resources and Power Development Authority

COMPARATIVE BALANCE SHEET

	<u>As of 4/30/2024</u>	<u>As of 4/30/2023</u>
ASSETS:		
Cash and Cash Equivalents:		
Cash - US Bank (Checking Account)	\$ 262,747.35	\$ 381,431.55
State Treasurers Cash Pool	1,533,334.28	956,595.04
COLOTRUST Checking Investment Account	22,457,450.32	23,706,196.91
State Treasurers Cash Pool-Self Insurance Fund	1,523,769.00	1,515,018.00
State Treasurers Cash Pool-La Plata River Escrow	129,159.73	155,611.26
COLOTRUST - Authority Project Accounts	125,976.49	97,988.80
COLOTRUST - Authority (Vilas) Project Account	-	-
COLOTRUST - SHLP Project Accounts	3,522,695.82	2,793,285.30
COLOTRUST - Interim Loan Projects	-	6,092,983.97
Total Cash and Cash Equivalents	<u>29,555,132.99</u>	<u>35,699,110.83</u>
Interest Receivable on Investments	-	-
Interest Receivable on Loans:		
Interim Loans (I-Loans)	71,951.75	27,461.26
Small Hydro Loan Program (SHLP)	14,138.25	38,069.87
Authority Loans	-	278.54
ALP Water Rights Purchase Loan	3,455.05	3,783.06
Interest Receivable-Leases	1,162.68	1,297.41
Accounts Receivable - Misc	-	426.41
Reimbursement Receivable - WPCRF	511,679.60	366,957.85
Reimbursement Receivable - DWRF	431,007.11	377,500.67
Loans Receivable:		
Interim Loans (I-Loans)	4,965,631.94	907,016.03
Small Hydro Loan Program (SHLP)	6,449,149.97	6,865,268.22
Authority Loans	198,921.80	207,476.55
ALP Water Rights Purchase Loan	2,126,186.61	2,328,034.51
Loan Receivable - WPCRF State Match	1,200,000.00	-
Loan Receivable - DWRF State Match	6,418,557.69	4,648,357.69
Leases Receivable	279,042.07	311,378.41
Prepaid Expenses	3,090.34	-
Deposits	21,592.16	21,592.16
Depreciable Assets	102,809.74	86,888.98
Less: Accumulated Depreciation	(87,605.99)	(81,380.03)
Lease Assets	1,127,359.84	1,317,899.53
TOTAL ASSETS	<u>\$ 53,393,263.60</u>	<u>\$ 53,127,417.95</u>
Deferred Outflows:		
Pension Contributions	\$ 283,775.23	\$ 250,355.24
Investment Earnings Difference	384,584.29	-
Experience Difference	-	16,559.07
Proportional Share Change	-	1,347.74
Change in Assumptions	-	86,767.57
HCTF Contributions	14,085.45	12,622.67
HCTF Investment Earnings Difference	6,082.28	-
HCTF Experience Difference	12.94	167.69
HCTF Proportional Share Change	2,671.71	3,508.71
HCTF Change in Assumptions	1,600.56	2,278.22
LIABILITIES and EQUITY:		
Accounts Payable Trade	\$ 1,172.95	\$ 306.18
Lease Liability	1,368,294.28	1,530,196.58
Interest Payable-Leases	5,701.23	6,375.82
Prepayment Payable	-	-
Other Accrued Expenses	302.01	9,291.62
Flexplan Spending Withheld	1,691.45	1,935.32
Due to Authority	-	-
Project Costs Payable - Long Term	-	-
Accrued Vacation and Sick Leave	351,430.20	345,873.99
Pension Liability	3,025,042.36	2,433,615.37
HCTF Liability	99,581.91	110,038.27
Total Liabilities	<u>4,853,216.39</u>	<u>4,437,633.15</u>
Deferred Inflows:		
Proportional Share Change	\$ 360,863.51	\$ 135,843.89
Experience Difference	\$ 40,557.95	\$ 3,385.59
Change in Assumptions	-	-
Investment Earnings Difference	-	837,472.16
HCTF Experience Difference	24,082.25	26,091.42
HCTF Proportional Share Change	17,083.37	15,739.31
HCTF Change in Assumptions	10,990.76	5,968.93
HCTF Investment Earnings Difference	-	6,811.41
Leases	229,193.64	267,930.60
Net Assets:	48,389,525.93	47,630,076.64
Net Income / (Loss)	160,562.26	134,071.76
TOTAL LIABILITIES and EQUITY	<u>\$ 53,403,304.58</u>	<u>\$ 52,201,781.55</u>

Colorado Water Resources and Power Development Authority

COMPARATIVE BALANCE SHEET

	<u>As of 5/31/2024</u>	<u>As of 5/31/2023</u>
ASSETS:		
Cash and Cash Equivalents:		
Cash - US Bank (Checking Account)	\$ 407,371.97	\$ 135,632.47
State Treasurers Cash Pool	1,536,522.28	959,112.04
COLOTRUST Checking Investment Account	26,275,050.82	23,810,066.24
State Treasurers Cash Pool-Self Insurance Fund	1,528,448.00	1,519,005.00
State Treasurers Cash Pool-La Plata River Escrow	129,562.73	155,240.01
COLOTRUST - Authority Project Accounts	250,254.92	246,738.93
COLOTRUST - Authority (Vilas) Project Account	-	-
COLOTRUST - SHLP Project Accounts	3,625,121.35	2,891,525.59
COLOTRUST - Interim Loan Projects	-	6,092,983.97
Total Cash and Cash Equivalents	<u>33,752,332.07</u>	<u>35,810,304.25</u>
Interest Receivable on Investments	-	-
Interest Receivable on Loans:		
Interim Loans (I-Loans)	71,951.75	27,461.26
Small Hydro Loan Program (SHLP)	6,655.67	7,324.61
Authority Loans	-	-
ALP Water Rights Purchase Loan	-	-
Interest Receivable-Leases	1,162.68	1,297.41
Accounts Receivable - Misc	-	-
Reimbursement Receivable - WPCRF	634,079.29	446,055.51
Reimbursement Receivable - DWRF	584,936.52	453,644.68
Loans Receivable:		
Interim Loans (I-Loans)	4,965,631.94	907,016.03
Small Hydro Loan Program (SHLP)	6,384,616.98	6,802,006.79
Authority Loans	198,921.80	207,476.55
ALP Water Rights Purchase Loan	2,023,784.27	2,227,600.18
Loan Receivable - WPCRF State Match	-	-
Loan Receivable - DWRF State Match	3,418,557.69	4,648,357.69
Leases Receivable	279,042.07	311,378.41
Prepaid Expenses	3,090.34	6,180.67
Deposits	21,592.16	21,592.16
Depreciable Assets	102,809.74	86,888.98
Less: Accumulated Depreciation	(87,605.99)	(81,380.03)
Lease Assets	1,127,359.84	1,317,899.53
TOTAL ASSETS	<u>\$ 53,488,918.82</u>	<u>\$ 53,201,104.68</u>
Deferred Outflows:		
Pension Contributions	\$ 283,775.23	\$ 250,355.24
Investment Earnings Difference	384,584.29	-
Experience Difference	-	16,559.07
Proportional Share Change	-	1,347.74
Change in Assumptions	-	86,767.57
HCTF Contributions	14,085.45	12,622.67
HCTF Investment Earnings Difference	6,082.28	-
HCTF Experience Difference	12.94	167.69
HCTF Proportional Share Change	2,671.71	3,508.71
HCTF Change in Assumptions	1,600.56	2,278.22
LIABILITIES and EQUITY:		
Accounts Payable Trade	\$ 1,050.45	\$ 306.18
Lease Liability	1,368,294.28	1,530,196.58
Interest Payable-Leases	5,701.23	6,375.82
Prepayment Payable	-	-
Other Accrued Expenses	313.13	9,281.65
Flexplan Spending Withheld	1,915.90	2,335.42
Due to Authority	-	-
Project Costs Payable - Long Term	-	-
Accrued Vacation and Sick Leave	351,430.20	345,873.99
Pension Liability	3,025,042.36	2,433,615.37
HCTF Liability	99,581.91	110,038.27
Total Liabilities	<u>4,853,329.46</u>	<u>4,438,023.28</u>
Deferred Inflows:		
Proportional Share Change	\$ 360,863.51	\$ 135,843.89
Experience Difference	\$ 40,557.95	\$ 3,385.59
Change in Assumptions	-	-
Investment Earnings Difference	-	837,472.16
HCTF Experience Difference	24,082.25	26,091.42
HCTF Proportional Share Change	17,083.37	15,739.31
HCTF Change in Assumptions	10,990.76	5,968.93
HCTF Investment Earnings Difference	-	6,811.41
Leases	229,193.64	267,930.60
Net Assets:	48,389,525.93	47,630,076.64
Net Income / (Loss)	256,104.41	207,368.36
TOTAL LIABILITIES and EQUITY	<u>\$ 53,498,959.80</u>	<u>\$ 52,275,468.28</u>

Colorado Water Resources and Power Development Authority

COMPARATIVE BALANCE SHEET

	<u>As of 6/30/2024</u>	<u>As of 6/30/2023</u>
ASSETS:		
Cash and Cash Equivalents:		
Cash - US Bank (Checking Account)	\$ 87,241.20	\$ 451,566.68
State Treasurers Cash Pool	1,539,851.28	961,941.04
COLOTRUST Checking Investment Account	26,391,740.37	23,412,303.87
State Treasurers Cash Pool-Self Insurance Fund	1,533,335.00	1,523,485.00
State Treasurers Cash Pool-La Plata River Escrow	129,976.73	154,324.76
COLOTRUST - Authority Project Accounts	252,903.38	276,024.30
COLOTRUST - Authority (Vilas) Project Account	-	-
COLOTRUST - SHLP Project Accounts	3,641,734.78	2,904,194.89
COLOTRUST - Interim Loan Projects	-	6,092,983.97
Total Cash and Cash Equivalents	<u>33,576,782.74</u>	<u>35,776,824.51</u>
Interest Receivable on Investments	-	-
Interest Receivable on Loans:		
Interim Loans (I-Loans)	71,951.75	27,461.26
Small Hydro Loan Program (SHLP)	6,655.67	7,324.61
Authority Loans	-	-
ALP Water Rights Purchase Loan	-	-
Interest Receivable-Leases	1,162.68	1,297.41
Accounts Receivable - Misc	-	-
Reimbursement Receivable - WPCRF	745,551.19	508,551.47
Reimbursement Receivable - DWRF	696,981.23	499,583.44
Loans Receivable:		
Interim Loans (I-Loans)	4,965,631.94	907,016.03
Small Hydro Loan Program (SHLP)	6,384,616.98	6,802,006.79
Authority Loans	196,874.59	205,429.34
ALP Water Rights Purchase Loan	2,023,784.27	2,227,600.18
Loan Receivable - WPCRF State Match	-	-
Loan Receivable - DWRF State Match	3,418,557.69	4,648,357.69
Leases Receivable	279,042.07	311,378.41
Prepaid Expenses	3,090.34	6,180.67
Deposits	21,592.16	21,592.16
Depreciable Assets	102,809.74	86,888.98
Less: Accumulated Depreciation	(87,605.99)	(81,380.03)
Lease Assets	1,127,359.84	1,317,899.53
TOTAL ASSETS	<u>\$ 53,534,838.89</u>	<u>\$ 53,274,012.45</u>
Deferred Outflows:		
Pension Contributions	\$ 283,775.23	\$ 250,355.24
Investment Earnings Difference	384,584.29	-
Experience Difference	-	16,559.07
Proportional Share Change	-	1,347.74
Change in Assumptions	-	86,767.57
HCTF Contributions	14,085.45	12,622.67
HCTF Investment Earnings Difference	6,082.28	-
HCTF Experience Difference	12.94	167.69
HCTF Proportional Share Change	2,671.71	3,508.71
HCTF Change in Assumptions	1,600.56	2,278.22
LIABILITIES and EQUITY:		
Accounts Payable Trade	\$ 1,050.45	\$ 306.18
Lease Liability	1,368,294.28	1,530,196.58
Interest Payable-Leases	5,701.23	6,375.82
Prepayment Payable	-	-
Other Accrued Expenses	324.11	376.21
Flexplan Spending Withheld	2,202.08	2,570.40
Due to Authority	-	-
Project Costs Payable - Long Term	-	-
Accrued Vacation and Sick Leave	351,430.20	345,873.99
Pension Liability	3,025,042.36	2,433,615.37
HCTF Liability	99,581.91	110,038.27
Total Liabilities	<u>4,853,626.62</u>	<u>4,429,352.82</u>
Deferred Inflows:		
Proportional Share Change	\$ 360,863.51	\$ 135,843.89
Experience Difference	\$ 40,557.95	\$ 3,385.59
Change in Assumptions	-	-
Investment Earnings Difference	-	837,472.16
HCTF Experience Difference	24,082.25	26,091.42
HCTF Proportional Share Change	17,083.37	15,739.31
HCTF Change in Assumptions	10,990.76	5,968.93
HCTF Investment Earnings Difference	-	6,811.41
Leases	229,193.64	267,930.60
Net Assets:	48,389,525.93	47,630,076.64
Net Income / (Loss)	301,727.32	288,946.59
TOTAL LIABILITIES and EQUITY	<u>\$ 53,544,879.87</u>	<u>\$ 52,348,376.05</u>

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of March 31, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
INCOME:				
Interest on investments - COLOTRUST	\$ -	\$ 334,618.68	\$ (334,618.68)	0%
Interest on investments - COLOTRUST-Interim Loan Project	-	20,198.35	(20,198.35)	0%
Interest on investments - STCP	-	15,437.00	(15,437.00)	0%
Investment interest income - from WPCRFB	-	-	-	0%
Investment interest Income - from WRBP	-	-	-	0%
Subtotal Interest on Investments	<u>1,500,000.00</u>	<u>370,254.03</u>	<u>1,129,745.97</u>	<u>25%</u>
Interest on Investments - STCP-La Plata River Escrow	3,500.00	826.00	2,674.00	24%
Interest on loans	383,700.00	-	383,700.00	0%
Interest on leases	-	-	-	0%
Lease income	57,500.00	-	57,500.00	0%
Gain/Loss on sale of assets	-	-	-	0%
Miscellaneous income	-	-	-	0%
TOTAL INCOME	<u>\$ 1,944,700.00</u>	<u>\$ 371,080.03</u>	<u>\$ 1,573,619.97</u>	<u>19%</u>
EXPENSES:				
<u>Board Expenses:</u>				
Per diems & PERA on per diems	\$ 18,000.00	\$ 4,500.00	\$ 13,500.00	25%
Travel, lodging, meals, etc.	50,000.00	8,787.17	41,212.83	18%
Meeting expenses	20,000.00	856.25	19,143.75	4%
Memberships	13,000.00	5,825.00	7,175.00	45%
Board insurance	30,000.00	-	30,000.00	0%
Total Board Expenses	<u>131,000.00</u>	<u>19,968.42</u>	<u>111,031.58</u>	<u>15%</u>
<u>Salary Expenses:</u>				
Staff salaries	1,560,000.00	\$361,289.56	1,198,710.44	23%
Temporary services	60,000.00	\$7,207.50	52,792.50	12%
Third Party Payroll & HR Services	8,000.00	\$129.51	7,870.49	2%
Annual vacation and sick leave accrual	100,000.00	-	100,000.00	0%
Total Salary Expenses	<u>1,728,000.00</u>	<u>368,626.57</u>	<u>1,359,373.43</u>	<u>21%</u>
<u>Employee Benefits:</u>				
Pension expense*	325,800.00	77,815.42	247,984.58	24%
Healthcare trust expense	16,200.00	-	16,200.00	0%
Medical and dental insurance	283,500.00	69,572.86	213,927.14	25%
HRA reimbursement	-	1,845.56	(1,845.56)	0%
LTD/Life insurance	14,000.00	3,157.63	10,842.37	23%
Medicare - employer's match	23,000.00	5,146.40	17,853.60	22%
Denver city tax - employer's match	800.00	164.00	636.00	21%
State Workman's Comp. Insurance	2,700.00	1,950.00	750.00	72%
Tuition reimbursement	20,000.00	2,259.00	17,741.00	11%
Public transportation incentive	1,400.00	78.00	1,322.00	6%
Total Employee Benefits	<u>687,400.00</u>	<u>161,988.87</u>	<u>525,411.13</u>	<u>24%</u>
<u>Outside Services Employed:</u>				
General legal fees	100,000.00	6,173.70	93,826.30	6%
General consulting services	50,000.00	6,000.00	44,000.00	12%
Audit and budgetary fees	22,000.00	6,000.00	16,000.00	27%
Total Outside Services	<u>172,000.00</u>	<u>18,173.70</u>	<u>153,826.30</u>	<u>11%</u>
<u>Employee / Administrative Expenses:</u>				
Travel, lodging, meals, etc.	18,000.00	781.22	17,218.78	4%
Registration and training fees	13,000.00	3,885.50	9,114.50	30%
Contributions and sponsorships	40,000.00	17,500.00	22,500.00	44%
Dues, subscriptions and publications	12,000.00	2,510.23	9,489.77	21%
Total Employee / Administrative Expenses	<u>83,000.00</u>	<u>24,676.95</u>	<u>58,323.05</u>	<u>30%</u>

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of March 31, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
General Office Expenses:				
Office rent and deposits	281,000.00	77,525.04	203,474.96	28%
Interest expense-leases*	-	-	-	0%
Telephone and internet charges	20,000.00	2,525.83	17,474.17	13%
Postage and delivery fees	3,500.00	360.00	3,140.00	10%
Copying and printing costs	8,000.00	1,609.50	6,390.50	20%
Office supplies	19,000.00	2,754.96	16,245.04	14%
Technical support activities	85,000.00	17,248.57	67,751.43	20%
Office insurance	6,500.00	790.33	5,709.67	12%
Records retention	32,000.00	162.90	31,837.10	1%
Total General Office Expenses	455,000.00	102,977.13	352,022.87	23%
Office Assets Expenses:				
Furniture & fixtures	11,000.00		11,000.00	0%
Machines	31,500.00	313.77	31,186.23	1%
Computer software	43,000.00	3,006.23	39,993.77	7%
Depreciation expense	N/A	-	N/A	0%
Machine maintenance & maintenance contracts	15,000.00	602.45	14,397.55	4%
Other expense	-	-	-	0%
Office improvements	12,000.00	-	12,000.00	0%
Total Office Assets Expenses	112,500.00	3,922.45	108,577.55	3%
TOTAL OPERATING EXPENSES	\$ 3,368,900.00	\$ 700,334.09	\$ 2,668,565.91	21%
Expenses Allocated to Programs:				
Salaries allocated to project expenses	(30,000.00)	(6,784.00)	(23,216.00)	23%
Allocated salaries expense - WPCRF	(452,000.00)	(118,523.00)	(333,477.00)	26%
Allocated employee benefits - WPCRF	(276,000.00)	(69,688.96)	(206,311.04)	25%
Allocated overhead expense - WPCRF	(228,600.00)	(62,403.08)	(166,196.92)	27%
Allocated salaries expense - DWRF	(369,000.00)	(92,174.00)	(276,826.00)	25%
Allocated employee benefits - DWRF	(226,000.00)	(54,050.30)	(171,949.70)	24%
Allocated overhead expense - DWRF	(187,500.00)	(42,015.05)	(145,484.95)	22%
Total Allocated Expenses to Programs	(1,769,100.00)	(445,638.39)	(1,323,461.61)	25%
NET OPERATING EXPENSES	\$ 1,599,800.00	\$ 254,695.70	\$ 1,345,104.30	16%
Approved Projects Expenses:				
WRBP Expenses	105,500.00	34,667.84	70,832.16	33%
La Plata River Escrow Expenses	60,000.00	8,627.25	51,372.75	14%
Small Hydro Loan Program expenses	25,000.00	4,729.84	20,270.16	19%
Small Hydro Loan Program Planning & Design Grants	100,000.00	-	100,000.00	0%
Watershed Protection & Forest Health Program Expenses	65,000.00	-	65,000.00	0%
Principal Forgiven -Loans Receivable	-	-	-	0%
Other Potential Projects	1,000,000.00	-	1,000,000.00	
Total Project Expenses	\$ 1,355,500.00	\$ 48,024.93	\$ 1,307,475.07	4%
TOTAL EXPENSES	\$ 2,955,300.00	\$ 302,720.63	\$ 2,652,579.37	10%
OPERATING INCOME / (LOSS)		\$ 68,359.40		
Transfers In / (Out)		\$ -		
Change in Net Position		\$ 68,359.40		

*These numbers are based on contributions instead of budgeted amounts

DWRF - Drinking Water Revolving Fund

PERA - Public Employees' Retirement Association

STCP - State Treasurer Cash Pool

WPCRF - Water Pollution Control Revolving Fund

WRBP - Water Revenue Bonds Program

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of April 30, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
INCOME:				
Interest on investments - COLOTRUST	\$ -	\$ 449,933.18	\$ (449,933.18)	0%
Interest on investments - COLOTRUST-Interim Loan Project	-	26,373.03	(26,373.03)	0%
Interest on investments - STCP	-	23,431.00	(23,431.00)	0%
Investment interest income - from WPCRFB	-	-	-	0%
Investment interest Income - from WRBP	-	-	-	0%
Subtotal Interest on Investments	<u>1,500,000.00</u>	<u>499,737.21</u>	<u>1,000,262.79</u>	<u>33%</u>
Interest on Investments - STCP-La Plata River Escrow	3,500.00	1,244.00	2,256.00	36%
Interest on loans	383,700.00	25,391.48	358,308.52	7%
Interest on leases	-	-	-	0%
Lease income	57,500.00	-	57,500.00	0%
Gain/Loss on sale of assets	-	-	-	0%
Miscellaneous income	-	28,310.36	(28,310.36)	0%
TOTAL INCOME	<u>\$ 1,944,700.00</u>	<u>\$ 554,683.05</u>	<u>\$ 1,390,016.95</u>	<u>29%</u>
EXPENSES:				
<u>Board Expenses:</u>				
Per diems & PERA on per diems	\$ 18,000.00	\$ 4,500.00	\$ 13,500.00	25%
Travel, lodging, meals, etc.	50,000.00	10,370.58	39,629.42	21%
Meeting expenses	20,000.00	3,713.95	16,286.05	19%
Memberships	13,000.00	5,825.00	7,175.00	45%
Board insurance	30,000.00	-	30,000.00	0%
Total Board Expenses	<u>131,000.00</u>	<u>24,409.53</u>	<u>106,590.47</u>	<u>19%</u>
<u>Salary Expenses:</u>				
Staff salaries	1,560,000.00	\$479,777.06	1,080,222.94	31%
Temporary services	60,000.00	\$9,384.09	50,615.91	16%
Third Party Payroll & HR Services	8,000.00	\$144.02	7,855.98	2%
Annual vacation and sick leave accrual	100,000.00	-	100,000.00	0%
Total Salary Expenses	<u>1,728,000.00</u>	<u>489,305.17</u>	<u>1,238,694.83</u>	<u>28%</u>
<u>Employee Benefits:</u>				
Pension expense*	325,800.00	102,600.62	223,199.38	31%
Healthcare trust expense	16,200.00	-	16,200.00	0%
Medical and dental insurance	283,500.00	85,215.05	198,284.95	30%
HRA reimbursement	-	2,599.63	(2,599.63)	0%
LTD/Life insurance	14,000.00	3,550.70	10,449.30	25%
Medicare - employer's match	23,000.00	6,794.66	16,205.34	30%
Denver city tax - employer's match	800.00	216.00	584.00	27%
State Workman's Comp. Insurance	2,700.00	2,504.00	196.00	93%
Tuition reimbursement	20,000.00	2,259.00	17,741.00	11%
Public transportation incentive	1,400.00	78.00	1,322.00	6%
Total Employee Benefits	<u>687,400.00</u>	<u>205,817.66</u>	<u>481,582.34</u>	<u>30%</u>
<u>Outside Services Employed:</u>				
General legal fees	100,000.00	7,201.80	92,798.20	7%
General consulting services	50,000.00	8,000.00	42,000.00	16%
Audit and budgetary fees	22,000.00	16,000.00	6,000.00	73%
Total Outside Services	<u>172,000.00</u>	<u>31,201.80</u>	<u>140,798.20</u>	<u>18%</u>
<u>Employee / Administrative Expenses:</u>				
Travel, lodging, meals, etc.	18,000.00	1,210.32	16,789.68	7%
Registration and training fees	13,000.00	3,975.50	9,024.50	31%
Contributions and sponsorships	40,000.00	17,500.00	22,500.00	44%
Dues, subscriptions and publications	12,000.00	2,580.23	9,419.77	22%
Total Employee / Administrative Expenses	<u>83,000.00</u>	<u>25,266.05</u>	<u>57,733.95</u>	<u>30%</u>

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of April 30, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
<u>General Office Expenses:</u>				
Office rent and deposits	281,000.00	125,245.32	155,754.68	45%
Interest expense-leases*	-	-	-	0%
Telephone and internet charges	20,000.00	3,086.67	16,913.33	15%
Postage and delivery fees	3,500.00	868.92	2,631.08	25%
Copying and printing costs	8,000.00	3,059.50	4,940.50	38%
Office supplies	19,000.00	3,647.61	15,352.39	19%
Technical support activities	85,000.00	26,923.57	58,076.43	32%
Office insurance	6,500.00	790.33	5,709.67	12%
Records retention	32,000.00	570.84	31,429.16	2%
Total General Office Expenses	455,000.00	164,192.76	290,807.24	36%
<u>Office Assets Expenses:</u>				
Furniture & fixtures	11,000.00		11,000.00	0%
Machines	31,500.00	922.03	30,577.97	3%
Computer software	43,000.00	9,816.84	33,183.16	23%
Depreciation expense	N/A	-	N/A	0%
Machine maintenance & maintenance contracts	15,000.00	987.07	14,012.93	7%
Other expense	-	-	-	0%
Office improvements	12,000.00	-	12,000.00	0%
Total Office Assets Expenses	112,500.00	11,725.94	100,774.06	10%
TOTAL OPERATING EXPENSES	\$ 3,368,900.00	\$ 951,918.91	\$ 2,416,981.09	28%
<u>Expenses Allocated to Programs:</u>				
Salaries allocated to project expenses	(30,000.00)	(9,650.00)	(20,350.00)	32%
Allocated salaries expense - WPCRF	(452,000.00)	(158,614.00)	(293,386.00)	35%
Allocated employee benefits - WPCRF	(276,000.00)	(90,055.14)	(185,944.86)	33%
Allocated overhead expense - WPCRF	(228,600.00)	(98,027.42)	(130,572.58)	43%
Allocated salaries expense - DWRF	(369,000.00)	(124,818.00)	(244,182.00)	34%
Allocated employee benefits - DWRF	(226,000.00)	(70,869.03)	(155,130.97)	31%
Allocated overhead expense - DWRF	(187,500.00)	(65,236.87)	(122,263.13)	35%
Total Allocated Expenses to Programs	(1,769,100.00)	(617,270.46)	(1,151,829.54)	35%
NET OPERATING EXPENSES	\$ 1,599,800.00	\$ 334,648.45	\$ 1,265,151.55	21%
<u>Approved Projects Expenses:</u>				
WRBP Expenses	105,500.00	44,900.84	60,599.16	43%
La Plata River Escrow Expenses	60,000.00	12,056.75	47,943.25	20%
Small Hydro Loan Program expenses	25,000.00	4,783.34	20,216.66	19%
Small Hydro Loan Program Planning & Design Grants	100,000.00	-	100,000.00	0%
Watershed Protection & Forest Health Program Expenses	65,000.00	-	65,000.00	0%
Principal Forgiven -Loans Receivable	-	-	-	0%
Other Potential Projects	1,000,000.00	-	1,000,000.00	
Total Project Expenses	\$ 1,355,500.00	\$ 61,740.93	\$ 1,293,759.07	5%
TOTAL EXPENSES	\$ 2,955,300.00	\$ 396,389.38	\$ 2,558,910.62	13%
OPERATING INCOME / (LOSS)		\$ 158,293.67		
Transfers In / (Out)		\$ 2,268.59		
Change in Net Position		\$ 160,562.26		

*These numbers are based on contributions instead of budgeted amounts

DWRF - Drinking Water Revolving Fund

PERA - Public Employees' Retirement Association

STCP - State Treasurer Cash Pool

WPCRF - Water Pollution Control Revolving Fund

WRBP - Water Revenue Bonds Program

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of May 31, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
INCOME:				
Interest on investments - COLOTRUST	\$ -	\$ 582,978.49	\$ (582,978.49)	0%
Interest on investments - COLOTRUST-Interim Loan Project	-	27,454.97	(27,454.97)	0%
Interest on investments - STCP	-	31,298.00	(31,298.00)	0%
Investment interest income - from WPCRFB	-	-	-	0%
Investment interest Income - from WRBP	-	-	-	0%
Subtotal Interest on Investments	<u>1,500,000.00</u>	<u>641,731.46</u>	<u>858,268.54</u>	<u>43%</u>
Interest on Investments - STCP-La Plata River Escrow	3,500.00	1,647.00	1,853.00	47%
Interest on loans	383,700.00	57,631.90	326,068.10	15%
Interest on leases	-	-	-	0%
Lease income	57,500.00	-	57,500.00	0%
Gain/Loss on sale of assets	-	-	-	0%
Miscellaneous income	-	28,310.36	(28,310.36)	0%
TOTAL INCOME	<u>\$ 1,944,700.00</u>	<u>\$ 729,320.72</u>	<u>\$ 1,215,379.28</u>	<u>38%</u>
EXPENSES:				
<u>Board Expenses:</u>				
Per diems & PERA on per diems	\$ 18,000.00	\$ 6,800.00	\$ 11,200.00	38%
Travel, lodging, meals, etc.	50,000.00	10,839.58	39,160.42	22%
Meeting expenses	20,000.00	5,226.59	14,773.41	26%
Memberships	13,000.00	5,825.00	7,175.00	45%
Board insurance	30,000.00	-	30,000.00	0%
Total Board Expenses	<u>131,000.00</u>	<u>28,691.17</u>	<u>102,308.83</u>	<u>22%</u>
<u>Salary Expenses:</u>				
Staff salaries	1,560,000.00	\$593,415.06	966,584.94	38%
Temporary services	60,000.00	\$12,981.64	47,018.36	22%
Third Party Payroll & HR Services	8,000.00	\$158.53	7,841.47	2%
Annual vacation and sick leave accrual	100,000.00	-	100,000.00	0%
Total Salary Expenses	<u>1,728,000.00</u>	<u>606,555.23</u>	<u>1,121,444.77</u>	<u>35%</u>
<u>Employee Benefits:</u>				
Pension expense*	325,800.00	126,834.62	198,965.38	39%
Healthcare trust expense	16,200.00	-	16,200.00	0%
Medical and dental insurance	283,500.00	100,857.24	182,642.76	36%
HRA reimbursement	-	3,912.50	(3,912.50)	0%
LTD/Life insurance	14,000.00	4,550.92	9,449.08	33%
Medicare - employer's match	23,000.00	8,405.97	14,594.03	37%
Denver city tax - employer's match	800.00	268.00	532.00	34%
State Workman's Comp. Insurance	2,700.00	2,504.00	196.00	93%
Tuition reimbursement	20,000.00	4,287.00	15,713.00	21%
Public transportation incentive	1,400.00	78.00	1,322.00	6%
Total Employee Benefits	<u>687,400.00</u>	<u>251,698.25</u>	<u>435,701.75</u>	<u>37%</u>
<u>Outside Services Employed:</u>				
General legal fees	100,000.00	9,451.48	90,548.52	9%
General consulting services	50,000.00	10,000.00	40,000.00	20%
Audit and budgetary fees	22,000.00	19,780.00	2,220.00	90%
Total Outside Services	<u>172,000.00</u>	<u>39,231.48</u>	<u>132,768.52</u>	<u>23%</u>
<u>Employee / Administrative Expenses:</u>				
Travel, lodging, meals, etc.	18,000.00	1,688.28	16,311.72	9%
Registration and training fees	13,000.00	3,975.50	9,024.50	31%
Contributions and sponsorships	40,000.00	19,800.00	20,200.00	50%
Dues, subscriptions and publications	12,000.00	3,079.23	8,920.77	26%
Total Employee / Administrative Expenses	<u>83,000.00</u>	<u>28,543.01</u>	<u>54,456.99</u>	<u>34%</u>

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of May 31, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
<u>General Office Expenses:</u>				
Office rent and deposits	281,000.00	132,130.17	148,869.83	47%
Interest expense-leases*	-	-	-	0%
Telephone and internet charges	20,000.00	3,647.51	16,352.49	18%
Postage and delivery fees	3,500.00	915.62	2,584.38	26%
Copying and printing costs	8,000.00	3,059.50	4,940.50	38%
Office supplies	19,000.00	4,532.47	14,467.53	24%
Technical support activities	85,000.00	31,723.57	53,276.43	37%
Office insurance	6,500.00	790.33	5,709.67	12%
Records retention	32,000.00	570.84	31,429.16	2%
Total General Office Expenses	455,000.00	177,370.01	277,629.99	39%
<u>Office Assets Expenses:</u>				
Furniture & fixtures	11,000.00		11,000.00	0%
Machines	31,500.00	1,952.01	29,547.99	6%
Computer software	43,000.00	11,782.68	31,217.32	27%
Depreciation expense	N/A	-	N/A	0%
Machine maintenance & maintenance contracts	15,000.00	987.07	14,012.93	7%
Other expense	-	-	-	0%
Office improvements	12,000.00	-	12,000.00	0%
Total Office Assets Expenses	112,500.00	14,721.76	97,778.24	13%
TOTAL OPERATING EXPENSES	\$ 3,368,900.00	\$ 1,146,810.91	\$ 2,222,089.09	34%
<u>Expenses Allocated to Programs:</u>				
Salaries allocated to project expenses	(30,000.00)	(10,541.00)	(19,459.00)	35%
Allocated salaries expense - WPCRF	(452,000.00)	(193,711.00)	(258,289.00)	43%
Allocated employee benefits - WPCRF	(276,000.00)	(109,317.63)	(166,682.37)	40%
Allocated overhead expense - WPCRF	(228,600.00)	(111,005.91)	(117,594.09)	49%
Allocated salaries expense - DWRF	(369,000.00)	(152,970.00)	(216,030.00)	41%
Allocated employee benefits - DWRF	(226,000.00)	(86,544.28)	(139,455.72)	38%
Allocated overhead expense - DWRF	(187,500.00)	(73,653.99)	(113,846.01)	39%
Total Allocated Expenses to Programs	(1,769,100.00)	(737,743.81)	(1,031,356.19)	42%
NET OPERATING EXPENSES	\$ 1,599,800.00	\$ 409,067.10	\$ 1,190,732.90	26%
<u>Approved Projects Expenses:</u>				
WRBP Expenses	105,500.00	48,569.44	56,930.56	46%
La Plata River Escrow Expenses	60,000.00	12,997.25	47,002.75	22%
Small Hydro Loan Program expenses	25,000.00	4,914.94	20,085.06	20%
Small Hydro Loan Program Planning & Design Grants	100,000.00	-	100,000.00	0%
Watershed Protection & Forest Health Program Expenses	65,000.00	-	65,000.00	0%
Principal Forgiven -Loans Receivable	-	-	-	0%
Other Potential Projects	1,000,000.00	-	1,000,000.00	
Total Project Expenses	\$ 1,355,500.00	\$ 66,481.63	\$ 1,289,018.37	5%
TOTAL EXPENSES	\$ 2,955,300.00	\$ 475,548.73	\$ 2,479,751.27	16%
OPERATING INCOME / (LOSS)		\$ 253,771.99		
Transfers In / (Out)		\$ 2,332.42		
Change in Net Position		\$ 256,104.41		

*These numbers are based on contributions instead of budgeted amounts

DWRF - Drinking Water Revolving Fund

PERA - Public Employees' Retirement Association

STCP - State Treasurer Cash Pool

WPCRF - Water Pollution Control Revolving Fund

WRBP - Water Revenue Bonds Program

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of June 30, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
INCOME:				
Interest on investments - COLOTRUST	\$ -	\$ 716,281.47	\$ (716,281.47)	0%
Interest on investments - COLOTRUST-Interim Loan Project	-	28,056.22	(28,056.22)	0%
Interest on investments - STCP	-	39,514.00	(39,514.00)	0%
Investment interest income - from WPCRFB	-	-	-	0%
Investment interest Income - from WRBP	-	-	-	0%
Subtotal Interest on Investments	<u>1,500,000.00</u>	<u>783,851.69</u>	<u>716,148.31</u>	<u>52%</u>
Interest on Investments - STCP-La Plata River Escrow	3,500.00	2,061.00	1,439.00	59%
Interest on loans	383,700.00	57,631.90	326,068.10	15%
Interest on leases	-	-	-	0%
Lease income	57,500.00	-	57,500.00	0%
Gain/Loss on sale of assets	-	-	-	0%
Miscellaneous income	-	28,310.36	(28,310.36)	0%
TOTAL INCOME	<u>\$ 1,944,700.00</u>	<u>\$ 871,854.95</u>	<u>\$ 1,072,845.05</u>	<u>45%</u>
EXPENSES:				
<u>Board Expenses:</u>				
Per diems & PERA on per diems	\$ 18,000.00	\$ 8,600.00	\$ 9,400.00	48%
Travel, lodging, meals, etc.	50,000.00	12,866.06	37,133.94	26%
Meeting expenses	20,000.00	9,505.59	10,494.41	48%
Memberships	13,000.00	5,825.00	7,175.00	45%
Board insurance	30,000.00	-	30,000.00	0%
Total Board Expenses	<u>131,000.00</u>	<u>36,796.65</u>	<u>94,203.35</u>	<u>28%</u>
<u>Salary Expenses:</u>				
Staff salaries	1,560,000.00	\$706,205.06	853,794.94	45%
Temporary services	60,000.00	\$15,461.64	44,538.36	26%
Third Party Payroll & HR Services	8,000.00	\$708.54	7,291.46	9%
Annual vacation and sick leave accrual	100,000.00	-	100,000.00	0%
Total Salary Expenses	<u>1,728,000.00</u>	<u>722,375.24</u>	<u>1,005,624.76</u>	<u>42%</u>
<u>Employee Benefits:</u>				
Pension expense*	325,800.00	150,777.18	175,022.82	46%
Healthcare trust expense	16,200.00	-	16,200.00	0%
Medical and dental insurance	283,500.00	116,499.43	167,000.57	41%
HRA reimbursement	-	4,652.93	(4,652.93)	0%
LTD/Life insurance	14,000.00	5,551.14	8,448.86	40%
Medicare - employer's match	23,000.00	9,997.72	13,002.28	43%
Denver city tax - employer's match	800.00	320.00	480.00	40%
State Workman's Comp. Insurance	2,700.00	2,504.00	196.00	93%
Tuition reimbursement	20,000.00	4,287.00	15,713.00	21%
Public transportation incentive	1,400.00	78.00	1,322.00	6%
Total Employee Benefits	<u>687,400.00</u>	<u>294,667.40</u>	<u>392,732.60</u>	<u>43%</u>
<u>Outside Services Employed:</u>				
General legal fees	100,000.00	9,609.48	90,390.52	10%
General consulting services	50,000.00	12,000.00	38,000.00	24%
Audit and budgetary fees	22,000.00	19,780.00	2,220.00	90%
Total Outside Services	<u>172,000.00</u>	<u>41,389.48</u>	<u>130,610.52</u>	<u>24%</u>
<u>Employee / Administrative Expenses:</u>				
Travel, lodging, meals, etc.	18,000.00	2,236.02	15,763.98	12%
Registration and training fees	13,000.00	5,400.50	7,599.50	42%
Contributions and sponsorships	40,000.00	23,300.00	16,700.00	58%
Dues, subscriptions and publications	12,000.00	9,116.23	2,883.77	76%
Total Employee / Administrative Expenses	<u>83,000.00</u>	<u>40,052.75</u>	<u>42,947.25</u>	<u>48%</u>

Colorado Water Resources and Power Development Authority

INCOME STATEMENT**Budget To Actual**

Calendar Year-To-Date as of June 30, 2024

	Budget For 2024	Actual Year-To-Date	Balance	% Actual/ Budget
<u>General Office Expenses:</u>				
Office rent and deposits	281,000.00	158,409.40	122,590.60	56%
Interest expense-leases*	-	-	-	0%
Telephone and internet charges	20,000.00	5,133.49	14,866.51	26%
Postage and delivery fees	3,500.00	1,121.12	2,378.88	32%
Copying and printing costs	8,000.00	3,648.45	4,351.55	46%
Office supplies	19,000.00	5,427.96	13,572.04	29%
Technical support activities	85,000.00	38,173.57	46,826.43	45%
Office insurance	6,500.00	790.33	5,709.67	12%
Records retention	32,000.00	938.26	31,061.74	3%
Total General Office Expenses	455,000.00	213,642.58	241,357.42	47%
<u>Office Assets Expenses:</u>				
Furniture & fixtures	11,000.00		11,000.00	0%
Machines	31,500.00	1,952.01	29,547.99	6%
Computer software	43,000.00	13,145.07	29,854.93	31%
Depreciation expense	N/A	-	N/A	0%
Machine maintenance & maintenance contracts	15,000.00	1,439.60	13,560.40	10%
Other expense	-	-	-	0%
Office improvements	12,000.00	-	12,000.00	0%
Total Office Assets Expenses	112,500.00	16,536.68	95,963.32	15%
TOTAL OPERATING EXPENSES	\$ 3,368,900.00	\$ 1,365,460.78	\$ 2,003,439.22	41%
<u>Expenses Allocated to Programs:</u>				
Salaries allocated to project expenses	(30,000.00)	(13,081.00)	(16,919.00)	44%
Allocated salaries expense - WPCRF	(452,000.00)	(227,392.00)	(224,608.00)	50%
Allocated employee benefits - WPCRF	(276,000.00)	(127,164.32)	(148,835.68)	46%
Allocated overhead expense - WPCRF	(228,600.00)	(131,839.65)	(96,760.35)	58%
Allocated salaries expense - DWRF	(369,000.00)	(178,723.00)	(190,277.00)	48%
Allocated employee benefits - DWRF	(226,000.00)	(100,335.98)	(125,664.02)	44%
Allocated overhead expense - DWRF	(187,500.00)	(87,176.76)	(100,323.24)	46%
Total Allocated Expenses to Programs	(1,769,100.00)	(865,712.71)	(903,387.29)	49%
NET OPERATING EXPENSES	\$ 1,599,800.00	\$ 499,748.07	\$ 1,100,051.93	31%
<u>Approved Projects Expenses:</u>				
WRBP Expenses	105,500.00	52,954.62	52,545.38	50%
La Plata River Escrow Expenses	60,000.00	12,997.25	47,002.75	22%
Small Hydro Loan Program expenses	25,000.00	6,760.11	18,239.89	27%
Small Hydro Loan Program Planning & Design Grants	100,000.00	-	100,000.00	0%
Watershed Protection & Forest Health Program Expenses	65,000.00	-	65,000.00	0%
Principal Forgiven -Loans Receivable	-	-	-	0%
Other Potential Projects	1,000,000.00	-	1,000,000.00	
Total Project Expenses	\$ 1,355,500.00	\$ 72,711.98	\$ 1,282,788.02	5%
TOTAL EXPENSES	\$ 2,955,300.00	\$ 572,460.05	\$ 2,382,839.95	19%
OPERATING INCOME / (LOSS)		\$ 299,394.90		
Transfers In / (Out)		\$ 2,332.42		
Change in Net Position		\$ 301,727.32		

*These numbers are based on contributions instead of budgeted amounts

DWRF - Drinking Water Revolving Fund

PERA - Public Employees' Retirement Association

STCP - State Treasurer Cash Pool

WPCRF - Water Pollution Control Revolving Fund

WRBP - Water Revenue Bonds Program

Colorado Water Resources and Power Development Authority
Financial Highlights
March 31, 2024

Account Balances:	YIELD:	BALANCE:
Unrestricted:		
Cash - US Bank (Checking Account)	0.00%	\$ 595,331.61
State Treasurers Cash Pool	3.76%	\$ 1,530,095.28
COLOTRUST Checking Investment Account (Average Daily Yield)	5.45%	\$ 22,357,767.43
COLOTRUST Authority Loan Account (Average Daily Yield)	5.45%	\$ 86,181.95
Board Designated:		
State Treasurers Cash Pool - La Plata River Escrow	3.76%	\$ 132,142.73
State Treasurers Cash Pool - Self Insurance Fund	3.76%	\$ 1,519,014.00
Restricted:		
COLOTRUST - I Loan Projects (Average Daily Yield)	5.45%	\$ 569,415.27
SHLP Loan Program	5.45%	\$ 3,374,965.84
SHLP Project Accounts	5.45%	\$ -

WPCRF State Match Receivable	Budget	Balance
Loans Receivable - WPCRF State Match 1/1/2024		1,200,000.00
State Match Transferred to Holding Account	3,000,000.00	-
Repayment from WPCRF Administrative Fees	(3,000,000.00)	-
Loans Receivable - WPCRF State Match YTD Balance		<u>\$ 1,200,000.00</u>

DWRF State Match Receivable	Budget	Balance
Loans Receivable - DWRF State Match 1/1/2024		6,418,557.69
State Match Transferred to Holding Account	6,000,000.00	-
Repayment from DWRF Administrative Fees	(6,000,000.00)	-
Loans Receivable - DWRF State Match YTD Balance		<u>\$ 6,418,557.69</u>

Interim Loans Receivable	Budget	Balance
I Loans Receivable 1/1/2024		2,632,022.78
I Loan Funds Drawn	1,764,193.89	5,000,000.00
I Loan Repayments	(5,000,000.00)	1,764,193.89
I Loans Receivable YTD Balance		<u>\$ 4,396,216.67</u>

	1/1/2024 Balance	Misc Additions/ Subtractions	Admin Draws	St Match Loan Payment	3/31/2024 Balance
Admin Fee Accounts					
WPCRF - COLOTRUST	\$ 16,863,939.85	2,794,393.24	(2,987,659.73)		\$ 16,670,673.36
DWRF - COLOTRUST	\$ 15,559,823.87	2,018,652.59	(1,211,413.49)		\$ 16,367,062.97

	3/31/2024 Reloan Balance	Project Grant Funds Available	Bond Proceeds Available	Project Costs Payable (obligated)	3/31/2024 Unobligated Funds
SRF Reloan Accounts					
WPCRF - COLOTRUST	\$ 79,100,474.84	26,674,436.41	32,709,472.55	(123,674,134.03)	\$ 14,810,249.77
DWRF - COLOTRUST	\$ 105,133,002.23	134,332,518.77	7,297,482.01	(144,191,396.99)	\$ 102,571,606.02

Colorado Water Resources and Power Development Authority
Financial Highlights
April 30, 2024

Account Balances:	YIELD:	BALANCE:
Unrestricted:		
Cash - US Bank (Checking Account)	0.00%	\$ 262,747.35
State Treasurers Cash Pool	3.69%	\$ 1,533,334.28
COLOTRUST Checking Investment Account (Average Daily Yield)	5.43%	\$ 22,457,450.32
COLOTRUST Authority Loan Account (Average Daily Yield)	5.43%	\$ 125,976.49
Board Designated:		
State Treasurers Cash Pool - La Plata River Escrow	3.69%	\$ 129,159.73
State Treasurers Cash Pool - Self Insurance Fund	3.69%	\$ 1,523,769.00
Restricted:		
COLOTRUST - I Loan Projects (Average Daily Yield)	5.43%	\$ -
SHLP Loan Program	5.43%	\$ 3,522,695.82
SHLP Project Accounts	5.43%	\$ -

WPCRF State Match Receivable	Budget	Balance
Loans Receivable - WPCRF State Match 1/1/2024		1,200,000.00
State Match Transferred to Holding Account	3,000,000.00	-
Repayment from WPCRF Administrative Fees	(3,000,000.00)	-
Loans Receivable - WPCRF State Match YTD Balance		<u>\$ 1,200,000.00</u>

DWRF State Match Receivable	Budget	Balance
Loans Receivable - DWRF State Match 1/1/2024		6,418,557.69
State Match Transferred to Holding Account	6,000,000.00	-
Repayment from DWRF Administrative Fees	(6,000,000.00)	-
Loans Receivable - DWRF State Match YTD Balance		<u>\$ 6,418,557.69</u>

Interim Loans Receivable	Budget	Balance
I Loans Receivable 1/1/2024		2,632,022.78
I Loan Funds Drawn	2,333,609.16	2,333,609.16
I Loan Repayments	(5,000,000.00)	-
I Loans Receivable YTD Balance		<u>\$ 4,965,631.94</u>

	1/1/2024 Balance	Misc Additions/ Subtractions	Admin Draws	St Match Loan Payment	3/31/2024 Balance
Admin Fee Accounts					
WPCRF - COLOTRUST	\$ 16,863,939.85	4,071,666.54	(2,987,659.73)		\$ 17,947,946.66
DWRF - COLOTRUST	\$ 15,559,823.87	3,107,924.31	(1,211,413.49)		\$ 17,456,334.69

	4/30/2024 Reloan Balance	Project Grant Funds Available	Bond Proceeds Available	Project Costs Payable (obligated)	3/31/2024 Unobligated Funds
SRF Reloan Accounts					
WPCRF - COLOTRUST	\$ 78,339,956.21	26,599,900.49	31,266,388.16	(125,539,003.61)	\$ 10,667,241.25
DWRF - COLOTRUST	\$ 103,407,934.62	130,491,238.76	6,812,899.29	(139,903,263.51)	\$ 100,808,809.16

Colorado Water Resources and Power Development Authority
Financial Highlights
May 31, 2024

Account Balances:	YIELD:	BALANCE:
Unrestricted:		
Cash - US Bank (Checking Account)	0.00%	\$ 407,371.97
State Treasurers Cash Pool	3.85%	\$ 1,536,522.28
COLOTRUST Checking Investment Account (Average Daily Yield)	5.40%	\$ 26,275,050.82
COLOTRUST Authority Loan Account (Average Daily Yield)	5.40%	\$ 250,254.92
Board Designated:		
State Treasurers Cash Pool - La Plata River Escrow	3.85%	\$ 129,562.73
State Treasurers Cash Pool - Self Insurance Fund	3.85%	\$ 1,528,448.00
Restricted:		
COLOTRUST - I Loan Projects (Average Daily Yield)	5.40%	\$ -
SHLP Loan Program	5.40%	\$ 3,625,121.35
SHLP Project Accounts	5.40%	\$ -

WPCRF State Match Receivable	Budget	Balance
Loans Receivable - WPCRF State Match 1/1/2024		1,200,000.00
State Match Transferred to Holding Account	3,000,000.00	-
Repayment from WPCRF Administrative Fees	(1,200,000.00)	(1,200,000.00)
Loans Receivable - WPCRF State Match YTD Balance		<u>\$ -</u>

DWRF State Match Receivable	Budget	Balance
Loans Receivable - DWRF State Match 1/1/2024		6,418,557.69
State Match Transferred to Holding Account	6,000,000.00	-
Repayment from DWRF Administrative Fees	(3,000,000.00)	(3,000,000.00)
Loans Receivable - DWRF State Match YTD Balance		<u>\$ 3,418,557.69</u>

Interim Loans Receivable	Budget	Balance
I Loans Receivable 1/1/2024		2,632,022.78
I Loan Funds Drawn	5,000,000.00	2,333,609.16
I Loan Repayments	(5,000,000.00)	-
I Loans Receivable YTD Balance		<u>\$ 4,965,631.94</u>

Admin Fee Accounts	1/1/2024 Balance	Misc Additions/ Subtractions	Admin Draws	St Match Loan Payment	5/31/2024 Balance
WPCRF - COLOTRUST	\$ 16,863,939.85	4,512,897.61	(2,987,659.73)	(1,200,000.00)	\$ 17,189,177.73
DWRF - COLOTRUST	\$ 15,559,823.87	3,591,120.60	(1,211,413.49)	(3,000,000.00)	\$ 14,939,530.98

SRF Reloan Accounts	5/31/2024 Reloan Balance	Project Grant Funds Available	Bond Proceeds Available	Project Costs Payable (obligated)	5/31/2024 Unobligated Funds
WPCRF - COLOTRUST	\$ 70,246,187.29	26,599,900.49	46,848,368.80	(152,659,244.80)	\$ (8,964,788.22)
DWRF - COLOTRUST	\$ 101,043,912.71	127,343,842.31	32,957,350.66	(228,247,766.61)	\$ 33,097,339.07

Colorado Water Resources and Power Development Authority
Financial Highlights
June 30, 2024

<u>Account Balances:</u>	<u>YIELD:</u>	<u>BALANCE:</u>
<u>Unrestricted:</u>		
Cash - US Bank (Checking Account)	0.00%	\$ 87,241.20
State Treasurers Cash Pool	3.68%	\$ 1,539,851.28
COLOTRUST Checking Investment Account (Average Daily Yield)	5.41%	\$ 26,391,740.37
COLOTRUST Authority Loan Account (Average Daily Yield)	5.41%	\$ 252,903.38
<u>Board Designated:</u>		
State Treasurers Cash Pool - La Plata River Escrow	3.68%	\$ 129,976.73
State Treasurers Cash Pool - Self Insurance Fund	3.68%	\$ 1,533,335.00
<u>Restricted:</u>		
COLOTRUST - I Loan Projects (Average Daily Yield)	5.41%	\$ -
SHLP Loan Program	5.41%	\$ 3,641,734.78
SHLP Project Accounts	5.41%	\$ -

<u>WPCRF State Match Receivable</u>	<u>Budget</u>	<u>Balance</u>
Loans Receivable - WPCRF State Match 1/1/2024		1,200,000.00
State Match Transferred to Holding Account	3,000,000.00	-
Repayment from WPCRF Administrative Fees	(1,200,000.00)	(1,200,000.00)
Loans Receivable - WPCRF State Match YTD Balance		<u>\$ -</u>

<u>DWRF State Match Receivable</u>	<u>Budget</u>	<u>Balance</u>
Loans Receivable - DWRF State Match 1/1/2024		6,418,557.69
State Match Transferred to Holding Account	6,000,000.00	-
Repayment from DWRF Administrative Fees	(3,000,000.00)	(3,000,000.00)
Loans Receivable - DWRF State Match YTD Balance		<u>\$ 3,418,557.69</u>

<u>Interim Loans Receivable</u>	<u>Budget</u>	<u>Balance</u>
I Loans Receivable 1/1/2024		2,632,022.78
I Loan Funds Drawn	5,000,000.00	2,333,609.16
I Loan Repayments	(5,000,000.00)	-
I Loans Receivable YTD Balance		<u>\$ 4,965,631.94</u>

<u>Admin Fee Accounts</u>	<u>1/1/2024 Balance</u>	<u>Misc Additions/ Subtractions</u>	<u>Admin Draws</u>	<u>St Match Loan Payment</u>	<u>5/31/2024 Balance</u>
WPCRF - COLOTRUST	\$ 16,863,939.85	4,592,975.95	(2,987,659.73)	(1,200,000.00)	\$ 17,269,256.07
DWRF - COLOTRUST	\$ 15,559,823.87	3,669,483.87	(1,211,413.49)	(3,000,000.00)	\$ 15,017,894.25

<u>SRF Reloan Accounts</u>	<u>6/30/2024 Reloan Balance</u>	<u>Project Grant Funds Available</u>	<u>Bond Proceeds Available</u>	<u>Project Costs Payable (obligated)</u>	<u>5/31/2024 Unobligated Funds</u>
WPCRF - COLOTRUST	\$ 69,285,590.83	26,525,817.21	45,755,313.20	(150,165,434.06)	\$ (8,598,712.82)
DWRF - COLOTRUST	\$ 100,686,760.58	127,244,874.16	32,957,350.66	(229,166,940.44)	\$ 31,722,044.96

Colorado Water Resources & Power Development Authority
Drinking Water Rev Fund
Statement of Net Position
As of April 30, 2024

Current Assets:	
Cash and Equivalents	120,902,485
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	114,442
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	0
Investment income receivable	0
Total Current Assets	<u>121,016,927</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	46,339,858
Investments	9,426,725
Advance Receivable	
Loans Receivable	396,397,531
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>452,164,113</u>
Total Assets	<u>573,181,040</u>
Deferred Outflows-Refundings	97,938
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	1,547,414
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	36,700
Other Liabilities	
Total Current Liabilities	<u>1,584,114</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	90,790,445
Advance Payable	6,418,558
Bonds Payable, net	61,225,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	998,714
Total Noncurrent Liabilities	<u>159,432,717</u>
Total Liabilities	<u>161,016,831</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	412,262,147
Unrestricted	
Total Fund Net Position	<u>412,262,147</u>

0

7/2/2024

Colorado Water Resources and Power Development Authority
Drinking Water Rev Fund
Statement of Changes in Net Position
April 30, 2024

Operating Revenues:	
Interest on Loans	191,991
Interest on Investments	1,963,580
Administrative Fee	1,136,658
Total Operating Revenues	<u>3,292,229</u>
Operating Expenses:	
Interest on Bonds	399,224
Principal Forgiven	9,989,353
Total Operating Expenses	<u>10,388,577</u>
Operating Income	(7,096,348)
EPA Capitalization Grants	16,446,392
Grants From The State	13,776,174
Operating Transfers In/(Out)	<u>24,846</u>
Change in Net Position	23,151,063
Fund Net Position-Beginning of Year	<u>389,111,084</u>
Fund Net Position-End of Year	<u>412,262,147</u>

Colorado Water Resources & Power Development Authority
Drinking Water Rev Fund
Statement of Net Position
As of May 31, 2024

Current Assets:	
Cash and Equivalents	116,247,181
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	652
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	0
Investment income receivable	0
Total Current Assets	<u>116,247,834</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	76,826,508
Investments	9,426,725
Advance Receivable	
Loans Receivable	447,874,064
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>534,127,298</u>
Total Assets	<u>650,375,131</u>
Deferred Outflows-Refundings	97,938
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	1,585,714
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	262,052
Other Liabilities	
Total Current Liabilities	<u>1,847,766</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	140,738,762
Advance Payable	3,418,558
Bonds Payable, net	86,900,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	998,714
Total Noncurrent Liabilities	<u>232,056,034</u>
Total Liabilities	<u>233,903,800</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	416,569,269
Unrestricted	
Total Fund Net Position	<u>416,569,269</u>

0

Colorado Water Resources and Power Development Authority
Drinking Water Rev Fund
Statement of Changes in Net Position
May 31, 2024

Operating Revenues:	
Interest on Loans	213,832
Interest on Investments	2,648,074
Administrative Fee	1,436,000
Total Operating Revenues	<u>4,297,906</u>
Operating Expenses:	
Interest on Bonds	399,224
Principal Forgiven	14,209,305
Total Operating Expenses	<u>14,608,529</u>
Operating Income	(10,310,622)
EPA Capitalization Grants	23,967,788
Grants From The State	13,776,174
Operating Transfers In/(Out)	<u>24,846</u>
Change in Net Position	27,458,185
Fund Net Position-Beginning of Year	<u>389,111,084</u>
Fund Net Position-End of Year	<u><u>416,569,269</u></u>

Colorado Water Resources & Power Development Authority
Drinking Water Rev Fund
Statement of Net Position
As of June 30, 2024

Current Assets:	
Cash and Equivalents	115,946,100
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	0
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	0
Investment income receivable	0
Total Current Assets	<u>115,946,100</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	77,131,877
Investments	9,426,725
Advance Receivable	
Loans Receivable	449,128,022
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>535,686,625</u>
Total Assets	<u>651,632,725</u>
Deferred Outflows-Refundings	97,938
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	1,681,381
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	241,125
Other Liabilities	
Total Current Liabilities	<u>1,922,505</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	141,447,998
Advance Payable	3,418,558
Bonds Payable, net	86,900,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	998,714
Total Noncurrent Liabilities	<u>232,765,270</u>
Total Liabilities	<u>234,687,775</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	417,042,887
Unrestricted	
Total Fund Net Position	<u>417,042,887</u>

0

8/1/2024

Colorado Water Resources and Power Development Authority
Drinking Water Rev Fund
Statement of Changes in Net Position
June 30, 2024

Operating Revenues:	
Interest on Loans	213,832
Interest on Investments	3,373,602
Administrative Fee	1,442,594
EPA Grants	1,361,399
Total Operating Revenues	<u>6,391,427</u>
Operating Expenses:	
Interest on Bonds	399,224
EPA Set Asides	1,361,399
Principal Forgiven	14,566,777
Total Operating Expenses	<u>16,327,400</u>
Operating Income	(9,935,972)
EPA Capitalization Grants	24,066,756
Grants From The State	13,776,174
Operating Transfers In/(Out)	24,846
Change in Net Position	<u>27,931,803</u>
Fund Net Position-Beginning of Year	<u>389,111,084</u>
Fund Net Position-End of Year	<u><u>417,042,887</u></u>

Colorado Water Resources & Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Net Position
As of April 30, 2024

Current Assets:	
Cash and Equivalents	96,319,711
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	117,063
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>96,436,774</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	92,918,452
Investments	
Advance Receivable	
Loans Receivable	620,596,005
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>713,514,456</u>
Total Assets	<u>809,951,230</u>
Deferred Outflows-Refundings	363,603
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	0
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	4,145,538
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	30,463
Other Liabilities	
Total Current Liabilities	<u>4,176,000</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	115,149,407
Advance Payable	1,200,000
Bonds Payable, net	155,310,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	4,693,780
Total Noncurrent Liabilities	<u>276,353,187</u>
Total Liabilities	<u>280,529,187</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	529,785,646
Unrestricted	
Total Fund Net Position	<u>529,785,646</u>

0

6/24/2024

Colorado Water Resources and Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Changes in Net Position
As of April 30, 2024

Operating Revenues:	
Interest on Loans	495,853
Interest on Investments	2,077,342
Administrative Fee	1,213,789
Total Operating Revenues	<u>3,786,984</u>
Operating Expenses:	
Interest on Bonds	1,132,580
Principal Forgiven	762,013
Total Operating Expenses	<u>1,894,593</u>
Operating Income	1,892,391
Grants From The State	6,223,826
Operating Transfers In/(Out)	<u>(24,846)</u>
Change in Net Position	8,091,372
Fund Net Position-Beginning of Year	<u>521,694,274</u>
Fund Net Position-End of Year	<u>529,785,646</u>

Colorado Water Resources & Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Net Position
As of May 31, 2024

Current Assets:	
Cash and Equivalents	87,599,504
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	105
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>87,599,610</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	112,309,580
Investments	
Advance Receivable	
Loans Receivable	650,846,596
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>763,156,176</u>
Total Assets	<u>850,755,786</u>
Deferred Outflows-Refundings	363,603
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	0
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	4,308,657
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	162,652
Other Liabilities	
Total Current Liabilities	<u>4,471,309</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	141,042,248
Advance Payable	0
Bonds Payable, net	170,415,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	4,693,780
Total Noncurrent Liabilities	<u>316,151,028</u>
Total Liabilities	<u>320,622,337</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	530,497,052
Unrestricted	
Total Fund Net Position	<u>530,497,052</u>

0

Colorado Water Resources and Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Changes in Net Position
As of May 31, 2024

Operating Revenues:	
Interest on Loans	568,933
Interest on Investments	2,745,400
Administrative Fee	1,478,037
Total Operating Revenues	<u>4,792,370</u>
Operating Expenses:	
Interest on Bonds	1,132,580
Principal Forgiven	1,055,993
Total Operating Expenses	<u>2,188,573</u>
Operating Income	2,603,797
Grants From The State	6,223,826
Operating Transfers In/(Out)	<u>(24,846)</u>
Change in Net Position	8,802,777
Fund Net Position-Beginning of Year	<u>521,694,274</u>
Fund Net Position-End of Year	<u>530,497,052</u>

Colorado Water Resources & Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Net Position
As of June 30, 2024

Current Assets:	
Cash and Equivalents	86,701,575
Federal Grants Receivable	0
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	0
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>86,701,575</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	111,666,693
Investments	
Advance Receivable	
Loans Receivable	650,840,222
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	
Total Noncurrent Assets	<u>762,506,915</u>
Total Assets	<u>849,208,490</u>
Deferred Outflows-Refundings	363,603
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	0
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	4,509,069
Interest Payable-Leases	
Due to Other Funds	0
Accounts Payable-Other	146,534
Other Liabilities	
Total Current Liabilities	<u>4,655,603</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	138,587,055
Advance Payable	0
Bonds Payable, net	170,415,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	
Other Liabilities	4,693,780
Total Noncurrent Liabilities	<u>313,695,835</u>
Total Liabilities	<u>318,351,438</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	531,220,656
Unrestricted	
Total Fund Net Position	<u>531,220,656</u>

0

Colorado Water Resources and Power Development Authority
Water Pollution Ctrl Rev Fund
Statement of Changes in Net Position
As of June 30, 2024

Operating Revenues:	
Interest on Loans	568,933
Interest on Investments	3,432,994
Administrative Fee	1,478,564
Total Operating Revenues	<u>5,480,491</u>
Operating Expenses:	
Interest on Bonds	1,132,580
Principal Forgiven	1,094,594
Total Operating Expenses	<u>2,227,173</u>
Operating Income	3,253,317
EPA Capitalization Grants	74,083
Grants From The State	6,223,826
Operating Transfers In/(Out)	<u>(24,846)</u>
Change in Net Position	9,526,381
Fund Net Position-Beginning of Year	<u>521,694,274</u>
Fund Net Position-End of Year	<u><u>531,220,656</u></u>

Colorado Water Resources & Power Development Authority
Water Revenue Bonds Pgm
Statement of Net Position
As of April 30, 2024

Current Assets:	
Cash and Equivalents	
Federal Grants Receivable	
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	0
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>0</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	33,733,120
Investments	
Advance Receivable	
Loans Receivable	51,930,000
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	142,970
Total Noncurrent Assets	<u>85,806,090</u>
Total Assets	<u>85,806,090</u>
Deferred Outflows-Refundings	171,767
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	20,136
Accounts Payable-Borrowers	1,172,241
Interest Payable-Leases	
Due to Other Funds	
Accounts Payable-Other	0
Other Liabilities	
Total Current Liabilities	<u>1,192,377</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	31,013,364
Advance Payable	
Bonds Payable, net	52,220,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	1,136,700
Other Liabilities	
Total Noncurrent Liabilities	<u>84,370,064</u>
Total Liabilities	<u>85,562,440</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	415,416
Unrestricted	
Total Fund Net Position	<u>415,416</u>

Colorado Water Resources and Power Development Authority
Water Revenue Bonds Pgm
Statement of Changes in Net Position
April 30, 2024

Operating Revenues:	
Interest on Loans	278,143
Interest on Investments	<u>871</u>
Total Operating Revenues	<u>279,014</u>
Operating Expenses:	
Interest on Bonds	<u>325,966</u>
Total Operating Expenses	<u>325,966</u>
Operating Income	(46,952)
Operating Transfers In/(Out)	<u>(2,269)</u>
Change in Net Position	(49,220)
Fund Net Position-Beginning of Year	<u>464,636</u>
Fund Net Position-End of Year	<u>415,416</u>

Colorado Water Resources & Power Development Authority
Water Revenue Bonds Pgm
Statement of Net Position
As of May 31, 2024

Current Assets:	
Cash and Equivalents	
Federal Grants Receivable	
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	0
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>0</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	33,883,140
Investments	
Advance Receivable	
Loans Receivable	51,930,000
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	142,970
Total Noncurrent Assets	<u>85,956,110</u>
Total Assets	<u>85,956,110</u>
Deferred Outflows-Refundings	171,767
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	20,136
Accounts Payable-Borrowers	1,322,261
Interest Payable-Leases	
Due to Other Funds	
Accounts Payable-Other	0
Other Liabilities	
Total Current Liabilities	<u>1,342,397</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	31,013,364
Advance Payable	
Bonds Payable, net	52,220,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	1,136,700
Other Liabilities	
Total Noncurrent Liabilities	<u>84,370,064</u>
Total Liabilities	<u>85,712,461</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	415,416
Unrestricted	
Total Fund Net Position	<u>415,416</u>

Colorado Water Resources and Power Development Authority
Water Revenue Bonds Pgm
Statement of Changes in Net Position
May 31, 2024

Operating Revenues:	
Interest on Loans	278,143
Interest on Investments	935
Total Operating Revenues	<u>279,078</u>
Operating Expenses:	
Interest on Bonds	<u>325,966</u>
Total Operating Expenses	<u>325,966</u>
Operating Income	(46,888)
Operating Transfers In/(Out)	<u>(2,332)</u>
Change in Net Position	(49,220)
Fund Net Position-Beginning of Year	<u>464,636</u>
Fund Net Position-End of Year	<u>415,416</u>

Colorado Water Resources & Power Development Authority
Water Revenue Bonds Pgm
Statement of Net Position
As of June 30, 2024

Current Assets:	
Cash and Equivalents	
Federal Grants Receivable	
Investment Income Receivable	0
Loans Receivable	0
Leases Receivable	
Due From Other Funds	
Accounts Receivable-Borrowers	0
Interest Receivable-Leases	
Other Assets	
Restricted Assets:	
Cash and cash equivalents	0
Investments	
Investment income receivable	0
Total Current Assets	<u>0</u>
Noncurrent Assets:	
Restricted Assets:	
Cash and Equivalents	33,627,498
Investments	
Advance Receivable	
Loans Receivable	51,930,000
Leases Receivable	
Water Depletion Rights-ALP	
Capital Assets-Equipment, Net of Accumulated Depreciation	
Lease Assets	
Other Assets	142,970
Total Noncurrent Assets	<u>85,700,468</u>
Total Assets	<u>85,700,468</u>
Deferred Outflows-Refundings	171,767
Deferred Outflows-Pension	
Deferred Outflows-OPEB	
Current Liabilities:	
Project Costs Payable - Current	0
Bonds Payable	0
Unearned Revenue	
Lease Liability	
Accrued Interest Payable	0
Accounts Payable-Borrowers	1,477,434
Interest Payable-Leases	
Due to Other Funds	
Accounts Payable-Other	0
Other Liabilities	
Total Current Liabilities	<u>1,477,434</u>
Noncurrent Liabilities:	
Project Costs Payable - Long Term	31,013,364
Advance Payable	
Bonds Payable, net	51,930,000
Unearned Revenue	
Lease Liability	
Pension Liability	
HCTF Liability	
Debt Service Reserve Deposit	1,136,700
Other Liabilities	
Total Noncurrent Liabilities	<u>84,080,064</u>
Total Liabilities	<u>85,557,498</u>
Deferred Inflows-Refundings	
Deferred Inflows-Pension	
Deferred Inflows-OPEB	
Deferred Inflows-Leases	
Fund Net Position:	
Invested in Capital Assets	
Restricted	314,736
Unrestricted	
Total Fund Net Position	<u>314,736</u>

Colorado Water Resources and Power Development Authority
Water Revenue Bonds Pgm
Statement of Changes in Net Position
June 30, 2024

Operating Revenues:	
Interest on Loans	278,143
Interest on Investments	<u>935</u>
Total Operating Revenues	<u>279,078</u>
Operating Expenses:	
Interest on Bonds	<u>426,646</u>
Total Operating Expenses	<u>426,646</u>
Operating Income	(147,568)
Operating Transfers In/(Out)	<u>(2,332)</u>
Change in Net Position	(149,900)
Fund Net Position-Beginning of Year	<u>464,636</u>
Fund Net Position-End of Year	<u>314,736</u>

Colorado Water Resources and Power Development Authority
ALL PROGRAMS-SUMMARY
Bond Principal Status Report
As of June 30, 2024

SUMMARY OF BONDS ISSUED						
Program	Number of Issues	Original Amount of Bonds Issued	Principal Paid to Date at Maturity	Principal Refunded, Defeased, and/or Called	Outstanding Principal Balance	
Drinking Water Revolving Fund Bond Issues (DWRF)						
Total Remaining Outstanding Bonds	13	\$ 154,160,000	\$ 67,260,000	\$ -	\$ 86,900,000	
Total Retired Bonds	13	285,640,000	146,440,000	139,200,000	-	
Total - Drinking Water Revolving Fund	26	439,800,000	213,700,000	139,200,000	86,900,000	
Water Pollution Control Water Revolving Fund (Clean Water) Bond Issues (WPCRF)						
Total Remaining Outstanding Bonds	14	281,585,000	111,170,000	-	170,415,000	
Total Retired Bonds	33	972,450,000	484,405,000	488,045,000	-	
Total - WPCRF Clean Water Bonds	47	1,254,035,000	595,575,000	488,045,000	170,415,000	
Water Pollution Control Revolving Fund (State Match) Bond Issues (WPCRF)						
Total Remaining Outstanding Bonds	0	-	-	-	-	
Total Retired Bonds	4	7,040,000	4,355,000	2,685,000	-	
Total - WPCRF State Match Bonds	4	7,040,000	4,355,000	2,685,000	-	
Small Water Resources Program Bond Issues (SWRP)						
Total Remaining Outstanding Bonds	0	-	-	-	-	
Total Retired Bonds	18	196,495,000	98,815,000	97,680,000	-	
Total - Small Water Resources Program	18	196,495,000	98,815,000	97,680,000	-	
Water Revenue Bonds Program Bond Issues (WRBP)						
Total Remaining Outstanding Bonds	5	64,950,000	13,020,000	-	51,930,000	
Total Retired Bonds	20	476,820,000	92,680,000	384,140,000	-	
Total - Water Revenue Bonds Program	25	541,770,000	105,700,000	384,140,000	51,930,000	
ALL PROGRAMS						
Total Remaining Outstanding Bonds	32	500,695,000	191,450,000	-	309,245,000	
Total Retired Bonds	88	1,938,445,000	826,695,000	1,111,750,000	-	
TOTAL - ALL PROGRAMS (1)	120	\$ 2,439,140,000	\$ 1,018,145,000	\$ 1,111,750,000	\$ 309,245,000	

(1) In this report, SRF Combined Bond issues portions (DW and CW) are counted under each program, thus total bonds issued actually is 115.

Colorado Water Resources and Power Development Authority
 ALL PROGRAMS
 PROJECT STATUS REPORT - ACTIVE PROJECTS
 As of June 30, 2024

Borrower	Funding Source	PF?	Loan Date	Loan #	Loan Type	Total Project Costs	New Projects / Additional Funding **	Total draws from inception through	Reduced or Rescinded	Cancelled, Converted to Perm. or Misc *	Project Cost Balance as of	Month of Last	Notes	Percent Drawn	D&E Expiration Date
								6/30/2024			6/30/2024	Draw			
DRINKING WATER REVOLVING FUND															
DWRFBIL Direct Loans:***															
Buena Vista, Town of (DL#4)	O	PPF	12/13/22	DS22F474	DC	4,300,000.00		(1,982,123.18)			2,317,876.82	Jun-24		46.10%	
Byers W&SD (DL#1)	O	PPF	05/07/24	DBS24F014	FD		2,014,000.00	(234,136.60)			1,779,863.40	May-24		11.63%	
Denver Water (DL#1)	G	PPF	12/15/22	DL22F476	FD	76,123,628.00		(26,737,526.36)			49,386,101.64	May-24		35.12%	
Englewood, City of (DL#1)	G	PPF	05/23/24	DL24F035	FD		17,551,020.41	0.00			17,551,020.41	N/S		0.00%	
Fairplay, Town of (DL#1)	O	PPF	09/21/23	DBS23F041	FD	300,150.00		0.00			300,150.00	N/S		0.00%	
Lochbuie, Town of (DL#1)	O	PPF	05/23/24	DBS24F076	FD		1,558,718.00	0.00			1,558,718.00	N/S		0.00%	
North Washington St. W&SD (DL#1)	O	PPF	02/06/24	DS24F499	FD		1,600,000.00	0.00			1,600,000.00	N/S		0.00%	
Ouray, City of (DL#2)	O	PPF	12/14/22	DBS22F097	FD	12,100,000.00		(7,643,823.16)			4,456,176.84	Apr-24		63.17%	
Pagosa Area W&SD (DL#1)	O	PPF	02/14/23	DBS23F202	FD	38,444,000.00		(8,719,672.66)			29,724,327.34	May-24		22.68%	
Silt, Town of (DL#2)	O/G	PPF	12/12/23	DBSE23F487	DC	12,834,795.92		0.00			12,834,795.92	N/S		0.00%	
South Adams County W&SD (DL#1)	G	PPF	05/23/24	DE24F134	FD		30,000,000.00	0.00			30,000,000.00	N/S		0.00%	
Walden, Town of (DL#3)	O	PPF	04/05/24	DBS24F183	DC		1,250,000.00	0.00			1,250,000.00	N/S		0.00%	
Total for DWRFBIL Direct Loans						144,102,573.92	53,973,738.41	(45,317,281.96)	0.00	0.00	152,759,030.37			22.88%	
DWRFB Base Direct Loans:															
Alameda W&SD (DL#1)	O	No	12/23/20	D20F450	FD	3,000,000.00		(2,675,826.00)			324,174.00	May-24		89.19%	
Bailey W&SD (DL#1) (D&E#1)	O	FPF	05/17/24	D24Y505	DC		215,000.00	0.00			215,000.00	N/S		0.00%	11/17/2025
Beulah WWD (DL#1) (D&E#1)	O	FPF	08/25/23	D23Y483	DC	243,410.00		(243,410.00)			0.00	C		100.00%	
Beulah WWD (DL#2)	O	PPF	08/25/23	D23F483	DC	1,004,000.00		0.00			1,004,000.00	N/S		0.00%	
Cedaredge, Town of (DL#3)	O	PPF	09/08/23	D23F485	DC	1,000,000.00		(282,889.05)			717,110.95	May-24		28.29%	
Cheraw, Town of (DL#2)	O	PPF	05/12/22	D22F264	DC	1,013,500.00		(1,003,499.97)			10,000.03	Jan-24		99.01%	
Cheraw, Town of (DL#3)	O	PPF	09/28/22	D22F475	DC	866,700.00		(857,891.62)			8,808.38	May-24		98.98%	
Cripple Creek, City of (DL#1)(D&E#1)	O	FPF	11/07/23	D23Y491	DC	300,000.00		(99,142.81)			200,857.19	May-24		33.05%	5/7/2025
Cucharas S&WD (DL#4)(D&E#1)	O	FPF	11/09/23	D23Y492	DC	211,700.00		(61,869.03)			149,830.97	Mar-24		29.22%	5/9/2025
De Beque, Town of (DL#1)(D&E)	O	FPF	02/03/23	D23Y478	DC	300,000.00		0.00			300,000.00	N/S		0.00%	8/3/2024
De Beque, Town of (DL#2)	O	PPF	12/11/23	D23F478	DC	2,500,000.00		0.00			2,500,000.00	N/S		0.00%	
Eckley, Town of (DL#3)	O	PPF	12/27/21	D21F452	DC	1,717,000.00		(1,642,301.53)			74,698.47	Jul-23		95.65%	
Empire, Town of (DL#2)	O	PPF	12/22/21	D21F461	DC	1,824,000.00		(1,698,343.06)			125,656.94	Jan-24		93.11%	
Empire, Town of (DL#3)(D&E)	O	FPF	12/22/21	D21Y461	DC	249,000.00		(246,903.87)			2,096.13	Jan-23		99.16%	6/22/2023
Empire, Town of (DL#4)(D&E#2)	O	FPF	09/29/23	D23Y486	DC	51,000.00		0.00			51,000.00	N/S		0.00%	3/29/2025
Granada, Town of (DL#2)	O	PPF	05/09/22	D22F466	DC	950,000.00		(940,000.00)			10,000.00	Oct-23		98.95%	
Gunnison, City of (DL#1)	O	No	03/11/24	D24F421	DC		2,550,000.00	0.00			2,550,000.00	N/S		0.00%	
Hayden, Town of (DL#3)	O	No	06/28/21	D21F458	DC	872,400.00		(872,400.00)			0.00	C		100.00%	
Hayden, Town of (DL#4)(D&E)	O	FPF	10/25/21	D21Y458	DC	54,000.00		(13,167.25)			40,832.75	Dec-22		24.38%	4/25/2023
Highland Lakes WD (DL#2)(D&E#1)	O	FPF	10/19/23	D23Y488	DC	141,550.00		(141,550.00)			0.00	C		100.00%	
Highland Lakes WD (DL#3)	O	PPF	10/19/23	D23F488	DC	807,988.00		0.00			807,988.00	N/S		0.00%	
Hot Sulphur Springs, Town of (DL#3)	O	PPF	11/13/20	D20F449	DC	500,000.00		(490,139.00)			9,861.00	Jun-24		98.03%	
Hugo, Town of (DL#1)(D&E)	O	FPF	09/14/18	D18Y400	DC	162,806.00		(130,216.00)	(32,590.00)		0.00	C		100.00%	
Idledale WSD (DL#1)(D&E)	O	FPF	10/18/22	D22Y062	DC	300,000.00		(13,871.00)			286,129.00	Mar-24		4.62%	4/18/2024
Kremmling, Town of (DL#2) (D&E#1)	O	FPF	06/20/24	D24Y232	DC		300,000.00	0.00			300,000.00	N/S		0.00%	12/20/2025
La Veta, Town of (DL#6)(D&E#2)	O	FPF	06/18/24	D24Y506	DC		300,000.00	0.00			300,000.00	N/S		0.00%	12/18/2025
Mancos, Town of (DL#2)	O	No	06/14/21	D21F225	DC	1,500,000.00		(610,551.06)			889,448.94	May-23		40.70%	
Mintum, Town of (DL#1)	O	No	12/28/21	D21F083	FD	3,000,000.00		(2,265,112.96)			734,887.04	Mar-24		75.50%	
Mount Werner W&SD (DL#1)	O	No	12/08/21	D21F091	FD	2,500,000.00		(2,500,000.00)			0.00	C		100.00%	
Nucia, Town of (DL#1)(D&E)	O	FPF	01/27/22	D22Y460	DC	37,700.00		(36,500.00)			1,200.00	Jun-23		96.82%	7/27/2023
Nucia, Town of (DL#2)	O	PPF	03/28/22	D22F460	DC	1,939,999.00		(1,566,824.02)			373,174.98	Jun-24		80.76%	
Ordway, Town of (DL#4)	O	PPF	07/31/18	D18F402	DC	713,180.00		(703,180.00)			10,000.00	Aug-20		98.60%	
Park Water Company (DL#1)	O	No	05/13/22	D22F468	PD	875,000.00		(864,579.97)			10,420.03	Apr-24		98.81%	
Pine Brook WD (DL#1)	O	No	06/28/24	D24F507	FD		1,407,650.00	0.00			1,407,650.00	N/S		0.00%	
Rockvale, Town of (DL#2)(D&E#1)	O	FPF	02/29/24	D24Y500	DC		269,600.00	0.00			269,600.00	N/S		0.00%	8/29/2025
Round Mountain W&SD (DL#2)	O	No	08/13/21	D21F456	DC	1,300,000.00		(1,035,992.64)			264,007.36	Aug-23		78.69%	
Salida, City of (DL#5)	O	No	06/15/21	D21F457	DC	4,184,000.00		(4,140,851.87)			43,148.13	Apr-24		98.97%	
Silt, Town of (DL#1)(D&E#1)	O	FPF	10/10/23	D23Y487	DC	300,000.00		(300,000.00)			0.00	C		100.00%	
Simla, Town of (DL#3)	O	PPF	08/12/22	D22F473	DC	493,000.00		(493,000.00)			0.00	C		100.00%	
St. Mary's Glacier W&SD (DL#2)	O	PPF	12/27/18	D18F108	DC	3,000,000.00		(3,000,000.00)			0.00	C		100.00%	
St. Mary's Glacier W&SD (DL#3)	O	PPF	12/13/23	D23F497	DC	500,000.00		(430,977.38)			69,022.62	Jun-24		86.20%	
Starkville, Town of (DL#2)	O	PPF	09/29/22	D22F463	DC	164,700.00		(55,543.81)			109,156.19	May-24		33.72%	
Starkville, Town of (DL#3)	O	PPF	04/30/24	D24F504	DC		100,000.00	0.00			100,000.00	N/S		0.00%	
Teller County W&SD No. 1 (DL#2)	O	No	12/07/23	D23F496	FD	758,942.00		0.00			758,942.00	N/S		0.00%	
Trail West Association, Inc. (DL#1)	O	No	05/13/22	D22F469	PD	3,500,000.00		(2,282,770.48)			1,217,229.52	Jun-24		65.22%	
Walden, Town of (DL#2)(D&E#1)	O	FPF	04/05/24	D24Y183	DC		150,000.00	0.00			150,000.00	N/S		0.00%	10/5/2025
Total for DWRFB Base Direct Loans						42,835,575.00	5,292,250.00	(31,699,304.38)	(32,590.00)	0.00	16,395,930.62			65.93%	
DWRFBIL Leveraged Loans															

Borrower	Funding Source	PF?	Loan Date	Loan #	Loan Type	Total Project Costs	New Projects / Additional Funding **	Total draws from inception through	Reduced or Rescinded	Cancelled, Converted to Perm. or Misc *	Project Cost	Month of Last Draw	Notes	Percent Drawn	D&E Expiration Date
								6/30/2024			Balance as of 6/30/2024				
Total for DWRF BIL Leveraged Loans						0.00	0.00	0.00	0.00	0.00	0.00				
DWRF Base Leveraged Loans:															
Breckenridge, Town of	O	No	11/15/17	D17A157	LL	58,000,000.00		(54,972,471.36)			3,027,528.64	Dec-23		94.78%	
Englewood, City of	O	No	05/23/24	DBL24BX035	LL		22,448,980.00	0.00			22,448,980.00	N/S		0.00%	
Lochbuie, Town of	O	No	05/23/24	DBS24AX076	LL		6,441,282.00	0.00			6,441,282.00	N/S		0.00%	
Mt Crested Butte W&SD	O	No	05/28/20	D20AX090	LL	23,175,000.00		(22,523,957.10)			651,042.90	Apr-23		97.19%	
Silt, Town of	O	No	12/12/23	DBS23AX495	LL	13,030,311.00		(2,597,165.09)			10,433,145.91	May-24		19.93%	
South Adams County W&SD	O	No	05/23/24	DBE24AX134	LL		17,000,000.00	0.00			17,000,000.00	N/S		0.00%	
Wellington, Town of	O	No	05/22/19	D19AX116	LL	24,800,000.00		(24,790,000.00)			10,000.00	Apr-24		99.96%	
Total for DWRF Base Leveraged Loans						119,005,311.00	45,890,262.00	(104,883,593.55)	0.00	0.00	60,011,979.45			63.61%	
Total for DWRF						305,943,459.92	105,156,250.41	(181,900,179.89)	(32,590.00)	0.00	229,166,940.44			44.26%	
WATER OPERATIONS FUND - WATER REVENUE BONDS															
Sterling, City of	B	No	11/07/23	R23A110	LL	25,935,440.19		0.00			25,935,440.19	N/S		0.00%	
Telluride, Town of	B	No	06/23/20	R20A438	LL	7,843,828.46		(2,765,904.89)			5,077,923.57	Mar-24		35.26%	
Total for WRBP						33,779,268.65	0.00	(2,765,904.89)	0.00	0.00	31,013,363.76			8.19%	
WATER OPERATIONS FUND - AUTHORITY LOANS															
Total for AUTHORITY LOANS						0.00	0.00	0.00	0.00	0.00	0.00				
WATER OPERATIONS FUND - INTERIM LOAN															
Project 7 WA (IL#2)	I	No	09/05/23	I #2	I	5,000,000.00		(4,058,615.91)		(941,384.09)	0.00	C		81.17%	
Total for INTERIM LOANS						5,000,000.00	0.00	(4,058,615.91)	0.00	(941,384.09)	0.00			81.17%	
WATER OPERATIONS FUND - SMALL HYDROPOWER LOAN PROGRAM															
Total for SHLP						0.00	0.00	0.00	0.00	0.00	0.00				
Total for WPCRF						38,779,268.65	0.00	(6,824,520.80)	0.00	(941,384.09)	31,013,363.76			17.60%	
WATER POLLUTION CONTROL REVOLVING FUND															
WPCRF BIL Direct Loans:***															
Boulder, City of (DL#1)	O	PPF	12/12/23	WS23F494	FD	2,877,551.00		0.00			2,877,551.00	N/S		0.00%	
Crested Butte, Town of (DL#3)	O	PPF	12/09/22	WBS22F023	FD	11,000,000.00		(10,990,000.00)			10,000.00	May-24		99.91%	
East Alamosa W&SD (DL#2)	O	PPF	10/19/23	WBS23F206	DC	497,305.00		0.00			497,305.00	N/S		0.00%	
Hugo, Town of (DL#3)	O	PPF	03/29/24	WBS24F400	DC		1,093,000.00	(74,083.28)			1,018,916.72	Jun-24		6.78%	
La Jara, Town of (DL#4)	O	PPF	12/20/22	WS22F470	DC	850,994.00		(456,593.89)			394,400.11	Dec-23		53.65%	
Lake City, Town of (DL#4)	O	PPF	06/23/23	WBS23F375	DC	3,616,500.00		0.00			3,616,500.00	N/S		0.00%	
Leadville SD (DL#2)	O	PPF	05/23/24	WBS24F481	DC		4,500,000.00	0.00			4,500,000.00	N/S		0.00%	
Meeker SD (DL#2)	O	PPF	04/07/23	WS23F472	DC	700,000.00		(4,000.00)			696,000.00	Jun-23		0.57%	
Ramah, Town of (DL#2)	O	PPF	04/08/24	WBS24F459	DC		1,292,557.00	0.00			1,292,557.00	N/S		0.00%	
Routt County/Milner (DL#2)	O	PPF	04/30/24	WBS24F482	DC		1,500,000.00	0.00			1,500,000.00	N/S		0.00%	
Routt County/Phillipsburg (DL#4)	O	PPF	04/30/24	WBS24F392	DC		1,500,000.00	0.00			1,500,000.00	N/S		0.00%	
Sterling, City of (DL#1)	O	No	11/07/23	WBS23F110	FD	3,000,000.00		0.00			3,000,000.00	N/S GREEN		0.00%	
Sterling, City of (DL#2)	O	PPF	11/07/23	WBS23F490	FD	3,000,000.00		0.00			3,000,000.00	N/S		0.00%	
Yampa, Town of (DL#2)	O	PPF	02/22/24	WS24F321	DC		1,069,000.00	0.00			1,069,000.00	N/S		0.00%	
Total for WPCRF BIL Direct Loans						25,542,350.00	10,954,557.00	(11,524,677.17)	0.00	0.00	24,972,229.83			31.58%	
WPCRF Base Direct Loans:															
Alma, Town of (DL#2)(D&E#2)	O	PPF	05/08/23	W23Y480	DC	117,017.20		(69,246.80)			47,770.40	Jul-23		59.18%	11/8/2024
Boulder, City of (DL#2)	O	No	12/12/23	WBS23F498	FD	3,000,000.00		0.00			3,000,000.00	N/S GREEN		0.00%	
Creede, City of (DL#2)	O	No	12/17/21	W21F218	DC	1,000,000.00		(107,985.24)			892,014.76	May-24		10.80%	
Crested Butte South MD (DL#2)	O	No	05/05/22	W22F305	FD	4,000,000.00		(3,990,000.00)			10,000.00	May-24		99.75%	
Cripple Creek, City of (DL#1)(D&E#1)	O	PPF	11/07/23	W23Y491	DC	300,000.00		(99,142.81)			200,857.19	Apr-24		33.05%	5/7/2025
Delta, City of (DL#1) (D&E)	O	PPF	10/19/23	W23Y489	DC	300,000.00		0.00			300,000.00	N/S		0.00%	4/19/2025
East Alamosa W&SD (DL#1)(D&E#1)	O	PPF	07/21/23	W23Y206	DC		79,236.00	(79,236.00)			0.00	C		100.00%	
Englewood, City of (DL#1)	O	No	10/12/22	W22F035	FD	26,000,000.00		(9,169,869.31)			16,830,130.69	May-24		35.27%	

Colorado Water Resources and Power Development Authority
 ALL PROGRAMS
 PROJECT STATUS REPORT - ACTIVE PROJECTS
 As of June 30, 2024

Borrower	Funding Source	PF?	Loan Date	Loan #	Loan Type	Total Project Costs	New Projects / Additional Funding **	Total draws from inception through	Reduced or Rescinded	Cancelled, Converted to Perm. or Misc *	Project Cost Balance as of	Month of Last	Notes	Percent Drawn	D&E Expiration Date
								6/30/2024			6/30/2024	Draw			
Fowler, Town of (DL#1)	G/S	No	06/30/14	W14F328	DC	1,400,000.00		(198,758.97)			1,201,241.03	Jul-18		14.20%	
Genoa, Town of (DL#2)	O	No	06/14/21	W21F192	DC	50,000.00		(42,010.12)			7,989.88	Oct-21		84.02%	
Hugo, Town of (DL#4) (D&E#2)	O	FPF	03/29/24	W24Y501	DC		152,600.00	(152,600.00)			0.00	C		100.00%	
Idaho Springs, City of (DL#2)	O	No	03/19/19	W19F061	DC	3,000,000.00		(2,990,000.00)			10,000.00	Sep-20		99.67%	
La Jara, Town of (DL#3)(D&E)	O	FPF	05/27/22	W22Y470	DC	147,150.00		(91,668.29)			55,481.71	Mar-23		62.30%	11/27/2023
La Veta, Town of (DL#5)	O	No	08/31/20	W20F443	DC	1,900,000.00		(1,890,000.00)			10,000.00	Oct-23		99.47%	
Lake City, Town of (DL#3)(D&E#2)	O	FPF	06/23/23	W23Y375	DC	300,000.00		(204,962.57)			95,037.43	Dec-23		68.32%	12/23/2024
Las Animas, City of (DL#8)	O	No	02/26/21	W21F444	DC	1,535,617.00		(1,489,746.99)			45,870.01	Oct-23		97.01%	
Leadville SD (DL#1)(D&E#1)	O	FPF	06/15/23	W23Y481	DC	300,000.00		0.00			300,000.00	N/S		0.00%	12/15/2024
Left Hand W&SD (DL#3)	O	No	05/11/23	W23F479	FD	350,000.00		(350,000.00)			0.00	C		100.00%	
Manassa, Town of (DL#2)	O	No	05/12/22	W22F273	DC	351,834.00		0.00			351,834.00	N/S		0.00%	
Manzanola, Town of (DL#3)(D&E#1)	O	FPF	09/07/23	W23Y484	DC	300,000.00		(240,000.00)			60,000.00	Oct-23		80.00%	3/7/2025
Meekeer SD (DL#1)(D&E)	O	FPF	08/12/22	W22Y472	DC	77,000.00		(71,396.46)			5,603.54	Apr-24		92.72%	2/12/2024
Mount Werner W&SD (DL#2)	O	No	08/04/22	W22F471	FD	1,250,000.00		(1,164,652.98)			85,347.02	Jan-24		93.17%	
Ordway, Town of (DL#4)	O	No	07/31/18	W18F402	DC	446,400.00		(436,400.00)			10,000.00	Jan-20		97.76%	
Platteville, Town of (DL#1)	O	No	05/28/21	W21F100	FD	6,300,000.00		(5,928,232.28)	(371,767.72)		0.00	C		100.00%	
Ramah, Town of (DL#1)(D&E)	O	FPF	08/31/21	W21Y459	DC	197,209.00		(197,191.50)	(17.50)		0.00	C		100.00%	
Routt County/ Milner (DL#1)(D&E#1)	O	FPF	07/21/23	W23Y482	DC	300,000.00		(300,000.00)			0.00	C		100.00%	
Routt County/Phippsburg (DL#3)(D&E#2)	O	FPF	07/21/23	W23Y392	DC	300,000.00		(300,000.00)			0.00	C		100.00%	
Sedgwick, Town of (DL#1)(D&E#1)	O	FPF	04/29/24	W24Y168	DC		300,000.00	0.00			300,000.00	N/S		0.00%	10/29/2025
St. Mary's Glacier W&SD (DL#2)(D&E)	O	FPF	01/28/21	W21Y108	DC	300,000.00		0.00			300,000.00	N/S		0.00%	7/28/2022
Teller County (DL#1)(D&E#1)	O	FPF	04/19/24	W24Y502	DC		300,000.00	(240,000.00)			60,000.00	Apr-24		80.00%	10/19/2025
Wellington, Town of (DL#2)	O	No	05/13/22	W22F467	FD	3,000,000.00		0.00			3,000,000.00	N/S GREEN		0.00%	
Yampa, Town of (DL#1) (D&E)	O	FPF	07/21/23	W23Y321	DC	250,000.00		(250,000.00)			0.00	C		100.00%	
Total for WPCRF Base Direct Loans						56,851,463.20	752,600.00	(30,053,100.32)	(371,785.22)	0.00	27,179,177.66			52.82%	
WPCRF BIL Leveraged Loans															
Total for WPCRF BIL Leveraged Loans						0.00	0.00	0.00	0.00	0.00	0.00				
WPCRF Base Leveraged Loans															
Boulder, City of	O	No	12/12/23	WBS23AX494	LL	12,122,449.00		0.00			12,122,449.00	N/S		0.00%	
Evans, City of	O	No	11/18/20	W20BX039	LL	8,600,000.00		(3,738,465.29)			4,861,534.71	Feb-24		43.47%	
La Plata/San Juan Subdist. of the Purgatory MD	O	No	05/05/22	W22AX465	LL	14,000,000.00		(4,233,546.55)			9,766,453.45	Mar-24		30.24%	
Leadville SD	O	No	05/23/24	WBS24AX481	LL		12,500,000.00	0.00			12,500,000.00	N/S		0.00%	
Ouray, City of	O	No	05/05/22	W22AX097	LL	18,485,000.00		(12,879,440.98)			5,605,559.02	Apr-24		69.68%	
Pueblo, City of	O	No	11/14/18	W18A141	LL	7,000,000.00		(4,772,828.16)			2,227,171.84	May-24		68.18%	
Pueblo West MD	O	No	11/14/18	W18A291	LL	7,303,000.00		(5,196,426.79)			2,106,573.21	Aug-20		71.15%	
Security SD	O	No	05/28/20	W20AX416	LL	15,000,000.00		(14,990,000.00)			10,000.00	Oct-23		99.93%	
Sterling, City of	O	No	11/18/20	W20BX110	LL	34,000,000.00		(17,621,192.61)			16,378,807.39	May-24		51.83%	
Upper Thompson SD	O	No	05/23/24	WBS24AX503	LL		18,000,000.00	0.00			18,000,000.00	N/S		0.00%	
Wellington, Town of	O	No	05/05/22	W22AX116	LL	45,500,000.00		(31,134,092.19)			14,365,907.81	Jun-24		68.43%	
Westminster, City of	O	No	05/28/20	W20AX118	LL	24,053,000.00		(23,983,429.86)			69,570.14	Mar-24		99.71%	
Total for WPCRF Base Leveraged Loans						186,063,449.00	30,500,000.00	(118,549,422.43)	0.00	0.00	98,014,026.57			54.74%	
Total for WPCRF						268,457,262.20	42,207,157.00	(160,127,199.92)	(371,785.22)	0.00	150,165,434.06			51.66%	
Total for all Programs						613,179,990.77	147,363,407.41	(348,851,900.61)	(404,375.22)	(941,384.09)	410,345,738.26			45.92%	

NOTES AND LEGEND

Borrowers highlighted in red have not submitted a requisition during the past year.

*Reflects only the remaining project funds before conversion - not total amount of loan converted.

**Current Year Only

***May use other sources as well.

C=Completed, N/S=Not Started

a) Borrower will be using its remaining project funds as credits toward the interest portion of future loan repayments.

b) Interim loan converted to permanent loan (funds were drawn during interim loan phase.)

c) Interim loan converted to permanent loan (NO funds were drawn during interim loan phase.)

d) Interim loan cancelled. (No permanent loan made and no funds were drawn during interim loan phase.)

PLR=Possible Loan Reduction

Funding Sources:

A = Authority

B = Bond Proceeds

G = Federal Capitalization Grants

O = Open Source Funding

S = State Match

Disclaimer: The Project Status Report will not tie to the Project Costs Payable on the Authority's financials beginning in December 2022. The full project costs payable are shown on the Project Status Report, but the Authority's financials only reflect amounts that are repayable by the borrowers.

COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY

All Programs Loan Status Report
As of June 30, 2024

Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
W	DL	Academy W&SD (DL#1)	\$ 2,601,712.92	\$ 3,000,000.00		2.000%	3/12/2018	11/1/2048	S
D	DL	Alameda W&SD (DL#1)	2,853,258.93	3,000,000.00		2.500%	12/23/2020	11/1/2051	S
D	06B	Alamosa, City of	2,484,988.68	11,865,062.50		3.420%	11/2/2006	8/1/2027	S
D	DL	Alma, Town of (DL#1)	164,576.06	435,563.99	*	2.000%	4/27/2011	5/1/2031	S
D	DC	Antonito, Town of (DL#1)	574,640.32	3,210,841.00	*	0.000%	2/20/2015	5/1/2045	S
D	DC	Arabian Acres MD (DL#3)	992,825.22	1,500,000.00		0.500%	6/15/2020	11/1/2050	S
D	DC	Arriba, Town of (DL#1)	260,916.57	505,000.00		0.000%	5/29/2009	11/1/2039	S
W	DC	Ault, Town of (DL#1)	162,584.96	1,396,850.00		1.750%	3/30/2006	5/1/2026	S
W	DL	Ault, Town of (DL#2)	1,123,504.21	2,000,000.00		0.000%	4/15/2015	5/1/2035	S
D	DL	Baca Grande W&SD (DL#1)	451,310.54	1,483,750.00		2.000%	8/19/2009	6/1/2029	S
D	DC	Bailey W&SD (DL#1) (D&E#1)	0.00	215,000.00		N/A	5/17/2024	N/A	N/A
D	DL	Bayfield, Town of (DL#1)	742,714.85	860,695.86	*	2.500%	2/14/2020	2/1/2036	S
W	07A	Bayfield, Town of	1,407,500.00	4,780,000.00		3.500%	5/31/2007	8/1/2028	S
W	DL	Bayfield, Town of (DL#2)	313,154.61	600,000.00		2.000%	2/22/2013	8/1/2033	S
W	DC	Bennett, Town of (DL#3)	1,992,470.42	2,500,000.00		0.000%	9/22/2017	5/1/2048	S
W	DC	Bennett, Town of (DL#4)	2,936,236.06	3,452,259.46	*	1.890%	3/5/2018	5/1/2048	S
D	DL	Bennett, Town of (DL#1)	1,706,001.48	2,500,000.00		2.000%	8/31/2016	11/1/2036	S
D	DC	Bethune, Town of (DL#1)	174,166.55	418,000.00		0.000%	7/18/2006	11/1/2036	S
D	DC	Beulah WWD (DL#2)	200,042.13	1,004,000.00		1.000%	8/25/2023	11/1/2043	S
D	DC	Blanca, Town of (DL#2)	186,405.74	485,493.44	*	0.000%	10/14/2011	11/1/2041	S
D	DL	Blue Mountain WD (DL#1)	730,628.84	800,000.00		2.250%	6/25/2021	11/1/2041	S
D	DC	Boone, Town of (DL#1)	223,219.09	514,297.00		0.000%	8/15/2006	11/1/2036	S
W	DC	Boone, Town of (DL#1)	157,665.32	315,000.00		0.000%	12/15/2009	5/1/2040	S
W	23A	Boulder, City of	11,710,967.50	11,830,124.00		3.053%	12/12/2023	8/1/2044	S
Wb	DL	Boulder, City of (DL#1)	1,357,948.70	2,877,551.00		3.000%	12/12/2023	11/1/2043	S
W	DL	Boulder, City of (DL#2)	2,944,858.61	3,000,000.00		0.500%	12/12/2023	11/1/2043	S
W	DL	Boulder County (DL#1)	213,666.21	1,651,808.00		3.500%	7/28/2006	12/15/2025	A
W	10B	Boxelder SD	4,902,500.00	10,410,000.00		2.500%	10/29/2010	8/1/2032	S
W	19A	Boxelder SD	24,640,391.50	28,205,180.00		1.914%	5/22/2019	8/1/2048	S
D	17A	Breckenridge, Town of	42,134,063.50	56,990,796.00		1.893%	11/15/2017	8/1/2039	S
D	DC	Bristol W&SD (DL#1)	76,666.79	200,000.00		0.000%	2/8/2006	11/1/2035	S
D	DL	Brook Forest WD (DL#1)	563,483.60	747,852.00	*	2.000%	1/17/2018	5/1/2038	S
W	10B	Brush!, City of	3,982,500.00	9,465,000.00		2.500%	10/29/2010	8/1/2031	S
D	DC	Buena Vista, Town of (DL#2)	1,052,039.36	1,414,256.07	*	1.000%	7/11/2018	11/1/2038	S
Db	DC	Buena Vista, Town of (DL#4)	1,905,114.80	4,300,000.00		1.750%	12/13/2022	11/1/2052	S
D	DL	Buffalo Mountain MD (DL#1)	2,491,535.00	3,000,000.00		2.000%	3/1/2019	5/1/2040	S
D	DC	Burlington, City of (DL#2)	844,974.60	2,250,000.00		1.000%	11/16/2016	5/1/2047	S
D	DC	Burlington, City of (DL#3)	200,573.14	250,000.00		1.000%	4/18/2017	5/1/2047	S
Db	DL	Byers W&SD (DL#1)	616,469.30	2,014,000.00		3.250%	5/7/2024	5/1/2054	S
D	DL	Castle Pines MD (DL#1)	343,203.32	2,000,000.00		3.750%	5/25/2006	9/15/2026	S
D	DL	Castle Pines MD (DL#2)	50,577.54	250,000.00		3.750%	11/6/2006	3/15/2027	S
D	DL	Castle Pines MD (DL#3)	897,413.93	1,471,485.04	*	2.000%	10/30/2014	5/1/2035	S
D	DC	Cedaredge, Town of (DL#2)	363,762.49	879,368.00		0.000%	5/1/2018	5/1/2038	S
W	DC	Cedaredge, Town of (DL#1)	550,000.00	1,457,761.00		0.000%	6/23/2015	5/1/2035	S
D	DC	Cedaredge, Town of (DL#3)	199,598.88	1,000,000.00		2.250%	9/8/2023	5/1/2053	S
D	DC	Center, Town of (DL#1)	772,100.06	1,103,000.00		0.000%	1/27/2015	5/1/2045	S
D	DC	Center, Town of (DL#3)	943,258.36	1,144,280.00		0.500%	7/15/2019	5/1/2040	S
D	DC	Central, City of (DL#2)	416,385.23	502,758.38	*	0.000%	5/31/2018	11/1/2048	S
W	DC	Central Clear Creek SD (DL#2)	1,563,247.10	2,500,000.00		1.000%	9/15/2016	5/1/2047	S
W	DC	Central Clear Creek SD (DL#3)	416,585.98	500,000.00		1.000%	10/26/2017	5/1/2048	S
W	06B	Cherokee MD	3,204,100.02	15,249,689.80		3.490%	11/8/2006	8/1/2027	S
D	DC	Cheraw, Town of (DL#2)	195,800.46	1,013,500.00		0.500%	5/12/2022	11/1/2052	S
D	DC	Cheraw, Town of (DL#3)	167,439.82	866,700.00		0.500%	9/28/2022	11/1/2052	S
W	DL	Cherokee MD (DL#1)	1,318,263.80	2,000,000.00		2.000%	11/20/2012	8/1/2033	S
W	DC	Cheyenne Wells SD #1 (DL#1)	101,850.17	770,000.00		1.000%	8/17/2010	5/1/2031	S
W	06A	Clifton SD #2	2,127,500.00	9,800,000.00		3.640%	5/24/2006	8/1/2027	S
W	DC	Clifton SD #2 (DL#1)	333,333.25	2,000,000.00		0.000%	8/10/2006	11/1/2027	S
D	14A	Clifton WD	10,508,533.34	13,948,507.40		1.890%	5/29/2014	8/1/2035	S
D	DL	Coal Creek, Town of (DL#1)	134,131.36	282,412.95	*	0.000%	11/8/2013	11/1/2033	S
W	DC	Cokedale, Town of (DL#2)	123,712.16	160,000.00		1.000%	6/30/2014	12/1/2044	S
A	SD	Cokedale, Town of	92,124.73	119,853.20		0.000%	12/1/2016	12/1/2046	S
W	03A	Colorado City MD	57,674.40	1,878,537.60		3.260%	5/1/2003	8/1/2024	S
D	DL	Colorado Springs Utilities, City of (DL#1)	3,275,123.94	8,600,000.00		2.500%	4/29/2010	11/1/2030	S
D	DL	Columbine Lake WD (DL#1)	420,340.12	690,000.00		2.000%	4/29/2015	5/1/2035	S
W	DL	Cortez SD (DL#1)	395,231.68	2,000,000.00		3.500%	5/3/2007	5/1/2027	S
W	DC	Cortez SD (DL#3)	1,218,886.79	1,400,000.00		0.500%	4/30/2019	11/1/2049	S

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Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
D	06B	Cottonwood W&SD	2,272,318.95	9,996,005.27		3.420%	11/2/2006	8/1/2027	S
D	DC	Craig, City of (DL#3)	2,637,839.37	3,200,000.00		0.500%	5/23/2019	5/1/2040	S
D	DC	Creede, City of (DL#1)	697,978.48	1,224,169.14	*	1.750%	4/15/2009	5/1/2039	S
W	DC	Creede, City of (DL#2)	956,963.51	1,000,000.00		1.500%	12/17/2021	5/1/2052	S
W	DL	Crested Butte South MD (DL#1)	788,644.14	2,300,000.00		2.000%	7/16/2009	6/1/2030	Q
W	DL	Crested Butte South MD (DL#2)	3,737,940.48	4,000,000.00		2.250%	5/5/2022	5/1/2042	S
D	DL	Crested Butte South MD (DL#1)	409,301.93	1,000,000.00		2.000%	7/20/2010	9/1/2031	Q
D	DL	Crested Butte, Town of (DL#1)	182,416.78	400,000.00		2.000%	2/29/2012	5/1/2032	S
D	DL	Crested Butte, Town of (DL#2)	1,724,766.40	2,025,600.00		2.500%	3/10/2020	5/1/2040	S
W	DL	Crested Butte, Town of (DL#1)	550,671.03	1,489,997.05	*	2.000%	5/25/2010	11/1/2030	S
W	DL	Crested Butte, Town of (DL#2)	1,765,807.40	2,500,000.00		2.000%	5/1/2017	5/1/2037	S
Wb	DL	Crested Butte, Town of (DL#3)	9,208,194.28	11,000,000.00		2.750%	12/9/2022	11/1/2052	S
Wb	DL	Crested Butte, Town of (DL#4)	2,869,921.30	3,000,000.00		0.500%	12/9/2022	11/1/2052	S
W	DC	Crowley, Town of (DL#1)	812,501.03	2,000,000.00		1.000%	7/13/2011	11/1/2031	S
D	DC	Crowley, Town of (DL#1)	64,999.93	100,000.00		0.000%	11/19/2012	11/1/2043	S
D	DL	Cucharas S&WD (DL#2)	43,449.39	87,000.00		2.000%	12/20/2012	5/1/2033	S
D	DL	Cucharas S&WD (DL#3)	1,344,317.46	1,623,576.22	*	2.500%	5/13/2019	11/1/2039	S
D	DC	De Beque, Town of (DL#2)	500,000.00	2,500,000.00		1.000%	12/11/2023	5/1/2044	S
D	DL	Deer Creek WD (DL#1)	2,107,144.91	2,474,673.00		2.500%	8/16/2019	5/1/2040	S
D	DC	Deer Trail, Town of (DL#2)	1,102,216.50	1,221,200.00		0.500%	12/23/2019	11/1/2050	S
D	DC	Deer Trail, Town of (DL#3)	229,619.04	250,000.00		0.500%	10/27/2020	5/1/2051	S
D	DC	Del Norte, Town of (DL#1)	181,178.33	745,642.43	*	0.000%	12/31/2008	5/1/2029	S
Db	DL	Denver Water (DL#1)	35,188,350.07	76,123,628.00		2.750%	12/15/2022	9/15/2052	S
D	15A	Denver Southeast Suburban W&SD	8,895,027.50	14,250,066.00		2.068%	4/23/2015	8/1/2036	S
W	05A	Denver Southeast Suburban W&SD	760,000.00	4,800,000.00		3.350%	5/25/2005	8/1/2026	S
D	DL	Dillon, Town of (DL#2)	1,096,539.43	1,800,000.00		2.000%	3/16/2015	3/1/2035	S
W	DC	Dinosaur, Town of (DL#1)	55,000.00	100,000.00		0.000%	4/29/2015	5/1/2035	S
W	DC	Dinosaur, Town of (DL#3)	83,826.27	100,000.00		1.500%	9/30/2019	5/1/2040	S
Da	DL	Divide MPC MD #1 (DL#1)	43,779.00	145,930.00		0.000%	9/4/2009	5/1/2030	S
D	DL	Divide MPC MD #1 (DL#2)	51,939.61	139,580.00		2.000%	10/19/2010	11/1/2030	S
W	06A	Donala W&SD	1,054,579.00	4,906,910.00		3.640%	5/24/2006	8/1/2027	S
A	SD	Durango, City of	2,023,784.27	4,000,000.00		1.950%	8/28/2013	6/1/2033	S
W	16B	Durango, City of	40,686,669.50	58,404,764.00		1.736%	11/16/2016	8/1/2038	S
D	18A	Eagle, Town of	13,097,097.50	16,841,882.00		2.439%	5/24/2018	8/1/2040	S
W	07A	Eagle, Town of	3,685,572.00	11,505,912.00		3.500%	5/31/2007	8/1/2028	S
W	DL	Eagle, Town of (DL#1)	546,184.07	1,288,966.00		2.000%	1/21/2011	11/1/2031	S
D	DC	East Alamosa W&SD (DL#1)	933,333.44	2,000,000.00		0.000%	7/24/2008	5/1/2038	S
D	DC	East Alamosa W&SD (DL#3)	308,752.24	339,448.18	*	1.500%	5/28/2021	11/1/2051	S
Wb	DC	East Alamosa W&SD (DL#2)	237,604.92	497,305.00		2.250%	10/19/2023	11/1/2053	S
W	05A	Eaton, Town of	1,056,026.47	4,824,431.00		3.380%	5/25/2005	8/1/2027	S
D	DC	Eckley, Town of (DL#1)	20,000.00	100,000.00		0.000%	7/30/2008	5/1/2028	S
D	DC	Eckley, Town of (DL#3)	692,594.61	1,717,000.00		0.500%	12/27/2021	11/1/2052	S
D	DL	Edgewater, City of (DL#1)	580,865.63	1,000,323.00	*	2.000%	1/15/2015	5/1/2035	S
D	DL	El Rancho Florida MD (DL#1)	638,459.00	1,400,000.00		2.000%	7/25/2011	5/1/2032	S
W	DL	Elizabeth, Town of (DL#1)	242,036.81	1,026,925.40	*	3.750%	9/14/2007	11/1/2027	S
D	DC	Empire, Town of (DL#2)	795,952.53	1,824,000.00		0.500%	12/22/2021	11/1/2052	S
W	04A	Englewood, City of	5,907,504.00	29,564,275.00		3.870%	5/1/2004	8/1/2025	S
D	24B	Englewood, City of	22,597,444.00	22,597,444.00		4.500%	5/23/2024	8/1/2054	S
W	DL	Englewood, City of (DL#1)	24,427,630.64	26,000,000.00		2.250%	10/12/2022	11/1/2042	S
Db	DL	Englewood, City of (DL#1)	7,551,020.41	17,551,020.41		3.500%	5/23/2024	5/1/2054	S
Wa	DL	Erie, Town of (DL#2)	600,000.00	2,000,000.00		0.000%	9/18/2009	5/1/2030	S
W	DL	Erie, Town of (DL#3)	295,727.80	924,347.53	*	2.000%	9/18/2009	5/1/2030	S
W	DL	Estes Park SD (DL#1)	1,890,942.95	3,250,000.00		2.000%	11/14/2014	5/1/2036	S
W	DL	Estes Park SD (DL#2)	839,681.42	1,273,470.00		2.000%	11/23/2015	5/1/2036	S
D	08A	Estes Park, Town of	1,577,940.10	5,494,410.09		3.260%	6/12/2008	8/1/2028	S
W	16A	Evans, City of	30,052,209.00	39,864,188.00		1.698%	6/2/2016	8/1/2038	S
W	20B	Evans, City of	7,455,068.00	8,392,372.00		1.327%	11/18/2020	8/1/2041	S
D	DL	Evergreen MD (DL#1)	2,847,548.87	3,000,000.00		2.250%	5/18/2021	11/1/2051	S
W	DL	Evergreen MD (DL#1)	533,803.46	2,000,000.00		2.000%	7/24/2009	11/1/2029	S
Db	DL	Fairplay, Town of (DL#1)	133,824.09	300,150.00		3.000%	9/21/2023	5/1/2043	S
W	DL	Fairways MD (DL#1)	742,754.65	1,563,694.00		0.000%	5/15/2013	11/1/2033	S
W	DL	Fairways MD (DL#2)	215,800.00	332,000.00		0.000%	12/21/2016	5/1/2037	S
W	DL	Fairways MD (DL#3)	129,500.00	185,000.00		0.000%	7/19/2018	5/1/2038	S
D	DC	Flagler, Town of (DL#2)	60,866.72	652,900.00		0.000%	11/20/2015	5/1/2046	S
W	DC	Fleming, Town of (DL#2)	608,856.22	716,850.78	*	0.000%	5/30/2019	11/1/2049	S
D	03B	Florence, City of	872,534.12	12,999,092.97		3.510%	11/1/2003	6/1/2025	S
D	DL	Florence, City of (DL#1)	78,157.03	769,899.33	*	3.500%	1/25/2005	12/1/2025	S

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Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
Da	DC	Florence, City of (DL#2)	550,000.00	2,000,000.00		0.000%	10/7/2009	12/1/2029	S
D	DL	Forest Hills MD (DL#1)	427,908.86	490,148.00		2.500%	9/30/2020	11/1/2040	S
D	DL	Forest Hills MD (DL#2)	76,348.77	85,055.28	*	2.250%	5/27/2021	11/1/2041	S
D	DL	Forest View Acres WD (DL#1)	900,000.00	2,000,000.00		0.000%	6/15/2012	5/1/2033	S
D	DL	Forest View Acres WD (DL#2)	329,119.46	500,000.00		2.000%	7/19/2016	5/1/2036	S
R	05B	Fort Lupton, City of	325,000.00	2,300,000.00		4.380%	3/31/2005	11/1/2025	S
Wb	DL	Fort Lupton, City of (DL#2)	20,295,631.13	22,452,570.00		2.750%	12/5/2022	11/1/2052	S
R	14A	Fountain, City of	13,115,000.00	16,900,000.00		3.800%	11/25/2014	8/1/2044	S
W	11A	Fountain SD	2,996,992.34	6,860,302.80		2.230%	11/3/2011	8/1/2032	S
D	03A	Fountain Valley Auth.	98,056.66	3,221,861.82		3.030%	6/1/2003	8/1/2024	S
W	DC	Fowler, Town of (DL#1)	735,000.00	1,400,000.00		0.000%	6/30/2014	11/1/2034	S
W	10A	Fruita, City of	12,125,000.00	21,830,000.00		2.500%	5/13/2010	8/1/2032	S
Da	DL	Gateway MD (DL#1)	172,972.36	576,575.00		0.000%	12/17/2009	5/1/2030	S
D	15A	Genesee W&SD	6,948,511.00	9,790,312.00		2.174%	4/23/2015	8/1/2034	S
D	DL	Genesee W&SD (DL#1)	1,437,500.00	2,500,000.00		0.000%	12/11/2015	11/1/2035	S
A	SD	Genoa, Town of (DL#1)	104,749.86	117,410.93		1.500%	6/14/2021	5/1/2044	S
D	DC	Genoa, Town of (DL#1)	75,833.22	175,000.00		0.000%	12/20/2006	5/1/2037	S
W	DC	Genoa, Town of (DL#2)	44,914.09	50,000.00		0.500%	6/14/2021	11/1/2041	S
Da	DL	Georgetown, Town of (DL#1)	402,000.00	3,340,000.00		0.000%	9/22/2009	5/1/2030	S
D	DL	Georgetown, Town of (DL#2)	307,722.36	734,164.88	*	2.000%	5/19/2011	11/1/2031	S
Wa	DL	Georgetown, Town of (DL#1)	1,140,000.00	5,800,000.00		0.000%	9/22/2009	5/1/2030	S
W	DC	Gilcrest, Town of (DL#1)	457,534.89	818,483.37	*	1.000%	6/30/2015	5/1/2035	S
W	05B	Glendale, City of	1,976,339.19	10,034,562.00		3.500%	10/20/2005	8/1/2027	S
D	DP	Glenview Owners' Association (DL#1)	503,413.05	550,000.00		2.500%	8/13/2020	11/1/2041	S
W	10A	Glenwood Springs, City of	14,656,587.50	31,460,100.00		2.500%	5/13/2010	8/1/2032	S
D	DC	Granada, Town of (DL#2)	183,532.75	950,000.00		0.500%	5/9/2022	11/1/2052	S
W	06A	Granby SD	1,031,259.00	4,810,728.00		3.640%	5/24/2006	8/1/2027	S
W	DL	Granby, Town of (DL#2)	1,414,912.75	2,238,097.63	*	2.000%	6/12/2015	11/1/2035	S
D	DL	Grand Junction, City of (DL#1)	1,355,764.17	3,783,923.43	*	2.500%	2/2/2010	5/1/2030	S
D	DL	Grand Junction, City of (DL#2)	1,005,522.79	1,476,193.99	*	2.000%	11/17/2016	11/1/2036	S
D	DL	Grand Lake, Town of (DL#2)	1,152,454.23	1,532,452.23	*	2.000%	4/9/2018	5/1/2038	S
W	DL	Grand Mesa MD #2 (DL#1)	324,519.76	400,000.00		0.000%	12/14/2017	5/1/2048	S
D	DC	Gunnison, City of (DL#1)	2,535,510.61	2,550,000.00		2.000%	3/11/2024	11/1/2043	S
W	DL	Gunnison, City of (DL#2)	2,398,647.46	3,000,000.00		0.500%	5/22/2019	11/1/2039	S
W	19A	Gunnison, City of	7,607,991.50	9,541,520.00		1.691%	5/22/2019	8/1/2039	S
H	SD	Gypsum, Town of (DL#1)	1,378,319.82	1,528,650.00		2.500%	1/28/2020	11/1/2049	S
W	DC	Haxtun, Town of (DL#1)	53,883.17	305,041.00		1.875%	12/1/2006	5/1/2027	S
D	DL	Hayden, Town of (DL#2)	421,469.82	701,606.52	*	2.000%	7/9/2014	5/1/2035	S
D	DC	Hayden, Town of (DL#3)	791,314.88	872,400.00		1.500%	6/28/2021	11/1/2041	S
W	DL	Hayden, Town of (DL#1)	226,791.34	451,663.40	*	2.000%	11/19/2012	11/1/2033	S
D	DL	Highland Lakes WD (DL#1)	943,957.75	1,533,519.78	*	2.000%	6/17/2015	11/1/2035	S
D	DC	Highland Lakes WD (DL#3)	160,988.09	807,988.00		1.000%	10/19/2023	11/1/2043	S
W	DL	Hi-Land Acres W&SD (DL#1)	437,630.56	529,705.88	*	2.000%	6/6/2017	11/1/2047	S
W	DL	Hillcrest W&SD (DL#1)	134,063.68	533,036.83	*	2.000%	5/2/2013	11/1/2033	S
D	DC	Hillrose, Town of (DL#1)	338,859.88	803,295.82	*	0.000%	5/31/2007	5/1/2037	S
Da	DL	Hot Sulphur Springs, Town of (DL#1)	390,000.00	3,300,000.00		0.000%	9/2/2009	5/1/2030	S
D	DC	Hot Sulphur Springs, Town of (DL#3)	180,513.68	500,000.00		0.500%	11/13/2020	11/1/2050	S
W	DL	Hot Sulphur Springs, Town of (DL#1)	334,614.17	706,000.00		2.000%	9/27/2012	11/1/2032	S
D	DC	Hotchkiss, Town of (DL#1)	154,013.51	756,653.29	*	0.000%	4/23/2008	11/1/2028	S
W	DC	Hotchkiss, Town of (DL#1)	56,812.39	578,080.48	*	0.000%	8/14/2015	11/1/2035	S
W	DC	Hugo, Town of (DL#2)	1,401,516.33	1,500,000.00		0.500%	12/28/2020	11/1/2051	S
Wb	DC	Hugo, Town of (DL#3)	522,236.84	1,093,000.00		2.750%	3/29/2024	11/1/2053	S
W	DC	Hugo, Town of (DL#4) (D&E#2)	0.00	152,600.00		0.000%	3/29/2024	N/A	N/A
W	DC	Idaho Springs, City of (DL#2)	2,611,900.27	3,000,000.00		0.500%	3/19/2019	11/1/2049	S
W	DC	Idaho Springs, City of (DL#4)	2,755,428.39	3,000,000.00		0.500%	6/30/2020	5/1/2051	S
D	DC	Kim, Town of (DL#1)	57,033.23	118,000.00		0.000%	5/30/2008	11/1/2038	S
W	DL	Kremmling SD (DL#1)	96,281.01	950,000.00		3.500%	9/13/2005	11/1/2025	S
D	DC	Kremmling, Town of (DL#2) (D&E#1)	0.00	300,000.00		0.000%	6/20/2024	N/A	N/A
D	DC	La Jara, Town of (DL#1)	15,000.00	200,000.00		0.000%	4/20/2005	11/1/2025	S
W	DC	La Jara, Town of (DL#1)	93,750.00	750,000.00		0.000%	2/23/2006	11/1/2026	S
W	DC	La Jara, Town of (DL#2)	188,581.29	314,302.25	*	0.000%	4/23/2015	5/1/2036	S
Wb	DC	La Jara, Town of (DL#4)	386,113.78	850,994.00		0.600%	12/20/2022	11/1/2042	S
Da	DL	La Junta, City of (DL#1)	549,000.00	1,830,000.00		0.000%	9/24/2009	5/1/2030	S
W	DC	La Junta, City of (DL#3)	2,450,000.00	3,000,000.00		0.000%	8/16/2018	11/1/2048	S
W	DC	La Junta, City of (DL#4)	1,972,823.47	2,265,963.40	*	0.500%	5/16/2019	11/1/2049	S
W	15A	La Junta, City of	8,773,368.00	13,348,899.00		2.169%	5/28/2015	8/1/2037	S
D	DL	La Plata Archuleta WD (DL#1)	1,645,597.50	2,500,000.00		2.000%	2/19/2016	5/1/2036	S

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D	DL	La Plata County Palo Verde PID #3 (DL#1)	159,220.44	272,500.00	*	2.000%	8/8/2014	11/1/2034	S
W	22A	La Plata/San Juan Subdistrict of the Purgatory MD	12,945,215.00	13,110,952.00		3.090%	5/5/2022	8/1/2052	S
D	DC	La Veta, Town of (DL#1)	652,657.25	1,134,000.00		1.875%	4/11/2008	5/1/2039	S
W	DC	La Veta, Town of (DL#1)	141,750.00	270,000.00		0.000%	4/23/2014	11/1/2034	S
W	DC	La Veta, Town of (DL#2)	66,000.00	120,000.00		0.000%	1/23/2015	5/1/2035	S
W	DC	La Veta, Town of (DL#4)	1,350,000.00	1,500,000.00		0.000%	10/17/2018	5/1/2051	S
W	DC	La Veta, Town of (DL#5)	1,745,104.64	1,900,000.00		0.500%	8/31/2020	5/1/2051	S
D	DC	La Veta, Town of (DL#6)(D&E#2)	0.00	300,000.00		0.000%	6/18/2024	N/A	N/A
D	DC	Lake City, Town of (DL#1)	350,000.06	500,000.00		0.000%	7/10/2015	5/1/2045	S
W	DC	Lake City, Town of (DL#2)	648,759.52	742,893.89	*	1.000%	3/19/2019	11/1/2049	S
Wb	DC	Lake City, Town of (DL#4)	2,064,796.12	3,616,500.00		2.000%	6/23/2023	5/1/2043	S
D	DL	Lake Durango WA (DL#1)	586,948.04	2,000,000.00		2.000%	7/15/2009	5/1/2029	S
D	DL	Lamar, City of (DL#1)	381,487.92	1,064,870.68	*	2.500%	12/17/2009	6/15/2030	S
Da	DL	Lamar, City of (DL#2)	1,185,712.36	3,952,375.00		0.000%	12/17/2009	6/15/2030	S
D	DC	Lamar, City of (DL#4)	149,883.38	1,612,800.00		0.000%	8/26/2016	5/1/2047	S
D	DC	Lamar, City of (DL#5)	1,017,687.72	1,089,200.00		0.500%	2/8/2021	11/1/2051	S
W	DL	Lamar, City of (DL#1)	800,341.50	2,000,000.00		2.000%	5/27/2010	5/1/2031	S
W	DL	Larimer County LID 2013-1 (BE) (DL#1)	545,249.33	970,341.00		2.000%	6/30/2014	12/20/2034	A
W	DL	Larimer County LID 2013-1 (BE) (DL#2)	694,302.95	1,045,900.08	*	2.000%	6/20/2016	12/20/2036	A
D	DL	Larimer County LID 2013-3 (FC) (DL#1)	142,820.79	310,371.26	*	2.000%	6/30/2014	12/20/2034	A
W	DL	Larimer County LID 2007-1 (GVM) (DL#1)	97,709.31	411,369.26	*	3.500%	7/11/2008	12/1/2028	A
W	DL	Larimer County LID 2008-1 (HVE) (DL#1)	87,018.13	296,539.95	*	2.000%	4/9/2010	12/20/2030	A
W	DL	Larimer County LID 2012-1 (RGE) (DL#1)	634,707.89	1,227,736.00		2.000%	6/17/2013	12/20/2033	A
W	DL	Larimer County LID 2014-1 (WWR) (DL#1)	817,361.09	1,513,001.00	*	2.000%	9/6/2016	12/20/2036	A
W	DL	Larimer County LID 2016-1 (WV) (DL#1)	168,309.29	237,756.99	*	2.000%	9/22/2017	12/20/2037	A
D	DC	Larkspur, Town of (DL#1)	1,424,822.75	2,847,920.00		0.000%	1/17/2014	11/1/2044	S
D	DC	Las Animas, City of (DL#1)	392,466.77	812,000.00		0.000%	3/26/2008	11/1/2038	S
W	DC	Las Animas, City of (DL#2)	84,825.00	377,000.00		0.000%	3/26/2008	11/1/2028	S
W	DC	Las Animas, City of (DL#3)	126,241.12	309,000.00		0.000%	11/4/2011	5/1/2032	S
W	DC	Las Animas, City of (DL#4)	63,865.00	505,000.00		0.000%	12/19/2013	5/1/2034	S
W	DC	Las Animas, City of (DL#8)	1,434,794.86	1,535,617.00		0.500%	2/26/2021	11/1/2051	S
W	24A	Leadville SD	11,972,380.00	11,972,380.00		2.829%	5/23/2024	8/1/2045	S
Wb	DC	Leadville SD (DL#2)	3,000,000.00	4,500,000.00		2.000%	5/23/2024	5/1/2044	S
D	14A	Left Hand WD	16,652,427.85	29,900,336.00		1.980%	5/29/2014	8/1/2034	S
H	SD	Left Hand WD (DL#1)	2,180,240.21	2,825,552.65	*	2.000%	10/23/2018	11/1/2038	S
W	DL	Left Hand W&SD (DL#3)	337,355.76	350,000.00		3.000%	5/11/2023	5/1/2043	S
W	04A	Littleton, City of (Rev.)	4,593,627.50	29,677,780.00		3.820%	5/1/2004	8/1/2025	S
D	24A	Lochbuie, Town of	6,128,612.00	6,128,612.00		2.980%	5/23/2024	8/1/2044	S
Db	DL	Lochbuie, Town of (DL#1)	558,718.00	1,558,718.00		3.250%	5/23/2024	5/1/2044	S
W	DL	Loma Linda SD (DL#1)	535,350.10	878,792.00		2.000%	11/13/2014	5/1/2035	S
W	DL	Loma Linda SD (DL#2)	341,200.26	500,000.00		2.000%	9/16/2016	11/1/2036	S
W	15A	Louisville, City of	23,527,191.50	31,641,348.00		2.185%	5/28/2015	8/1/2035	S
D	DC	Louviers W&SD (DL#1)	43,336.31	1,139,650.00		0.000%	10/19/2012	5/1/2043	S
W	DC	Louviers W&SD (DL#2)	839,499.60	989,519.17	*	0.000%	5/7/2019	11/1/2049	S
D	03A	Lyons, Town of	150,991.12	4,915,599.18		3.030%	6/1/2003	8/1/2024	S
W	DL	Lyons, Town of (DL#2)	2,942,179.40	5,200,000.00		1.230%	4/18/2014	11/1/2034	S
D	DC	Manassa, Town of (DL#1)	279,310.00	492,900.00		0.000%	1/31/2011	5/1/2041	S
W	DC	Manassa, Town of (DL#2)	346,304.19	351,834.00		1.500%	5/12/2022	11/1/2053	S
D	DC	Mancos, Town of (DL#2)	1,414,724.94	1,500,000.00		1.500%	6/14/2021	11/1/2051	S
W	DC	Mancos, Town of (DL#1)	275,000.00	1,000,000.00		0.000%	7/29/2009	11/1/2029	S
W	DC	Mancos, Town of (DL#2)	21,935.10	500,000.00		0.000%	10/31/2011	11/1/2031	S
Da	DL	Manitou Springs, City of (DL#1)	372,408.16	1,486,026.00		0.000%	9/28/2009	5/1/2030	S
Da	DL	Manitou Springs, City of (DL#2)	161,183.40	880,749.00		0.000%	9/29/2009	5/1/2030	S
Da	DL	Manitou Springs, City of (DL#3)	372,408.16	1,486,026.00		0.000%	9/30/2009	5/1/2030	S
D	DL	Manitou Springs, City of (DL#4)	722,161.89	827,200.00		2.500%	12/23/2020	11/1/2040	S
H	SD	Manitou Springs, City of (DL#1)	305,556.89	350,000.00		2.500%	3/24/2020	11/1/2040	S
Wa	DL	Manitou Springs, City of (DL#1)	25,020.16	2,083,401.00		0.000%	9/29/2009	5/1/2030	S
W	DL	Manitou Springs, City of (DL#2)	473,235.34	542,489.98	*	2.500%	12/23/2020	11/1/2040	S
W	DL	Mansfield Heights W&SD (DL#1)	273,673.66	519,487.61	*	2.000%	5/24/2013	11/1/2033	S
W	DC	Manzanola, Town of (DL#2)	24,000.00	96,000.00		0.000%	7/24/2008	5/1/2029	S
W	DL	Mead, Town of	1,350,906.82	2,985,000.00		3.500%	5/31/2007	2/1/2037	S
Wb	DL	Meeker SD (DL#2)	326,586.53	700,000.00		1.600%	4/7/2023	5/1/2043	S
D	DC	Merino, Town of (DL#1)	74,321.25	1,110,000.00		0.000%	11/7/2012	5/1/2043	S
D	DC	Merino, Town of (DL#2)	156,361.56	201,313.82	*	1.000%	3/31/2017	5/1/2047	S
W	02A	Mesa County / Grand Junction, City of	0.00	13,490,000.00		3.620%	5/1/2002	1/25/2024	S
D	DC	Mesa W&SD (DL#1)	57,089.45	200,000.00		1.433%	8/12/2011	11/1/2041	S
W	03A	Milliken, Town of	199,490.72	5,897,275.80		3.280%	5/1/2003	8/1/2024	S

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Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
D	DL	Minturn, Town of (DL#1)	2,866,345.03	3,000,000.00		2.250%	12/28/2021	11/1/2042	S
D	DC	Monte Vista, City of (DL#1)	208,397.40	348,206.93	*	0.000%	10/12/2011	5/1/2042	S
W	DC	Monte Vista, City of (DL#2)	768,136.60	1,396,612.00		0.000%	6/1/2015	5/1/2035	S
D	20A	Mt Crested Butte W&SD	19,882,948.50	22,474,748.00		1.286%	5/28/2020	8/1/2040	S
D	DL	Mount Werner W&SD (DL#1)	2,283,215.13	2,500,000.00		2.250%	12/8/2021	11/1/2041	S
W	DL	Mount Werner W&SD (DL#1)	2,745,889.34	3,000,000.00		2.500%	5/11/2021	11/1/2041	S
W	DL	Mount Werner W&SD (DL#2)	1,194,310.42	1,250,000.00		2.250%	8/4/2022	11/1/2042	S
W	DC	Mountain View, Town of (DL#2)	693,434.70	782,109.64	*	0.500%	7/2/2019	5/1/2050	S
W	DC	Mountain View Villages W&SD (DL#1)	710,333.90	1,500,000.00		0.000%	1/6/2009	8/15/2040	M
D	DL	Mountain W&SD (DL#1)	350,000.00	1,000,000.00		0.000%	7/13/2011	5/1/2031	S
W	DL	Mountain W&SD (DL#2)	900,000.00	2,000,000.00		0.000%	11/19/2012	5/1/2033	S
D	DL	Mustang Water Authority (DL#1)	0.00	700,000.00		4.000%	12/8/2003	5/1/2024	S
W	DC	Naturita, Town of (DL#1)	25,927.95	630,064.04	*	1.000%	6/4/2012	5/1/2028	S
D	DC	Navajo Western WD (DL#1)	601,704.68	1,011,099.31	*	0.000%	5/3/2012	5/1/2042	S
D	DL	Nederland, Town of (DL#1)	869,127.13	2,325,276.79	*	2.000%	6/15/2009	11/1/2030	S
W	DL	Nederland, Town of (DL#1)	800,000.00	2,000,000.00		0.000%	11/3/2011	5/1/2032	S
W	DL	Nederland, Town of (DL#2)	1,142,029.71	1,505,972.70	*	0.000%	11/9/2018	5/1/2039	S
W	11A	Nederland, Town of	854,684.00	1,961,090.00		2.240%	11/3/2011	8/1/2032	S
W	08A	New Castle, Town of	2,862,317.64	8,247,171.60		3.450%	5/22/2008	8/1/2030	S
Db	DL	North Washington St. W&SD (DL#1)	723,121.62	1,600,000.00		3.000%	2/6/2024	11/1/2043	S
H	SD	Northern Colorado WCD (DL#1)	998,351.19	2,000,000.00		2.000%	5/20/2011	9/1/2032	A
D	DC	Nucla, Town of (DL#2)	908,003.14	1,939,999.00		0.500%	3/28/2022	11/1/2052	S
W	DC	Nucla, Town of (DL#3)	187,563.73	222,863.47		0.000%	12/18/2018	5/1/2041	S
D	DC	Nunn, Town of (DL#1)	272,712.29	2,424,000.00		1.000%	12/9/2011	5/1/2042	S
D	DL	Olde Stage WD (DL#1)	8,492.65	100,000.00		3.500%	6/1/2005	8/1/2025	Q
D	DL	Olde Stage WD (DL#2)	45,592.61	150,000.00		3.500%	10/17/2008	2/1/2029	Q
W	DC	Olney Springs, Town of (DL#1)	153,425.00	573,000.00		0.000%	1/31/2013	11/1/2033	S
W	DC	Olney Springs, Town of (DL#3)	263,346.96	286,092.14	*	0.500%	2/25/2020	5/1/2050	S
Da	DL	Ophir, Town of (DL#1)	150,000.00	500,000.00		0.000%	12/18/2009	6/1/2030	S
D	DC	Orchard City, Town of (DL#3)	1,456,911.20	1,691,091.19	*	1.500%	7/17/2020	11/1/2040	S
D	DC	Ordway, Town of (DL#1)	86,666.78	200,000.00		0.000%	12/20/2006	5/1/2037	S
D	DC	Ordway, Town of (DL#2)	51,435.00	114,300.00		0.000%	12/21/2007	11/1/2037	S
D	DC	Ordway, Town of (DL#4)	118,131.39	713,180.00		0.000%	7/31/2018	11/1/2048	S
W	DC	Ordway, Town of (DL#2)	89,850.00	599,000.00		0.000%	12/20/2006	5/1/2027	S
W	DC	Ordway, Town of (DL#4)	369,709.20	446,400.00		0.000%	7/31/2018	11/1/2048	S
W	22A	Ouray, City of	16,867,441.50	17,330,308.00		3.090%	5/5/2022	8/1/2052	S
Db	DL	Ouray, City of (DL#2)	6,884,002.64	12,100,000.00		2.750%	12/14/2022	11/1/2052	S
D	08A	Pagosa Area W&SD	2,994,523.40	7,158,869.96		3.400%	6/12/2008	12/1/2028	S
W	DL	Pagosa Area W&SD (DL#1)	317,372.25	976,530.00	*	0.000%	9/4/2009	11/1/2030	S
Wa	DL	Pagosa Area W&SD (DL#2)	2,286,875.69	8,345,823.00	*	0.000%	9/4/2009	11/1/2030	S
Db	DL	Pagosa Area W&SD (DL#1)	32,544,643.69	38,444,000.00		2.750%	2/14/2023	11/1/2052	S
W	DC	Pagosa Springs GID, Town of (DL#4)	1,171,360.92	2,000,000.00		1.000%	2/4/2014	5/1/2035	S
D	06B	Palisade, Town of	1,353,722.49	3,976,045.10		3.470%	11/2/2006	8/1/2028	S
D	DC	Palisade, Town of (DL#1)	833,333.45	2,000,000.00		0.000%	5/26/2006	11/1/2036	S
W	DL	Palmer Lake SD (DL#1)	2,921,654.30	3,000,000.00		2.250%	3/15/2022	11/1/2052	S
D	DL	Palmer Lake, Town of (DL#1)	590,728.21	1,722,787.61	*	2.000%	7/22/2009	5/1/2030	S
D	DL	Palmer Lake, Town of (DL#2)	854,346.16	1,100,000.00		2.000%	3/16/2018	11/1/2038	S
D	DC	Paonia, Town of (DL#1)	111,291.21	395,969.23	*	1.750%	11/5/2008	5/1/2029	S
D	14A	Paonia, Town of	1,745,567.79	2,996,494.15		2.080%	5/29/2014	8/1/2035	S
D	DP	Park Water Company (DL#1)	852,149.18	875,000.00		2.250%	5/13/2022	11/1/2052	S
W	02B	Parker W&SD	4,453,674.00	14,112,800.00		3.620%	10/1/2002	8/1/2025	S
D	DC	Parkville WD (DL#2)	1,345,646.84	1,606,444.75	*	1.500%	5/22/2020	5/1/2040	S
W	DC	Peetz, Town of (DL#2)	367,390.46	400,000.00		0.500%	2/3/2021	5/1/2051	S
W	DC	Penrose SD (DL#1)	36,683.89	128,000.00		1.750%	8/1/2008	5/1/2029	S
D	DC	Penrose WD (DL#3)	65,515.23	216,680.07	*	0.500%	10/19/2020	11/1/2050	S
D	DL	Pine Brook WD (DL#1)	1,407,650.00	1,407,650.00		3.000%	6/28/2024	5/1/2044	S
D	DL	Pine Drive WD (DL#1)	97,840.11	241,154.00		2.000%	4/29/2010	9/1/2030	A
D	DL	Pinewood Springs WD (DL#1)	4,234.48	123,200.00		3.500%	7/26/2004	12/1/2024	S
D	DL	Pinewood Springs WD (DL#2)	100,806.75	752,425.00		3.500%	4/3/2006	6/1/2026	S
D	DL	Platte Canyon W&SD Subdist #1 (DL#1)	67,469.90	400,000.00		3.750%	6/30/2006	11/1/2026	S
D	DL	Platte Canyon W&SD Subdist #2 (DL#1)	120,128.90	415,203.11	*	3.500%	7/15/2008	11/1/2028	S
W	DL	Platteville, Town of (DL#1)	5,692,483.12	5,928,232.28		2.250%	5/28/2021	5/1/2052	S
W	05A	Plum Creek Water Reclamation Authority	232,500.00	1,510,000.00		3.350%	5/25/2005	8/1/2026	S
D	DC	Pritchett, Town of (DL#1)	80,000.12	200,000.00		0.000%	3/31/2006	5/1/2036	S
W	DC	Pritchett, Town of (DL#1)	78,089.54	140,177.01	*	0.000%	6/4/2015	11/1/2035	S
D	08B	Project 7 Water Authority	3,691,423.61	10,176,512.03		3.820%	11/25/2008	8/1/2030	S
A	I	Project 7 Water Authority (IL#2)	4,965,631.94	4,965,631.94		4.000%	9/5/2023	N/A	N/A

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Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
W	03A	Pueblo, City of	258,288.38	8,402,620.20		3.250%	5/1/2003	8/1/2024	S
W	10A	Pueblo, City of	8,855,406.50	23,595,277.00		2.500%	5/13/2010	8/1/2030	S
W	14A	Pueblo, City of	2,550,514.48	4,179,047.20		2.210%	5/6/2014	8/1/2035	S
W	18A	Pueblo, City of	5,239,620.50	6,846,524.00		2.449%	11/14/2018	8/1/2038	S
Wa	DL	Pueblo, City of (DL#1)	450,000.00	1,500,000.00		0.000%	9/4/2009	2/1/2030	S
W	11A	Pueblo West MD	2,285,596.50	5,232,582.00		2.230%	11/3/2011	8/1/2032	S
W	18A	Pueblo West MD	6,230,174.50	7,218,304.00		2.705%	11/14/2018	8/1/2048	S
Wb	DC	Ramah, Town of (DL#2)	617,687.13	1,292,557.00		1.250%	4/8/2024	11/1/2053	S
D	DL	Rangely, Town of (DL#1)	800,637.29	1,500,000.00		2.000%	10/2/2013	11/1/2033	S
W	DC	Redstone W&SD (DL#1)	969,111.76	2,000,000.00		1.000%	7/14/2011	5/1/2032	S
Da	DL	Ridgway, Town of (DL#1)	135,000.00	450,000.00		0.000%	10/19/2009	5/1/2030	S
D	12A	Rifle, City of	12,033,049.01	21,858,366.57		1.860%	8/14/2012	8/1/2034	S
D	DL	Rifle, City of (DL#1)	930,400.95	2,000,000.00		0.000%	8/14/2012	8/1/2032	S
W	07A	Rifle, City of	5,124,532.00	17,852,112.00		3.500%	5/31/2007	8/1/2028	S
D	DC	Rockvale, Town of (DL#1)	165,380.47	295,000.00		1.000%	7/8/2009	11/1/2039	S
D	DC	Rockvale, Town of (DL#2)(D&E#1)	0.00	269,600.00		0.000%	2/29/2024	N/A	N/A
W	DC	Rocky Ford, City of (DL#1)	700,903.80	1,750,000.00		0.000%	11/20/2012	5/1/2033	S
W	DC	Rocky Ford, City of (DL#2)	383,773.03	697,769.00		0.000%	11/14/2014	5/1/2035	S
W	DC	Romeo, Town of (DL#1)	34,644.44	173,666.54	*	0.000%	11/30/2007	5/1/2028	S
D	DC	Round Mountain W&SD (DL#2)	1,179,171.64	1,300,000.00		1.500%	8/13/2021	11/1/2041	S
Wb	DC	Routt County/Milner (DL#2)	718,085.11	1,500,000.00		1.250%	4/30/2024	5/1/2054	S
Wb	DC	Routt County/Phippsburg (DL#4)	718,085.11	1,500,000.00		2.250%	4/30/2024	5/1/2054	S
D	15A	Roxborough W&SD (Plum Valley Heights)	3,244,949.00	5,199,125.00		2.073%	4/23/2015	8/1/2036	S
W	05A	Roxborough W&SD	1,515,000.00	9,600,000.00		3.350%	5/25/2005	8/1/2026	S
D	DC	Rye, Town of (DL#1)	311,561.82	561,939.10	*	1.750%	3/27/2009	11/1/2039	S
W	DC	Saguache, Town of (DL#2)	1,564,251.74	1,890,545.09	*	0.000%	6/5/2018	11/1/2048	S
D	DC	St. Charles Mesa WD (DL#2)	88,005.20	344,069.48	*	0.000%	6/18/2018	11/1/2027	S
H	SD	St. Charles Mesa WD (DL#1)	472,892.19	752,297.87	*	2.000%	1/22/2016	11/1/2035	S
D	DC	St. Mary's Glacier W&SD (DL#2)	1,521,186.43	3,000,000.00		0.000%	12/27/2018	5/1/2049	S
D	DC	St. Mary's Glacier W&SD (DL#3)	199,540.40	500,000.00		1.250%	12/13/2023	11/1/2053	S
D	DL	Salida, City of (DL#1)	218,000.00	545,000.00		0.000%	12/21/2011	5/1/2032	S
D	DC	Salida, City of (DL#3)	308,751.03	1,294,785.92	*	1.000%	2/28/2017	11/1/2037	S
D	DC	Salida, City of (DL#5)	3,795,118.59	4,184,000.00		1.500%	6/15/2021	11/1/2041	S
W	18A	Security SD	11,548,775.00	14,606,528.00		2.345%	11/14/2018	8/1/2040	S
W	20A	Security SD	13,098,775.50	14,610,008.00		1.591%	5/28/2020	8/1/2049	S
D	DC	Sedgwick, Town of (DL#1)	167,600.12	419,000.00		0.000%	5/15/2006	5/1/2036	S
W	DC	Sedgwick, Town of (DL#1)(D&E#1)	0.00	300,000.00		N/A	4/29/2024	N/A	N/A
W	DC	Seibert, Town of (DL#1)	45,000.00	150,000.00		0.000%	8/26/2009	5/1/2030	S
W	DC	Shadow Mountain Village LID (DL#1)	193,280.63	430,704.00		1.000%	3/9/2015	5/1/2035	S
D	DC	Sheridan Lake WD (DL#2)	152,709.13	175,400.00		0.500%	7/2/2019	11/1/2049	S
D	23A	Silt, Town of	12,689,168.00	12,691,668.00		3.050%	12/12/2023	8/1/2044	S
Db	DC	Silt, Town of (DL#2)	4,120,403.22	12,834,795.92		1.570%	12/12/2023	11/1/2043	S
W	DC	Silver Plume, Town of (DL#1)	51,642.05	200,000.00		1.000%	5/20/2011	11/1/2031	S
D	DC	Silverton, Town of (DL#2)	207,946.15	313,852.00		0.000%	5/21/2018	11/1/2048	S
D	DC	Simla, Town of (DL#2)	600,794.23	1,032,300.00		0.500%	4/9/2021	5/1/2052	S
D	DC	Simla, Town of (DL#3)	187,374.07	493,000.00		0.500%	8/12/2022	5/1/2052	S
W	DC	Simla, Town of (DL#1)	52,200.00	116,000.00		0.000%	10/31/2012	5/1/2033	S
W	14A	South Adams County W&SD	14,664,646.06	22,191,850.40		2.250%	5/6/2014	8/1/2036	S
D	24A	South Adams County W&SD	16,173,616.00	16,173,616.00		2.980%	5/23/2024	8/1/2044	S
Db	DL	South Adams County W&SD (DL#1)	0.00	30,000,000.00		N/A	5/23/2024	N/A	N/A
D	DC	South Fork, Town of (DL#2)	2,470,449.14	3,000,000.00		0.500%	7/8/2020	5/1/2052	S
D	DC	South Sheridan WSS&SDD (DL#1)	1,405,125.68	1,985,245.00		1.000%	6/28/2013	5/1/2044	S
W	DC	South Sheridan WSS&SDD (DL#1)	1,025,200.51	1,916,075.00		1.000%	6/28/2013	5/1/2034	S
D	DL	Spring Canyon W&SD (DL#1)	1,368,945.53	2,200,000.00		2.000%	4/15/2015	5/1/2035	S
D	DL	Spring Canyon W&SD (DL#2)	197,471.68	300,000.00		2.000%	2/19/2016	5/1/2036	S
D	DL	Spring Canyon W&SD (DL#3)	205,128.94	300,599.00		2.000%	2/10/2017	11/1/2036	S
W	DC	Springfield, Town of (DL#2)	80,100.00	534,000.00		0.000%	12/20/2006	5/1/2027	S
D	DC	Starkville, Town of (DL#2)	63,637.56	164,700.00		0.500%	9/29/2022	11/1/2052	S
D	DC	Starkville, Town of (DL#3)	40,000.00	100,000.00		0.500%	4/30/2024	5/1/2054	S
R	11B	Steamboat Springs, City of	6,230,000.00	12,350,000.00		4.012%	6/21/2011	7/15/2031	S
D	11A	Sterling, City of	13,311,911.78	28,558,845.11		2.500%	3/30/2011	8/1/2032	S
W	20B	Sterling, City of	30,441,610.00	33,466,640.00		1.544%	11/18/2020	8/1/2050	S
R	23A	Sterling, City of	26,000,000.00	26,000,000.00		5.065%	11/7/2023	8/1/2055	S
Wb	DL	Sterling, City of (DL#1)	2,959,474.93	3,000,000.00		1.500%	11/7/2023	11/1/2053	S
Wb	DL	Sterling, City of (DL#2)	1,484,237.83	3,000,000.00		3.250%	11/7/2023	11/1/2053	S
D	DC	Stratmoor Hills WD (DL#2)	2,659,862.48	3,000,000.00		0.500%	12/3/2019	5/1/2050	S
W	DC	Stratton, Town of (DL#1)	0.00	442,000.00		1.875%	11/20/2006	2/1/2024	S

COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY
 All Programs Loan Status Report
 As of June 30, 2024

Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
TOTALS BY PROGRAM									
Program			Outstanding Balance	Original / Amended Balance		Number of Loans			
DWRF-ARRA			\$ 4,484,463.44	\$ 19,947,681.00		12			
DWRF-ARRA (100% Pncpl Frgvn)				12,343,199.00		12			
DWRF - BIL			90,608,282.85	198,076,312.33		12			
DWRF - BIL - Paid in Full or Defeased				-		0			
DWRF-Base Program			354,035,276.06	539,648,905.34		188			
DWRF-Base Program (Paid in Full or Defeased)				280,662,597.76		161			
Total for DWRF Program			449,128,022.35	1,050,678,695.43		385			
SWRP			-	-		0			
SWRP (Paid in Full or Defeased)				149,590,000.00		48			
Total for SWRP Program			-	149,590,000.00		48			
WPCRF-ARRA			4,501,895.85	19,729,224.00		5			
WPCRF-ARRA (100% Pncpl Frgvn)				10,364,568.00		7			
WPCRF - BIL			47,268,787.31	61,949,477.00		16			
WPCRF - BIL - Paid in Full or Defeased				-		0			
WPCRF-Base Program			599,069,539.13	969,936,249.71		184			
WPCRF-Base Program (Paid in Full or Defeased)				543,577,566.28	(a)	190			
Total for WPCRF Program			650,840,222.29	1,605,557,084.99		402			
WRBP			51,930,000.00	64,950,000.00		5			
WRBP (Paid in Full or Defeased)				476,820,000.00		20			
Total for WRBP Program			51,930,000.00	541,770,000.00		25			
Authority			7,186,290.80	9,202,896.07		4			
Authority (Paid in full or Defeased)				101,600.00		1			
Total for Interim/Authority Loans			7,186,290.80	9,304,496.07		5			
SHLP			6,384,616.98	9,456,500.52		6			
SHLP (Paid in full or Defeased)				1,147,062.37		1			
Total For SHLP Program			6,384,616.98	10,603,562.89		7			
TOTAL FOR ALL PROGRAMS			\$ 1,165,469,152.42	\$ 3,367,503,839.38		872			

COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY
 All Programs Loan Status Report
 As of June 30, 2024

Prg	Type	Borrower	Outstanding Balance	Original / Amended Loan Amount	Note	Loan Rate (%)	Loan Date	Final Payment Date	Pymt Frq
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* Original loan amount differs from amount stated on the loan agreement due to subsequent amendments. Amendment details are located in various Authority files.

** Interim loan principal is recorded as draws are made, not total loan amount authorized

a) This amount has been adjusted to remove the Mt. Werner loan (W99A091), which was defeased per borrower request. It has also been adjusted to remove the WPCRF Granby loan (W11F275), which was cancelled per borrower request and WPCRF Pagosa Springs GID #3 loan (W08F210), which was cancelled per borrower request.

<i>Report Legend</i>	
A= Authority loans	DWRF = Drinking Water Revolving Fund
Da = DWRF ARRA loans	SHLP = Small Hydro Loan Program
Db = DWRF Bipartisan Infrastructure Law (BIL) loans	SWRP = Small Water Resources Program
D = DWRF Non-ARRA loans	WPCRF = Water Pollution Control Revolving Fund
H = SHLP loans	WRBP = Water Revenue Bond Program
I = Interim loans	
R = WRBP loans	
S = SWRP loans	
W = WPCRF Non-ARRA loans	
Wa = WPCRF ARRA loans	
Wb = WPCRF Bipartisan Infrastructure Law (BIL) loans	



COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY
EXECUTIVE DIRECTOR'S REPORT
August 21, 2024 Board Meeting

ACTIVITIES SINCE LAST MEETING

1. On June 10-12, Authority staff and I attended the [Governmental Finance Officers Association \(GFOA\) National Conference](#) (GFOA) national conference in Orlando, Florida.
2. On June 12, I was a panelist at the GFOA National Conference session entitled "[Managing Water Infrastructure and Assets in Modern America](#)."
3. On June 12, I Co-chaired the [Council of Infrastructure Financing Authorities'](#) (CIFA) Policy Committee.
4. On June 14, I attended the CIFA Board meeting.
5. On June 17, I attended and presented my Executive Director's report to the [Colorado Water Conservation Board](#) (CWCB).
6. On June 18, I attended a quarterly meeting with CIFA officers and EPA water leadership.
7. On June 18-21, Several Authority staff attended CML's Annual Conference in Loveland.
8. On June 20, 27, July 11, 18, 25, August 1, 8, 15, Jim Griffiths, Wes Williams and I attended the BIL steering meetings with the WQCD and the DOLA.
9. On June 21, Jim Griffiths and I met with representatives from SECWCD, CWCB and Otero County to discuss the [Arkansas Valley Conduit](#) cost update.
10. On June 21, I met with Gravity to discuss their automated financial reporting software.
11. On June 23, I spoke with La Plata Water Conservancy District engineer Eric Bikis regarding the Long Hollow Funding Agreement and forthcoming letter from Karl Ohlsen.
12. On June 25, Sabrina Speed and I attended Sherman and Howard's Labor and Employment Breakfast Briefing.
13. On June 26, I attended a Schwab Midyear Market Outlook webinar.
14. On June 26, I provided an SRF update to Representative Pettersen's Water Advisory Council.
15. On June 27, I attended DOLA's retirement party for Scott Olene.
16. July 1 to August 6 the Authority interviewed candidates for the Accounting Clerk/Tech position.
17. On July 2, Jim Griffiths, Justin Noll and I attended a conference call with Arbitrage Compliance Specialists.
18. On July 10, I attended CIFA officers pre-board meeting and CIFA's Policy Committee.
19. On July 10, I met with HR Consultant, Chris Moffet, to discuss the CWRPDA benefit and salary survey.
20. On July 11, Austin Reichel, DOLA and WQCD presented at the SRF Regional Workshop in Alamosa.
21. On July 12, I attended the CIFA Board meeting.
22. On July 16, Justin Noll, Valarie Lovato and I met with Gravity to discuss their automated financial reporting software proof of concept.

23. On July 16, Several SRF staff and I attended an EPA led Region 8-All States meeting.
24. On July 16, I spoke with Christine Arbogast regarding CDS and SRF funding.
25. On July 17, I presented my Executive Director report to the CWCB Board.
26. On July 17, I attended an "AI" cyberattack seminar.
27. On July 19, I attended a [Water Finance Conference](#) panel prep meeting.
28. On July 19, I attended a CWC Governance Meeting.
29. On July 19, I had a conference call with the WQCD to discuss the Joint WQCC and Authority Board meeting.
30. On July 22 I attended a CIFA Region 8 meeting to discuss how CIFA can better meet the needs of its members.
31. On July 24, Jim Griffiths and I attended a meeting with the City of Fort Collins to discuss their [Halligan Water Supply project](#).
32. On July 24, I attended a CIFA officers meeting to discuss the 2024 and 2025 workshops.
33. On July 25, Jim Griffiths and I met with representatives from SECWCD, CWCB and Otero County to discuss the [Arkansas Valley Conduit](#) (AVC) funding concept
34. On July 26, I attended a conference call with Mark Henderson to discuss the set asides and 2025 budget.
35. On July 30, I met with HR Consultant, Chris Moffet, to discuss the CWRPDA benefit and salary survey.
36. On July 31, I attended a meeting with SECWCD's Executive Director Leann Noga to discuss the AVC project and upcoming CWRPDA Board meeting.
37. On July 31, I attended a meeting with CIFA officers and EPA water leadership.
38. August 1-2, the Authority processed debt service for all leveraged loans and deallocated (released) excess loan repayments and debt service reserve funds.
39. On August 2, I attended a [Water Finance Conference](#) panel prep meeting.
40. On August 2, I met with Washington State King County officials to discuss how Colorado's SRF funds sub-pockets of underserved communities.
41. August 5-7, I attended and presented at the 2024 [Water Finance Conference](#) in Buford, Georgia.
42. On August 8, Justin Noll and I attended a strategic needs meeting with the Authority's IT consultant, Mytech.
43. On August 9, the Authority completed its mid-year reviews of all staff.
44. On August 9, I attended the CIFA's Board meeting.
45. On August 9, the position of Accounting Clerk/Tech was offered to and accepted by Desiree Perea.
46. On August 12, I attended the CWC's Board meeting.
47. On August 14, I co-chaired CIFA's Policy Committee meeting.
48. On August 16, Authority staff and I attended the [Project Finance Committee](#) (PFC) meeting.

FUTURE ACTIVITIES

1. On August 20-22, Jim Griffiths, Wes Williams and I will attend the CWC Summer Conference in Colorado Springs.
2. On August 21, Authority staff and I will attend the Authority's Board meeting.

3. On August 27, I will attend a meeting with Senator Bennet's policy advisor John Brockmeier to discuss the SRF programs and CDS impacts.
4. On August 29, Desiree Perea will be starting the Accounting Clerk/Tech position.
5. On August 30, I will attend a meeting with State Treasurer Dave Young to discuss Building Urgent Infrastructure and Leveraging Dollars (BUILD) concept.
6. September 10-12, Several Authority staff will attend the [Special District Association Conference](#) in Keystone. Jim Griffiths, WQCD and DOLA will be presenting a September 11 session entitled, "The Drinking Water Revolving Fund and Water Pollution Control Revolving Fund: Low Interest Loan Programs for Your District's Drinking Water and Wastewater Projects."

FUTURE MEETINGS

October 3, 2024 – Project tour in Silt, Colorado (1pm, Silt - tentative)

October 3, 2024 – Board Program Work Session (6pm- Silt - tentative)

October 4, 2024 – Board meeting (9am, Silt - tentative)

December 6, 2024 – Board Meeting (9am, Denver)

January 29, 2024 – Board Meeting (2pm in conjunction with the CWC annual convention, Aurora) (Date subject to change)

Tentative 2025 Meeting Dates:

https://www.cwrpda.com/files/ugd/4d7b21_b2806cacc0a346a98ec524773ccdc13d.pdf

**REGION 8**

DENVER, CO 80202

Mr. Keith McLaughlin
Executive Director
Colorado Water Resources & Power Development Authority
1580 Logan St, Suite 820
Denver, CO 80203

Dear Mr. McLaughlin:

The U.S. Environmental Protection Agency, Region 8, has conducted an annual review of the Colorado Drinking Water State Revolving Fund (DWSRF or DWRF) for state fiscal year 2023 (January 1, 2022 through December 31, 2023) in accordance with the EPA's State Revolving Fund (SRF) Annual Review Guidance.

The annual review includes consideration of legal, managerial, technical, financial, and operational capabilities of the Colorado Water Resources and Power Development Authority (Authority), the Colorado Department of Public Health and Environment (CDPHE), and the Colorado Department of Local Affairs (DOLA). Please find attached the Program Evaluation Report (PER) of the program.

The Colorado DWSRF assessment has been completed by SRF Coordinator, Jenn Berig, in collaboration with the EPA Region 8 SRF team. You may reach Jenn with any questions at (303) 312-6262 or Berig.Jennifer@epa.gov.

Sincerely,

Benjamin Bents
Manager, Technical and Financial Services Branch

ENCLOSURES

1. Colorado Water Pollution Control Revolving Fund - Program Evaluation Report (PER) SFY2023

cc: Mark Henderson, PE, Colorado Department of Public Health and Environment
Alex Hawley, Colorado Department of Public Health and Environment
Desiree Santerre, Colorado Department of Local Affairs

STATE OF COLORADO

DRINKING WATER STATE REVOLVING FUND

Program Evaluation Report

SFY 2023

(January 1, 2023 through December 31, 2023)

Completed by:

U.S. EPA Region 8
1595 Wynkoop Street
Denver, CO 80202-1129

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Executive Summary

The U.S. Environmental Protection Agency, Region 8, has conducted an annual review of the Colorado Drinking Water State Revolving Fund (DWSRF or DWRF) for state fiscal year 2023 (January 1, 2023 through December 31, 2023) in accordance with the EPA's State Revolving Fund (SRF) Annual Review Guidance.

The three coordinating agencies, Colorado Department of Public Health and Environment, Colorado Department of Local Affairs, and the Colorado Water Resources and Power Development Authority work well to ensure that communities are aware of the state revolving fund as a funding resource and support borrowers from initial outreach through project closeout. For the year, the Colorado DWRF provided 18 separate funding agreements to 12 municipalities totaling \$72.4 million with a range of effective interest rates from one percent to 3.05 percent. Of the 18 agreements, eight were with full principal forgiveness to fund only design and engineering phases and nine went to disadvantaged communities.

There were no significant changes to the program this year. Project demand remains high throughout the state. Colorado did receive the base, Bipartisan Infrastructure Law (BIL) general supplemental, and BIL emerging contaminant (EC) grants. Because there are still no BIL EC projects for the clean water program that have applied for funding, Colorado intends to transfer the fiscal year 2022 and 2023 BIL EC clean water funds to the drinking water revolving fund, to help fund EC projects for South Adams County Water and Sanitation District as well as the Town of Silt.

The fund use rate and pace of construction on the drinking water side are still lagging a bit, but these values should improve in upcoming years. The state has already closed on two large loans in FY 2024 including a South Adams Water Treatment plant for \$46.1 million and a lead service line replacement project for the City of Englewood for \$40.1 million, which will improve the fund use rate moving forward and eventually the pace of construction as those projects ramp up construction. The ratio of undisbursed funds to disbursements is high, but since this is a lagging metric, this indicator is also expected to improve and more of the BIL funds are disbursed.

Overall, the program is well managed and coordinated. All three agencies focus on outreach efforts, which ensures that they are funding a mix of urban, rural, and disadvantaged communities. The Department of Local Affairs is also focused on one-on-one outreach to communities under 10,000 people that have not yet accessed the state revolving fund programs. With the continued outreach, the state does not foresee any issues with project demand for the drinking water revolving fund.

There were no recommendations from last year and no new recommendations from this review.

Introduction

In accordance with the Federal Water Pollution Control Act (Clean Water Act, CWA) and Safe Drinking Water Act (SDWA), the Environmental Protection Agency (EPA) provides funds to states to capitalize their Clean Water State Revolving Fund (CWSRF) and Drinking Water State Revolving Fund (DWSRF) programs. The Colorado Department of Public Health and Environment (CDPHE), the Colorado Department of Local Affairs (DOLA), and the Colorado Water Resources and Power Development Authority (Authority) are responsible for administering the Colorado CWSRF and DWSRF programs. The collective program provides low interest loans to offset the financial burden of planning, designing, and constructing water and wastewater infrastructure. CDPHE also sets aside some of the DWSRF funds to supplement the Public Water System Supervision (PWSS) program and to provide technical assistance to public water supply systems.

As required by Title VI of the CWA and Section 1452 of the Safe Drinking Water Act, EPA conducts an annual oversight review of each state's DWSRF and CWSRF program. The purpose of the annual review process is to assess the cumulative program effectiveness and fiscal health of the SRF programs. EPA conducted its annual review of the Colorado DWSRF and CWSRF programs with CDPHE, DOLA, and Authority staff from May 6-9, 2024. EPA staff present for the annual review were Jenn Berig, Lindsey Phillips, Emily Gillespie, and Alyssa Azari. The exit meeting took place on May 9, 2024.

This annual review includes consideration of the legal, managerial, technical, financial, and operational capabilities and overall performance in administering the DWSRF. Activities incorporated into the annual review were an analysis of the Intended Use Plans (IUPs), the Colorado Drinking Water Revolving Fund (DWRF) Biennial Report covering January 1, 2021 to December 31, 2022, the Colorado DWRF Summary Report covering January 1, 2023 to December 31, 2023, data from the Drinking Water National Information Management System (DWNIMS) and the SRF Data System, files for five projects, four cash draws, 2023 financial statements, and Colorado's DWRF financial indicators. Following the annual review, EPA prepares a Program Evaluation Report (PER). The PER covers all program activities from program inception to the present, with major emphasis on the activities performed during the last state fiscal year. This PER correlates with Colorado's annual reports for the period ending December 31, 2023. This PER highlights the review observations and findings and identifies any follow-up actions.

The state of Colorado managed its DWRF program during 2023 in accordance with applicable statutes, regulations, and guidance. The project demand remains high in Colorado. The 2024 IUP shows approximately \$20 billion on the overall project priority list (PPL). The fundable list includes \$1.8 billion in base and Bipartisan Infrastructure Law (BIL) general supplemental projects, \$1 billion in BIL lead service line (LSL) projects, and \$907.1 million in BIL emerging contaminants (EC) projects. The fundable list projects are priority for BIL funding and have either recently received a loan, applied for a loan, or are projected to start within 12-18 months.

For the year, the Colorado DWRF provided 18 separate funding agreements to 12 municipalities totaling \$72.4 million with a range of effective interest rates from one percent to 3.05 percent. Of the 18 agreements, eight were with full principal forgiveness to fund only design and engineering phases and nine went to disadvantaged communities. By leveraging the DWRF, Colorado has been able to fund an additional \$183.0 million in projects.

Program Management

A. General

The DWSRF is an EPA and state-funded water infrastructure program that provides public health benefits by ensuring delivery of clean and safe drinking water. While DWSRF set-asides are used for technical assistance to help public water supply systems with compliance issues and protect sources of drinking water, most of each capitalization grant (and loan repayments) are used to provide low interest loans to public water systems to help them maintain or achieve compliance with drinking water regulations.

Municipalities and other eligible loan recipients depend on the DWSRF program designed to provide low-interest rate loans for construction of drinking water facilities. Projects are funded with a combination of federal dollars (via capitalization grants), state match, revenue bond monies, earnings, repayments, and loan forgiveness. EPA's SRF loan program has been successfully operated since the CWSRF was established in 1987, and the DWSRF in 1996.

Three separate state agencies have distinct roles in the management of the Colorado DWRF program. The grantee is the Authority, which provides state match and conducts various financial functions for the SRF programs, including working with loan recipients on financial and audit issues and coordinating an annual financial audit of the DWRF program. Responsibilities of the CDPHE staff include primacy duties for the SDWA, working with communities in completing necessary planning, design, and construction activities associated with each DWRF project, and managing the set-asides. Responsibilities of DOLA include outreach to local communities and conducting financial analyses of potential and existing loan borrowers.

Colorado DWSRF staff (at the Authority, CDPHE, and DOLA) continue to implement a successful program and remain in compliance with all SRF regulations. There were no major changes to the Colorado WPCRF program this year. They continue to implement the changes from FY 2022 to the DAC definition and the wider eligibilities for the BIL grants, which include poverty indicators and points for persons over the age of 65.

B. Capitalization Grants

Through the end of SFY 2023, EPA has awarded \$\$511.5 million total in capitalization grants and Colorado has provided \$89.3 million in matching funds, for a total of \$ \$586 million in revolving fund capitalization. The value of the Colorado DWRF is increasing every year due to this annual capitalization process, as well as from loan repayments, interest earned on its loan portfolio and interest earned on the invested cash balance.

In November 2021, the BIL was signed into law, which appropriated federal DWSRF funding for FY22-FY26 for three types of DWSRF infrastructure projects: general supplemental DWSRF, LSL replacement, and EC. In March 2022, EPA issued BIL Implementation Guidance and 2022 allotments.

During SFY 2023, Colorado DWSRF applied for and was awarded the capitalization grants and amounts shown in Table 1.

Table 1: Colorado DWSRF Federal Capitalization Summary		
Grant #	Grant Award Date	Grant Award Amount
FFY23 Base	8/24/2023	\$8,650,000
FFY23 BIL Supplemental	8/24/2023	\$36,884,000
FFY22 BIL EC	10/27/2023	\$13,384,000
FFY23 BIL LSL	10/27/2023	\$32,600,000
Total		\$91,518,000

C. Set-Aside Uses

Section 1452(g)(2) of the SDWA [40 CFR 35.3535] allows the DWSRF program the option of utilizing up to 31 percent of their capitalization grant for activities that protect sources of drinking water, enhance water systems management, and improve capacity development strategies. Colorado SRF works closely with the public water supply supervision program to identify water systems in need of SDWA compliance or capacity assistance. Colorado SRF elected to utilize set asides in the following manner:

Program Administration (4 percent)

Funds are used to cover administrative and technical assistance expenses related to projects and activities authorized under the Safe Drinking Water Act. Program administration can be calculated by three different methods, whichever the state chooses, to cover the reasonable costs of administration of the DWSRF programs: (1) \$400,000, (2) four percent of the capitalization grant, or (3) 1/5 percent of the current valuation of the fund. Colorado DWSRF elected to utilize \$3.3 million, or four percent, from the FY 2023 BIL general supplemental, BIL EC, and BIL LSL capitalization grants for program administration expenses.

Small System Technical Assistance (2 percent)

SDWA allows funds for Technical Assistance (TA) and training to help small public water supply systems build the capacity they need to provide safe drinking water. Colorado DWSRF elected to utilize \$737,680, or two percent, from the BIL general supplemental grant for TA, which funded contracts with the Colorado Rural Water Association and the Midwest Assistance Program to provide TA services to small systems. Activities under this set-aside include:

- Drinking water on-site and group training on regulatory compliance, asset management, emergency response, physical and cybersecurity concerns, lead and copper rule revision, public notice, decision making and board responsibilities, operator certification and ethics, and financial planning.
- Drinking water technical, managerial, and financial assistance and coaching.
- Public water system supervision (PWSS) program administration focusing on drinking water ECs of concern.

State Program Management (10 percent)

A state may reserve up to 10 percent of the capitalization grant to implement its drinking water protection, capacity development, operator certification and source water protection programs. Colorado DWSRF elected to utilize \$2.6 mil (seven percent) from the BIL general supplemental grant, \$1 million (seven percent) of the BIL EC grant, and \$3.3 million (10 percent)

of the BIL LSL grant for state program management to support staff in accomplishing the requirements of the program. Activities include data management, program oversight, staffing and computer equipment acquisitions. Activities under this set-aside include:

- Drinking water training and assistance to public water systems on compliance responsibilities and meeting new regulations.
- PWSS administration including compliance, enforcement, new rule/policy development, and oversight and compliance activities to ensure systems have a certified operator.
- Drinking water acute response and assistance.
- Continuity of operations and supporting Colorado’s water and wastewater agency response network.
- Development and implementation of public water system training curriculum.
- Training to focus on managerial and financial capacity building.

Local Assistance (15 percent)

SDWA allows the local assistance set-aside to be utilized for various assistance, including technical, financial, and managerial capacity assistance to public water systems as a part of a capacity development strategy and for source water protection activities. Colorado DWSRF uses these funds for assistance in capacity development and to help fund the state’s wellhead protection program. Colorado has elected to reserve \$3.9 million (just under 11 percent) of the BIL general supplemental. Activities under this set-aside include:

- Develop workplans, manage, and implement the wellhead protection program.
- Source water protection activities.
- Drinking water sanitary surveys.
- Drinking water design reviews.
- Drinking water technical assistance and support.

Colorado DWSRF total Set-Aside designations from awarded grants are outlined below:

Set-Aside	Set-Aside Amount	Set-Aside Amount Expended	% of Set-Aside Expended
Administrative	\$24.4	\$17.9	73%
Small System TA	\$9.3	\$7.9	85%
State Program	\$42.8	\$33.4	78%

Local Asst.	\$60.2	\$52.6	87%
TOTALS	\$136.7	\$111.8	82%

D. Biennial Report

The purpose of the biennial report is to describe how the state’s program has met the goals and objectives of the previous fiscal year as stated in the IUP and capitalization grant agreements, including the most recent audit of the fund and the entire state allotment. Colorado’s SFY 2023 biennial report was received by EPA Region 8 on May 2, 2024. The biennial report is available on the Authority website at: <https://www.cwrpda.com/reports>.

E. Intended Use Plans (IUP)

The IUP is a document prepared annually by a state, which identifies intended uses of all DWSRF program funds and describes how those uses support the overall goals of the DWSRF program. The IUPs contain the project priority list (PPL) for all awarded DWSRF federal capitalization grants: base, BIL general supplemental, and BIL emerging contaminants in accordance with federal statute 40 CFR § 35.3150, the IUP and PPL are subject to public review and comment, only after which can the document be adopted. Colorado’s draft IUP was received by EPA Region 8 in August 2023. Colorado’s SFY 2023 IUP was posted for public comment on August 31, 2022, and was approved at a public hearing on October 11, 2022. The IUPs are available on the Authority website at: <https://www.cwrpda.com/reports>.

F. Equivalency

Equivalency is a unique feature of the SRF programs wherein certain program requirements apply only to a subset of SRF assistance agreements and activities. The “equivalency requirements” must be met by assistance agreements and activities whose total dollar amount equals the amount of the federal SRF capitalization grant in question. Colorado DWSRF has funded projects to meet the equivalency requirement for the base FY 2023 grants and prior. For the BIL general supplemental grants, they have funded projects to meet the FY 2022 grant requirement and are working toward meeting the requirement for the FY 2023 grant. For the BIL EC, the equivalency requirement has been fully met for the FY22 grant, and they are 93 percent of the way toward meeting the FY 2023 requirement. For the BIL LSL grants, they have funded projects to meet the FY 2022 grant requirement and are working toward meeting the requirement for the FY 2023 grant.

Each year’s IUP must identify the projects that will meet equivalency. Additionally, the biennial report must report the signed assistance agreements selected to meet equivalency requirements and whether the state fell short of the total equaling the capitalization grant amount.

The projects meeting equivalency requirements have been entered, as required, into the Federal Funding Accountability and Transparency Act (FFATA) database.

G. Additional Subsidization

The amount of required subsidy changes from year to year and can be provided in the form of principal forgiveness, grants, negative interest loans, and refinancing of debt. It is important to note it often takes time for loans that contain subsidy to be signed, move to construction and request disbursements. Colorado continues to work diligently with Disadvantaged Communities to provide additional subsidy through varying levels of principal forgiveness.

Colorado met additional subsidy funding levels through its FY 2020 base grants and prior, FY 2022 and FY 2023 grants. They are 82 percent of the way toward meeting the additional subsidy goal for the FY 2021 grant. For the BIL general supplemental grants they have met the requirement for the FY 2022 grant and have reported 23 percent of the required amount for the FY 2023 grant. The state has met the additional subsidy requirement for the FY 2022 and FY 2023 grants for the BIL EC and BIL LSL grants.

H. DWSRF Staffing

Colorado SRF continues to operate with a stable workforce at each of their respective agencies that directly support both the CWSRF and DWSRF. However, workloads have increased significantly with the addition of BIL funding. CDPHE has 12 full time equivalent (FTE) employees. DOLA has 2.5 FTE staff and 1.5 FTE term limited employees, who will be providing additional support during BIL. The Authority has 14 permanent staff members, which was described as feeling understaffed right now, but they are trying to remain lean so as to not have to make any cuts at the end of the BIL funding. Overall, the three agencies believe they have adequate staff able to meet the program needs.

Project Management

A. Project Progress

The Colorado DWSRF project progress is summarized below with the following table, which presents fund use rate and pace of construction at the end of 2023.

DWSRF Funds Available for Projects	Assistance Provided	Fund Use Rate	Project Disbursements	Pace of Construction
\$1,075.1	\$940.7	88%	\$783.5	83%

Colorado DWRP project milestones accomplishments as of June 30, 2023, as provided from DWNIMS, are as follows (in \$ millions). The percentage of project completions to funds available decreased from 69 percent to 62 percent, remaining above the national average of 56 percent, and expected with the continued influx of BIL funds.

As of June 30, 2023 data (in millions), project progress was as follows:

- DWRP Funds Available: \$1,014.7
- Project Assistance: 283 projects at \$907.3
- Construction Starts: 282 at \$868.8
- Project Completions: 244 at \$626.3

Overall, the Colorado DWRP is performing well in getting drinking water projects built to further the goals of SDWA.

B. EPA Project Review

EPA would like to thank the Colorado SRF staff for making themselves available for interviews, meetings, and questions during the programmatic review. The information gathered during the interviews with state staff was used to complete the Annual Review Checklist and Project File Review Checklists, developed by EPA Headquarters. Project documentation illustrated compliance with federal requirements.

EPA examined project, construction, and administrative loan files to ensure that the projects were managed consistent with federal regulations and policies governing the DWSRF. Files were checked for inclusion of documentation supporting the following federal requirements: American Iron and Steel (AIS), Build America Buy America (BABA), the bidding process, environmental cross-cutters, socio-economic cross-cutters, super (Civil Rights) cross-cutters, Davis-Bacon wage requirements, Disadvantaged Business Enterprise, Federal Funding Accountability and Transparency Act reporting, generally accepted accounting standards, site inspection reports, environmental review based on state environmental review process, project eligibility, project useful life, signage, single audit, prohibition on certain telecommunication equipment and services, and technical, financial and managerial capacity. See Table 4, below,

for the list of projects that were reviewed.

Table 4. DWSRF Project Reviews					
Project Title & Summary	Loan Amount	Loan Terms	Environmental Review Determination*	Equivalency? Add Sub**?	Associated Cap Grant
Pagosa Area WSD, new treatment plant	\$38,444,000	2.75%, 30 years	EA & FONSI	Equivalency and Add Sub (\$5 million)	DWSRF Base (and BIL Sup)
City of Ouray, new treatment plant	\$12,100,000	2.75%, 30 years	EA & FONSI	Equivalency and Add Sub (\$5 million)	DWSRF BIL Supplemental
Town of Fairplay	\$300,150	3%, 20 years	EA & FONSI	Non-equivalency and Add Sub (\$163,306)	DWSRF BIL Supplemental-Add Sub Project
Town of Silt, water treatment plant upgrade design	\$300,000	NA, Design and Engineering PF Loan	EA & FONSI	Non-equivalency and Add Sub (\$300,000)	DWSRF BIL EC
Denver Water, LSL replacement	\$76,123,628	2.75%, 30 years	Cat Ex	Equivalency and Add Sub (\$40 million)	DWSRF BIL LSL

* The state of Colorado utilizes the National Environmental Policy Act (NEPA) process for their State Environmental Review Process (SERP). NEPA involves an evaluation of potential environmental impacts, with three possible levels of evaluation: (1) Categorical Exclusion (Cat Ex) with the least potential for environmental impact, (2) Environmental Assessment (EA) with moderate potential environmental impact, and (3) Environmental Impact Statement (EIS) with high potential environmental impact. The Colorado SRF program has funded several common infrastructure projects that fall into the Cat Ex category. There are also new infrastructure projects that warrant an EA. Note: if the EA results in minimal impact a Finding of No Significant Impact (FONSI) is issued. An infrastructure proposal requiring an EIS is rare. The Colorado SRF program has not funded a project requiring an EIS to date.

**“Add Sub” references Additional Subsidy, which is provided in addition to reduced interest rate. Colorado SRF provides their Additional Subsidy in the form of principal forgiveness.

C. American Iron and Steel (AIS)

The Colorado SRF has complied with AIS requirements for many years. The consulting engineers, construction contractors associated with SRF projects are familiar with the AIS

requirements and CDPHE staff verify the AIS project documentation. Overall best practices were presented to CDPHE and community engineer staff. However, no findings required modifications. AIS documentation is submitted and reviewed with each pay request.

D. Build America Buy America (BABA)

During SFY2023, the Colorado DWSRF equivalency projects utilized the EPA Adjustment Period Planning Waiver of Section 70914(a) of P.L. 117-58, Build America, Buy America Act, 2021 for SRF Projects that have Initiated Design Planning, which was approved September 2, 2022.

Note: An amended (final) Public Interest Waiver was issued by EPA in November, which replaces the earlier Adjustment Period Waiver and applies to FY22 and FY23 capitalization grants awarded to state on or after November 13, 2023. The state did not receive any FY22 or FY23 capitalization grant awards on or after November 13, 2023, and the earlier EPA Adjustment Period Planning Waiver applies.

Equivalency loan recipients provided documentation to the Colorado DWRF illustrating that their project started designated planning and design activities prior to May 14, 2022.

It is expected that many projects will not qualify for the Planning Adjustment Period waiver in the following year, as the amended (final) Public Interest Waiver limits applicability to FY22 and FY23 capitalization grants. Therefore, state SRF staff and communities are anxious for additional BABA guidance from EPA Office of Water and the Office of Management and Budget Made in America Office, particularly regarding the manufactured goods category.

E. Signage

Non-BIL equivalency funding recipients provided documentation to the Colorado SRF program demonstrating conformance with SRF signage requirements. For BIL projects, those identified as equivalency or receiving additional subsidization and emerging contaminant and lead service line replacement projects provided documentation demonstrating conformance with the BIL-specific signage term and condition.

Financial Management

A. Overall Fund Management and Loan Terms

The DWSRF shows sound financial health and management. There have been no defaults and all loans are secured by revenues from user charges and/or full faith and credit of the borrowing entities. The net position (including undrawn loan fund grants) as of December 31, 2023 was \$389.1 million, an increase of nine percent over the 2022 net position of \$358.3 million.

The Authority manages the Colorado DWSRF fund and sets loan terms. Loan interest rates range from one percent to 3.05 percent, which includes the interest rate and the administrative fee. An administrative fee of up to 1.25 percent is added to the interest rate. Interest rates range from one percent to 3.05 percent for disadvantaged communities. Loan terms are typically for 20 years. However, extended loan terms of 30 years are offered to disadvantaged communities.

B. State Match

The Colorado DWSRF uses administrative fees and bonds to meet state match requirements. The total state match contribution through SFY 2023 is \$89.3 million, meeting the capitalization grant state match requirements through FY 2023. The administrative fee funds are used to fund the state match loan to the Authority for the base grant and the BIL general supplement match was paid by funds from the state legislature.

C. Financial Statements and Audits

Colorado SRF financial statements and audit reports were received on April 30, 2024.

In April 2024, Forvis, LLP issued audited financial statements on the DWRF for the year ending December 31, 2023. No issues or recommendations were identified with this document.

D. Cash Draw Transaction Testing

The DWSRF regulations (40 CFR 35.3560) once required cash disbursed to borrowers be drawn proportionately from the EPA capitalization grants and the state's matching contributions. With the implementation of the Bipartisan Infrastructure law (BIL), the proportionality requirement was terminated. Therefore, EPA simply requires that the state demonstrate that it has deposited the required state match.

In FY 2024, EPA updated the SRF transacting testing process. The cash draws were selected using a statistical sample approach similar to the procedure approved by the Office of the Chief Financial Officer in 2017. EPA HQ ran the draw selection protocol and provided the list to regional staff for review. EPA HQ conducted all transaction testing and completed Transaction Testing Worksheets that were reviewed by regional staff.

All four cash draws listed below were completed with a 100 percent federal proportionality ratio; the full state match was disbursed prior to federal draws. Furthermore, the payment requests for the cash draws were for eligible costs and were adequately documented. No costs were questioned, and there were no improper payments.

Table 5. Cash Draw Transaction Tests			
Cap Grant	Grant Number	Cash Draw Date	Cash Draw Amount
DWSRF Base	FS998832-22	November 17, 2022	\$870,278.09
DWSRF BIL General Supplemental	4D968946-01	July 27, 2023	\$84,959.60
DWSRF BIL EC	4E968861-10	February 21, 2023	\$2,184.23
DWSRF BIL LSL	4L968949-01	August 7, 2023	\$652,415.64

E. Program Financial Indicators

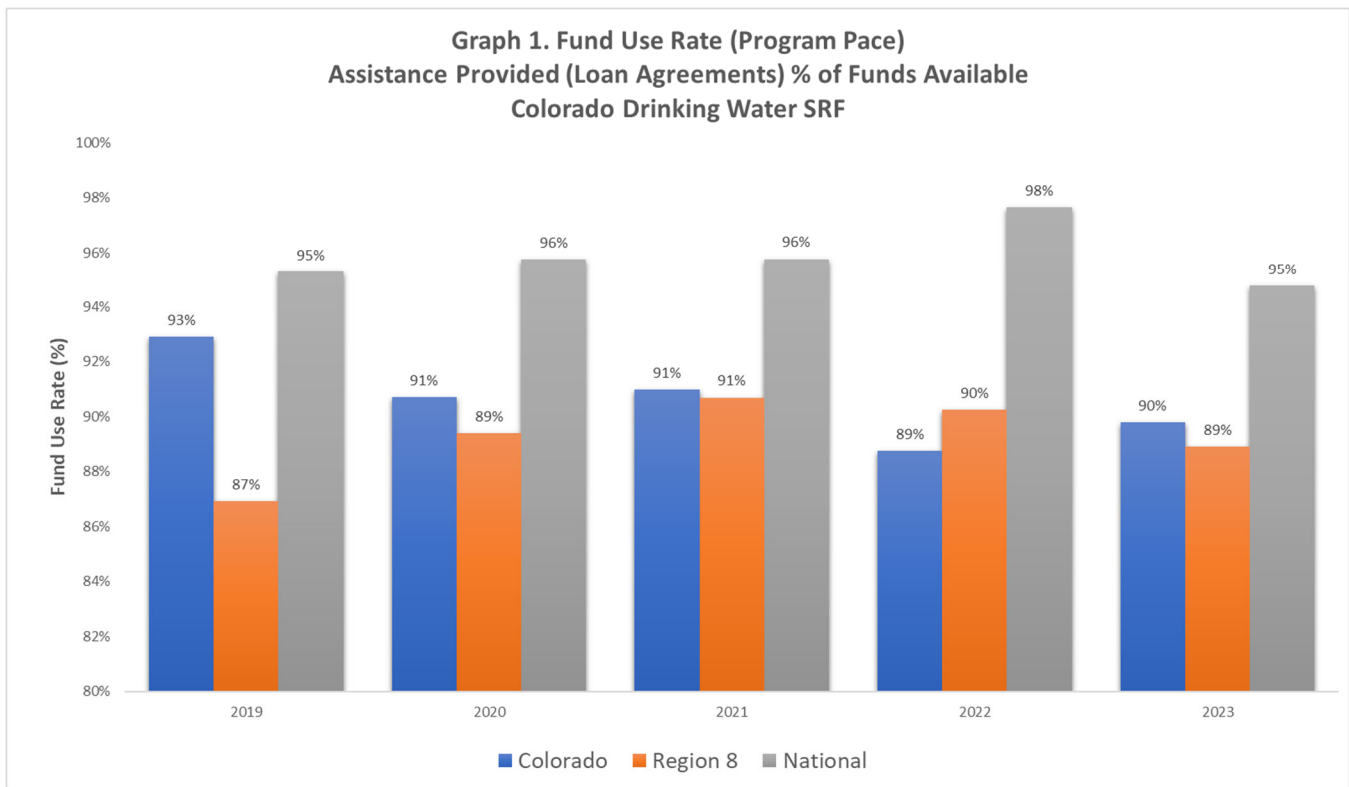
Colorado's DWSRF staff input project information for each SRF project into EPA's SRF Data System on a quarterly basis, as required. Additionally, they input annual summary values into EPA's SRF Data System. The SRF Data System inputs are then compiled into annual report called DWNIMS, which outputs program summary data for each state SRF program and the national summary. DWNIMS data was used in this PER for trend analysis of the program and the financial indicators below.

1. Fund Use Rate (Program Pace) (%)

The cumulative fund use rate (cumulative program pace) is calculated as the ratio of the cumulative assistance provided (signed loan agreements) over the cumulative funds available. This measures how well the state is putting its available funds into loans. The value can exceed 100 percent if the state has adopted an advanced loan approval approach, which makes use of the lag time between signing of loan agreements and the disbursement of monies to reimburse construction project costs.

The January 21, 2024 "Maximizing Water Quality and Public Health Benefits by Ensuring Expedient and Timely Use of all State Revolving Fund Resources" memorandum (which is based on SRF Policy Memo's 99-03, 99-05 and 99-09), indicate a goal of having all available funds committed within one year and having all committed funds disbursed within five years.

The fund use rate for the Colorado DWRF in 2022 decreased slightly from 90 to 88 percent. The remaining uncommitted 12 percent equaled \$134.4 million, an increase of \$34.0 million from 2022. This is an expected result with the continued large influx of grant funds due to the funding of the BIL grant awards late in the calendar year. Prior to the added BIL funding, the Colorado DWRF fund use rate was hovering around 94 percent. The number has dropped within the past few years, but there are two large projects that have recently signed loans in SFY 2024 including a South Adams Water Treatment plant for \$46.1 million and an LSL replacement project for the City of Englewood for \$40.1 million, which will improve the fund use rate for next year. The Colorado DWRF has an adequate project pipeline, so there is no concern at this time. See Graph 1, below, for the fund use rate from DWNIMS, which has a slightly different result as it is based on July 1, 2022 through June 30, 2023 numbers, but is shown to give comparison with other Region 8 states and national results.

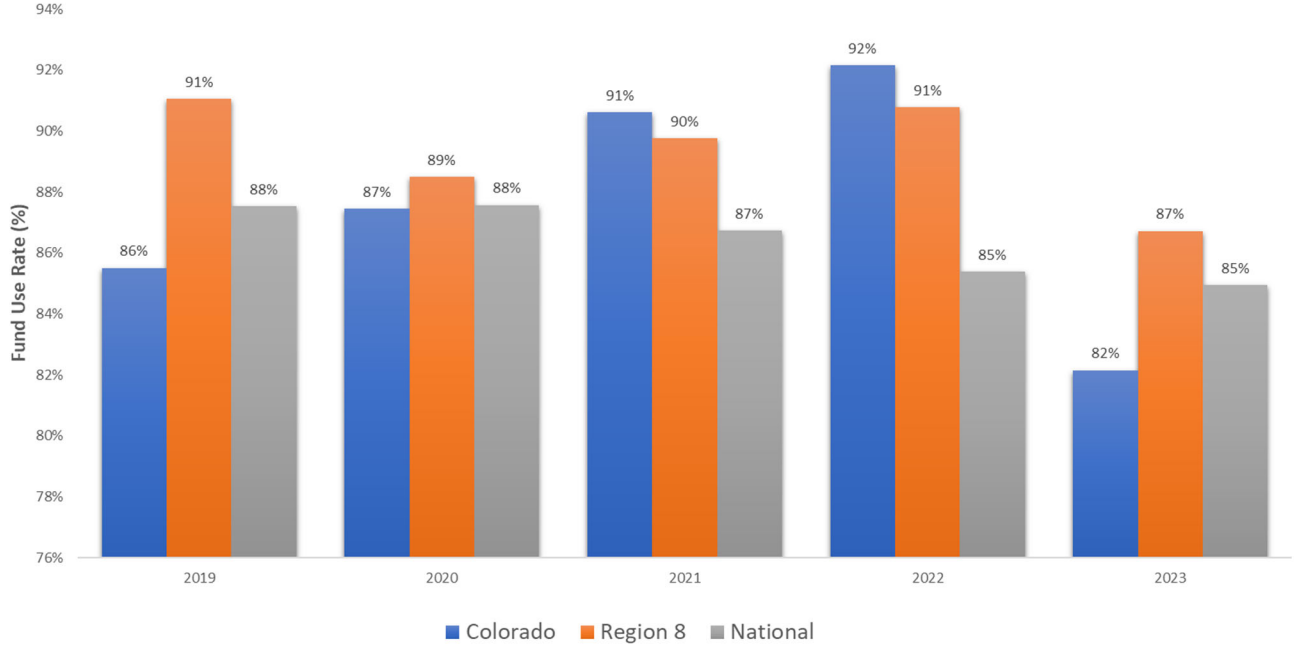


2. Pace of Construction (%)

The cumulative pace of construction is calculated as the ratio of cumulative disbursements (construction cash draws) over cumulative assistance provided (signed loan agreements). It measures the speed at which projects are proceeding to construction completion after loans agreements are signed. Note that the denominator is not the same as program pace, which compares total funds available.

The pace of construction slightly decreased from 84 percent to 83 percent during the year. This is largely due to the large influx of BIL funds that have been placed into loan agreements but have not yet proceeded to construction, especially for the lead service line projects. As of the writing this report, \$28.2 million of the lead funds were paid of the \$93.5 million in lead funds available. As the lead projects increase in spending, the construction pace will improve. The Colorado DWRP disbursed \$54.5 million in SFY 2023 compared to \$24.6 in SFY 2022. It is expected that this trend will continue. Overall, Colorado DWRP staff manages projects well. See below for the pace of construction comparison graph using DWNIMS values.

Graph 2. Pace of Construction
Funds Disbursed % of Assistance Provided (Loan Agreements)
Colorado Drinking Water SRF



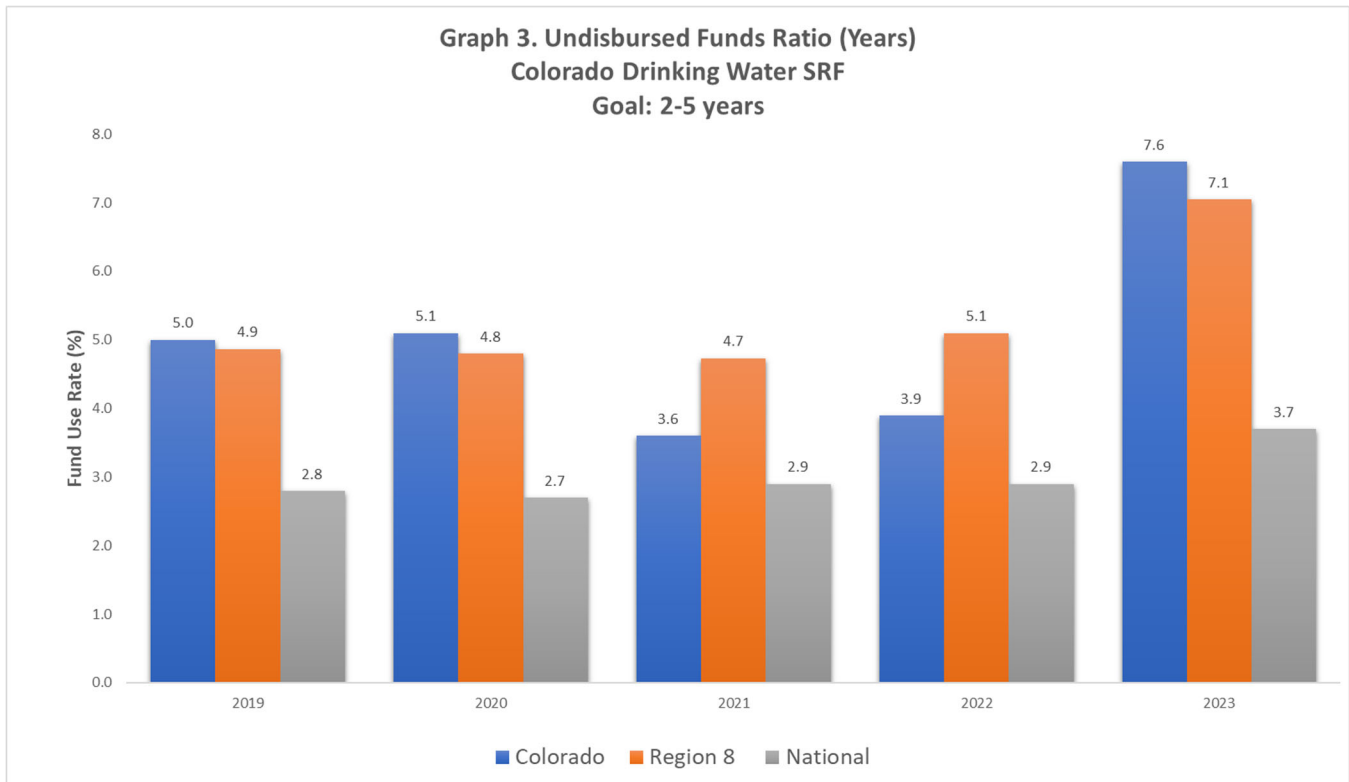
3. Ratio of Undisbursed Funds to Disbursements

The cumulative ratio of undisbursed funds to disbursements (also known as the revolving rate) is calculated as the ratio of cumulative funds available (total funds available minus project disbursements) over the average disbursements over the last three years. This ratio evaluates how efficiently the SRF funds are revolving (balancing cash inflows and outflows) by examining a program's disbursement rate over a set period and comparing to the cash on hand. The result reflects the number of years it would take to spend cash on hand assuming the future disbursements are consistent with the average of the last three years.

The January 21, 2024 "Maximizing Water Quality and Public Health Benefits by Ensuring Expeditious and Timely Use of all State Revolving Fund Resources" memorandum (which is based on SRF Policy Memo's 99-03, 99-05 and 99-09), indicate a goal of having all available funds committed within one year and having all committed funds disbursed within five years.

The ratio was calculated by subtracting total project disbursements (\$783.4 million) from total funds available (\$1,075.1 million) and comparing this number (\$291.7 million) to the average annual disbursements over the past three years (\$38.5 million). For the Colorado DWRF, this ratio is 7.6 (years), which shows that this program in 2023 was using all funds in 7.6 years. This number remains high after a substantial increase in 2022 due to the BIL grant awards, which totaled over \$100 million in FY 2022 and continued with an additional \$91.5 million in FY 2023. This is an expected result and once the funds are fully committed and projects ramp up construction, the metric will improve. The state expressed concern that this metric is flawed, as BIL funds will be calculated into the funds available but will not show up as disbursements until loans are signed and the projects move into construction; this skews the undisbursed funds

ratio early in BIL implementation. See Graph 3, below, for the DWNIMS comparison of undisbursed funds ratio.



4. Federal Return

The cumulative federal return is the assistance disbursed for each federal dollar. Federal return shows how many cumulative dollars of assistance were disbursed to communities (borrowers) for each cumulative federal dollar spent. This value reflects how successful the SRF program has been at turning capitalization grants into loans that revolve and earn interest.

For SFY 2023, the \$54.5 million in construction expenses relative to \$30.1 million in federal cash draws (loan fund and administrative), caused Colorado's cumulative DWRF federal return to slightly decrease from 2.16 to 2.13, which is still a good result, illustrating that for every federal dollar \$2.13 of DW project are constructed.

5. Net Return (after repaying match bonds and excluding subsidy) (\$)

The cumulative net return shows the net earnings of the DWSRF after any state match bonds are repaid and any loan principal is forgiven, thereby showing how well the DWSRF is maintaining its invested and contributed capital. This value is expressed in dollar amounts. A positive value indicates that the revenues of the fund are meeting expenses after any state match bonds are repaid and any loan principal is forgiven and shows the DWSRF is maintaining contributed capital. Conversely, a negative value indicates that expenses are exceeding revenues after the state match bonds are repaid and any loan principal is forgiven.

The Colorado DWRF's net return increased \$3.9 million to \$20.4 million as of June 30, 2023 due to an increase in interest earnings. In FY 2023, the state collected \$2.0 million in interest

payments, \$4.4 million in interest earnings, and paid \$2.5 million in bond interest expense. Colorado DWRP performs cash flow modeling that assists with leveraging decisions and continuously evaluates interest earnings and expenses, while providing the maximum loan capacity to drinking water systems. The DWRP loan program is in high demand and net return remains positive.

6. Sustainability (Retained Earnings) as a Percent of Contributed Capital (excluding subsidy) (%)

The cumulative sustainability (also referenced as net return on contributed capital or retained earnings) is expressed as a percentage. Sustainability is a ratio of the cumulative net return on investment over cumulative contributed capital after repaying any state match bonds and after forgiving any loan principal. This value estimates the growth of the DWSRF relative to the investment earnings and to the federal and state contributed capital. Negative sustainability indicates that funds being used for interest on bonds and state match repayments exceed the interest earnings on funds.

The Colorado DWSRF sustainability (net return on contributed capital) increased from 4.1 percent to 4.6 percent following a slight decrease in this metric last year caused by increase of leveraged bond interest expense. This metric has been stable and demonstrates how well the state is managing the DWRP.

7. Set Aside Spending Rate (%)

The set aside spending rate indicates the rate at which states are utilizes their set aside funds to provide program administration and other technical assistance that compliments the SRF program and assists with drinking water system compliance. The set aside spending rate is calculated as the ratio of cumulative set aside expenses (disbursed) over cumulative set aside amounts awarded. Region 8 tracks the set aside spending rate for each open capitalization grant as well as evaluating the cumulative DWNIMS value.

As illustrated in Table 2 (above), Colorado DWSRF spent 82 percent of all set aside funds. This is a good value given the large set-side amounts recently elected with BIL grants, which are intended to especially target small, disadvantaged, and underserved communities. It will take time to utilize these funds through contracts and additional staff. The LSL set-asides take especially long to expend through contracts, whose intent is to assist communities with completion of LSL inventories and LSL replacement planning, required under SDWA Lead and Copper Rule.

8. Total Net (\$)

Total net measures the extent by which internal growth is generating additional funding for new projects. Total net is shown in dollars and is calculated using annual values (not cumulative). This value is calculated by taking the total cash inflows generated by ongoing loan and investment activity and subtracting debt service payments from outstanding match and leveraged bonds. New federal capitalization grants and leveraged bond issues are excluded from this calculation.

For FY 2023, the Colorado DWRF's total net was \$20.0 million, which is an increase over the last four years. Internal program growth is strong at Colorado DWRF and the state is managing their debt well.

9. Net Interest Margin (%)

Net interest margin measures net rate of return, as a percentage, that the SRF is generating from its total assets through loans and investments less interest expenses associated with match and leveraged bonds. *Note: net interest margin differs from retained earnings because it does not include match bond principal as an expense.* Net interest margin is calculated using the sum of annual values of loan interest income and investment interest income minus bond interest expense divided by the two-year average of program total assets.

As of June 30, 2023, the Colorado DWRF's net interest margin was 0.71 percent, based on an annual net interest amount of \$3.8 million and an average total assets of \$569.7 million and \$523.8 million at the beginning and end of SFY 2023, respectively (total assets based on the Colorado DWRF financial statements). This is an excellent rebound after the net interest margin dipped to negative 0.10 percent in SFY 2022.

10. Unliquidated Obligations (ULO)

As of the end of SFY 2023, the Colorado DWRF had approximately \$172 million in unspent federal funds, also known as unliquidated obligations (ULOs), which equals a 73 percent federal outlay expenditure rate. With the addition of all FY 2023 grant awards in August and October 2024, a temporary increase in ULOs is expected. The ULO metric is 77% as of June 30, 2024, so the state is already making progress to draw down the unspent funds. Historically, the state has met the spending targets outlined in the ULO policy prior to the BIL awards, and given project demand, they should return to those levels.

Overall, EPA encourages all state DWSRF programs to utilize several strategies to improve ULO metrics, including First-In First-Out (FIFO) disbursements methods, use of project bypass procedures when projects are not ready to advance to construction, and using equivalence for additional subsidy. Cash draws by states for particular projects are not tied to a particular capitalization grant, and the actual funds used to meet the Additional Subsidy requirements do not need to come from that particular capitalization grant. *Please see the September 12, 2013 "Maximizing the Benefits of the Drinking Water State Revolving Fund" memorandum. Additionally, see the November 2, 2021 "Policy Change Regarding Additional Subsidization and Closeout of SRF Capitalization Grants" memorandum, which allows capitalization grants to be closed before the state meets the required minimum additional subsidization requirement.* The additional subsidy metric will be verified through the state's IUPs and biennial reports.

F. Leveraging

Leveraging through issuance of bonds can be an effective tool for providing additional project assistance for state SRF programs with demand that exceeds their funds available. Leveraged programs have the responsibility of being sophisticated financial planners. Effective management of the SRF is also necessary to ensure the leveraging levels match the demand for funding. SRF programs that leverage must work towards a variety of SRF financial objectives, including sound debt management, ensuring high pace levels of all funds and effective

management of investments.

Additional Assistance Provided Due to Leveraging

By leveraging the DWRF, Colorado has been able to fund an additional \$183.0 million in projects.

Recommendations

A. Prior Recommendations

There were no recommendations from last year's annual review.

B. New Recommendations

There are no new recommendations with this year's annual review.

Financial Indicator Tables

See Attachment 1: Financial Indicator Tables.

DWSRF FINANCIAL INDICATOR WORKSHEET					
COLORADO DWSRF PROGRAM: (Cumulative Amounts in \$ Thousands)					
2019 - 2023					
	Dec. 31 2019	Dec. 31 2020	Dec. 31 2021	Dec. 31 2022	Dec. 31 2023
Colorado DWSRF Project Assistance	\$699,921	\$743,413	\$767,947	\$869,571	\$940,727
Colorado DWSRF Funds Available	741,712	788,142	835,664	969,934	1,075,108
COLORADO DWSRF Fund Use Rate	94%	94%	92%	90%	88%
DWSRF Funds Available:					
Net Capitalization Grants into Loan Fund	281,702	296,713	311,710	420,046	496,952
Total State Match	64,423	73,122	77,509	83,833	89,252
Net Return *	14,297	15,864	17,060	16,550	20,409
Transfer (to)/from WPCRF	0	0	0	0	0
Net Leveraged Bond Proceeds	298,286	304,914	315,066	317,468	317,913
Net Principal Repayments	83,387	97,913	114,895	132,613	151,158
DWSRF Funds Use for Refunding	(383)	(383)	(577)	(577)	(577)
Colorado DWSRF Funds Available	\$741,712	\$788,142	\$835,664	\$969,934	\$1,075,108
DWSRF Funds Available w/out Leveraged Bonds:					
Net Capitalization Grants into Loan Fund	281,702	296,713	311,710	420,046	496,952
Total State Match	64,423	73,122	77,509	83,833	89,252
Net Return*	14,297	15,864	17,060	16,550	20,409
Transfer (to)/from WPCRF	0	0	0	0	0
Net Principal Repayments	83,387	97,913	114,895	132,613	151,158
DWSRF Funds Available w/out Leveraged Bonds:	443,809	483,611	521,174	653,042	757,772
DWSRF Project Assistance	\$699,921	\$743,413	\$767,947	\$869,571	\$940,727
DWSRF Funds Available w/out Leveraged Bonds:	443,809	483,611	521,174	653,042	757,772
Add'l DWSRF Projects due to Leveraging	\$256,112	\$259,802	\$246,773	\$216,529	\$182,955
Project Disbursements					
DWSRF Project Assistance	\$619,549	\$668,079	\$704,292	\$728,916	\$783,451
Pace of Construction	89%	90%	92%	84%	83%
Project Disbursements					
Federal Outlays	\$619,549	\$668,079	\$704,292	\$728,916	\$783,451
Federal Return	2.20	2.15	2.16	2.16	2.13
Project Disbursements					
Colorado DWSRF Funds Available	\$619,549	\$668,079	\$704,292	\$728,916	\$783,451
Overall Flow of DWSRF Funds	84%	85%	84%	75%	73%
Undisbursed Project Funds					
3-year Average Annual Disbursements	\$122,164	\$120,063	\$131,372	\$241,018	\$291,657
Ratio of Undisbursed Funds to Disbursements	3.70	3.15	3.07	6.61	7.58
Set-Aside Expenditures					
Set-Aside Payments	86,193	93,054	97,290	105,517	111,854
Set-Aside Spending Rate	89%	90%	89%	86%	82%
June 30, 2019					
Interest Payments*	76,773	79,651	82,367	84,645	86,631
Interest Earnings*	70,534	73,133	75,627	75,735	80,104
Interest Expense*	(133,010)	(136,920)	(140,934)	(143,830)	(146,325)
Match Bonds Principal Repaid*	(0)	(0)	(0)	(0)	(0)
Net Return*	\$14,297	\$15,864	\$17,060	\$16,550	\$20,409
Contributed Capital Excluding Subsidy*	\$331,148	367,987	\$387,678	404,788	\$439,267
Net Return on Contributed Capital*	4.3%	4.3%	4.4%	4.1%	4.6%
June 30, 2020					
Interest Payments	\$3,145	\$2,878	\$2,716	\$2,278	\$1,986
Interest Earnings	5,944	2,598	2,494	108	4,369
Loan Principal Repayments	26,029	25,348	23,691	27,422	27,154
Leveraged Bond Principal Repaid	(12,270)	(9,880)	(10,255)	(7,920)	(11,045)
Bond Interest Expense	(4,850)	(3,910)	(4,014)	(2,896)	(2,495)
Total Net (Annual Amounts)*	\$17,997	\$17,034	\$14,632	\$18,992	\$19,968
June 30, 2021					
Loan Interest	3,145	2,878	2,716	2,278	1,986
Investment Interest	5,944	2,598	2,494	108	4,369
Bond Interest Expense	(4,850)	(3,910)	(4,014)	(2,896)	(2,495)
Annual Net Interest /	\$4,239	\$1,566	\$1,196	-\$510	\$3,859
(Total Assets Prior Yr. + Total Assets Current)/2*	500,969	506,791	504,257	510,799	546,753
Net Interest Margin*	0.85%	0.31%	0.24%	-0.10%	0.71%
June 30, 2022					
June 30, 2023					

* As of June 30 of each year

**REGION 8**

DENVER, CO 80202

Mr. Keith McLaughlin
Executive Director
Colorado Water Resources & Power Development Authority
1580 Logan St, Suite 820
Denver, CO 80203

Dear Mr. McLaughlin:

The U.S. Environmental Protection Agency, Region 8, has conducted an annual review of the Colorado Water Pollution Control Revolving Fund (WPCRF or CWSRF) for state fiscal year 2023 (January 1, 2023 through December 31, 2023) in accordance with the EPA's State Revolving Fund (SRF) Annual Review Guidance.

The annual review includes consideration of legal, managerial, technical, financial, and operational capabilities of the Colorado Water Resources and Power Development Authority (Authority), the Colorado Department of Public Health and Environment (CDPHE), and the Colorado Department of Local Affairs (DOLA). Please find attached the Program Evaluation Report (PER) of the program.

The Colorado CWSRF assessment has been completed by SRF Coordinator, Jenn Berig, in collaboration with the EPA Region 8 SRF team. You may reach Jenn with any questions at (303) 312-6262 or Berig.Jennifer@epa.gov.

Sincerely,

Benjamin Bents
Manager, Technical and Financial Services Branch

ENCLOSURES

1. Colorado Water Pollution Control Revolving Fund - Program Evaluation Report (PER) SFY2023

cc: Mark Henderson, PE, Colorado Department of Public Health and Environment
Alex Hawley, Colorado Department of Public Health and Environment
Desiree Santerre, Colorado Department of Local Affairs

STATE OF COLORADO
WATER POLLUTION CONTROL REVOLVING FUND

Program Evaluation Report

SFY 2023
(January 1, 2023 through December 31, 2023)

Completed by:
U.S. EPA Region 8
1595 Wynkoop Street
Denver, CO 80202-1129

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Executive Summary

The U.S. Environmental Protection Agency, Region 8, has conducted an annual review of the Colorado Water Pollution Control Revolving Fund (WPCRF) for state fiscal year 2023 (January 1, 2023 through December 31, 2023) in accordance with the EPA's State Revolving Fund Annual Review Guidance.

The three coordinating agencies, Colorado Department of Public Health and Environment, Colorado Department of Local Affairs, and the Colorado Water Resources and Power Development Authority work well to ensure that communities are aware of the state revolving fund as a funding resource and support borrowers from initial outreach through project closeout. For the year, the Colorado WPCRF provided 19 separate funding agreements to 13 municipalities totaling \$31.4 million.

There were no significant changes to the program in SFY 2023. Project demand remains high throughout the state. To date, they have been able to fund all eligible applicants to the WPCRF, but demand is starting to outpace available funding in the state. Soon, Colorado may have to turn applicants away, which shows how successful they are with statewide outreach. Colorado did receive the base, Bipartisan Infrastructure Law (BIL) general supplemental, and BIL emerging contaminant (EC) grants. Because there are still no BIL EC projects that have applied for funding, Colorado intends to transfer the fiscal year 2022 and 2023 funds to the drinking water revolving fund.

Financially, Colorado remains a strong program with high project demand. The fund use rate as loaded into the Clean Water National Information Management System is hovering around 94 percent. The clean water program is seeing more demand than funds, so this metric will likely increase as those loans are signed. The construction pace is above the regional and national average and undisbursed funds ratio is also less than five years, which demonstrates how well Colorado is getting funds into construction projects.

Overall, the program is well managed and coordinated. All three agencies focus on outreach efforts, which ensures that they are funding a mix of urban, rural, and disadvantaged communities. The Department of Local Affairs is also focused on one-on-one outreach to communities under 10,000 people that have not yet accessed the state revolving fund programs.

There were no recommendations from last year and no new recommendations from this review.

Introduction

In accordance with the Federal Water Pollution Control Act (Clean Water Act, CWA) and Safe Drinking Water Act (SDWA), the Environmental Protection Agency (EPA) provides funds to states to capitalize their Clean Water State Revolving Fund (CWSRF) and Drinking Water State Revolving Fund (DWSRF) programs. The Colorado Department of Public Health and Environment (CDPHE), the Colorado Department of Local Affairs (DOLA), and the Colorado Water Resources and Power Development Authority (Authority) are responsible for administering the Colorado CWSRF and DWSRF programs. The collective program provides low interest loans to offset the financial burden of planning, designing, and constructing water and wastewater infrastructure.

As required by Title VI of the CWA and Section 1452 of the SDWA, EPA conducts an annual oversight review of each state's CWSRF and DWSRF program. The purpose of the annual review process is to assess the cumulative program effectiveness and fiscal health of the SRF programs. EPA conducted its annual review of the Colorado DWSRF and CWSRF programs with CDPHE, DOLA, and Authority staff from May 6-9, 2024. EPA staff present for the annual review were Jenn Berig, Lindsey Phillips, Emily Gillespie, and Alyssa Azari. The exit meeting took place on May 9, 2024.

This annual review includes consideration of the legal, managerial, technical, financial, and operational capabilities and overall performance in administering the CWSRF. Activities incorporated into the annual review were an analysis of the Intended Use Plans (IUPs), the Colorado Water Pollution Control Revolving Fund (WPCRF) Annual Report covering January 1, 2023 to December 31, 2023, data from the Clean Water National Information Management System (CWNIMS) and the SRF Data System, files for three projects, two cash draws, 2023 financial statements, independent auditor's report for the Authority, and Colorado's CWSRF financial indicators. Following the annual review, EPA prepares a Program Evaluation Report (PER). The PER covers all program activities from program inception to the present, with major emphasis on the activities performed during the last state fiscal year. This PER correlates with Colorado's Annual Reports for the period ending December 31, 2023. This PER highlights the review observations and findings and identifies any follow-up actions.

The state of Colorado managed its WPCRF program during SFY 2023 in accordance with applicable statutes, regulations, and guidance. The project demand remains high in Colorado. The 2024 IUP shows approximately \$1.2 billion on the base and Bipartisan Infrastructure Law (BIL) general supplemental fundable list and \$77 million in BIL EC projects on the fundable list. The fundable list projects are priority for BIL funding and have either recently received a loan, applied for a loan, or are projected to start within 12-18 months. There are \$17.0 billion in projects on its overall project priority list (which includes the projects on the fundable list).

For the year, the Colorado WPCRF provided 19 separate funding agreements to 13 municipalities totaling \$31.4 million with a range of effective interest rates from 0.5 percent to 3.25 percent. Of the 19 agreements, 10 were with full principal forgiveness to fund only design and engineering phases and three went to disadvantaged communities. By leveraging the WPCRF, Colorado has been able to fund an additional \$843.6 million in projects.

Program Management

A. General

The CWSRF is an EPA and state-funded water quality infrastructure program that helps communities meet the goals of the CWA by improving water quality, achieving and maintaining compliance with environmental laws, protecting aquatic wildlife, protecting and restoring drinking water sources, and preserving the nation's waters for recreational use.

Municipalities and other eligible loan recipients depend on the CWSRF program to provide low-interest rate loans for the construction of publicly owned wastewater treatment facilities, nonpoint source pollution projects, and national estuary program projects. Projects are funded with a combination of federal dollars (via capitalization grants), state match, revenue bond monies, earnings, repayments, and loan forgiveness. EPA's SRF loan program has been successfully operated since the CWSRF was established in 1987, and the DWSRF in 1996.

Three separate state agencies have distinct roles in the management of the Colorado WPCRF program. The grantee is the Authority, which provides state match and conducts various financial functions for the SRF programs, including working with loan recipients on financial and audit issues and coordinating an annual financial audit of the WPCRF program. Responsibilities of the CDPHE staff include assisting communities in completing necessary planning, design, and construction activities associated with each WPCRF project. Responsibilities of DOLA include outreach to local communities and conducting financial analyses of potential and existing loan borrowers.

Colorado CWSRF staff (at CDPHE, DOLA, and the Authority) continue to implement a successful program and remain in compliance with all SRF regulations. The three agencies continue to coordinate well to support borrowers at the various stages ranging from pre-application support to project close-out. It's clear that the roles and responsibilities are well defined and the communication among the agencies is clear.

There were no major changes to the Colorado WPCRF program this year. They continue to implement the changes from FY 2022 to the DAC definition and the wider eligibilities for the BIL grants, which include poverty indicators and points for persons over the age of 65. Overall, Colorado runs a smooth program. To date, they have been able to fund all eligible applicants to the WPCRF, but demand is starting to outpace the available funding in the state. Soon, Colorado may have to turn applicants away, which shows how successful they are with statewide outreach. All three agencies are doing a great job with outreach to communities that include urban, rural, disadvantaged, and reaching out to communities one on one that are under 10,000 people and are not currently on the IUP.

B. Capitalization Grants

Through the end of SFY 2023, EPA has awarded \$447.9 million total in capitalization grants and Colorado has provided \$79.7 million in matching funds, for a total of \$527. in revolving fund capitalization. The value of the Colorado CWSRF is increasing every year due to this annual capitalization process, as well as from loan repayments, interest earned on its loan portfolio and interest earned on the invested cash balance.

In November 2021, the BIL was signed into law, which appropriated federal CWSRF funding for federal fiscal year (FY) 2022 through FY 2026 for two types of CWSRF infrastructure projects: general supplemental CWSRF and EC. In March 2022, EPA issued BIL Implementation Guidance and 2022 allotments.

During state fiscal year (SFY) 2023 (January 1 2023-December 31, 2023), Colorado CWSRF applied for and was awarded the capitalization grants and amounts shown in Table 1.

Grant #	Grant Award Date	Grant Award Amount
FFY 2023 Base	8/24/2023	\$6,000,000
FFY 2023 BIL Supplemental	8/24/2023	\$16,674,000
FFY 2023 BIL EC	10/26/2023	\$1,701,000
Total		\$24,375,000

C. Program Assistance Fund Uses

The CWA, along with the BIL allows states the opportunity to utilize funds from the program to provide support for the administration of the CWSRF and to provide technical assistance to qualifying systems.

2% Technical Assistance

With the passing of BIL, states now have the flexibility to use up to an amount equal to 2 percent of their annual CWSRF capitalization grant for the purpose of assisting rural, small, and tribal publicly owned treatment works. Types of assistance could include, but is not limited to, community outreach, technical evaluation of wastewater solutions, preparation of applications and preliminary engineering reports. Colorado has chosen to utilize \$333,480, or two percent, from the FY 2023 BIL general supplemental capitalization grant for technical assistance activities, including technical assistance to rural communities for project identification and funding including but not limited to coaching assistance regarding technical, managerial, and financial assistance through the WPCRF. They opted not to take the two percent set-aside from the base capitalization grant.

Administrative Funds

In addition to technical assistance, funds may also be used for the reasonable costs of administering the program, provided that the amount does not exceed four percent of all grant awards received by the program, \$400,000 per year, or 1/5 percent per year of the current valuation of the fund, whichever amount is greatest. Colorado CWSRF elected to utilize \$666,960, or four percent, from the FY 2023 BIL general supplemental capitalization grant for program administration expenses. They opted not to take any administrative funds from the base capitalization grant.

D. Annual Report

The purpose of the annual report is to describe how the state's program has met the goals and objectives of the previous fiscal year as stated in the IUP and capitalization grant agreements, including the most recent audit of the fund and the entire state allotment. Colorado's SFY 2023

annual report was received by EPA Region 8 on May 2, 2024. The annual report is available on the Authority website at: <https://www.cwrpda.com/reports>.

E. Intended Use Plans

The IUP is a document prepared annually by a state, which identifies intended uses of all CWSRF program funds and describes how those uses support the overall goals of the CWSRF program. The IUPs contain the project priority list (PPL) for all awarded CWSRF federal capitalization grants: base, BIL general supplemental, and BIL EC in accordance with federal statute 40 CFR § 35.3150. The IUP and PPL are subject to public review and comment, only after which can the document be adopted. Colorado's draft IUP was received by EPA Region 8 in August 2023. Colorado's SFY 2023 IUP was posted for public comment on August 31, 2022, and was approved at a public hearing on October 11, 2022. The IUPs are available on the Authority website at: <https://www.cwrpda.com/reports>.

F. Equivalency

Equivalency is a unique feature of the SRF programs wherein certain program requirements apply only to a subset of SRF assistance agreements and activities. The equivalency requirements must be met by assistance agreements and activities whose total dollar amount equals the amount of the federal SRF capitalization grant in question. Colorado CWSRF has funded projects to meet the equivalency requirement for the base FY 2023 grant and prior. For the BIL grants, the equivalency requirement has been fully met for the FY 2023 BIL general supplemental grant and prior.

Each year's IUP must identify the projects that will meet equivalency. Additionally, the annual report must report the signed assistance agreements selected to meet equivalency requirements and whether the state fell short of the total equaling the capitalization grant amount. The projects meeting equivalency requirements have been entered, as required, into the Federal Funding Accountability and Transparency Act (FFATA) database. There are no projects reported for the FY 2022 and FY 2023 BIL EC grant. The state has sufficient CWSRF EC projects on their IUP, but none have applied for funding to date, so the state is opting to transfer the FY 2022 and FY 2023 grant funds to the FY 2022 and FY 2023 DWSRF BIL EC grants since there are already DWSRF EC projects with signed loans.

G. Additional Subsidization

The amount of required subsidy changes from year to year and can be provided in the form of principal forgiveness, grants, negative interest loans, and refinancing of debt. It is important to note it often takes time for loans that contain subsidy to be signed, move to construction, and request disbursements. Colorado continues to work diligently with disadvantaged communities to provide additional subsidy through varying levels of principal forgiveness.

The state has met the additional subsidy reporting requirements for the FY 2023 base grant and prior. They met the requirement for the FY 2022 BIL general supplemental grant and have started making progress toward meeting the additional subsidy for the FY23 BIL general supplemental grant (79 percent of the minimum subsidy level is reported). The FY 2022 and FY 2023 BIL EC grant funds are being transferred to the DWSRF.

H. Green Project Reserve

Beginning with the American Recovery Act of 2009 (ARRA), CWSRF programs are required to use a portion of their federal grant for projects that address green infrastructure, water and energy efficiency, or other environmentally innovative activities. This requirement has been referenced as the Green Project Reserve (GPR) requirement. For each capitalization grant, 10 percent of the funds must be directed to GPR project improvements. Colorado CWSRF has met the GPR requirements for the FY 2023 Base grants and prior. They have also met GPR for the FFY 2022 and FY 2023 BIL general supplemental grant.

I. CWSRF Staffing

Colorado SRF continues to operate with a stable workforce at each of their respective agencies that directly support both the CWSRF and DWSRF. However, workloads have increased significantly with the addition of BIL funding. CDPHE has 12 full time equivalent (FTE) employees. DOLA has 2.5 FTE staff and 1.5 FTE term limited employees who will be providing additional support during BIL. The Authority has 14 permanent staff members, which was described as feeling understaffed right now, but they are trying to remain lean so as to not have to make any cuts at the end of the BIL funding. Overall, the three agencies believe they have adequate staff able to meet the program needs.

Project Management

A. Project Progress

The Colorado CWSRF project progress is summarized below with the following table, which presents fund use rate and pace of construction at the end of 2023.

CWSRF Funds Available for Projects	Assistance Provided	Fund Use Rate	Project Disbursements	Pace of Construction
\$1,607.0	\$1564.8	97%	\$1,438.9	92%

Colorado WPCRF project milestones accomplishments as of June 30, 2023, as provided from CWNIMS, are as follows (in \$ millions). The percentage of project completions to funds available decreased slightly from 77 percent to 74 percent, remaining above the national average of 67 percent, and expected with the large influx of BIL funds.

As of June 30, 2023 data (in millions), project progress was as follows:

- WPCRF Funds Available: \$1,642.0
- Project Assistance: 314 projects at \$1,541.3
- Construction Starts: 310 at \$1,534.3
- Project Completions: 277 at \$1,219.8

Overall, the Colorado WPCRF is performing well in working with local entities on water infrastructure projects built to further the goals of the CWA.

B. EPA Project Review

EPA would like to thank the Colorado SRF staff for making themselves available for interviews meetings, and questions during the programmatic review. The information gathered during the interviews with state staff was used to complete the Annual Review Checklist and Project File Review Checklists, developed by EPA Headquarters (HQ). Project documentation illustrated compliance with federal requirements.

EPA examined project, construction, and administrative loan files to ensure that the projects were managed consistent with federal regulations and policies governing the CWSRF. Files were checked for inclusion of documentation supporting the following federal requirements: American Iron and Steel (AIS), Build America Buy America (BABA), the bidding process, environmental cross-cutters, socio-economic cross-cutters, super (civil rights) cross-cutters, Davis-Bacon wage requirements, disadvantaged business enterprise, FFATA reporting, Generally Accepted Government Accounting standards, site inspection reports, environmental review based on state environmental review process, project eligibility, project useful life, cost and effectiveness, fiscal sustainability plan, architectural and engineering services procurement, signage, single audit, prohibition on certain telecommunication equipment and services, and

technical, financial and managerial capacity. See Table 4, below, for the list of projects that were reviewed.

Project Title & Summary	Loan Amount	Loan Terms	Environmental Review Determination*	Equivalency? Add Sub**?	Associated Cap Grant
City of Englewood	\$26 million	20 years at 2.25%	FONSI	Equivalency	CWSRF Base
Town of Crested Butte	\$11 million	30 years at 2.75%	Cat Ex	Equivalency and Add Sub (\$1.5 million)	CWSRF BIL Supplemental
East Alamosa WSD	\$497,305	30 years at 2.25%	Cat Ex	Non-equivalency and Add Sub (\$259,233)	CWSRF BIL Supplemental-Add Sub Project
There were no CWSRF BIL EC projects in SFY 2023. The FY 2022 and FY 2023 CWSRF BIL EC will be transferred to the DWSRF.					CWSRF BIL EC

** The state of Colorado utilizes the National Environmental Policy Act (NEPA) process for their State Environmental Review Process (SERP). NEPA involves an evaluation of potential environmental impacts, with three possible levels of evaluation: (1) Categorical Exclusion (Cat Ex) with the least potential for environmental impact, (2) Environmental Assessment (EA) with moderate potential environmental impact, and (3) Environmental Impact Statement (EIS) with high potential environmental impact. The Colorado SRF program has funded several common infrastructure projects that fall into the Cat Ex category. There are also new infrastructure projects that warrant an EA. Note: if the EA results in minimal impact a Finding of No Significant Impact (FONSI) is issued. An infrastructure proposal requiring an EIS is rare. The Colorado SRF program has not funded a project requiring an EIS to date.*

***"Add Sub" references Additional Subsidy, which is provided in addition to reduced interest rate. Colorado SRF provides their Additional Subsidy in the form of principal forgiveness.*

C. American Iron and Steel

The Colorado SRF has complied with AIS requirements for many years. The consulting engineers, construction contractors associated with SRF projects are familiar with the AIS requirements and CDPHE staff verify the AIS project documentation. AIS documentation is submitted and reviewed with each pay request.

D. Build America Buy America

During SFY 2023, the Colorado CWSRF equivalency projects utilized the EPA Adjustment Period Planning Waiver of Section 70914(a) of P.L. 117-58, Build America, Buy America Act, 2021 for SRF Projects that have Initiated Design Planning, which was approved September 2, 2022.

Note: An amended (final) Public Interest Waiver was issued by EPA in November, which replaces the earlier Adjustment Period Waiver and applies to FY22 and FY23 capitalization grants awarded to state on or after November 13, 2023. The state did not receive any FY22 or FY23 capitalization grant awards on or after November 13, 2023, and the earlier EPA Adjustment Period Planning Waiver applies.

Equivalency loan recipients provided documentation to the Colorado CWSRF illustrating that their project started designated planning and design activities prior to May 14, 2022.

It is expected that many projects will not qualify for the Planning Adjustment Period waiver in the following year, as the amended (final) Public Interest Waiver limits applicability to FY 2022 and FY 2023 capitalization grants. Therefore, state SRF staff and communities are anxious for additional BABA guidance from EPA Office of Water and the Office of Management and Budget “Made in America” Office, particularly regarding the manufactured goods category.

E. Signage

Non-BIL equivalency funding recipients provided documentation to the Colorado SRF program demonstrating conformance with SRF signage requirements. For BIL projects, those identified as equivalency or receiving additional subsidization and EC and lead service line replacement projects provided documentation demonstrating conformance with the BIL-specific signage term and condition.

Financial Management

A. Overall Fund Management and Loan Terms

The CWSRF shows sound financial health and management. There have been no defaults, and all loans are secured by revenues from user charges and/or full faith and credit of the borrowing entities. The net position (including undrawn loan fund grants) as of December 31, 2023 was \$521.7 million, a four percent increase over the 2022 net position of \$499.5 million.

The Authority manages the Colorado CWSRF fund and sets loan terms. Loan interest rates range from 0.5 percent to 2.25 percent. An administrative fee, currently one percent and subject to change, is added to the interest rate to total a maximum of 3.25 percent total interest rate changes on subrecipient loans. Interest rates range from one percent to 2.25 percent for disadvantaged communities. Loan terms are typically for 20 years. However, extended loan terms of 30 years are offered to disadvantaged communities.

B. State Match

The Colorado CWSRF uses administrative fees and bonds to meet state match requirements. The total state match contribution through SFY 2023 is \$79.7 million, meeting the capitalization grant state match requirements through FY 2023. The administrative fee funds are used to fund the state match loan to the Authority for the base grant and the BIL general supplement match was paid by funds from the state legislature.

C. Financial Statements and Audits

Colorado SRF financial statements and audit reports were received on April 30, 2024.

In April 2024, Forvis, LLP issued audited financial statements on the WPCRF for the year ending December 31, 2023. No issues or recommendations were identified with this document.

D. Cash Draw Transaction Testing

The CWSRF regulations (40 CFR 35.3155(d)(5)(i) and (ii)) set the rate at which states can draw federal funds for loan disbursements to assistance recipients at 83.33 percent of incurred project costs. With the implementation of the BIL, the proportionality requirement was terminated. Proportionality was verified for transactions for grants FY 2022 and prior. For subsequent grants, EPA simply requires that the state demonstrate that it has deposited the required state match.

In FY 2024, EPA updated the SRF transacting testing process. The cash draws were selected using a statistical sample approach similar to the procedure approved by the Office of the Chief Financial Officer in 2017. EPA HQ ran the draw selection protocol and provided the list to regional staff for review. EPA HQ conducted all transaction testing and completed Transaction Testing Worksheets that were reviewed by regional staff.

Two cash draws listed below were completed with a 100 percent federal proportionality ratio; the full state match was disbursed prior to federal draws. Furthermore, the payment requests for the cash draws were for eligible costs and were adequately documented. No costs were

questioned, and there were no improper payments.

Table 5. Cash Draw Transaction Tests			
Cap Grant	Grant Number	Cash Draw Date	Cash Draw Amount
CWSRF Base	CS08000122	11/15/2022	\$195,491.21
CWSRF BIL GS	4C96894801	12/15/2022	\$2,877,551.02

E. Program Financial Indicators

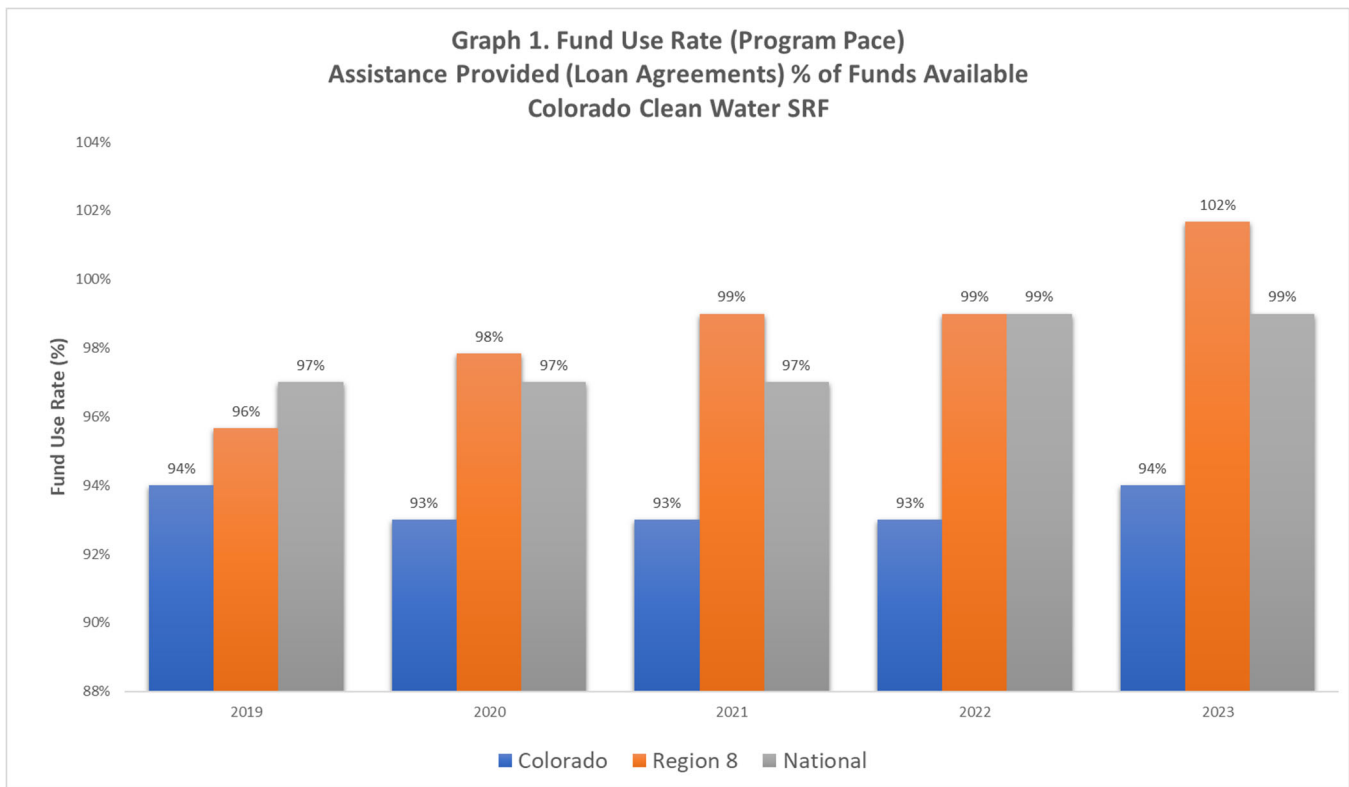
Colorado’s CWSRF staff input project information for each SRF project into EPA’s SRF Data System on a quarterly basis, as required. Additionally, they input annual summary values into EPA’s SRF Data System. The SRF Data System inputs are then compiled into annual report called CWNIMS, which outputs program summary data for each state SRF program and the national summary. CWNIMS data was used in this PER for trend analysis of the program and the financial indicators below.

1. Fund Use Rate (Program Pace) (%)

The cumulative fund use rate (cumulative program pace) is calculated as the ratio of the cumulative assistance provided (signed loan agreements) over the cumulative funds available. This measures how well the state is putting its available funds into loans. The value can exceed 100% if the state has adopted an advanced loan approval approach, which makes use of the lag time between signing of loan agreements and the disbursement of monies to reimburse construction project costs.

The January 21, 2024 “Maximizing Water Quality and Public Health Benefits by Ensuring Expeditious and Timely Use of all State Revolving Fund Resources” memorandum (which is based on SRF Policy Memo’s 99-03, 99-05 and 99-09), indicate a goal of having all available funds committed within one year and having all committed funds disbursed within five years.

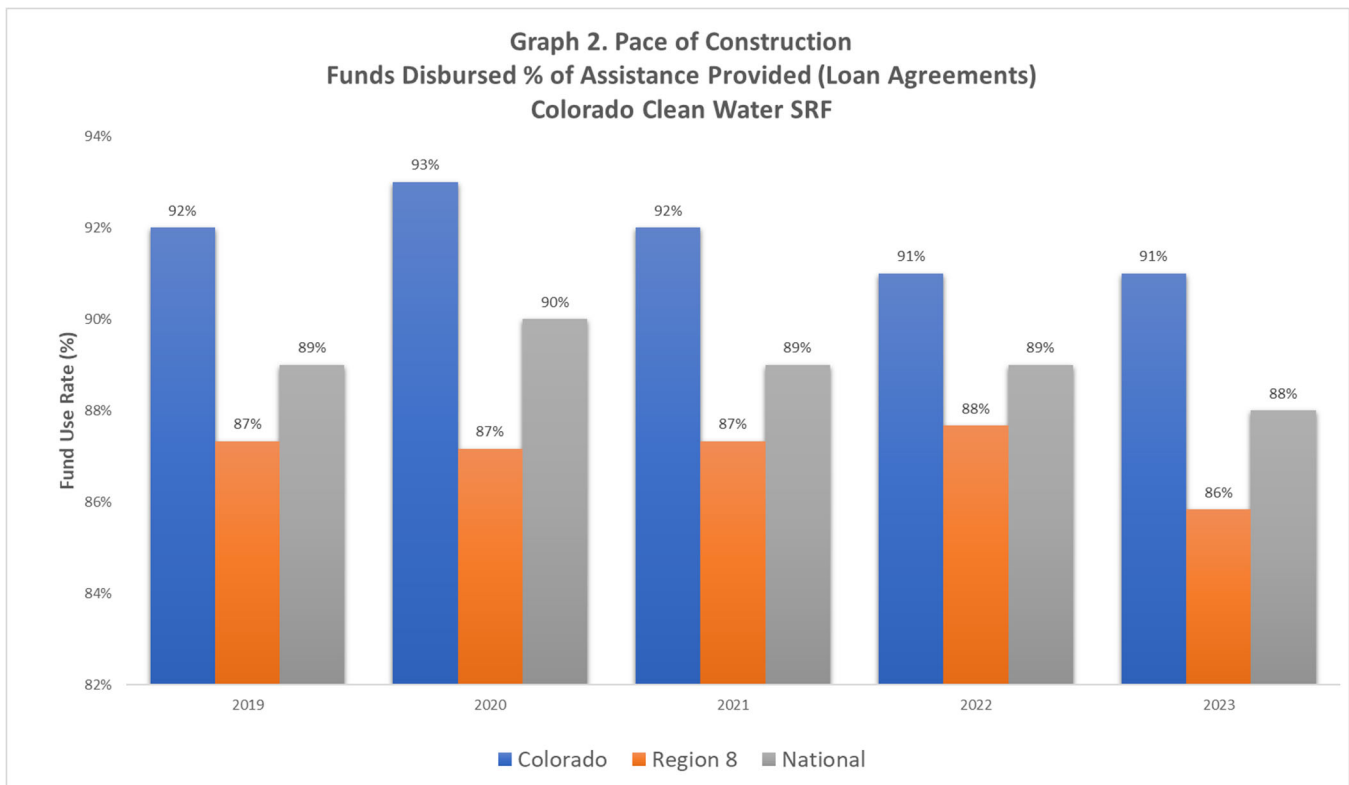
The fund use rate for the Colorado WPCRF in SFY 2023 decreased slightly from 99 to 97 percent, as can be seen in the indicator table. The remaining uncommitted three percent equaled \$42.2 million, an increase of \$25.9 million from SFY 2022. This is an expected result with the continued large influx of grant funds due to the funding of the BIL grant awards late in the calendar year. The Colorado WPCRF is continuing their work to assist communities in solidifying their project plans through outreach efforts to commit funds to these projects and signed over \$31.4 million in loans in SFY 2023. The IUP also shows a continued strong project demand, which demonstrates the ongoing need throughout the state for the CWSRF. The fund use rate graph below (Graph 1) reports fund use rate from CWNIMS, which has a slightly different result as it is based on July 1, 2022 through June 30, 2023 numbers, but is shown to give comparison with other Region 8 states and national results.



2. Pace of Construction (%)

The cumulative pace of construction is calculated as the ratio of cumulative disbursements (construction cash draws) over cumulative assistance provided (signed loan agreements). It measures the speed at which projects are proceeding to construction completion after loans agreements are signed. Note that the denominator is not the same as program pace, which compares total funds available.

The pace of construction increased from 90 percent to 92 percent during SFY 2023, as can be seen in the indicator table, which is well above the national and regional averages. There was an increase in the project disbursements now that the BIL funded projects are under construction. This metric will likely continue to improve as more projects are funded using subsequent BIL grants and start requesting disbursements. The state disbursed \$62.4 million in project expenses in SFY 2023. Overall, Colorado WPCRF staff manages projects well. See Graph 2, below, for the pace of construction comparison graph using CWNIMS values.

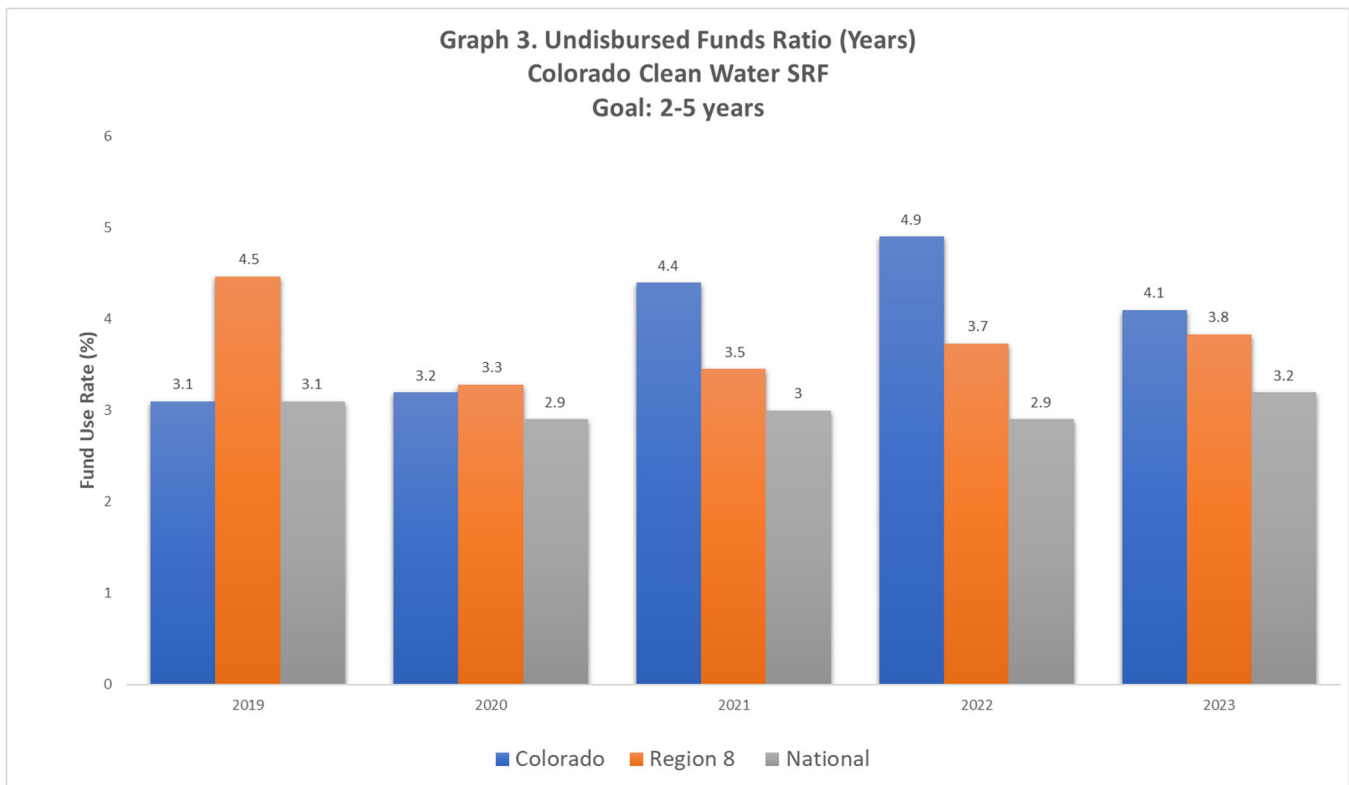


3. Ratio of Undisbursed Funds to Disbursements

The cumulative ratio of undisbursed funds to disbursements (also known as the revolving rate) is calculated as the ratio of cumulative funds available (total funds available minus project disbursements) over the average disbursements over the last three years. This ratio evaluates how efficiently the SRF funds are revolving (balancing cash inflows and outflows) by examining a program's disbursement rate over a set period and comparing to the cash on hand. The result reflects the number of years it would take to spend cash on hand assuming the future disbursements are consistent with the average of the last three years.

The January 21, 2024 "Maximizing Water Quality and Public Health Benefits by Ensuring Expedient and Timely Use of all State Revolving Fund Resources" memorandum (which is based on SRF Policy Memo's 99-03, 99-05 and 99-09), indicate a goal of having all available funds committed within one year and having all committed funds disbursed within five years.

The ratio was calculated by subtracting total project disbursements (\$1,438.9 million) from total funds available (\$1,607.0 million) and comparing this number (\$168.0 million) to the average annual disbursements over the past three years (\$59.9 million), see the indicator table. For the Colorado WPCRF, this ratio is 2.8 (years), which shows that this program in SFY 2023 was using all funds in 2.8 years. This metric has seen a slightly decreasing trend, which demonstrates how well the state is getting grant dollars to borrowers for construction. See Graph 3, below, for the CWNIMS comparison of undisbursed funds ratio.



4. Federal Return

The cumulative federal return is the assistance disbursed for each federal dollar. Federal return shows how many cumulative dollars of assistance were disbursed to communities (borrowers) for each cumulative federal dollar spent. This value reflects how successful the SRF program has been at turning capitalization grants into loans that revolve and earn interest.

For SFY 2023, the \$62.4 million in construction expenses relative to \$12.1 million in federal cash draws (loan fund and administrative), caused Colorado's cumulative CWSRF federal return to slightly increase to from 3.37 to 3.42, still a strong result.

5. Net Return (after repaying match bonds and excluding subsidy) (\$)

The cumulative net return shows the net earnings of the CWSRF after any state match bonds are repaid and any loan principal is forgiven, thereby showing how well the CWSRF is maintaining its invested and contributed capital. This value is expressed in dollar amounts. A positive value indicates that the revenues of the fund are meeting expenses after any state match bonds are repaid and any loan principal is forgiven and shows the CWSRF is maintaining contributed capital. Conversely, a negative value indicates that expenses are exceeding revenues after the state match bonds are repaid and any loan principal is forgiven.

The Colorado CWSRF's Net Return increased \$3.4 million to \$38.9 million as of June 30, 2023. In FY 2023, the state collected \$5.9 million in interest payments, \$4.8 million in interest earnings, and paid \$7.3 million in bond interest expense. Colorado WPCRF performs cash flow modeling that assists with leveraging decisions and continuously evaluates interest earnings and expenses, while providing the maximum loan capacity to wastewater systems. The WPCRF loan program is in high demand. Net return remains positive.

6. Sustainability (Retained Earnings) as a Percent of Contributed Capital (excluding subsidy) (%)

The cumulative sustainability (also referenced as net return on contributed capital or retained earnings) is expressed as a percentage. Sustainability is a ratio of the cumulative net return on investment over cumulative contributed capital after repaying any state match bonds and after forgiving any loan principal. This value estimates the growth of the CWSRF relative to the investment earnings and to the federal and state contributed capital. Negative sustainability indicates that funds being used for interest on bonds and state match repayments exceed the interest earnings on funds.

The Colorado WPCRF sustainability (net return on contributed capital) increased from 7.3 percent to 7.8 percent. The metric remains strong overall and shows that Colorado has strong investment earnings while managing the impact of their bond interest expense.

7. Total Net (\$)

Total net measures the extent by which internal growth is generating additional funding for new projects. Total net is shown in dollars and is calculated using annual values (not cumulative). This value is calculated by taking the total cash inflows generated by ongoing loan and investment activity and subtracting debt service payments from outstanding match and leveraged bonds. New federal capitalization grants and leveraged bond issues are excluded from this calculation.

As of June 30, 2023, the Colorado WPCRF's total net was \$29.1 million, which is an increase after a dip in SFY 2022. Internal program growth is strong for the Colorado WPCRF.

8. Net Interest Margin (%)

Net interest margin measures net rate of return, as a percentage, that the SRF is generating from its total assets through loans and investments less interest expenses associated with match and leveraged bonds. *Note: net interest margin differs from retained earnings because it does not include match bond principal as an expense.* Net interest margin is calculated using the sum of annual values of loan interest income and investment interest income minus bond interest expense divided by the two-year average of program total assets.

As of June 30, 2023, the Colorado WPCRF's net interest margin was 0.4 percent, based on an annual net interest amount of \$3.4 million and an average of total assets of \$864.8 million and \$835.0 million at the beginning and end of FY23, respectively (total assets based on the Colorado WPCRF financial statements).

This metric has recovered after a low year last year due to a low year in investment interest. The overall trend for the net interest margin is stable.

9. Unliquidated Obligations

As of June 30, 2023, the Colorado WPCRF had \$26.5 million in unspent federal funds, also known as unliquidated obligations (ULOs), which equals 94 percent federal outlay expenditure rate. With the continued addition of BIL funding, a temporary increase in ULOs is expected. Historically, the state has met the spending targets outlined in the ULO policy prior to the BIL

awards, and given project demand, they should return to those levels.

Overall, EPA encourages all state SRF programs to utilize several strategies to improve ULO metrics, including First-In First-Out (FIFO) disbursements methods, use of project bypass procedures when projects are not ready to advance to construction, and using equivalence for additional subsidy. Cash draws by states for particular projects are not tied to a particular capitalization grant, and the actual funds used to meet the additional subsidy requirements do not need to come from that particular capitalization grant. *Please see the September 12, 2013 “Maximizing the Benefits of the Drinking Water State Revolving Fund” memorandum. Additionally, see the November 2, 2021 “Policy Change Regarding Additional Subsidization and Closeout of SRF Capitalization Grants” memorandum, which allows capitalization grants to be closed before the state meets the required minimum additional subsidization requirement.* The additional subsidy metric will be verified through the state’s IUPs and annual reports.

F. Leveraging

Leveraging through issuance of bonds can be an effective tool for providing additional project assistance for state SRF programs with demand that exceeds their funds available. Leveraged programs have the responsibility of being sophisticated financial planners. Effective management of the SRF is also necessary to ensure the leveraging levels match the demand for funding. SRF programs that leverage must work towards a variety of SRF financial objectives, including sound debt management, ensuring high pace levels of all funds and effective management of investments.

Additional Assistance Provided Due to Leveraging

By leveraging the WPCRF, Colorado has been able to fund an additional \$843.6 million in projects.

Recommendations

A. Prior Recommendations

There are no new recommendations with this year's annual review.

B. New Recommendations

There are no new recommendations with this year's annual review.

Financial Indicator Tables

See Attachment 1: Financial Indicator Tables.

CWSRF FINANCIAL INDICATOR WORKSHEET					
COLORADO WPCRF PROGRAM: (Cumulative Amounts in \$ Thousands)					
2019 - 2023					
	Dec. 31 2019	Dec. 31 2020	Dec. 31 2021	Dec. 31 2022	Dec. 31 2023
Fund Use Rate					
Colorado CWSRF Assistance Provided	\$1,278,913	\$1,371,700	\$1,387,676	\$1,537,365	\$1,564,791
Colorado CWSRF Funds Available	1,373,982	1,427,980	1,462,370	1,553,649	1,606,959
Fund Use Rate	93%	96%	95%	99%	97%
Colorado CWSRF Funds Available:					
Net Capitalization Grants (Minus \$ for Administration)	358,873	371,076	383,278	406,547	428,314
Total State Match	68,496	71,038	73,580	76,855	79,722
Transfer from/(to) DWSRF	0	0	0	0	0
Net Funds Provided from Leveraged Bonds	787,550	801,421	851,426	890,896	889,874
Net Return*	28,194	30,862	35,095	35,491	38,898
Net Loan Principal Repaid	134,557	157,270	123,136	148,006	174,296
CWSRF Funds Used for Refunding	(3,687)	(3,687)	(4,146)	(4,146)	(4,146)
Colorado CWSRF Funds Available	1,373,982	1,427,980	1,462,370	1,553,649	1,606,959
Project Disbursements					
Project Disbursements	1,198,732	1,259,265	1,304,796	1,376,541	1,438,928
CWSRF Assistance Provided	\$1,278,913	\$1,371,700	\$1,387,676	\$1,537,365	\$1,564,791
Pace of Construction	94%	92%	94%	90%	92%
Project Disbursements					
Project Disbursements	1,198,732	1,259,265	1,304,796	1,376,541	1,438,928
Federal Outlays	367,930	384,283	399,248	408,672	420,739
Federal Return	3.26	3.28	3.27	3.37	3.42
Project Disbursements					
Project Disbursements	1,198,732	1,259,265	1,304,796	1,376,541	1,438,928
Colorado CWSRF Funds Available	1,373,982	1,427,980	1,462,370	1,553,649	1,606,959
Overall Flow of Colorado CWSRF Funds	87%	88%	89%	89%	90%
Undisbursed Project Funds					
Undisbursed Project Funds	175,250	168,715	157,574	177,107	168,031
3-year Average Annual Disbursements	59,587	55,883	49,384	59,270	59,888
Ratio of Undisbursed Funds to Disbursements	2.94	3.02	3.19	2.99	2.81
Additional SRF Assistance Due to Leveraging					
Colorado CWSRF Assistance Provided	\$1,278,913	\$1,371,700	\$1,387,676	\$1,537,365	\$1,564,791
Colorado CWSRF \$ Available w/out Leveraged Bonds	590,119	630,247	615,089	666,899	721,231
Additional WPCRF Loans Due to Leveraged Bonds	688,793	741,454	772,587	870,466	843,561
Cumulative SRF \$ Available w/out Leveraged Bonds:					
Net Capitalization Grants (Minus 4% for Administration)	358,873	371,076	383,278	406,547	428,314
Total State Match	68,496	71,038	73,580	76,855	79,722
Transfer from/(to) DWRF	0	0	0	0	0
Net Return*	28,194	30,862	35,095	35,491	38,898
Net Loan Principal Repaid	134,557	157,270	123,136	148,006	174,296
Cumulative SRF \$ Available w/out Leveraged Bonds	590,119	630,247	615,089	666,899	721,231
Net Return on Contributed Capital*					
	30-Jun 2019	30-Jun 2020	30-Jun 2021	30-Jun 2022	30-Jun 2023
Interest Payments	\$227,913	\$234,909	\$241,584	\$246,668	\$252,565
Interest Earnings	231,673	236,792	244,114	245,721	250,542
Bond Interest Expense	(424,352)	(433,799)	(443,563)	(449,858)	(457,168)
Match Principal Repaid	(7,040)	(7,040)	(7,040)	(7,040)	(7,040)
Net Return Excludes Subsidy*	28,194	30,862	35,095	35,491	38,898
Net Return	28,194	30,862	35,095	35,491	38,898
Contributed Capital	436,426	455,321	472,828	485,527	500,461
Net Return on Contributed Capital*	6.5%	6.8%	7.4%	7.3%	7.8%
Annual Net Interest /					
Interest Payments	7,042	6,996	6,675	5,084	5,897
Interest Earnings	5,358	5,119	7,321	1,608	4,820
Loan Principal Repayments	41,044	41,793	50,226	43,024	44,383
Leveraged Bond Principal Repaid	(22,370)	(23,380)	(24,335)	(20,050)	(18,650)
Bond Interest Expense	(9,837)	(9,447)	(9,763)	(6,295)	(7,310)
Total Net (Annual Amounts)*	21,236	21,081	30,124	23,370	29,141
Loan Interest	7,042	6,996	6,675	5,084	5,897
Investment Interest	5,358	5,119	7,321	1,608	4,820
Bond Interest Expense	(9,837)	(9,447)	(9,763)	(6,295)	(7,310)
Annual Net Interest /	2,562	2,668	4,233	396	3,408
(Total Assets Prior Yr. + Total Assets Current)/2*	755,509	791,330	783,058	806,626	849,855
Net Interest Margin*	0.34%	0.34%	0.54%	0.05%	0.40%

* As of June 30 of each year



COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

The Amp - Suite 820, 1580 N Logan Street, Denver, Colorado 80203-1939
303/830-1550 · Fax 303/832-8205 · info@cwrpda.com

MEMORANDUM

August 16, 2024

TO: Project Finance Committee and Karl Ohlsen

FROM: Jim Griffiths, Finance Director
Wesley Williams, Assistant Finance Director
Ian Loffert, Sr. Financial Analyst II
Austin Reichel, Financial Analyst II
Kevin Carpenter, Financial Analyst II
Giorgi Gazashvili, Financial Analyst I

RE: Review of the Project 7 Water Authority, Town of Kremmling, Buffalo Mountain Metropolitan District, Town of Estes Park, Town of La Veta, and Karval Water Authority
Drinking Water Revolving Fund ("DWRF")

The Division of Local Government has forwarded to the DWRF Committee its analyses of the above-listed projects. The DWRF Committee, composed of representatives from the Division of Local Government, the Water Quality Control Division, and the Authority, has reviewed the technical and financial aspects of the proposed projects and agreed to forward the requests to the Colorado Water Resources and Power Development Authority ("CWRDPA")'s Project Finance Committee with the following recommendations:

Project 7 Water Authority

The Project 7 Water Authority (the "Governmental Agency"), located in Delta, Montrose, and Ouray Counties, is seeking funds through the DWRF loan program in the total amount of \$27,000,000 (comprised of a *\$24,661,923 leveraged loan plus cost of issuance, a *\$838,077 Bipartisan Infrastructure Law ("BIL") General Supplemental loan, and a *\$1,500,000 BIL Principal Forgiveness ("PF") loan). The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source. The Governmental Agency's project was authorized by HJR 13-1007.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating DWRF loans with the Governmental Agency in the total amount of \$27,000,000 (comprised of a *\$24,661,923 leveraged loan plus cost of issuance, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The leveraged loan will be for a term of up to 30 years, at an interest rate of 85% of the market rate on the Authority's 2024 Series C State Revolving Fund Revenue Bonds. The BIL direct loan will be for a term of up to 30 years, at an interest rate of 3.50%, subject to increasing user rates sufficiently to meet the CWRPDA's rate covenant prior to Water Infrastructure Finance and Innovation Act ("WIFIA") loan execution. The Board will consider this request on August 21, 2024.

Town of Kremmling

The Town of Kremmling (the "Town"), located in Grand County, is seeking funds through the DWRF Disadvantaged Communities ("DAC") loan program in the total amount of \$15,922,960 (comprised of a *\$11,246,806 leveraged loan plus cost of issuance, a *\$1,676,154 BIL DAC loan, and a *\$3,000,000 BIL PF loan). This project consists of replacing the Town's existing water treatment facility with ultrafiltration (UF) treatment skids to aid in raw water quality and finished water quality goals. The new water treatment facility project includes three UF treatment skids and eight UF membrane modules housed in a new treatment plant building. Other additions include a clearwell, booster pump, and potable water storage tank. The Town's project was authorized by HJR 19-1005.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating DWRF DAC loans with the Town in the total amount of \$15,922,960 (comprised of a *\$11,246,806 leveraged loan plus cost of issuance, a *\$1,676,154 BIL loan, and a *\$3,000,000 BIL PF loan). The leveraged loan will be for a term of up to 30 years, at an interest rate of 85% of the market rate on the Authority's 2024 Series C State Revolving Fund Revenue Bonds. The BIL DAC direct loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the CWRPDA's rate covenant prior to loan execution. The Board will consider this request on August 21, 2024.

Buffalo Mountain Metropolitan District

The Buffalo Mountain Metropolitan District (the "District"), located in Summit County, is seeking funds through the DWRF loan program in the total amount of \$6,633,840 (comprised of a *\$4,295,763 leveraged loan plus cost of issuance, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The District will be making distribution system improvements which will include valve/water main replacements and water main looping, pressure relief vault construction, adding and interconnect with the Town of Silverthorne, and upgrading existing booster stations. In addition, this project will include water treatment plant piping and control system replacement and well rehabilitation of two groundwater wells. The District's project was authorized by SJR 16-003.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating DWRF loans with the District in the amount of \$6,633,840 (comprised of a *\$4,295,763 leveraged loan plus cost of issuance, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The leveraged loan will be for a term of 20 years plus construction, at an interest rate of 85% of the market rate on the Authority's 2024 Series C State Revolving Fund Revenue Bonds. The BIL direct loan will be for a term of 20 years, at an interest rate of 3.25%. The Board will consider this request on August 21, 2024.

Town of Estes Park

The Town of Estes Park (the "Town"), located in Larimer County, is seeking funds through the DWRF loan program in the total amount of \$5,000,000 (comprised of a *\$2,661,923 leveraged loan plus cost of issuance, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The project consists of improvements to portions of the Carriage Hills Water System distribution system and replacement of the Spruce Knob Water Company distribution system. Spruce Knob Water Company will permanently connect to the Town's distribution system and dissolve following completion of the project. The Town's project was authorized by HJR 09-1002.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating DWRF loans with the Town in the total amount of \$5,000,000 (comprised of a *\$2,661,923 leveraged loan plus cost of issuance, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The leveraged loan will be for a term of 20 years plus construction, at an interest rate of 85% of the market rate on the Authority's 2024 Series C State Revolving Fund Revenue Bonds. The BIL direct loan will be for a term of 20 years, at an interest rate of 3.25%. The Board will consider this request on August 21, 2024.

Town of La Veta

The Town of La Veta (the "Town"), located in Huerfano County, is seeking a BIL General Supplemental DAC direct loan through the DWRF loan program in the total amount of \$3,978,000 (comprised of a *\$1,425,903 BIL Loan and a *\$2,552,097 BIL PF loan). The project consists of a new water treatment plant using conventional treatment technology with full automation. There will be three pre-engineered clarifier units, a below grade disinfection contact, a clearwell tank, and a building extension to house the new treatment equipment. The Town's project was authorized by HJR 13-1007.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating a DWRF BIL General Supplemental DAC direct loan with the Town in the total amount of \$3,978,000 (comprised of a *\$1,425,903 BIL Loan and a *\$2,552,097 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%. The Board will consider this request on August 21, 2024.

Karval Water Authority

The Karval Water Authority (the "Authority"), located in Lincoln County, is seeking a BIL General Supplemental DAC direct loan through the DWRF loan program in the total amount of \$1,249,900 (comprised of a *\$448,023 BIL Loan and a *\$801,877 BIL PF loan). The project consists of drilling a second well, replacing distribution piping, looping the distribution system, installing new gate valves, replacing meters, installing a new backup generator, replacing a fire hydrant, performing rehabilitation on the nitrate treatment control valves and replacing the hydropneumatic tanks in existing treatment plant. The Authority's project was authorized by HJR 19-1005.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating a DWRF BIL General Supplemental DAC direct loan with the Authority in the total amount of \$1,249,900 (comprised of a *\$448,023 BIL Loan and a *\$801,877 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the CWRPDA's rate covenant prior to loan execution. The Board will consider this request on August 21, 2024.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount may be different at the time of loan execution. While no significant differences are anticipated, any significant differences needed to comply with the proportional allocation requirements of the BIL will be discussed with the Finance Director and Executive Director to determine if additional Authority Board approval is needed.

Note: A Zoom conference call has been scheduled for **Friday, 9:00 a.m. August 16, 2024**. The link to join via online is: <https://us06web.zoom.us/j/82013794734?pwd=6iv4TNy3AUasx2PrMzwwOMga4n8UQ8.1>. If you prefer to dial in, the call-in number is: **1-669-900-6833**, and the Meeting ID is **820 1379 4734**. The passcode is: **026624**.

Attachments: Project 7 Water Authority 2024 Credit Report Update and 2024 DWRF Credit Report
 Town of Kremmling 2024 DWRF Credit Report
 Buffalo Mountain Metropolitan District 2024 DWRF Credit Report
 Town of Estes Park 2024 DWRF Credit Report
 Town of La Veta 2024 DWRF Credit Report
 Karval Water Authority 2024 DWRF Credit Report



COLORADO
Department of Local Affairs
 Division of Local Government

TO: Jim Griffiths and Members of the Board of the CWRPDA
FROM: Monica Munoz-Revelo, DLG
SUBJECT: Project 7 Water Authority (“the Authority”) DWRF Credit Report
DATE: August 9th, 2024

Recommendation:	CONDITIONAL APPROVAL	Project Budget	
Total Request:	\$27,000,000	DWRF Base Loan:	\$24,661,923
Total Est. Annual Debt Service:	\$1,421,675	DWRF BIL Principal Forgiveness:	\$1,500,000
Leveraged Loan:	\$24,661,923	DWRF BIL Loan:	\$838,077
Interest Rate & Term:	3.75%, 30 years	2024 DWRF D&E Loan:	\$3,000,000
Direct Loan:	\$838,077	WIFIA Loan (Anticipated):	\$142,394,936
Interest Rate & Term:	3.50%, 30 years	Total	\$172,394,936
Pledge:	Water System Revenue		
Current Rate:	\$1.95/1,000 Gal		
Estimated WIFIA Loan Rate Increase:	\$27.14 (estimated)		

PROJECT DESCRIPTION: The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source.

RECOMMENDATION: The Authority serves the City of Montrose, the Tri-County Water Conservancy District, the City of Delta, the Menoken Water District, the Chipeta Water District, and the Town of Olathe. This proposed loan is necessary for the construction of a raw water transmission line, water treatment facility, and treated water transmission line to provide redundant water supply to communities of the Uncompahgre and Gunnison River Valleys. The Authority is also in the process of acquiring a large WIFIA loan, which combined with the DWRF loan request, necessitates increasing rates to meet the 110% coverage ratio requirement. The Authority's Board members are aware of the impending increases in customer rates and have completed actions to educate the governing bodies on the inevitability and magnitude of rate increases. We therefore recommend that the DWRF Committee approve a \$24,661,923 DWRF base leveraged loan, a \$838,077 DWRF BIL direct loan, and \$1,500,000 in DWRF BIL supplemental principal forgiveness to the Project 7 Water Authority on the condition that rates are increased to meet coverage ratio requirements.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	96	86	201	>\$2,000	\$1,000 - 2,000	X <\$1,000
Total + New Debt/Capita (\$):			649	>\$2,000	\$1,000 - 2,000	X <\$1,000
Total Debt/Tap (\$):	239	216	502	>\$5,000	\$2,500-5,000	X <\$2,500
Total Debt + New Debt/Tap (\$):			1,622	>\$5,000	\$2,500-5,000	X <\$2,500
Current Water Debt/Tap (\$):	239	216	502	>\$2,000	\$1,000 - 2,000	X <\$1,000
Current Water + New Water Debt/Tap (\$):			1,622	>2,000	X \$1,000 - 2,000	<\$1,000
Water Fund Current Ratio (CA/CL):	465%	583%	1,637%	<100%	100-200%	X >200%
Water Fund Reserves/Current Expense:	133%	185%	709%	<50%	50-100%	X >100%
Water Operating Ratio (OR/OE):	221%	253%	245%	<100%	100-120%	X >120%
Coverage Ratio (TR-OE)/DS:	394%	344%	453%	<110%	110-125%	X >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	394%	344%	453%	<110%	110-125%	X >125%
Coverage Ratio with New Loan:			144%	<110%	110-125%	X >125%
Coverage Ratio with New Loan Excluding Tap Fees:			144%	<110%	110-125%	X >125%
Operation and Maintenance Reserve:			608%	<25%	25-50%	X >50%
Total:	0	1	13			





Financial Analysis

- If approved, the requested loan is not projected to have a significant negative impact on the Authority’s water fund. When including the debt service of this loan, and the approved D&E direct loan, one indicator (current water plus new water debt per tap), drops from strong to average compared to the previous credit report. All other indicators remain strong.
- A \$25,500,000 loan will cost the Authority approximately \$1,421,675 in debt service annually. Combined with the recently approved \$3,000,000 D&E direct loan, the annual debt service increases to \$1,583,992. Based on 2022 financial information, coverage with the proposed loan is 134%. No additional revenue is needed to meet the 110% debt service coverage requirement.
- The terms of the WIFIA Loan are not known yet, but assuming the term and rate are the same as the SRF loan, the coverage ratio for the total project, including the approved D&E direct loan and the current loan request, is 31%. An additional revenue of \$7,765,654, or approximately \$27.14 per tap per month, will be required to meet the 110% SRF loan coverage requirement.
- The Authority is not involved in billing individual households. Due to its wholesale nature, the rate increases per tap per month are an estimate based on the aggregate number of taps communicated by each member entity. The actual impact on households due to the possible debt increase cannot be accurately calculated.

Additional Project Financing

The Authority applied for a \$142,394,936 Water Infrastructure Finance and Innovation Act (WIFIA) Loan and expects approval in August 2024.

The Authority was approved for a \$3,000,000 DWRf Design and Engineering direct loan on June 7, 2024.

DESCRIPTION OF THE LOAN:

A \$24,661,923 leveraged loan with a thirty-year term with two payments annually at an estimated interest rate of 3.75% will cost the Authority approximately \$1,376,330 in debt service annually. A \$838,077 direct loan with a thirty-year term with two payments annually at an interest rate of 3.50% will cost the Authority approximately \$45,346 in debt service annually. The Authority also qualifies for \$1,500,000 in DWRf BIL supplemental principal forgiveness.

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. The Authority scores 1 point as shown below.

BIL PF DETERMINATION				
	Benchmark		Borrower	Points
1. Five Year % Change in Population	0.71%	>	1.02%	0
2a: County Job Change	0.00%	>	16.62%	0
2b: County Unemployment	5.38%	<	3.32%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$87,598	>	\$61,130	1
	\$109,498	<		
4: Rates to MHI	0.81%	<	0.00%	0
5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	40.00%	<	25.73%	0
7: % Households Housing Burdened	50.00%	<	27.34%	0
8: % Population under 200% Poverty Level	40.00%	<	29.89%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	55.00%	<	54.90%	0
10: Meets DAC criteria	Yes		No	0
Total Points Scored:				1

Due to the lack of reliable and geographically specific data, the anticipated cost burden of the proposed loan, and the presence of economically challenged communities within the Authority’s service area, a business case requesting eligibility for Bipartisan Infrastructure Law (BIL) principal forgiveness was presented to the CWRPDA Board. On August 23rd,





COLORADO

Department of Local Affairs

Division of Local Government

2023, the business case was approved. Because the loan application was received within 18-months of the approval of the business case, the Authority qualifies for approximately \$1,500,000 in principal forgiveness, the current maximum for BIL DWRP supplemental principal forgiveness for non-disadvantaged communities.

LOAN COVENANTS:

The Authority will have to meet the CWRPDA's 110% rate covenant, 3-months operation and maintenance reserve fund covenant, and the 110% additional bonds test (if applicable/anticipated WIFIA Loan) on an annual basis.

The Authority has met the loan covenants on its DWRP Leveraged Loan dated 2008 and 2023 DW Interim Loan with the CWRPDA. The Authority has also had no debt service payment issues.

Prepared by: Monica Munoz-Revelo

Date: August 9th, 2024

Project #142211D-Q

Cost Categories:

- Treatment: 53%
- Transmission and Distribution: 44%
- Source: 3%



August 9th, 2024			
DWRF Credit Report Project 7 Water Authority; Delta, Montrose, and Ouray Counties, CO Using most recent data available (Census, audits, local records)			
Estimated Population - 2022	56,905		
Number of Water Taps/Customers - 2022	22,762		
Water Rate per 1,000 Gallons - 2022	\$1.30		
Water Operating Revenue - 2022	\$4,188,144		
Water Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$4,714,050		
Water Tap and System Development Fee Revenue - 2022	\$0		
Water Operating Expense - 2022	\$1,712,624		
Water Current Expense - 2022	\$1,467,667		
Water Debt - 2022	\$11,428,561		
Total Debt - 2022	\$11,428,561		
Water Fund Reserves - 2022	\$10,406,155		
Water Debt Service - 2022	\$662,059	Leveraged Loan	Direct Loan
New Water Debt [Requested DWRF loan amount.]	\$25,500,000	\$24,661,923	\$838,077
Requested DWRF Loan Term	30	30	30
Requested DWRF Loan Interest Rate	3.75% & 3.50%	3.75%	3.50%
New Loan's Annual Water Debt Service (two payments annually)	\$1,421,675	\$1,376,330	\$45,346

Current Indicators (2022)					
Project 7 Water Authority					
(Water Only)					
1	Total Debt	\$11,428,561	÷	Population	56,905 = \$201
	New Debt	\$25,500,000	÷	Population	56,905 = \$448
	Total Debt + New Debt	\$36,928,561	÷	Population	56,905 = \$649
2	Total Debt	\$11,428,561	÷	Number of Taps	22,762 = \$502
	New Debt	\$25,500,000	÷	Number of Taps	22,762 = \$1,120
	Total Debt + New Debt	\$36,928,561	÷	Number of Taps	22,762 = \$1,622
3	Total Debt	\$11,428,561	÷	Assessed Value	N/A = N/A
	New Debt	\$25,500,000	÷	Assessed Value	N/A = N/A
	Total Debt + New Debt	\$36,928,561	÷	Assessed Value	N/A = N/A
4	Total Debt	\$11,428,561	÷	Actual Value	N/A = N/A
	New Debt	\$25,500,000	÷	Actual Value	N/A = N/A
	Total Debt + New Debt	\$36,928,561	÷	Actual Value	N/A = N/A
5	Current Water Debt (Current Water Debt + New Water Debt) / Number of Taps	\$11,428,561	÷	Number of Taps	22,762 = \$502
		\$1,622	÷	MHI	N/A = N/A
6	Current Ratio (CA / CL)				
	Current Assets	\$11,083,230	÷	Current Liabilities	\$677,075 = 1637%
7	Reserve/Expense Ratio				
	Reserves	\$10,406,155	÷	Current Expenses	\$1,467,667 = 709%
8	Operating Ratio (OR / OE)				
	Operating Revenues	\$4,188,144	÷	Operating Expenses	\$1,712,624 = 245%
9	Coverage Ratio [(TR - OE) / DS]				
	Total Revenues	\$4,714,050	-		
	Minus Operating Expenses	<u>\$1,712,624</u>			
	=	\$3,001,426	÷	Current Debt Service	\$662,059 = 453%
	Coverage Ratio Excluding Tap and Development Fee Revenue				
10	Development Fee Revenue	\$3,001,426			
	Minus Tap and Development Fee Revenue	<u>\$0</u>			
	=	\$3,001,426	÷	Current Debt Service	\$662,059 = 453%
11	Projected Coverage Ratio				
	Total Revenues	\$4,714,050			
	Minus Operating Expenses	<u>\$1,712,624</u>			
	=	\$3,001,426		Total Debt Service (with new loan)	\$2,083,734 = 144%
	Projected Coverage Excluding Tap and Development Fee Revenue				
12	Development Fee Revenue	\$3,001,426			
	Minus Tap and Development Fee Revenue	<u>\$0</u>			
	=	\$3,001,426	÷	Total Debt Service (with new loan)	\$2,083,734 = 144%
13	Current Debt Service	\$662,059	÷	Number of Taps	22762 = \$29.09
	Annual New Water Debt Service	\$1,421,675	÷	Number of Taps	22762 = \$62.46
14	2022 Annual Water Rate (Monthly Rate x 12)	\$15.60	÷	MHI	N/A = N/A
	2022 Annual Water Rate + New Annual Debt Service Per Tap	\$78.06	÷	MHI	N/A = N/A
15	Current 2022 Monthly User Charge (Debt Service on DWRP Loan / 2022 Taps / Month)				\$0.00
	Total				<u>\$5.20</u>
					\$5.20
16	Operation and Maintenance Reserve				
	Reserves	\$10,406,155	÷	Operating Expenses	\$1,712,624 = 608%



Principal Forgiveness and Priority Point Scoring

Applicant: Project 7 Water Authority
 DWRP or WPCR: DWRP

Is applicant receiving funds from base program and BIL program.

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes.

Eligible BIL principal forgiveness percentage: 64.115%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$1,500,000.

Base DWRP Principal Forgiveness Scoring

DWRP

Water Quality & Public Health + CPDWR Compliance:	
DOLA Affordability Score:	
Total Score	

Eligible as a base program DAC? No.

Eligible base program DWRP principal forgiveness percentage: N/A

Amount of principal forgiveness awarded (accounting for any applicable cap/max): N/A

Priority Point Scoring

Total WQCD Score:	0
DOLA Affordability Score:	70
Total Score:	70

2024 IUP DWRP Priority Point Calculations

Entity Name:	Project 7 Water Authority
Date of Scoring	9-Aug-24
SRF Phase:	Loan app
DOLA Score:	70
DAC:	Not DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$61,130	70%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20	20	
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		0.27%	
	Rates are > 1.63%	45		
	Rates are between 1.08% and 1.63%	25	25	
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		0.44%	
	Debt is > 1.05%	45		
	Debt is between 0.30% and 1.05%	25	25	
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		56,905	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0	0	
S3	Assessed Value/Household		N/A	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		

DWRF LOAN CREDIT REPORT

Project 7 Water Authority (“The Authority”), Delta, Montrose, and Ouray Counties

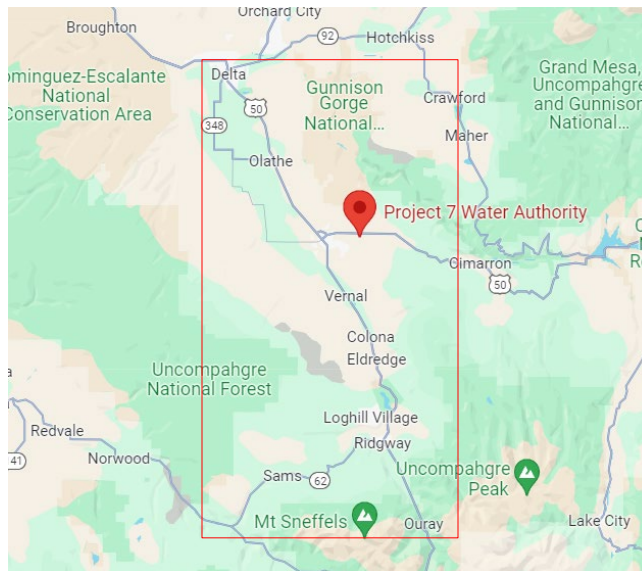
Recommendation:	APPROVAL	<u>Project Budget</u>	
Loan Request:	\$3,000,000	DWRF Loan:	\$3,000,000
Interest Rate & Term:	3.5%, 30 years	2021 CWRPDA Interim Loan:	\$941,384.09
Annual Debt Service:	\$162,320	2023 CWRPDA Interim Loan:	\$4,058,615.91
Pledge:	Water System Revenue	Total:	<u>\$8,000,000</u>
Current Rate:	\$1.95/1,000 Gal		
Estimated Rate Increase:	\$0.00		

PROJECT DESCRIPTION: The intent of this loan is to fund, in part, the design and engineering and preconstruction costs for the project. The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source.

COMMUNITY PROFILE:

Project 7 Water Authority	2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
Authority Population		55,378	56,283	56,905	56,905	59,510	59,608	1.82%
Delta County Population	31,033	31,237	31,052	31,386	31,581			0.44%
Delta County Jobs	13,055	13,330	13,088	13,056	13,142			0.17%
Montrose County Population	42,084	42,501	42,810	42,234	43,799			1.00%
Montrose County Jobs	20,912	21,357	20,710	21,325	21,852			1.11%
Ouray County Population	4,736	4,887	4,876	5,051	5,088			1.81%
Ouray County Jobs	2,934	3,013	2,961	3,211	3,180			2.03%
Number of Water Taps		22,151	22,513	22,762	22,762	23,804	23,843	1.82%

BORROWER BRIEF: The Authority serves local governments through the Delta, Montrose, and Ouray Counties. The region predominately serves a tourist and retiree community. The Authority is a cooperative effort among seven water entities (one member entity is not a distributor) to provide potable water to the municipalities and rural areas of the Uncompahgre River Valley.



RECOMMENDATION: The Authority serves the City of Montrose, Tri-County Water Conservancy District, City of Delta, Menoken Water District, Chipeta Water District, and Town of Olathe. This proposed loan is necessary to provide resiliency within the Authority’s service area. The Authority is in a strong financial position to take on the proposed debt, and rate increases are not projected to be necessary to meet the SRF program’s loan coverage requirements. We therefore recommend the DWRF Committee approve a \$3,000,000 loan to the Project 7 Water Authority.

PROJECT SUMMARY:

System summary: The Authority provides water treatment services for the City of Montrose, City of Delta, Town of Olathe, Tri-County Water Conservancy District, Chipeta Water District, and Menoken Water District. The Authority relies on the Uncompahgre Valley Water Users to supply the raw water to the existing treatment plant located three miles east of Montrose, Colorado. This facility has a treatment capacity of 27.6 million gallons per day (MGD) and 10 MGD of treated water storage. The Authority owns and operates approximately 30 miles of 24-inch transmission line that delivers water to its customers north of Montrose. The pipeline relies solely on gravity for conveyance and therefore no pumping is required within the system. Water is delivered to the six members via twenty master meters strategically located in each of those systems.

Reason/need: The primary purpose and need for this project is to provide resiliency within the Authority's service area. The new facility will be designed to treat up to 10 MGD of water that the entities own in Ridgway Reservoir, about 25 miles south of Montrose. Currently, all the water treated annually comes from Blue Mesa Reservoir via rights and exchanges that each entity has brokered. This water source is heavily reliant on the Gunnison Tunnel that was completed in 1909 to bring irrigation water to the Uncompahgre Valley. As an added benefit, the new water treatment plant would mitigate this dependence on a sole source and watershed, making the Authority, and the over fifty thousand customers who rely upon it, more resilient to drought, wildfire, and aging infrastructure.

System Compliance: The Authority is in compliance with the Colorado Primary Drinking Water Regulations with no known violations or deficiencies.

Project Delivery Method: Design-Build with Construction Manager at Risk (CMAR).

Contingency: 16% of total project cost included as contingency.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	96	86	201	>\$2,000	\$1,000 - 2,000	<u>X</u> <\$1,000
Total + New Debt/Capita (\$):			254	>\$2,000	\$1,000 - 2,000	<u>X</u> <\$1,000
Total Debt/Tap (\$):	239	216	502	>\$5,000	\$2,500-5,000	<u>X</u> <\$2,500
Total Debt + New Debt/Tap (\$):			634	>\$5,000	\$2,500-5,000	<u>X</u> <\$2,500
Current Water Debt/Tap (\$):	239	216	502	>\$2,000	\$1,000 - 2,000	<u>X</u> <\$1,000
Current Water + New Water Debt/Tap (\$):			634	>2,000	\$1,000 - 2,000	<u>X</u> <\$1,000
Water Fund Current Ratio (CA/CL):	465%	583%	1,637%	<100%	100-200%	<u>X</u> >200%
Water Fund Reserves/Current Expense:	133%	185%	709%	<50%	50-100%	<u>X</u> >100%
Water Operating Ratio (OR/OE):	221%	253%	245%	<100%	100-120%	<u>X</u> >120%
Coverage Ratio (TR-OE)/DS:	394%	344%	453%	<110%	110-125%	<u>X</u> >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	394%	344%	453%	<110%	110-125%	<u>X</u> >125%
Coverage Ratio with New Loan:			364%	<110%	110-125%	<u>X</u> >125%
Coverage Ratio with New Loan Excluding Tap Fees:			364%	<110%	110-125%	<u>X</u> >125%
Operation and Maintenance Reserve:			608%	<25%	25-50%	<u>X</u> >50%
			Total:	0	0	14

FINANCIAL ANALYSIS: Of the fourteen current indicators calculated, all are rated strong. Overall, the indicators illustrate that the Authority is in a strong financial position to take on this loan without burdening its customers. They also demonstrate the Authority's strong ability to consistently generate revenue while maintaining coverage of expenses and debt service, even with the addition of the proposed loan.

- Based on 2022 financial information, coverage with the proposed loan is 364% without tap fee revenue. No additional annual revenue is needed to meet loan coverage requirements.
- The 2022 operating ratio was a strong 245%, and the five-year average was also strong at 225%. The Authority has maintained a consistently high ratio, revealing efficiency and effectiveness in utilizing its revenue.
- The Authority presents an operations and maintenance reserve of 608% based on their 2022 financials. This details that even if the Authority were to experience an unprecedented hardship, it would not present as a financial burden, and the Authority would be able to continue meeting its projected payments.
- Due to the extensive area the Authority encompasses, indicators relating to assessed and actual value, and median household income were removed as they would not correctly represent the entity.

DESCRIPTION OF THE LOAN:

A \$3,000,000 loan with a thirty-year term with two payments annually at an interest rate of 3.50% will cost the Authority approximately \$162,320 in debt service annually.

ECONOMIC ANALYSIS: The Authority has a 2023 population estimated at 59,510 and has grown at an average annual rate of 1.82% since 2018. Delta County has experienced an increase of 0.44% in population, Montrose County has experienced an increase of 1% in population since 2018, and Ouray County has experienced an increase of 1.81% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

The region's economy is dominated by government, retail trade, accommodation and food services, health services, and construction.

The Authority's largest employers consist of the Montrose County School District with 1,088 employees, Montrose Regional Health with 755 employees, Delta School District with 691 employees, Delta Health with 489 employees, and Montrose County with 374 employees.

ORGANIZATIONAL ANALYSIS:**Bond Rating**

The Authority's debt has not been rated by Fitch, Moody's, or Standard & Poor's in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Authority does sell more than 2,000 acre-feet of water per year. According to Section 37-60-126(2) C.R.S, the Authority is not subject to this law. According to the Department of Natural Resources, the members of the Authority do not need to be compliant with this law.

Organizational Structure

The Project 7 Water Authority was created in 1977 in accordance with C.R.S. 29-1-204 to provide treated water to its contracting parties. The Authority is governed by a Board of Directors consisting of six voting members and one Associate (the Uncompahgre Valley Water Users Association). The Cities of Montrose and Delta, the Town of Olathe, the Tri-County Water Conservancy District, the Chipeta Water District, and the Menoken Water District each appoint one director. The Authority's manager works closely with the six-member Board of Directors. The Authority has 10 full-time employees working with the water system. There is an Operator in Responsible Charge ("ORC") who reports to the Authority manager. Each Board Member must reside within the boundaries of one of the six public entities. An Associate Member can vote if one of the six Board Members is absent.

- The Authority has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The Authority maintains general liability insurance coverage through Hub International.
- There are currently no pending lawsuits against the Authority.
- There have been no recall elections in the last ten years.

Technical/Managerial/Financial (TMF)

The WQCD and DLG conducted a review of the Authority's technical, managerial and financial capacity to operate the water system. The review resulted in the following mandatory recommendations:

Capital Improvement Plan

As part of the application process, the Authority submitted a 16-year capital improvement schedule, which anticipates capital outlay of approximately \$213 million combined for the water treatment plant project, to be funded from reserves and future debt as necessary.

Intergovernmental

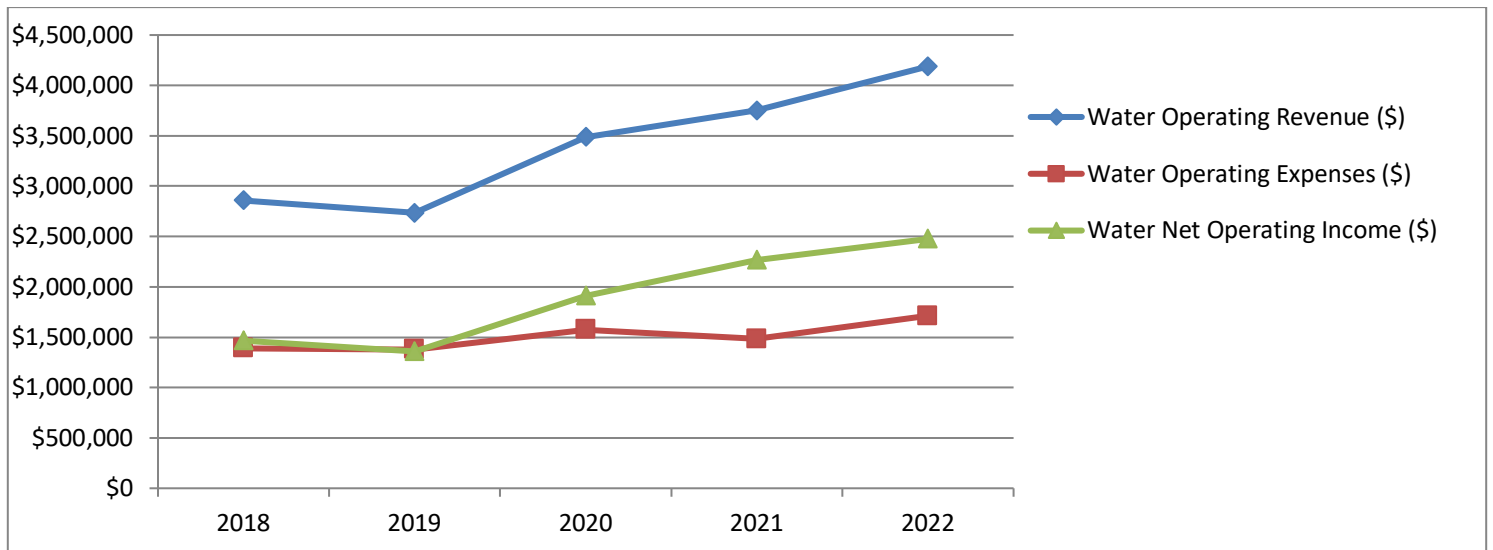
The Project 7 Water Authority was established in 1977, and the Chipeta Water District became a "Contracting Party" in 2018. The Contracting Parties must buy at least 1,648 million gallons of water annually, and they have to pay for any shortfall proportionally. If the water demand exceeds the plant's capacity, each Contracting Party can buy a pro-rata share of the volume purchased during the same month of the prior year. New parties can't be added as "Contracting Parties" without the unanimous consent of all authorized parties. A "Contracting Party" can withdraw, but it will remain liable for its obligated minimum water amount until all debts incurred during the withdrawal are paid.

REVENUE ANALYSIS:

- The Authority’s net operating income has increased 68.78% in the last five-years. The Authority is in a strong financial position to take on this new debt as there is a lower chance of insolvency.
- In 2021, the Authority received an Interim Loan (“IL”) for \$7,000,000. However, only \$907,016.03 of the executed funds were utilized. The full 2021 IL amount was reflected in the increase in their total debt for 2022. Later, in 2023, the Authority received another Interim Loan for \$5,000,000. However, due to the used amount from the first Interim Loan and the later execution of the 2023 Interim Loan, the amount available was reduced to \$4,058,615.91 for the second loan.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Water Rate per 1,000 Gallons (\$)	0.90	0.90	1.00	1.15	1.30	1.45	1.95
Total Water Revenue (\$)	2,879,331	2,760,432	4,098,552	3,751,754	4,714,050		
Tap/Development Fees (\$)	0	0	0	0	0	0	0
Water Operating Revenue (\$)	2,857,568	2,735,216	3,487,253	3,750,366	4,188,144		
Water Operating Expenses (\$)	1,390,816	1,376,725	1,575,345	1,483,100	1,712,624		
Water Net Operating Income (\$)	1,466,752	1,358,491	1,911,908	2,267,266	2,475,520		
Water Debt (\$)	5,321,599	5,856,944	5,386,553	4,910,425	11,428,561		
Total Debt (\$)	5,321,599	5,856,944	5,386,553	4,910,425	11,428,561		
Water Debt Service (\$)	695,609	684,105	640,796	658,773	662,059		
Water Fund Reserves (\$)	2,818,400	3,008,419	2,943,113	3,967,027	10,406,155		

Ratios	2018	2019	2020	2021	2022	Average
Operating Revenue as % of Total Revenue	99%	99%	85%	100%	89%	94%
Operating Revenue as % of Expenses	205%	199%	221%	253%	245%	225%
Tap Fee Revenue as % of Total Revenue	0%	0%	0%	0%	0%	0%



Recent Rate Increases

The Authority’s most recent rate increase of \$0.50 per 1,000 gallons was implemented on January 1st, 2024.

User Charges

The Authority bills the six distributing systems for their respective usage of finished water. Each system is responsible for distribution to customers and handles their own billing and collections. The Authority’s Board of Directors must approve all rate changes with a majority vote.

- The Authority’s current water rate is \$1.95 per 1,000 gallons of treated water.

Contributed Capital

The Authority does not charge tap or development fees.

Current System Utilization		
	Usage	Revenue
City of Montrose	40.91%	40.91%
Tri-County Water Conservation District	16.81%	16.81%
City of Delta	29.72%	29.72%
Menoken Water District	5.25%	5.25%
Chipeta Water District	4.83%	4.83%
Town of Olathe	2.48	2.48%

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2008	CWRPDA – DWRP	2030	Water Revenue	\$4,428,561	3.82%	\$487,601
2021	CWRPDA-DW	2023	Water Revenue	\$941,384.09	3%	Resolved with 2023 Interim Loan Funds

LOAN COVENANTS: The Authority will have to meet the CWRPDA’s 110% rate covenant, 3-months operation and maintenance reserve fund covenant, and the 110% additional bonds test (if applicable) on an annual basis.

The Authority has met the loan covenants on its DWRP Leveraged Loan dated 2008 and 2023 DW Interim Loan with the CWRPDA. The Authority has also had no debt service payment issues.

Prepared by: Monica Munoz-Revelo

Date: May 21st, 2024

Project # 142211D-Q Cost Categories: Treatment: 53% Transmission and Distribution: 44% Source: 3%

May 21st, 2024

DWRF Credit Report
Project 7 Water Authority; Delta, Montrose, and Ouray Counties, CO
Using most recent data available
(Census, audits, local records)

Estimated Population - 2022	56,905
Number of Water Taps/Customers - 2022	22,762
Water Rate per 1,000 Gallons - 2022	\$1.30
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Water Tap and System Development Fee Revenue - 2022	\$0
Water Operating Expense - 2022	\$1,712,624
Water Current Expense - 2022	\$1,467,667
Water Debt - 2022	\$11,428,561
Total Debt - 2022	\$11,428,561
Water Fund Reserves - 2022	\$10,406,155
Water Debt Service - 2022	\$662,059
New Water Debt [Requested DWRF loan amount.]	\$3,000,000
Requested DWRF Loan Term	30
Requested DWRF Loan Interest Rate	3.50%
New Loan's Annual Water Debt Service (two payments annually)	\$162,320

Current Indicators (2022)				
Project 7 Water Authority				
(Water Only)				
1	Total Debt	\$11,428,561	÷ Population	56,905 = \$201
	New Debt	\$3,000,000	÷ Population	56,905 = \$53
	Total Debt + New Debt	\$14,428,561	÷ Population	56,905 = \$254
2	Total Debt	\$11,428,561	÷ Number of Taps	22,762 = \$502
	New Debt	\$3,000,000	÷ Number of Taps	22,762 = \$132
	Total Debt + New Debt	\$14,428,561	÷ Number of Taps	22,762 = \$634
3	Total Debt	\$11,428,561	÷ Assessed Value	N/A = N/A
	New Debt	\$3,000,000	÷ Assessed Value	N/A = N/A
	Total Debt + New Debt	\$14,428,561	÷ Assessed Value	N/A = N/A
4	Total Debt	\$11,428,561	÷ Actual Value	N/A = N/A
	New Debt	\$3,000,000	÷ Actual Value	N/A = N/A
	Total Debt + New Debt	\$14,428,561	÷ Actual Value	N/A = N/A
5	Current Water Debt	\$11,428,561	÷ Number of Taps	22,762 = \$502
	(Current Water Debt + New Water Debt) / Number of Taps	\$634	÷ MHI	N/A = N/A
6	Current Ratio (CA / CL)			
	Current Assets	\$11,083,230	÷ Current Liabilities	\$677,075 = 1637%
7	Reserve/Expense Ratio			
	Reserves	\$10,406,155	÷ Current Expenses	\$1,467,667 = 709%
8	Operating Ratio (OR / OE)			
	Operating Revenues	\$4,188,144	÷ Operating Expenses	\$1,712,624 = 245%
9	Coverage Ratio [(TR - OE) / DS]			
	Total Revenues	\$4,714,050	-	
	Minus Operating Expenses	\$1,712,624		
	=	\$3,001,426	÷ Current Debt Service	\$662,059 = 453%
	Coverage Ratio Excluding Tap and			
10	Development Fee Revenue	\$3,001,426		
	Minus Tap and Development Fee Revenue	\$0		
	=	\$3,001,426	÷ Current Debt Service	\$662,059 = 453%
11	Projected Coverage Ratio			
	Total Revenues	\$4,714,050		
	Minus Operating Expenses	\$1,712,624		
	=	\$3,001,426	Total Debt Service (with new loan)	\$824,379 = 364%
	Projected Coverage Excluding Tap and			
12	Development Fee Revenue	\$3,001,426		
	Minus Tap and Development Fee Revenue	\$0		
	=	\$3,001,426	÷ Total Debt Service (with new loan)	\$824,379 = 364%
13	Current Debt Service	\$662,059	÷ Number of Taps	22762 = \$29.09
	Annual New Water Debt Service	\$162,320	÷ Number of Taps	22762 = \$7.13
	2022 Annual Water Rate (Monthly Rate x 12)	\$15.60	÷ MHI	N/A = N/A
	2022 Annual Water Rate + New Annual Debt Service Per Tap	\$22.73	÷ MHI	N/A = N/A
15	Current 2022 Monthly User Charge			\$0.00
	(Debt Service on DWRP Loan / 2022 Taps / Month)			\$0.59
	Total			\$0.59
16	Operation and Maintenance Reserve			
	Reserves	\$10,406,155	÷ Operating Expenses	\$1,712,624 = 608%



Principal Forgiveness and Priority Point Scoring

Applicant: Project 7 Water Authority
 DWRP or WPCR: DWRP

Is applicant receiving funds from BASE program, BIL program, or BOTH? Base program.

BIL Principal Forgiveness

Eligible for BIL principal forgiveness?

Eligible BIL principal forgiveness percentage:

Amount of principal forgiveness awarded (accounting for any applicable cap/max):

Base DWRP Principal Forgiveness Scoring

DWRP

Water Quality & Public Health + CPDWR Compliance:	
DOLA Affordability Score:	
Total Score	

Eligible as a base program DAC? No.

Eligible base program DWRP principal forgiveness percentage: N/A

Amount of principal forgiveness awarded (accounting for any applicable cap/max): N/A

Priority Point Scoring

Total WQCD Score:	30
DOLA Affordability Score:	0
Total Score:	30

DWRP Priority Point Calculations

DOLA Score:	0
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Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value
P1	MHI		N/A
	<50% of state MHI	35	
	Between 51% and 80% of state MHI	20	
	Between 81% and 100% of state MHI	5	
	>100% state MHI	0	
S5b	User Fees (projected water rate at 110%/tap/MHI)		N/A
	Rates are > 1.63%	45	
	Rates are between 1.08% and 1.63%	25	
S5b	OR		
	User Fees for a combined water & sewer fund		
	Rates are > 2.90%	45	
	Rates are between 1.94% and 2.90%	25	
S4b	Projected water debt per tap compared to MHV		N/A
	Debt is > 1.05%	45	
	Debt is between 0.30% and 1.05%	25	
S4b	OR		
	Projected water & sewer debt (for combined systems)		
	Debt is > 2.15%	45	
	Debt is between 0.67% and 2.15%	25	
	Population served		N/A
	Less than 500	35	
	Between 500 and 1,000	25	
	Between 1,000 and 2,000	20	
	Between 2,000 and 5,000	15	
	Between 5,000 and 10,000	5	
	>10,000	0	
S3	Assessed Value/Household		N/A
	AV per household is < \$11,959	35	
	AV per household is between \$11,959 and \$24,963	20	
	AV per household is between \$24,963 and \$43,240	10	
	AV per household is greater than \$43,240	0	

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-20

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE PROJECT 7 WATER AUTHORITY AND EXECUTION OF A LOAN
AGREEMENT AND OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Project 7 Water Authority (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Project 7 Water Authority in an amount not to exceed \$2,338,077 (*\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$2,338,077 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-20 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Project 7 Water Authority
Project:	The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source.
Pledge:	Water System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	3.50%
Amount not to exceed:	\$2,338,077 (*\$838,077 of BIL General Supplemental loan to be repaid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$2,338,077 DWRF loan funds)

Subject to the following terms & conditions:

1. The Applicant increasing user rates, if necessary, sufficiently to meet the Authority's rate covenant prior to Water Infrastructure Finance and Innovation Act ("WIFIA") loan execution.

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

DWRF LOAN CREDIT REPORT

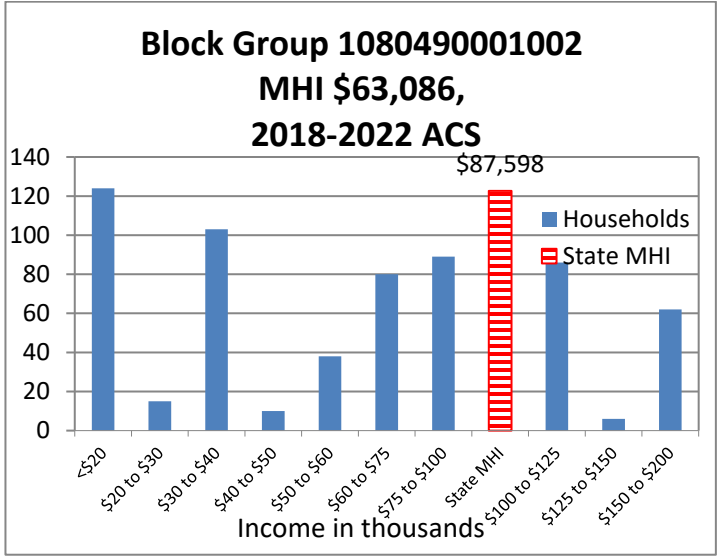
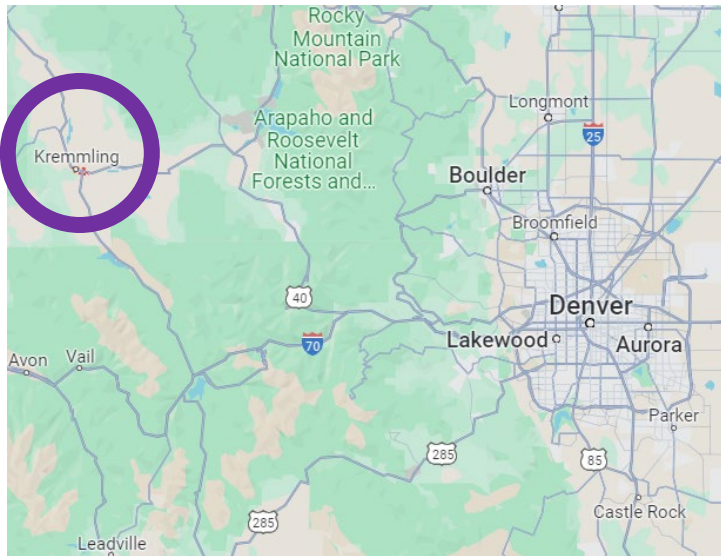
Town of Kremmling (“The Town”), Grand County

Recommendation:	CONDITIONAL APPROVAL	<u>Project Budget</u>
Loan Request:	\$15,922,960	DWRF BIL Loan: \$1,676,154
Total Est. Annual Debt Service:	\$699,715	DWRF BIL Supplemental PF: \$3,000,000
Leveraged Loan:	\$11,246,806	DWRF Base Loan: \$11,246,806
Interest Rate & Term:	3.75%, 30 years	Planning, D&E Grants: \$300,000
Direct Loan:	\$1,676,154	Total: \$16,222,960
Interest Rate & Term:	1.75%, 30 years	
Pledge:	Water revenues	
Current Rate:	\$63.50	
Estimated Rate Increase:	\$68.41	

PROJECT DESCRIPTION: This project consists of replacing the Town’s existing water treatment facility with ultrafiltration (UF) treatment skids to aid in raw water quality and finished water quality goals. The new water treatment facility project includes three UF treatment skids and eight UF membrane modules housed in a new treatment plant building. Other additions include a clearwell, booster pump, and potable water storage tank.

COMMUNITY PROFILE:								Avg. Annual
Town of Kremmling	2018	2019	2020	2021	2022	2023	2024	Change
Town Population	1,342	1,350	1,499	1,534	1,478			2.44%
Grand County Population	15,268	15,408	15,748	15,860	15,748			0.78%
Grand County Jobs	10,280	10,352	9,381	9,987	10,253			-0.07%
Number of Water Taps			704	710	712	731	741	1.29%
Assessed Value (\$000)			17,053	17,313	20,314	20,152	25,855	10.96%
Actual Value (\$000)			141,932	144,880	168,537	168,887	230,782	12.92%

BORROWER BRIEF: The Town is located on the northern bank of the Colorado River in western Grand County, approximately 37 miles north of Silverthorne on State Highway 9 and approximately 34 miles downstream of Lake Granby on the Colorado River.



RECOMMENDATION: The Town serves a rural mountain community in Grand County. This proposed loan is necessary to make improvements to the Town’s water treatment facility which does not currently meet State Design Criteria. The proposed loan would be a significant burden on the community. However, the Town’s water fund is currently in good financial condition and the Town is prepared to implement high rate increases which were recently presented to the Town Board. We therefore recommend the DWRF Committee approve a \$1,676,154 disadvantaged communities DWRF BIL supplemental direct loan, a \$11,246,806 leveraged loan, and \$3,000,000 in DWRF BIL supplemental principal forgiveness to the Town on the condition rates are increased to meet loan requirements.

PROJECT SUMMARY:

System summary: The Town's water treatment facility (WTF) receives surface water primarily from Sheep Creek that is treated in two microfloc package plants. The treatment facility consists of flocculation basins and gaseous chlorine. The treated water is sent to two storage tanks before being distributed to the 710 service connections in the area, mostly consisting of single-family residences.

Reason/need: The Town's existing water treatment facility (WTF) consists of two filtration units from 1979 that do not currently meet the State Design Criteria for Potable Water Systems. The system is outdated and the WTF requires higher chlorine dose which presents a higher risk for disinfection byproduct formation. The Town's site-specific issues include capacity and demand; raw water quality and finished water quality goals; site space availability; potential for future expansion; and offers desirable operational characteristics. The proposed project will address these issues. The proposed project will be a complete replacement of existing WTF. This will replace an aging building showing signs of corrosion, increase the removal of turbidity and microorganisms from raw water, replacement of gas chlorine with liquid sodium hypochlorite, and increase storage capability from 500k gallons to 1.5 million gallon capacity.

System Compliance: The Town of Kremmling is in compliance with the Colorado Primary Drinking Water Regulations, and the project is primarily intended to maintain compliance.

Project Delivery Method: Construction Manager at Risk (CMAR)

Contingency: 9.78% of total project cost included as contingency.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	868	795	768	>\$2,000	\$1,000 - 2,000	X <\$1,000
Total + New Debt/Capita (\$):			9,511	X >\$2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Tap (\$):	1,848	1,717	1,594	>\$5,000	\$2,500 - 5,000	X <\$2,500
Total Debt + New Debt/Tap (\$):			19,744	X >\$5,000	\$2,500 - 5,000	<\$2,500
Current Water Debt/Tap (\$):	1,848	1,717	1,594	>\$2,000	X \$1,000 - 2,000	<\$1,000
Current Water + New Water Debt/Tap (\$):			19,744	X >2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Assessed Value:	7.63%	7.04%	5.59%	>50%	25-50%	X <25%
Total Debt + New Water Debt/Assessed Value:			69%	X >50%	25-50%	<25%
Total Debt/Actual Value:	0.92%	0.84%	0.67%	>10%	5-10%	X <5%
Total Debt + New Water Debt/Actual Value:			8.34%	>10%	X 5-10%	<5%
Curr. Water Debt + New Debt/Tap/MHI:			31%	X >20%	10-20%	<10%
Water Fund Current Ratio (CA/CL):	1,046%	482%	999%	<100%	100-200%	X >200%
Water Fund Reserves/Current Expense:	300%	280%	318%	<50%	50-100%	X >100%
Water Operating Ratio (OR/OE):	195%	168%	191%	<100%	100-120%	X >120%
Coverage Ratio (TR-OE)/DS:	254%	178%	242%	<110%	110-125%	X >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	233%	171%	235%	<110%	110-125%	X >125%
Coverage Ratio with New Loan:			39%	X <110%	110-125%	>125%
Coverage Ratio with New Loan Excluding Tap Fees:			38%	X <110%	110-125%	>125%
Current Annual Water Rates/MHI:			1.19%	>3.0%	1.5-3.0%	X <1.5%
Current Water Rates + New Water Debt Service/MHI:			2.75%	>3.0%	X 1.5-3.0%	<1.5%
Operation and Maintenance Reserve:			443%	<25%	25-50%	X >50%
Total:			7		3	11

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, 11 are rated strong, three are average, and seven are considered weak. Overall, the indicators illustrate a small system covering expenses but needing additional revenues to pay for the large proposed loan. The strong indicators show that the water system is in good financial condition with sufficient reserves and operating ratios. The weak indicators reflect that the proposed loan will burden the community and that rates will need to be raised to meet the coverage ratio requirement.

- Operating revenues have consistently covered operating expenses, with a strong average operating ratio of 205% over the past five years examined. Operating revenues averaged 97% of total revenue during the same period.
- Based on 2022 financial information and an estimated annual increase in operations and maintenance expenses of \$27,500, coverage with the proposed loan is 36% with tap fee revenue and 35% without tap fee revenue. Additional annual revenue of about \$617,237, or \$69.41 per tap per month, would increase the coverage ratio to 110% when including tap fee revenue. The Town raised rates by \$1 in 2023, reducing the rate increase to \$68.41.
- While the rate increases are high, the Town has performed multiple rate studies and is preparing to increase the rates to meet the 110% coverage ratio requirement. The Town Board is currently considering three rate increase scenarios that were presented by

the Rural Community Assistance Corporation in June 2024. The rate increase scenario with the lowest rate increase would raise the typical residential user’s monthly bill by roughly \$85.50. If the Town adopts any of the rate increase scenarios under consideration, the water fund is projected to meet the 110% coverage ratio requirement on the proposed loan.

- In 2025, the Town is expected to pay off a series of water revenue bonds issued in 2004. This will decrease expenses by the current annual payment of \$38,972, strengthening the water fund’s position.
- Projections submitted by the Town show an annual increase in operations and maintenance expenses of \$27,500 and a steadily increasing number of taps, which should increase revenue. All three of the rate increase scenarios under consideration by the Town would increase rates by approximately 5% every year.
- Without principal forgiveness, the coverage ratio moves to 31% with tap fee revenue and 30% without tap fee revenue. Additional annual revenue of about \$782,775, or \$88.03 per tap per month, would increase the coverage ratio to 110% when including tap fee revenue.

DESCRIPTION OF THE LOAN:

An estimated \$1,676,154 direct loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$72,054 in debt service annually. An estimated \$11,246,806 leveraged loan with a thirty-year term with two payments annually at an interest rate of 3.75% will cost the Town approximately \$627,661 in debt service annually. The Town also qualifies for \$3,000,000 in BIL principal forgiveness.

Disadvantaged Community:

In order to qualify as a disadvantaged community (DAC), an applicant must meet one (1) of three (3) scenarios.

1. Meets benchmarks for P1, and either P2 or P3
2. Meets benchmarks for P1, not for P2 or P3, and meets two or more secondary factors
3. P1 is unreliable. Meets benchmarks for P2 and P3, and two or more secondary factors

	Benchmark		Borrower	Met?		Benchmark		Borrower	Met?
P1: MHI	\$70,078	> =	\$63,086	Y	S1: County MHI	\$70,078	> =	\$79,367	N
P2: MHV	\$465,900	> =	\$314,200	Y	S2: Population Loss	0.00%	> =	10.71%	N
P3: County Unemployment	5.38%	< =	2.69%	N	S3: Assessed Value per Housing unit	\$24,963	> =	\$29,229	N
County Job Change	0.00%	> =	12.68%	N	S4b: Curr. and Proj. System Debt	0.30%	<	7.62%	Y
					S4b: 80th Percentile	1.05%	<	7.62%	Y
					S5b: Proj. System Cost Per Tap to MHI	1.08%	<	3.77%	Y
					S5b: 80th Percentile	1.63%	<	3.77%	Y

Based on 2018-2022 American Community Survey data, the Town met the requirements of a DAC, qualifying under scenario #1. Due to its projected rates to MHI and MHV exceeding the 80th percentile, the Town’s proposed direct loan qualifies for the lowest interest rate available (Category 2 DAC, 1.75%).

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. The Town scores five points as shown below.

BIL PF DETERMINATION				
	Benchmark		Borrower	Points
1. Five Year % Change in Population	0.71%	>	2.44%	0
2a: County Job Change	0.00%	>	12.68%	0
2b: County Unemployment	5.38%	<	2.69%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$87,598	>	\$63,086	1
	\$109,498	<		1
4: Rates to MHI	0.81%	<	1.21%	1

5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	40.00%	<	39.29%	0
7: % Households Housing Burdened	50.00%	<	34.59%	0
8: % Population under 200% Poverty Level	40.00%	<	34.80%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	55.00%	<	48.01%	0
10: Meets DAC criteria	Yes		Yes	3
Total Points Scored:				5

The Town qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. The Town qualifies for approximately \$3,000,000 in principal forgiveness, which is the current maximum for BIL DWRP supplemental principal forgiveness.

ECONOMIC ANALYSIS: The Town has a 2022 population estimated at 1,478 and has grown at an average annual rate of 2.44% since 2018. Grand County has experienced an increase of 0.78% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

The region’s economy is dominated by government, accommodation and food services, arts, retail, and construction. Tourism is the largest base industry in Grand County.

According to the Town, the region’s largest industries consist of agriculture, with approximately 100 employees; construction, with approximately 167 employees; education, health, and social services, with approximately 117 employees; transportation, warehousing, and utilities, with approximately 90 employees; arts, recreation, and food services, with approximately 58 employees,

ORGANIZATIONAL ANALYSIS:

Bond Rating

The Town’s debt has not been rated by Fitch, Moody's, or Standard & Poor’s in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Town does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Town is a statutory town governed by a mayor/board form of government and was incorporated in 1904. The Town provides services including police protection, water, sanitation, public works, a cemetery, an airport mosquito control, and parks and recreation. Approximately three full-time employees staff the water utility. The water utility is overseen by the Public Works Director who reports to the Town Manager.

- The Town has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The Town maintains general liability insurance coverage through the Colorado Intergovernmental Risk Sharing Agency.
- There are currently no pending lawsuits against the Town.
- There have been no recall elections in the last ten years.

Technical/Managerial/Financial (TMF)

The WQCD and DLG conducted a review of the Town’s technical, managerial and financial capacity to operate the water system. The review resulted in the following mandatory recommendations:

Financial Criterion #F-2: Cash Flow Analysis and Financial Plan

- The Town should raise rates as necessary in order to meet the 110% coverage ratio requirement for the proposed loan.

Capital Improvement Plan

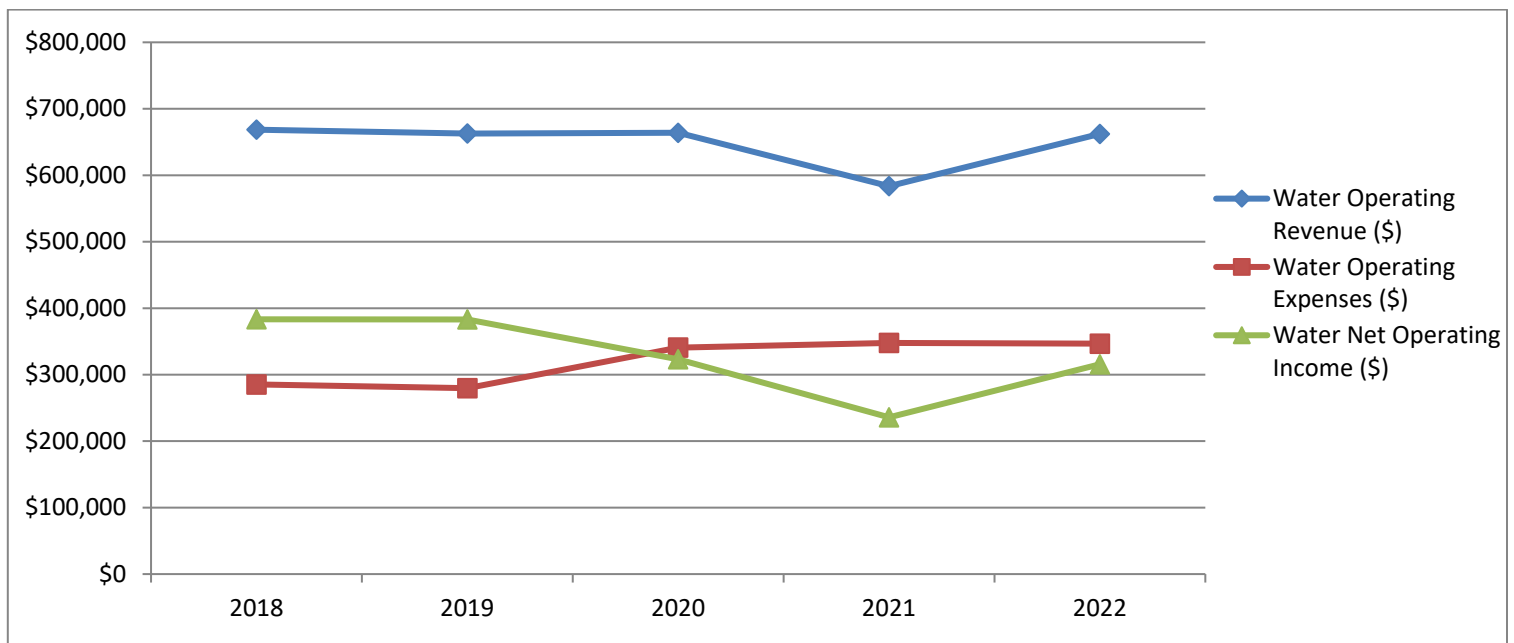
As part of the application process, the Town submitted a capital improvement schedule through 2053, which anticipates capital outlay of \$15,193,500 for storage tank improvements, the proposed new water treatment facility, and a pump station to be funded from grants, loans, and reserves.

REVENUE ANALYSIS:

Operating revenues have covered operating expenses by a healthy margin for the past five years. 2021 operating revenues decreased due to the addition of a franchise agreement to provide reclaimed water to park systems and other government entities for non-potable use and irrigation. The Town conducted a rate study with the assistance of the Rural Community Assistance Corporation and presented the rate study results in June 2024. The rate study described three scenarios for rate increases, all of which involve significant increases to both the base and volume rates, in addition to restricting the rate model so that commercial users are charged significantly more than residential users. Based on typical residential consumption of 11,400 gallons per month, the scenario with the lowest rate increases would increase the estimated monthly rate of a residential user by \$85.50, which would be sufficient for the water fund to meet the 110% coverage ratio requirement on the proposed loan. The scenario with the highest rate increases would increase the estimated monthly rate of a residential user by \$97.50. These scenarios, which include a “low” rate increase option and a “high” rate increase option as described in addition to a “middle” rate increase option in between, are all under consideration by the Town Board. Any of the three rate increase options described in the rate study would put the Town’s water fund in a strong financial position to take on the proposed debt and maintain a healthy operating ratio.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Monthly Water Rate (\$)			61.50	61.50	62.50	62.50	63.50
Residential Water Tap Fee (\$)			4,800	5,000	5,000	5,500	6,500
Total Water Revenue (\$)	681,947	697,141	694,574	593,270	676,429		
Tap/Development Fees (\$)	9,600	28,800	28,950	9,600	10,000		
Water Operating Revenue (\$)	668,552	662,814	663,936	583,583	662,167		
Water Operating Expenses (\$)	285,245	279,705	340,772	347,753	346,623		
Water Net Operating Income (\$)	383,307	383,109	323,164	235,830	315,544		
Water Debt (\$)	1,454,387	1,381,355	1,301,281	1,219,079	1,134,659		
Total Debt (\$)	1,454,387	1,381,355	1,301,281	1,219,079	1,134,659		
Water Debt Service (\$)	137,365	136,014	139,476	137,814	136,271		
Water Debt Service/Tap/Month (\$)			16.51	16.18	15.95		
Water Fund Reserves (\$)	1,319,121	1,255,113	1,440,909	1,361,360	1,534,123		

Ratios	2018	2019	2020	2021	2022	Average
Operating Revenue as % of Total Revenue	98%	95%	96%	98%	98%	97%
Operating Revenue as % of Expenses	234%	237%	195%	168%	191%	205%
Tap Fee Revenue as % of Total Revenue	1.41%	4.13%	4.17%	1.62%	1.48%	2.56%



Recent Rate Increases

The Town’s most recent rate increase of \$1.00 was implemented on October 18, 2023.

User Charges

The Town’s current monthly water rate is estimated at \$63.50 compared to the 2022 estimated state median of \$59.19. The Town’s average monthly water rate is based on typical residential consumption of 11,400 gallons per month. Residential users pay a \$50.00 base rate up to 6,000 gallons and a volume charge of \$2.50 per 1,000 gallons for consumption over 6,000 gallons. Commercial users pay a \$58.00 base rate up to 10,000 gallons and a volume charge of \$3.00 per 1,000 gallons for consumption over 10,000 gallons.

Contributed Capital

Revenue from tap fees has ranged from \$9,600 to \$28,950 and has averaged 3% of total water revenue during the last five years. The Town’s most recent water tap fee rate increase occurred in 2024.

- Residential water tap fees are \$6,500 for a ¾” tap, \$13,000 for a 1” tap, \$17,500 for a 1 ½” tap, and \$25,000 for a 2” tap. Commercial users pay the same water tap fees.

Current System Utilization		
	Usage	Revenue
Residential	80%	81%
Non-residential (per EQR)	20%	19%

Current Fee Summary	
Tap size	Water user/tap fees
¾”	\$63.50/\$6,500
¾”	\$62.20/\$6,500

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2004	Water Revenue Bonds	2036	Water revenues	\$100,000	2.5%-5.7%	\$100,706
2004	CWCB	2025	Water revenues	\$1,034,659	4.25%	\$38,972

LOAN COVENANTS: The Town will have to meet Authority’s 110% rate covenant, 3 months operations and maintenance reserve fund covenant and the 110% additional bonds test (if applicable) on an annual basis.

The Town has no current debt with the Authority including the SRF programs.

Prepared by:
Date:

Victor Chen
August 6, 2024

Project # 190251D-B
Cost Categories:
Planning and Design - 3%
Construction - Treatment - 70.6%
Construction - Storage - 8.5%
Restructuring - 1.4%
Land Acquisition - 1.1%

August 6, 2024			
DWRF Credit Report Kremmling, Grand County, CO Using most recent data available (Census, audits, local records)			
Estimated Population - 2022	1,478		
Number of Water Taps/Customers - 2022	712		
Total Assessed Valuation (in thousands) - 2022	\$20,314,000		
Actual Value of All Real Property (in thousands) - 2022	\$168,537,000		
Median Household Income (MHI) - 2022	\$63,086		
Monthly Water Rate - 2022	\$62.50		
Water Operating Revenue - 2022	\$662,167		
Water Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$676,429		
Water Tap and System Development Fee Revenue - 2022	\$10,000		
Water Operating Expense - 2022	\$346,623		
Water Current Expense - 2022	\$482,894		
Water Debt - 2022	\$1,134,659		
Total Debt - 2022	\$1,134,659		
Water Fund Reserves - 2022	\$1,534,123		
Water Debt Service - 2022	\$136,271	Leveraged Loan	Direct Loan
New Water Debt [Requested DWRF loan amount.]	\$12,922,960	\$11,246,806	\$1,676,154
Requested DWRF Loan Term	30	30	30
Requested DWRF Loan Interest Rate		3.75%	1.75%
New Loan's Annual Water Debt Service (two payments annually)	\$699,715	\$627,661	\$72,054

Current Indicators (2022)					
Town of Kremmling					
(Water Only)					
1 Total Debt	\$1,134,659	÷	Population	1,478	= \$768
New Debt	\$12,922,960	÷	Population	1,478	= \$8,744
Total Debt + New Debt	\$14,057,619	÷	Population	1,478	= \$9,511
2 Total Debt	\$1,134,659	÷	Number of Taps	712	= \$1,594
New Debt	\$12,922,960	÷	Number of Taps	712	= \$18,150
Total Debt + New Debt	\$14,057,619	÷	Number of Taps	712	= \$19,744
3 Total Debt	\$1,134,659	÷	Assessed Value	\$20,314,000	= 5.59%
New Debt	\$12,922,960	÷	Assessed Value	\$20,314,000	= 63.62%
Total Debt + New Debt	\$14,057,619	÷	Assessed Value	\$20,314,000	= 69.20%
4 Total Debt	\$1,134,659	÷	Actual Value	\$168,537,000	= 0.67%
New Debt	\$12,922,960	÷	Actual Value	\$168,537,000	= 7.67%
Total Debt + New Debt	\$14,057,619	÷	Actual Value	\$168,537,000	= 8.34%
5 Current Water Debt (Current Water Debt + New Water Debt) / Number of Taps	\$1,134,659	÷	Number of Taps	712	= \$1,594
	\$19,744	÷	MHI	\$63,086	= 31.30%
6 Current Ratio (CA / CL)					
Current Assets	\$1,704,791	÷	Current Liabilities	\$170,668	= 999%
7 Reserve/Expense Ratio					
Reserves	\$1,534,123	÷	Current Expenses	\$482,894	= 318%
8 Operating Ratio (OR / OE)					
Operating Revenues	\$662,167	÷	Operating Expenses	\$346,623	= 191%
9 Coverage Ratio [(TR - OE) / DS]					
Total Revenues	\$676,429	-			
Minus Operating Expenses	<u>\$346,623</u>				
=	\$329,806	÷	Current Debt Service	\$136,271	= 242%
Coverage Ratio Excluding Tap and					
10 Development Fee Revenue	\$329,806				
Minus Tap and Development Fee Revenue	<u>\$10,000</u>				
=	\$319,806	÷	Current Debt Service	\$136,271	= 235%
11 Projected Coverage Ratio					
Total Revenues	\$676,429				
Minus Operating Expenses	<u>\$346,623</u>				
=	\$329,806		Total Debt Service (with new loan)	\$835,986	= 39%
Projected Coverage Excluding Tap and					
12 Development Fee Revenue	\$329,806				
Minus Tap and Development Fee Revenue	<u>\$10,000</u>				
=	\$319,806	÷	Total Debt Service (with new loan)	\$835,986	= 38%
13 Current Debt Service	\$136,271	÷	Number of Taps	712	= \$191.39
Annual New Water Debt Service	\$699,715	÷	Number of Taps	712	= \$982.75
2022 Annual Water Rate (Monthly Rate x 12)	\$750.00	÷	MHI	\$63,086	= 1.19%
2022 Annual Water Rate + New Annual Debt Service Per Tap	\$1,732.75	÷	MHI	\$63,086	= 2.75%
15 Current 2022 Monthly User Charge (Debt Service on DWRF Loan / 2022 Taps / Month)					\$62.50
Total					\$81.90
					\$144.40
16 Operation and Maintenance Reserve					
Reserves	\$1,534,123	÷	Operating Expenses	\$346,623	= 443%



Principal Forgiveness and Priority Point Scoring

Applicant: Town of Kremmling
 DWRF or WPCRF: DWRF

Is applicant receiving funds from BASE program, BIL program, or BOTH? Both

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes

Eligible BIL principal forgiveness percentage: 64.155%

Amount of principal forgiveness awarded (accounting for any applicable cap/max: \$3,000,000

Base DWRF Principal Forgiveness Scoring

DWRF

Water Quality & Public Health + CPDWR Compliance:	15
DOLA Affordability Score:	140
Total Score	155

Eligible as a base program DAC? Yes

Eligible base program DWRF principal forgiveness percentage: 60%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$0

Priority Point Scoring

Total WQCD Score:	20
DOLA Affordability Score:	140
Total Score:	160

2024 IUP DWRP Priority Point Calculations

Entity Name:	Town of Kremmling
Date of Scoring	7/1/2024
SRF Phase:	Loan app
DOLA Score:	140
DAC:	DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$63,086	72%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20 x		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		3.77%	
	Rates are > 1.63%	45 x		
	Rates are between 1.08% and 1.63%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		7.62%	
	Debt is > 1.05%	45 x		
	Debt is between 0.30% and 1.05%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		1,478	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20 x		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		29,229	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10 x		
	AV per household is greater than \$43,240	0		

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-21

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE TOWN OF KREMMLING AND EXECUTION OF A LOAN AGREEMENT AND
OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Town of Kremmling (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Town of Kremmling in an amount not to exceed \$4,676,154 (*\$1,676,154 of BIL General Supplemental loan to be re-paid, plus *\$3,000,000 of BIL General Supplemental PF direct loan, for a total of \$4,676,154 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-21 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Town of Kremmling
Project:	This project consists of replacing the Town's existing water treatment facility with ultrafiltration (UF) treatment skids to aid in raw water quality and finished water quality goals. The new water treatment facility project includes three UF treatment skids and eight UF membrane modules housed in a new treatment plant building. Other additions include a clearwell, booster pump, and potable water storage tank.
Pledge:	Water System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	1.75%
Amount not to exceed:	\$4,676,154 (*\$1,676,154 of BIL General Supplemental loan to be re-paid, plus *\$3,000,000 of BIL General Supplemental PF direct loan, for a total of \$4,676,154 DWRF loan funds)

Subject to the following terms & conditions:

1. The Town increasing user rates, if necessary, sufficiently to meet the Authority's rate covenant prior to loan execution.

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

DWRF LOAN CREDIT REPORT

Buffalo Mountain Metropolitan District (“The District”), Summit County

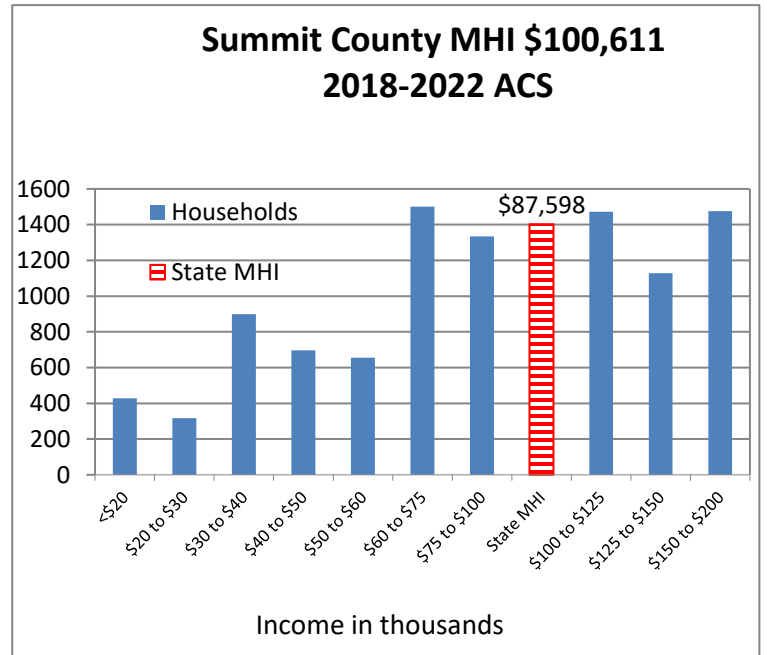
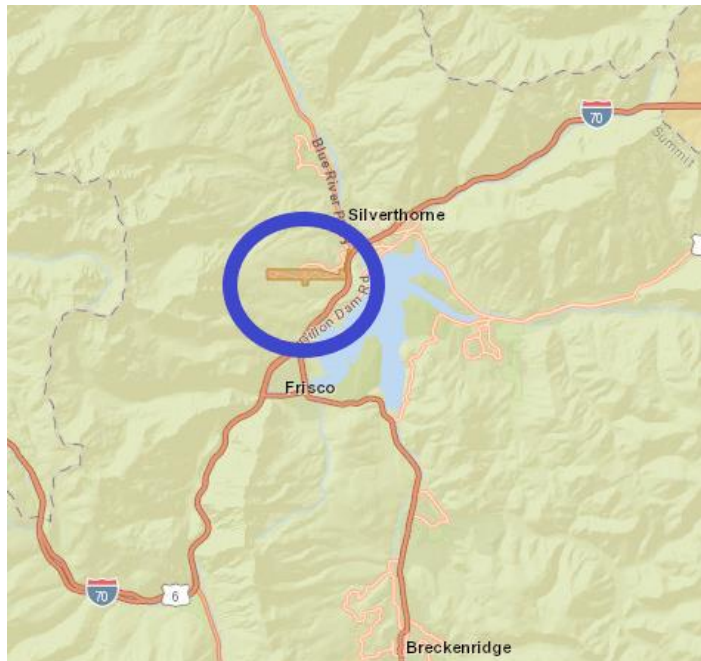
Recommendation:	APPROVAL	<u>Project Budget</u>	
Loan Request:	\$6,633,840	DWRF BIL Loan:	\$838,077
Total Est. Annual Debt Service:	\$364,541	DWRF BIL Supplemental PF:	\$1,500,000
Leveraged Loan:	\$4,295,763	DWRF Base Loan:	\$4,295,763
Interest Rate & Term:	3.75%, 20 Years	Total:	\$6,633,840
Direct Loan:	\$838,077		
Interest Rate & Term:	3.25%, 20 Years		
Pledge:	Water & Sewer Revenue		
Current Rate:	\$34.48 (W), \$38.90 (S)		
Estimated Rate Increase:	\$0.00		

PROJECT DESCRIPTION: Buffalo Mountain Metropolitan District will be making distribution system improvements which will include valve/water main replacements and water main looping, pressure relief vault construction, adding an interconnect with the Town of Silverthorne, and upgrading existing booster stations. In addition, this project will include water treatment plant piping and control system replacement and well rehabilitation of two groundwater wells.

COMMUNITY PROFILE:

Buffalo Mountain MD	2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
District Population			5,510	5,528	5,530	5,533	5,540	0.14%
Summit County Population	31,095	31,190	30,996	30,994	30,583			-0.41%
Summit County Jobs	27,003	27,634	24,909	26,332	27,337			0.31%
Number of Water EQRs			2,204	2,211	2,212	2,213	2,216	0.12%
Number of Sewer EQRs			2,204	2,211	2,212	2,213	2,216	0.12%
Assessed Value (\$000)			73,295	73,569	82,037	79,316	114,280	11.74%
Actual Value (\$000)			990,590	994,247	1,114,150	1,115,235	1,671,347	13.97%

BORROWER BRIEF: The District is located along I-70 approximately one mile south of the Town of Silverthorne in Summit County.



RECOMMENDATION: The District serves a mountainous community primarily comprised of vacation homes, including single family homes and multi-unit condominiums, in Summit County. This proposed loan is necessary to make various distribution system improvements that will reduce the risks of main breaks and the subsequent threat to water quality. Additionally, this loan will improve fire mitigation efforts by lowering water pressure and replacing fire hydrants. Overall, the District is in strong financial shape to take on the proposed loan. We therefore recommend the DWRF Committee approve a \$4,295,763 DWRF Base leveraged loan, a \$838,077 DWRF BIL direct loan, and \$1,500,000 in DWRF BIL principal forgiveness, to Buffalo Mountain Metropolitan District.

PROJECT SUMMARY:

System summary: The District is located in Summit County and the water systems consists of approximately 990 taps and serves approximately 2216 equivalent residential units (EQRs). The District collects groundwater from four wells which are located on the District's property in Silverthorne. The wells move water to a clearwell where chlorine is added then is pumped into the distribution system and out to the consumers.

Reason/need: There is an increasing number of main breaks which pose a potential threat to water quality and the replacement of pipes can help decrease that risk. Adding an automated pressure relief vault will download water to lower pressure zones in times of large water main breaks and fire flow events. Increasing the amount and replacing fire hydrants will better prepare firefighting crews in times of urban or wildland fire emergencies. Adding better telemetry equipment will help the distribution system be more reliable and additional station equipment will also create another source of automation. Water treatment plant piping and controls and booster station equipment have reached the end of their useful life and are in need of replacement. Decreasing groundwater levels require the rehabilitation of the wells.

System Compliance: The District is in compliance with the Colorado Primary Drinking Water Regulations, and the project is primarily intended to maintain compliance.

Project Delivery Method: Design/Bid/Build

Contingency: 10% of total project cost included as contingency.

CURRENT INDICATORS:	2021	2022	2023	Weak	Average	Strong
Total Debt per Capita (\$):	509	486	462	___ >\$2,000	___ \$1,000 - 2,000	<u>X</u> <\$1,000
Total + New Debt/Capita (\$):			1,391	___ >\$2,000	<u>X</u> \$1,000 - 2,000	___ <\$1,000
Total Debt/Tap (\$):	1,273	1,215	1,156	___ >\$5,000	___ \$2,500-5,000	<u>X</u> <\$2,500
Total Debt + New Debt/Tap (\$):			3,475	___ >\$5,000	<u>X</u> \$2,500-5,000	___ <\$2,500
Current W&S Debt/Tap (\$):	1,273	1,215	1,156	___ >\$2,000	<u>X</u> \$1,000 - 2,000	___ <\$1,000
Current W&S + New W&S Debt/Tap (\$):			3,475	<u>X</u> >2,000	___ \$1,000 - 2,000	___ <\$1,000
Total Debt/Assessed Value:	3.83%	3.28%	3.22%	___ >50%	___ 25-50%	<u>X</u> <25%
Total Debt + New W&S Debt/Assessed Value:			9.70%	___ >50%	___ 25-50%	<u>X</u> <25%
Total Debt/Actual Value:	0.28%	0.24%	0.23%	___ >10%	___ 5-10%	<u>X</u> <5%
Total Debt + New W&S Debt/Actual Value:			0.69%	___ >10%	___ 5-10%	<u>X</u> <5%
Current W&S Debt + New Debt/Tap/MHI:			3.45%	___ >20%	___ 10-20%	<u>X</u> <10%
W&S Fund Current Ratio (CA/CL):	570%	196%	339%	___ <100%	___ 100-200%	<u>X</u> >200%
W&S Fund Reserves/Current Expense:	101%	62%	64%	___ <50%	<u>X</u> 50-100%	___ >100%
W&S Operating Ratio (OR/OE):	106%	109%	121%	___ <100%	___ 100-120%	<u>X</u> >120%
Coverage Ratio (TR-OE)/DS:	115%	93%	353%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	93%	89%	346%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio with New Loan:			118%	___ <110%	<u>X</u> 110-125%	___ >125%
Coverage Ratio with New Loan Excluding Tap Fees:			115%	___ <110%	<u>X</u> 110-125%	___ >125%
Current Annual W&S Rates/MHI:			0.40%	___ >3.0%	___ 1.5-3.0%	<u>X</u> <1.5%
Current W&S Rates + New W&S Debt Service/MHI:			0.56%	___ >3.0%	___ 1.5-3.0%	<u>X</u> <1.5%
Operation and Maintenance Reserve:			71%	___ <25%	___ 25-50%	<u>X</u> >50%
Total:				1	6	14

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, fourteen are rated strong, six are average and one is considered weak. Overall, the indicators illustrate the District is in a solid position to take on the proposed debt. The strong indicators show that operating revenues cover operating expenses and debt is relatively affordable for the community. The weak indicators reflect the District has a relatively large amount of current and proposed debt relative to the size of the community.

- Based on 2023 financial information, coverage with the proposed loan is 118% with tap fee revenue. No additional annual revenue is projected to be needed to meet the SRF program's 110% coverage requirement.
- If the District does not receive BIL principal forgiveness, the coverage ratio decreases to 99% with tap fee revenue. Additional annual revenue of \$74,070, or \$2.79 per tap per month, would be necessary to meet the 110% coverage ratio requirement.
- The District consistently generates plenty of operating revenue to pay for operating expenses. The 2023 operating ratio was strong at 121% and the five-year average operating ratio was 119%.
- The District also maintains a consistently strong current ratio by having more assets than liabilities. The 2023 current ratio was a healthy 339% and averaged 725% over the previous five years. Similarly, the District has a consistently strong operation and maintenance reserve of 71% in 2023.

DESCRIPTION OF THE LOAN:

An estimated \$838,077 direct loan with a twenty-year term with two payments annually at an interest rate of 3.25% will cost the District approximately \$57,316 in debt service annually. An estimated \$4,295,763 leveraged loan with a twenty-year term with two payments annually at an interest rate of 3.75% will cost the District approximately \$307,225 in debt service annually. The District also qualifies for \$1,500,000 in BIL principal forgiveness.

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. While the District does not meet the current eligibility criteria, the District scored three points as shown below from the January 4, 2023 pre-qualification meeting.

	Benchmark		Borrower	Points
1. Five Year % Change in Population	1.0%	>	0.92%	1
2a: County Job Loss	0	>	10.44%	0
2b: County Unemployment	7.1%	<	5.75%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$75,231	>	\$73,154	1
	\$94,039	<		
4: Rates to MHI	1.39%	<	1.26%	0
5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	25.0%	<	23%	0
7: % Households Housing Burdened	30.0%	<	32%	1
8: % Population under 200% Poverty Level	35.0%	<	23%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	50.0%	<	36%	0
10: Meets DAC criteria	Yes		No	
Total Points Scored:				3

Because the loan application was received within 18-months of the eligibility determination, the District is eligible for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. The District qualifies for approximately \$1,500,000 in principal forgiveness, which is the current maximum for BIL DWRP supplemental principal forgiveness for non-disadvantaged communities.

ECONOMIC ANALYSIS: The District has a 2024 population estimated at 5,540 and has grown at an average annual rate of 0.14% since 2020. Summit County has experienced a decrease of -0.41% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

As the District serves a significant number of secondary/vacation homes, short term rentals, and multi-unit buildings, the District experiences substantial occupancy fluctuations throughout a given year, which presents challenges to accurately estimating the residential population. The District maintains approximately 990 individual connections and approximately 2,216 EQRs are currently in use. For purposes of this credit report, the 2,216 EQRs were multiplied by the standard 2.5 to estimate the population.

The region’s economy is dominated by tourism as the top two base industries are resort tourism and second home ownership. The next largest base industries consists of regional services and other household income (supported by resident spending of unearned income from dividends, interest, and rents). In Summit County, accommodation & food services account for the largest job sector (27%), along with retail trade (12%) and government (9%). The area’s largest employer is the Summit County Government (500 employees). Following Summit County Government, the District believes the next four largest employers include the following, though exact employee numbers are unavailable: Arapahoe Basin, The Pinnacle Companies (home builders), Breckenridge Grand Vacations, and Alpine Bank.

No single customer accounts for more than 3% system utilization.

ORGANIZATIONAL ANALYSIS:**Bond Rating**

The District's debt has not been rated by Fitch, Moody's, or Standard & Poor's in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The District does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The District is a Title 32, Article 1 special district governed by a five-member board that was incorporated in 1970. The District provides services including water and wastewater services, and public-works services (including snow removal). Approximately three full-time employees staff the District. The water utility is overseen by a sub-contractor, who reports to the District Manager.

- The District has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The District maintains general liability insurance coverage through CIRSA.
- There are currently no pending lawsuits against the District.
- There have been no recall elections in the last ten years.

Technical/Managerial/Financial (TMF)

The WQCD and DLG conducted a review of the District's technical, managerial and financial capacity to operate the water system. The review resulted in no mandatory recommendations.

Capital Improvement Plan

As part of the application process, the District submitted a capital improvement schedule through 2054, which anticipates capital outlay of \$6,633,840 for various future operations & maintenance projects to be funded from water & sewer fund revenues.

Intergovernmental

The District has a 1995 Intergovernmental Agreement (IGA) with the Board of County Commissioners of Summit County, for the purpose of supplying water to the Mesa Cortina Subdivision from the District's water facilities. The District receives monthly fees to provide water and sewer transmission service and the Mesa Cortina Water and Sanitation District (MCWSD) is responsible for the operation and maintenance of the area and the agreement is in perpetuity.

The District has a 1971 Intergovernmental Agreement (IGA) termed the Joint Sewer Authority Agreement which established an agreement between the Town of Silverthorne, Town of Dillon, Dillon Valley District, Buffalo Mountain Metropolitan District, and Mesa Cortina Water and Sanitation District for the joint construction and mutual use of certain wastewater transmission, treatment and disposal facilities. The facility is managed, operated, and maintained by the Town of Silverthorne. The agreement is to be in full force and effect until terminated by mutual agreement by the participants or as provided by law.

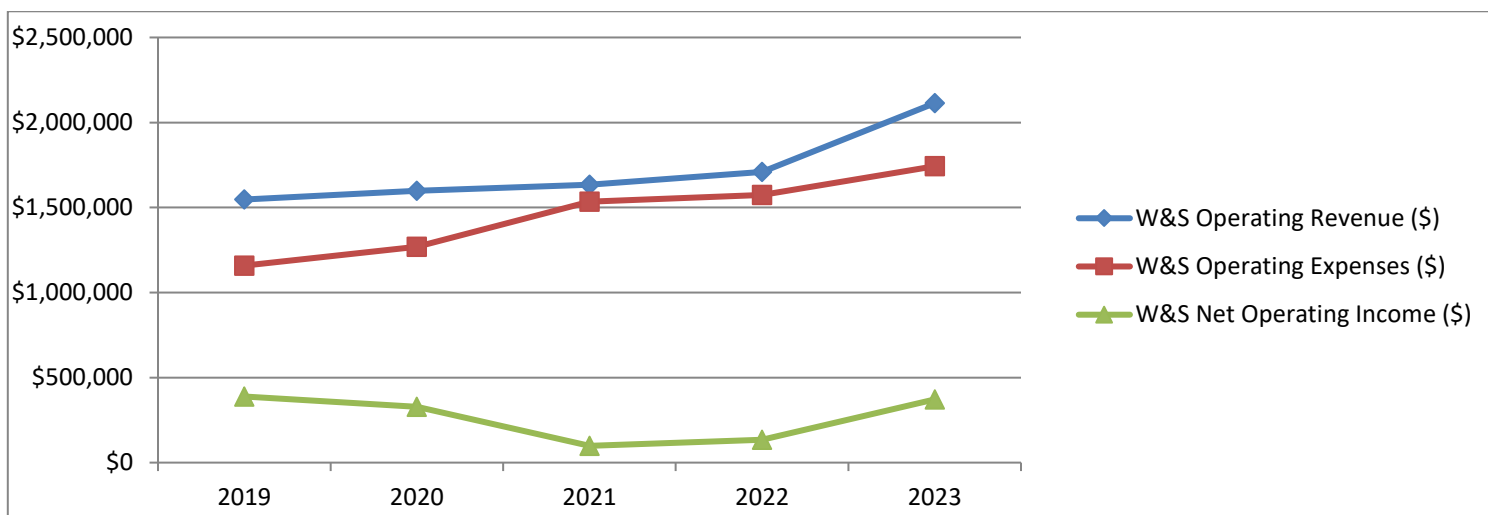
REVENUE ANALYSIS:

The District's water and sewer revenues have increased consistently in the observed years with a significant rise in in 2023 due to rate increases and a general fund transfer after experiencing a surplus. These transfer funds were used to help pay for the costs of operating and replacing the water and sewer systems, which is the driving force behind the corresponding expense increase in 2023 as well.

The District has raised its base water rates by an average of 11% and sewer rates by 3% annually over the last five years. In 2023 the District changed its water rate structure to include consumption charges along with a 35% base increase that year. The District plans to raise base water and sewer rates by 5% percent annually through 2028, then annual increases will drop to 3% in 2029. Increases will be evaluated annually for the foreseeable future. The continued rate increases should ensure consistent revenue as the community is approximately 90% built-out.

TRENDS	2019	2020	2021	2022	2023	2024
Monthly Water Rate (\$)		18.33	19.17	20.00	33.13	34.48
Monthly Sewer Rate (\$)		34.00	34.83	36.67	37.76	38.90
Residential Water Tap Fee (\$)		6,800	7,000	8,000	9,000	9,000
Residential Sewer Tap Fee (\$)		7,200	7,400	8,000	9,000	9,000
Total W&S Revenue (\$)	1,713,604	1,679,292	1,745,773	1,742,908	2,385,792	
Tap/Development Fees (\$)	72,800	25,200	41,600	6,840	12,600	
W&S Operating Revenue (\$)	1,547,015	1,597,492	1,633,419	1,708,597	2,113,603	
W&S Operating Expenses (\$)	1,158,423	1,269,248	1,534,900	1,574,437	1,742,609	
W&S Net Operating Income (\$)	388,592	328,244	98,519	134,160	370,994	
W&S Debt (\$)	3,000,000	2,938,633	2,814,052	2,686,968	2,557,329	
Total Debt (\$)	3,000,000	2,938,633	2,814,052	2,686,968	2,557,329	
W&S Debt Service (\$)	0.00	101,162	182,734	181,894	182,301	
W&S Debt Service/Tap/Month (\$)		3.8	6.9	6.9	6.9	
W&S Fund Reserves (\$)	4,995,135	2,136,554	1,730,929	1,089,680	1,240,645	

Ratios	2019	2020	2021	2022	2023	Average
Operating Revenue as % of Total Revenue	90%	95%	94%	98 %	89%	93%
Operating Revenue as % of Expenses	134%	126%	106%	109%	121%	119%
Tap Fee Revenue as % of Total Revenue	4.25%	1.50%	2.38%	0.39%	0.53%	1.81%



Recent Rate Increases

The District’s most recent rate increases of \$1.35 for water and \$1.23 for sewer were implemented on January 1, 2024.

User Charges

The District’s current monthly water rate is estimated at \$34.48 compared to the 2022 estimated state median of \$59.19. The District’s average monthly water rate is based on typical residential consumption of 2,574 gallons per month. Residential users pay a \$28.35 base rate and a volume charge of \$2.38 per 1,000 gallons for consumption up to 15,000 gallons, then \$12.60 per 1,000 gallons above 15,000.

The District’s current estimated average monthly residential sewer rate is \$38.90 compared to the 2022 estimated state median of \$41.23. Sewer rates are a flat fee.

Contributed Capital

Revenue from tap fees has ranged from \$72,800 to \$6,840 and has averaged 1.82% of total water revenue during the last five years. The District’s most recent water tap fee rate increase occurred in January 2023.

- Residential water tap fees are \$9,000.
- Residential sewer tap fees are \$9,000.

Current System Utilization		
	Usage	Revenue
Residential	100%	100%
Non-residential (per EQR)	0.00%	0.0%

Current Fee Summary		
Tap size	Water user/tap fees	Sewer user/tap fees
¾”	\$34.48/\$9,000	\$38.90/\$9,000
¾”	\$34.48/\$9,000	\$38.90/\$9,000

DEBT as of December 31, 2023

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2019	CWRPDA	2040	Water & Sewer Revenues	\$2,577,329	2.00%	\$182,734

LOAN COVENANTS: The District will have to meet Authority’s 110% rate covenant, 3 months operations and maintenance reserve fund covenant and the 110% additional bonds test (if applicable) on an annual basis.

The District has met the loan covenants on its DWRf Direct Loan dated 2019 with the Authority. The District has also had no debt service payment issues.

Prepared by: Peter Dieterich
Date: August 6, 2024

<p>Project # DWRf Project 160092D-Q</p> <p>Cost Categories: Planning and Design – 5% Construction, Transmission and Distribution – 90% Construction, Source – 5%</p>

August 8, 2024			
DWRF Credit Report Buffalo Mountain Metropolitan District, Summit County, CO Using most recent data available (Census, audits, local records)			
Estimated Population - 2022	5,530		
Number of W&S Taps/Customers - 2023	2,213		
Total Assessed Valuation (in thousands) - 2023	\$79,316,000		
Actual Value of All Real Property (in thousands) - 2023	\$1,115,235,000		
Median Household Income (MHI) - 2023	\$100,611		
Monthly W&S Rate - 2023	\$33.13		
W&S Operating Revenue - 2023	\$2,113,603		
W&S Total Revenue - 2023 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$2,385,792		
W&S Tap and System Development Fee Revenue - 2023	\$12,600		
W&S Operating Expense - 2023	\$1,742,609		
W&S Current Expense - 2023	\$1,924,910		
W&S Debt - 2023	\$2,557,329		
Total Debt - 2023	\$2,557,329		
W&S Fund Reserves - 2023	\$1,240,645		
W&S Debt Service - 2023	\$182,301	Leveraged Loan	Direct Loan
New W&S Debt [Requested DWRF loan amount.]	\$5,133,840	\$4,295,763	\$838,077
Requested DWRF Loan Term	20	20	20
Requested DWRF Loan Interest Rate		3.75%	3.25%
New Loan's Annual W&S Debt Service (two payments annually)	\$364,541	\$307,225	\$57,316

Current Indicators (2023)				
Buffalo Mountain Metro District				
(W&S)				
1	Total Debt	\$2,557,329	÷ Population	5,530 = \$462
	New Debt	\$5,133,840	÷ Population	5,530 = \$928
	Total Debt + New Debt	\$7,691,169	÷ Population	5,530 = \$1,391
2	Total Debt	\$2,557,329	÷ Number of Taps	2,213 = \$1,156
	New Debt	\$5,133,840	÷ Number of Taps	2,213 = \$2,320
	Total Debt + New Debt	\$7,691,169	÷ Number of Taps	2,213 = \$3,475
3	Total Debt	\$2,557,329	÷ Assessed Value	\$79,316,000 = 3.22%
	New Debt	\$5,133,840	÷ Assessed Value	\$79,316,000 = 6.47%
	Total Debt + New Debt	\$7,691,169	÷ Assessed Value	\$79,316,000 = 9.70%
4	Total Debt	\$2,557,329	÷ Actual Value	\$1,115,235,000 = 0.23%
	New Debt	\$5,133,840	÷ Actual Value	\$1,115,235,000 = 0.46%
	Total Debt + New Debt	\$7,691,169	÷ Actual Value	\$1,115,235,000 = 0.69%
5	Current W&S Debt	\$2,557,329	÷ Number of Taps	2,213 = \$1,156
	(Current W&S Debt + New W&S Debt)			
	/ Number of Taps	\$3,475	÷ MHI	\$100,611 = 3.45%
6	Current Ratio (CA / CL)			
	Current Assets	\$1,760,779	÷ Current Liabilities	\$520,134 = 339%
7	Reserve/Expense Ratio			
	Reserves	\$1,240,645	÷ Current Expenses	\$1,924,910 = 64%
8	Operating Ratio (OR / OE)			
	Operating Revenues	\$2,113,603	÷ Operating Expenses	\$1,742,609 = 121%
9	Coverage Ratio [(TR - OE) / DS]			
	Total Revenues	\$2,385,792	-	
	Minus Operating Expenses	<u>\$1,742,609</u>		
	=	\$643,183	÷ Current Debt Service	\$182,301 = 353%
	Coverage Ratio Excluding Tap and			
10	Development Fee Revenue	\$643,183		
	Minus Tap and Development Fee Revenue	<u>\$12,600</u>		
	=	\$630,583	÷ Current Debt Service	\$182,301 = 346%
11	Projected Coverage Ratio			
	Total Revenues	\$2,385,792		
	Minus Operating Expenses	<u>\$1,742,609</u>		
	=	\$643,183	Total Debt Service (with new loan)	\$546,842 = 118%
	Projected Coverage Excluding Tap and			
12	Development Fee Revenue	\$643,183		
	Minus Tap and Development Fee Revenue	<u>\$12,600</u>		
	=	\$630,583	÷ new loan)	\$546,842 = 115%
13	Current Debt Service	\$182,301	÷ Number of Taps	2213 = \$82.38
	Annual New W&S Debt Service	\$364,541	÷ Number of Taps	2213 = \$164.73
	2023 Annual W&S Rate (Monthly Rate			
14	x 12)	\$397.51	÷ MHI	\$100,611 = 0.40%
	2023 Annual W&S Rate + New Annual			
	Debt Service Per Tap	\$562.24	÷ MHI	\$100,611 = 0.56%
15	Current 2023 Monthly User Charge			\$33.13
	(Debt Service on DWRP Loan / 2023 Taps / Month)			<u>\$13.73</u>
	Total			\$46.85
16	Operation and Maintenance Reserve			
	Reserves	\$1,240,645	÷ Operating Expenses	\$1,742,609 = 71%

2024 SRF Disadvantaged Community Criteria

Loan Terms

Amount of Loan:	\$ 6,633,840
Interest Rate:	3.25%
Term (years):	20
Annual Payment:	\$ 453,685

Applicant:	Buffalo Mountain Metropolitan District	
Test Result	Conditions met to be DAC	
N	Test 1: P1 & P2 or P3	
N	Test 2: P1, Not P2 or P3, & 2+ S1-S5	
N	Test 3: P1 ??, P2 & P3, & 2+ S1-S5	

	Benchmark	Applicant	Result	Notes on Data Used
Current Population (2022)	<= 10,000	5,533	Y	
Population 5 years ago (2018)		5,485		
Population 10 years ago (2013)				

Primary Factors

P1	MHI (Place)	<= \$ 70,078	100,611	N	County used as tracts and BGs split the service area
	Margin of Error (MOE)	±	5,401	Sub	
	Reliability (CV)	<= 18.00%	5.08%	Y	
P2	MHV (Place)	<= \$ 465,900	760,000	N	
	Margin of Error (MOE)	±	76,927		
	Reliability (CV)	<= 18.00%	6.15%	Y	
P3	24 Month Unemployment (County)	>= 5.38%	2.26%	N	
	or 10 Year % Chng. Jobs (County)	<= 0.00%	17.24%	N	
	Jobs (2022)		27,341		
	Jobs (2013)		23,321		

Priority Factor Count	0
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Secondary Factors

S1	MHI (County)	<= \$ 70,078	100,611	N		
	Margin of Error (MOE)	±	5,401			
	Reliability (CV)	<= 18.00%	5.08%	Y		
S2	10 Year % Chng. Population	<= 0.00%	#DIV/0!	#DIV/0!		
S3	Assessed Value / Housing Unit	<= \$ 24,963	\$35,841	N		
	Assessed Value		79,315,620			
	Total Housing Units		2213			
S4	Current Debt / Tap / MHV	> 0.67%	0.15%	N	If MHV CV > 18%, calculate result at top of band	Result
WS	Current + Projected Debt/Tap/MHV	> 0.67%	0.55%	N		
	S4b 80th percentile	> 2.15%	0.55%	N		
S5	System Full Cost / Tap / MHI	> 2.14%	0.96%	N	If MHI CV > 18%, calculate result at top of band	Result
	Projected Rate @ 110% Coverage	> 1.94%	1.10%	N		
	S5b 80th percentile	> 2.90%	1.10%	N		

Secondary Factor Count	0
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System Data for S4 and S5: To be completed by DLG

Taps or EQR's	2,213
Total Debt	2,557,329
Principal & Interest	182,301
Operating Expenses (including operating transfers out)	1,742,609
Depreciation	386,476

		<u>Benchmark</u>	<u>Applicant</u>	<u>Points</u>	<u>Notes on Data Used</u>
Eligibility Criteria					
1	Population loss or growth is slower than the state's over 5 years	<= 1.0%	0.9%	1.0	
	Current Population (2020)		2,473		
	Population five years ago (2016)		2,450		
2a	County-level job loss over 10-years	< 0	10.44%	0.0	
2b	County 24 Month unemployment rate exceeds the state's plus 1%	>= 7.1%	5.8%	0.0	
3	Median Household Income	<= \$ 75,231	73,154	1.0	If MHI CV > 40%, calculate result at top of band
		> \$ 94,039		0.0	
	Reliability (CV)	<= 40.0%	3.9%	Y	
					If MHI CV > 40%, calculate result at top of band
4	Rates compared to MHI	> 1.39%	1.26%	0.0	
WS	Monthly Residential Rate	>	\$85.00		
<p><i>Minimum quarterly fees for 2022 are \$110.00 flat rate for sewer and \$60.00 for water up to 15,000 of water usage for a combined minimum quarterly rate of \$170.00. Excess water use over the 15,000 minimum is billed at \$6.00 per 1,000 gallons or fraction thereof.</i></p> <p><i>Cortina Ridge Rates: Minimum quarterly fees for 2022 are \$165.00 flat rate for sewer and \$90.00 for up to 15,000 gallons of water usage for a combined minimum quarterly rate of \$255.00. Excess wa</i></p>					
5	Project addresses removal of lead or emerging contaminants	Yes	No	0.0	
6	% Population that identifies as minority is equal to or greater two-thirds of communities in the state	>= 25.0%	23.1%	0.0	Weighted 3 BGs
7	% Population that are housing burdened is equal to or greater than two-thirds of communities in the state	<= 30.0%	32.1%	1.0	Weighted 3 BGs
8	% Population under 200% Poverty Level is equal to or greater than two thirds of communities in the state	<= 35.0%	23.0%	0.0	Weighted 3 BGs
9	% Population under 200% Poverty Level + % Population over 65 years old is equal to or greater than two thirds of communities in the state	>= 50.0%	35.6%	0.0	Weighted 3 BGs
	% Population over 65 years old		12.6%		
10	Meets base program DAC criteria?		No	0.0	
BIL Eligibility Points				3.0	

Calculate housing burden (single block group, tract, or muni)

		Share of housing units	Weighted %
Number of owner-occupied housing units			
% of burden owner-occupied residences			
Number of renter-occupied housing units			
% of burden renter-occupied residences			

Weighted Housing Burden % (use this #)
0.00%

Calculate 24-month unemployment rate for multi-county applicant

		Share of population	Weighted %
County A population			
County A 24-month unemployment rate			
County B population			
County B 24-month unemployment rate			

Weighted Unemployment Rate (use this #)
0.00%

2024 IUP DWRP Priority Point Calculations

Entity Name:	Buffalo Mountain Metro District
Date of Scoring	7/29/2024
SRF Phase:	Loan app
DOLA Score:	15
DAC:	Not DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$100,611	115%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		1.10%	
	Rates are > 1.63%	45		
	Rates are between 1.08% and 1.63%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		0.55%	
	Debt is > 1.05%	45		
	Debt is between 0.30% and 1.05%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		5,533	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		35,841	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		



Principal Forgiveness and Priority Point Scoring

Applicant: Buffalo Mountain Metropolitan District
 DWRF or WPCRf: DWRF

Is applicant receiving funds from BASE program, BIL program, or BOTH?

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes

Eligible BIL principal forgiveness percentage: 64.115%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$1,500,000

Base DWRF Principal Forgiveness Scoring

DWRF

Water Quality & Public Health + CPDWR Compliance:	30
DOLA Affordability Score:	15
Total Score	45

Eligible as a base program DAC? No

Eligible base program DWRF principal forgiveness percentage: No

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$0

Priority Point Scoring

Total WQCD Score:	60
DOLA Affordability Score:	15
Total Score:	75

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-22

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE BUFFALO MOUNTAIN METROPOLITAN DISTRICT AND EXECUTION OF
A LOAN AGREEMENT AND OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Buffalo Mountain Metropolitan District (the "Applicant"); and

WHEREAS, approval of the direct loan requires the Authority Board of Directors' approval of a one-time waiver of the direct loan limit for the Governmental Agency in the amount of \$6,633,840 (*\$4,295,763 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$6,633,840 DWRF loan funds), which waiver the Governmental Agency is seeking contemporaneously with the application for the direct loan; and

WHEREAS, the Authority Board of Directors determines that approval of the direct loan application and a one-time, direct loan limit waiver for the Governmental Agency is in the best interests of the Authority and the Governmental Agency, and is consistent with the purposes of the DWRF; and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Buffalo Mountain Metropolitan District in an amount not to exceed \$6,633,840 (*\$4,295,763 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$6,633,840 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;

2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-22 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Buffalo Mountain Metropolitan District
Project:	Buffalo Mountain Metropolitan District will be making distribution system improvements which will include valve/water main replacements and water main looping, pressure relief vault construction, adding and interconnect with the Town of Silverthorne, and upgrading existing booster stations. In addition, this project will include water treatment plant piping and control system replacement and well rehabilitation of two groundwater wells.
Pledge:	Water and Sewer System Revenue
Loan Term:	20 Years
Interest Rate:	3.25%
Amount not to exceed:	\$6,633,840 (*\$4,295,763 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$6,633,840 DWRF loan funds)

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

DWRF LOAN CREDIT REPORT

Town of Estes Park ("The Town"), Larimer County

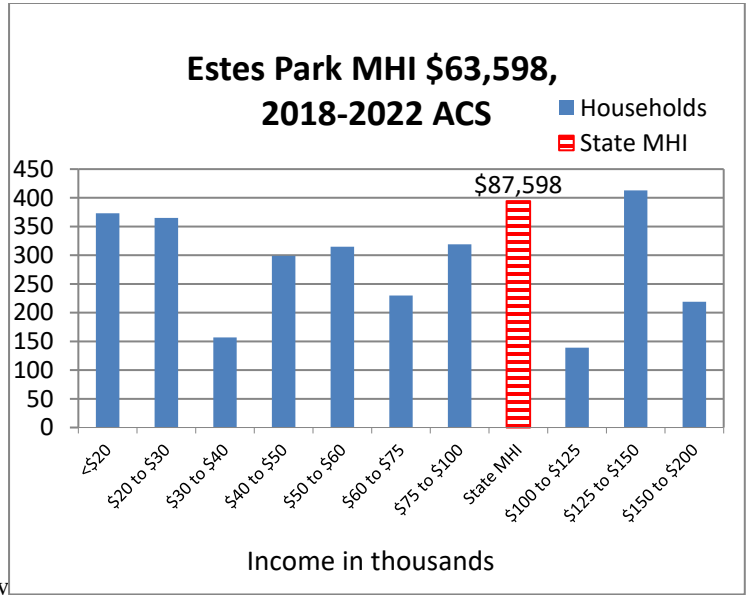
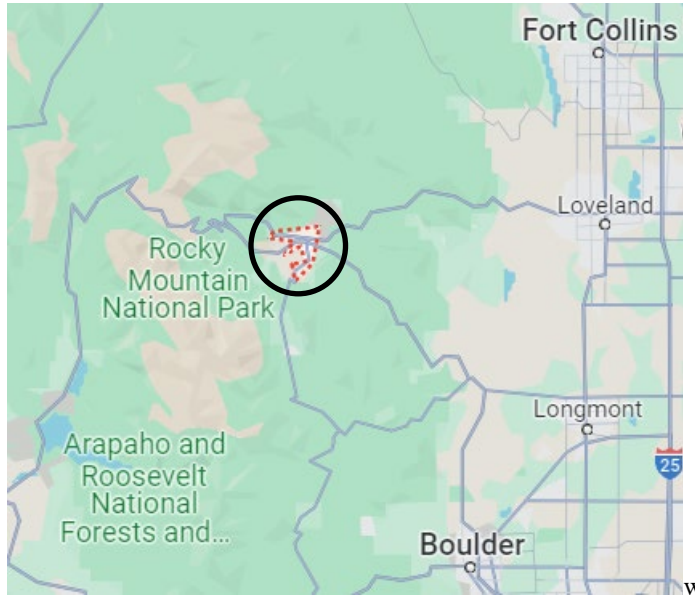
Recommendation:	APPROVAL	<u>Project Budget</u>	
Total Request:	\$5,000,000	DWRF Base Loan:	\$2,661,923
Interest Rate & Term:	3.25%, 20 years	BIL Principal Forgiveness:	\$1,500,000
Annual Debt Service:	\$239,263	DWRF BIL Loan:	\$838,077
Pledge:	Water revenues	2024 EIAF:	\$1,000,000
Current Rate:	\$72.03	Reserves:	\$2,266,597
Estimated Rate Increase:	\$0.00	Total:	\$8,266,597

PROJECT DESCRIPTION: The project consists of improvements to portions of the Carriage Hills Water System distribution system and replacement of the Spruce Knob Water Company distribution system. Spruce Knob Water Company will permanently connect to the Town's distribution system and dissolve following completion of the project.

COMMUNITY PROFILE:

Town of Estes Park	2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
Town Population	6,412	6,208	5,887	5,897	5,920			-1.98%
Larimer County Population	350,661	356,800	359,920	362,774	366,843			1.13%
Larimer County Jobs	209,223	214,566	206,659	213,386	221,383			1.42%
Number of Water Taps		5,366	5,548	5,563	5,603	5,655	5,691	0.64%
Assessed Value (\$000)			241,288	241,651	253,393	249,402	332,865	8.38%
Actual Value (\$000)			2,204,402	2,221,421	2,407,857	2,428,378	3,176,269	9.56%

BORROWER BRIEF: The Town is located in the northern Front Range mountains near the eastern entrance of Rocky Mountain National Park, approximately 37 miles northwest of Boulder on State Highway 36 and 40 miles east of Grand Lake on State Highway 34.



RECOMMENDATION: The Town serves a rural community in Larimer County among the northern Front Range mountains. This proposed loan is necessary to improve the Town's water distribution system and consolidate Spruce Knob Water Company's water system into the Town's system. The Town is in a very strong position to take on the proposed debt. We therefore recommend the DWRF Committee approve a \$2,661,923 DWRF base direct loan, an \$838,077 DWRF BIL supplemental loan, and \$1,500,000 in DWRF BIL principal forgiveness to the Town of Estes Park. Additionally, we recommend the Town be approved to receive a proportional loan with principal forgiveness under the Bipartisan Infrastructure Law.

PROJECT SUMMARY:

System summary: The Town's public water system includes two water treatment plants (WTP), six storage tanks, and 137 miles of water distribution pipes. The Town's source water is acquired from Glacier Creek and the Colorado-Big Thompson (C-BT) system.

Reason/need: The distribution system experiences prevalent main breaks, high system pressures, and inadequate looping, resulting in frequent public safety concerns and elevated operational costs.

System Compliance: The Town is in compliance with the Colorado Primary Drinking Water Regulations, and the project is primarily intended to maintain compliance.

Project Delivery Method: Design/Bid/Build.

Contingency: 10% of the total project cost is included as contingency. The Town has additional reserves to cover additional construction costs if required.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	1,741	1,564	1,389	___ >\$2,000	<u>X</u> \$1,000 - 2,000	___ <\$1,000
Total + New Debt/Capita (\$):			1,979	___ >\$2,000	<u>X</u> \$1,000 - 2,000	___ <\$1,000
Total Debt/Tap (\$):	1,848	1,658	1,467	___ >\$5,000	___ \$2,500-5,000	<u>X</u> <\$2,500
Total Debt + New Debt/Tap (\$):			2,091	___ >\$5,000	___ \$2,500-5,000	<u>X</u> <\$2,500
Current Water Debt/Tap (\$):	575	517	467	___ >\$2,000	___ \$1,000 - 2,000	<u>X</u> <\$1,000
Current Water + New Water Debt/Tap (\$):			1,091	___ >2,000	<u>X</u> \$1,000 - 2,000	___ <\$1,000
Total Debt/Assessed Value:	4.25%	3.82%	3.24%	___ >50%	___ 25-50%	<u>X</u> <25%
Total Debt + New Water Debt/Assessed Value:			4.62%	___ >50%	___ 25-50%	<u>X</u> <25%
Total Debt/Actual Value:	0.47%	0.42%	0.34%	___ >10%	___ 5-10%	<u>X</u> <5%
Total Debt + New Water Debt/Actual Value:			0.49%	___ >10%	___ 5-10%	<u>X</u> <5%
Curr. Water Debt + New Debt/Tap/MHI:			1.72%	___ >20%	___ 10-20%	<u>X</u> <10%
Water Fund Current Ratio (CA/CL):	754%	1007%	1048%	___ <100%	___ 100-200%	<u>X</u> >200%
Water Fund Reserves/Current Expense:	248%	276%	438%	___ <50%	___ 50-100%	<u>X</u> >100%
Water Operating Ratio (OR/OE):	188%	170%	226%	___ <100%	___ 100-120%	<u>X</u> >120%
Coverage Ratio (TR-OE)/DS:	680%	847%	1237%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	554%	609%	807%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio with New Loan:			817%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio with New Loan Excluding Tap Fees:			533%	___ <110%	___ 110-125%	<u>X</u> >125%
Current Annual Water Rates/MHI:			1.36%	___ >3.0%	___ 1.5-3.0%	<u>X</u> <1.5%
Current Water Rates + New Water Debt Service/MHI:			1.43%	___ >3.0%	___ 1.5-3.0%	<u>X</u> <1.5%
Operation and Maintenance Reserve:			508%	___ <25%	___ 25-50%	<u>X</u> >50%
			Total:	0	3	18

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, 18 are rated strong, three are average and none are considered weak. Overall, the indicators illustrate a system in strong financial condition and well-positioned to take on the proposed loan, which indicators show to be affordable despite some degree of debt burden.

- Operating revenue has consistently increased over the past five years and the operating ratio is strong. Reserves, current ratio, and projected coverage ratio are also strong.
- Based on 2022 financial information, coverage with the proposed loan is 817% with tap fee revenue and 533% without tap fee revenue. No additional annual revenue is projected to be necessary to meet the 110% coverage ratio requirement.
- Without principal forgiveness, the coverage ratio moves to 658% with tap fee revenue and 249% without tap fee revenue.

Additional Project Financing

The Town was awarded a \$1,000,000 Energy and Mineral Impact Assistance Fund (EIAF) grant in July 2024.

DESCRIPTION OF THE LOAN:

An estimated \$2,661,923 DWRP base direct loan and an \$838,077 DWRP BIL loan consisting of a twenty-year term with two payments annually at an interest rate of 3.25% will cost the Town approximately \$239,263 in debt service annually. The Town also qualifies for \$1,500,000 in BIL principal forgiveness.

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. The Town scores four points as shown below.

BIL PF DETERMINATION				
	Benchmark		Borrower	Points
1. Five Year % Change in Population	0.71%	>	-1.98%	1
2a: County Job Change	0.00%	>	24.78%	0
2b: County Unemployment	5.38%	<	2.77%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$87,598	>	\$63,598	1
	\$109,498	<		
4: Rates to MHI	0.81%	<	1.36%	1
5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	40.00%	<	16.19%	0
7: % Households Housing Burdened	50.00%	<	28.36%	0
8: % Population under 200% Poverty Level	40.00%	<	22.60%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	55.00%	<	62.71%	1
10: Meets DAC criteria	Yes		No	0
Total Points Scored:				4

The Town qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. The Town qualifies for approximately \$1,500,000 in principal forgiveness, which is the current maximum for non-DAC BIL DWRP supplemental principal forgiveness.

ECONOMIC ANALYSIS: The Town has a 2022 population estimated at 5,920 and its population has decreased at an average annual rate of -1.98% since 2018. Larimer County has experienced an increase/decrease of 1.13% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

The region's economy is dominated by government, health services, retail, construction, and professional services. Tourism and retirees make up a significant portion of the base economy.

The Town's largest employers consist of Estes Park Medical Center, with 289 employees; Rocky Mountain National Park, with 176 employees; Park School District R-3, with 168 employees; the Town, with 163 employees; and the Stanley Hotel with 136 employees.

Two customers account for more than 3% utilization: the Stanley Hotel at 3.38% of total water usage and the YMCA of the Rockies at 3.92% of total water usage.

ORGANIZATIONAL ANALYSIS:**Bond Rating**

The Town's debt was rated A+ by Standard & Poor's in 2019.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Town does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Town is a statutory town governed by a mayor/board form of government and was incorporated in 1917. The Town provides services including police protection, water and wastewater, storm water, public works, electric utility, broadband, and parks and recreation. Approximately 53 full-time employees staff the water utility. The water utility is overseen by the Water Superintendent, who reports to the Utilities Director.

- The Town has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.

- The Town maintains general liability insurance coverage through the Colorado Intergovernmental Risk Sharing Agency.
- There are currently no pending lawsuits against the Town.
- There have been no recall elections in the last ten years.

Capital Improvement Plan

As part of the application process, the Town submitted a capital improvement schedule through 2028, which anticipates capital outlay of \$44,473,900 for water distribution system improvements, replacement, water storage, pump houses, safety, SCADA, and electrical improvements to be funded from loans, grants, and reserves. \$58,676,531 in additional water system capital improvements are anticipated beyond 2028.

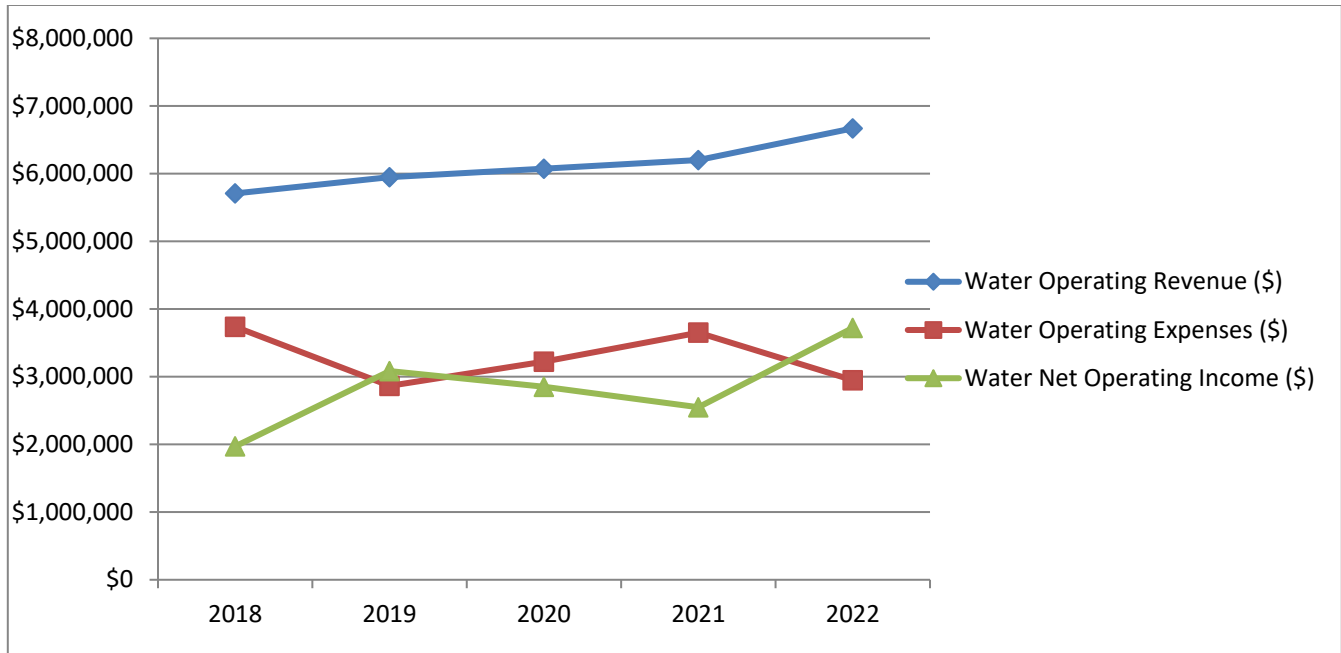
Intergovernmental

The Town and the Spruce Knob Water Company reached an agreement in 2022 (whose water distribution system will be consolidated into the Town's water system as a result of this proposed project). Under the agreement, the Town provides bulk-treated water to roughly ten households the Water Company serves. The agreement is temporary, allowing the Water Company to renovate its distribution system to Town standards so that the Town can accept it into the Town's water system. The agreement enables the Company to present its distribution system to the Town for inspection, and the Town can assume ownership of it. The agreement expires upon agreement by the parties or on December 13, 2024. If the Town has not accepted the Water Company's distribution system when the agreement expires, the Town will cease water service unless the Water Company becomes a permanent bulk water custom of the Town. The parties may extend the agreement if the necessary improvements are close to completion.

REVENUE ANALYSIS:

Operating revenues consistently cover operating expenses by a wide margin. Operating revenues have increased annually for the past five years. The Town has adequate reserves to cover their contribution towards the cost of this project.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Monthly Water Rate (\$)			65.31	68.58	72.03	72.03	72.03
Residential Water Tap Fee (\$)			13,109	13,109	13,109	13,109	13,109
Total Water Revenue (\$)	7,142,286	7,309,877	6,894,303	7,183,661	8,713,831		
Tap/Development Fees (\$)	980,277	1,140,916	683,922	994,253	2,004,263		
Water Operating Revenue (\$)	5,708,377	5,947,827	6,073,407	6,200,898	6,669,768		
Water Operating Expenses (\$)	3,737,697	2,865,346	3,222,450	3,651,986	2,948,603		
Water Net Operating Income (\$)	1,970,680	3,082,481	2,850,957	2,548,912	3,721,165		
Water Debt (\$)	3,218,316	2,941,713	3,187,587	2,877,408	2,615,403		
Total Debt (\$)	11,428,473	10,698,483	10,250,998	9,225,351	8,219,946		
Water Debt Service (\$)	402,257	397,072	539,636	416,761	466,026		
Water Debt Service/Tap/Month (\$)		6.17	8.11	6.24	6.93		
Water Fund Reserves (\$)	8,306,439	9,504,991	9,341,652	11,222,351	14,966,631		
Ratios	2018	2019	2020	2021	2022	Average	
Operating Revenue as % of Total Revenue	80%	81%	88%	86%	77%	82%	
Operating Revenue as % of Expenses	153%	208%	188%	170%	226%	189%	
Tap Fee Revenue as % of Total Revenue	14%	16%	10%	14%	23%	15%	



Recent Rate Increases

The Town’s most recent rate increase of \$3.45 was implemented in 2022.

User Charges

The Town’s current monthly water rate is estimated at \$72.03 compared to the 2022 estimated state median of \$59.19. The Town’s average monthly water rate is based on a typical residential consumption of 3,493 gallons per month. Urban residential users pay a \$46.67 base rate and a volume charge of \$7.26 per 1,000 gallons. Rural residential users pay a \$67.67 base rate and a volume charge of \$10.53 per 1,000 gallons. Urban non-residential users pay a base rate of \$44.93 for 5/8” to 3/4” sized taps and a volume charge of \$5.73 per 1,000 gallons. Rural non-residential users pay a base rate of \$71.88 for 5/8” to 3/4” sized taps and a volume charge of \$9.17 per 1,000 gallons – the non-residential base fee increases for taps 1” or larger.

Contributed Capital

Revenue from tap fees has ranged from \$683,922 to \$2,004,263, averaging 15% of total water revenue during the last five years. The Town’s most recent water tap fee rate increase occurred in 2016.

- Residential water tap fees are \$13,109 for single-family homes. For multi-family homes, water tap fees start from \$9,354, depending on tap size. Accessory dwelling unit tap fees are \$5,350. There are also separate tap fee schedules for accommodation taps (which do not service kitchens) and non-accommodation taps (defined as a minimum of six fixture-value units).

Current System Utilization		
	Usage	Revenue
Residential	42%	57%
Non-residential (per EQR)	58%	43%

Current Fee Summary	
Tap size	Water user/tap fees
3/4”	\$72.03/\$13,109
3/4”	\$64.94/\$5,756 (minimum)

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2008	Colorado Water Resources Development Authority	2028	Water revenues	\$2,037,699	3.26%	\$404,740 (for 2023).
2020	USDA	2050	Water revenues	\$517,095	2.25%	\$25,032
2022	CoBank Construction Interim Loan	2025	Water revenues	\$54,376	Daily Simple Secured Overnight Financing Rate	Varies depending on draw and interest rate

LOAN COVENANTS: The Town will have to meet the Authority’s 110% rate covenant, 3-month operations and maintenance reserve fund covenant, and the 110% additional bonds test (if applicable) on an annual basis.

The Town has met the Loan Covenants on its 2008 DWRP leveraged loan with the Authority. The Town has also had no debt service payment issues.

Prepared by: Victor Chen
Date: August 6, 2024

Project # CO0135257 Cost Categories: Planning and Design Only: 4% Construction-Transmission and Distribution: 96%

August 6, 2024

DWRF Credit Report
Estes Park, Larimer County, CO
Using most recent data available
(Census, audits, local records)

Estimated Population - 2022	5,920
Number of Water Taps/Customers - 2022	5,603
Total Assessed Valuation (in thousands) - 2022	\$253,393,000
Actual Value of All Real Property (in thousands) - 2022	\$2,407,857,000
Median Household Income (MHI) - 2022	\$63,598
Monthly Water Rate - 2022	\$72.03
Water Operating Revenue - 2022	\$6,669,768
Water Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$8,713,831
Water Tap and System Development Fee Revenue - 2022	\$2,004,263
Water Operating Expense - 2022	\$2,948,603
Water Current Expense - 2022	\$3,414,629
Water Debt - 2022	\$2,615,403
Total Debt - 2022	\$8,219,946
Water Fund Reserves - 2022	\$14,966,631
Water Debt Service - 2022	\$466,026
New Water Debt [Requested DWRF loan amount.]	\$3,498,541
Requested DWRF Loan Term	20
Requested DWRF Loan Interest Rate	3.25%
New Loan's Annual Water Debt Service (two payments annually)	\$239,263

Current Indicators (2022)				
Town of Estes Park				
(Water Only)				
1 Total Debt	\$8,219,946	÷	Population	5,920 = \$1,389
New Debt	\$3,498,541	÷	Population	5,920 = \$591
Total Debt + New Debt	\$11,718,487	÷	Population	5,920 = \$1,979
2 Total Debt	\$8,219,946	÷	Number of Taps	5,603 = \$1,467
New Debt	\$3,498,541	÷	Number of Taps	5,603 = \$624
Total Debt + New Debt	\$11,718,487	÷	Number of Taps	5,603 = \$2,091
3 Total Debt	\$8,219,946	÷	Assessed Value	\$253,393,000 = 3.24%
New Debt	\$3,498,541	÷	Assessed Value	\$253,393,000 = 1.38%
Total Debt + New Debt	\$11,718,487	÷	Assessed Value	\$253,393,000 = 4.62%
4 Total Debt	\$8,219,946	÷	Actual Value	\$2,407,857,000 = 0.34%
New Debt	\$3,498,541	÷	Actual Value	\$2,407,857,000 = 0.15%
Total Debt + New Debt	\$11,718,487	÷	Actual Value	\$2,407,857,000 = 0.49%
5 Current Water Debt (Current Water Debt + New Water Debt) / Number of Taps	\$2,615,403	÷	Number of Taps	5,603 = \$467
	\$1,091	÷	MHI	\$63,598 = 1.72%
6 Current Ratio (CA / CL)				
Current Assets	\$16,545,090	÷	Current Liabilities	\$1,578,459 = 1048%
7 Reserve/Expense Ratio				
Reserves	\$14,966,631	÷	Current Expenses	\$3,414,629 = 438%
8 Operating Ratio (OR / OE)				
Operating Revenues	\$6,669,768	÷	Operating Expenses	\$2,948,603 = 226%
9 Coverage Ratio [(TR - OE) / DS]				
Total Revenues	\$8,713,831	-		
Minus Operating Expenses	<u>\$2,948,603</u>			
=	\$5,765,228	÷	Current Debt Service	\$466,026 = 1237%
Coverage Ratio Excluding Tap and				
10 Development Fee Revenue	\$5,765,228			
Minus Tap and Development Fee Revenue	<u>\$2,004,263</u>			
=	\$3,760,965	÷	Current Debt Service	\$466,026 = 807%
11 Projected Coverage Ratio				
Total Revenues	\$8,713,831			
Minus Operating Expenses	<u>\$2,948,603</u>			
=	\$5,765,228		Total Debt Service (with new loan)	\$705,289 = 817%
Projected Coverage Excluding Tap and				
12 Development Fee Revenue	\$5,765,228			
Minus Tap and Development Fee Revenue	<u>\$2,004,263</u>			
=	\$3,760,965	÷	Total Debt Service (with new loan)	\$705,289 = 533%
13 Current Debt Service	\$466,026	÷	Number of Taps	5603 = \$83.17
Annual New Water Debt Service	\$239,263	÷	Number of Taps	5603 = \$42.70
2022 Annual Water Rate (Monthly Rate x 12)	\$864.35	÷	MHI	\$63,598 = 1.36%
2022 Annual Water Rate + New Annual Debt Service Per Tap	\$907.05	÷	MHI	\$63,598 = 1.43%
15 Current 2022 Monthly User Charge (Debt Service on DWRF Loan / 2022 Taps / Month)				\$72.03
Total				\$3.56
				\$75.59
16 Operation and Maintenance Reserve				
Reserves	\$14,966,631	÷	Operating Expenses	\$2,948,603 = 508%



Principal Forgiveness and Priority Point Scoring

Applicant: Town of Estes Park
 DWRP or WPCR: DWRP

Is applicant receiving funds from BASE program, BIL program, or BOTH? BIL

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes

Eligible BIL principal forgiveness percentage: 64.155%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$1,500,000

Base DWRP Principal Forgiveness Scoring

DWRP

Water Quality & Public Health + CPDWR Compliance:	15
DOLA Affordability Score:	25
Total Score	40

Eligible as a base program DAC? No

Eligible base program DWRP principal forgiveness percentage: 0%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$0

Priority Point Scoring

Total WQCD Score:	20
DOLA Affordability Score:	25
Total Score:	45

2024 IUP DWRP Priority Point Calculations

Entity Name:	Town of Estes Park
Date of Scoring	7/8/2024
SRF Phase:	Loan app
DOLA Score:	25
DAC:	Not DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$63,598	73%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20 x		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		0.59%	
	Rates are > 1.63%	45		
	Rates are between 1.08% and 1.63%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		0.13%	
	Debt is > 1.05%	45		
	Debt is between 0.30% and 1.05%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		5,920	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5 x		
	>10,000	0		
S3	Assessed Value/Household		58,547	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0 x		

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-23

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE TOWN OF ESTES PARK AND EXECUTION OF A LOAN AGREEMENT AND
OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for Base direct loan, a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Town of Estes Park (the "Applicant"); and

WHEREAS, approval of the direct loan requires the Authority Board of Directors' approval of a one-time waiver of the direct loan limit for the Governmental Agency in the amount of \$5,000,000 (*\$2,661,923 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$5,000,000 DWRF loan funds), which waiver the Governmental Agency is seeking contemporaneously with the application for the direct loan; and

WHEREAS, the Authority Board of Directors determines that approval of the direct loan application and a one-time, direct loan limit waiver for the Governmental Agency is in the best interests of the Authority and the Governmental Agency, and is consistent with the purposes of the DWRF; and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Town of Estes Park in an amount not to exceed \$5,000,000 (*\$2,661,923 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$5,000,000 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;

3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-23 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Town of Estes Park
Project:	The project consists of improvements to portions of the Carriage Hills Water System distribution system and replacement of the Spruce Knob Water Company distribution system. Spruce Knob Water Company will permanently connect to the Town's distribution system and dissolve following completion of the project.
Pledge:	Water System Revenue
Loan Term:	20 Years
Interest Rate:	3.25%
Amount not to exceed:	\$5,000,000 (*\$2,661,923 of Base direct loan to be repaid, *\$838,077 of BIL General Supplemental loan to be re-paid, plus *\$1,500,000 of BIL General Supplemental PF direct loan, for a total of \$5,000,000 DWRF loan funds)

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

DWRF LOAN CREDIT REPORT

Town of La Veta (“The Town”), Huerfano County

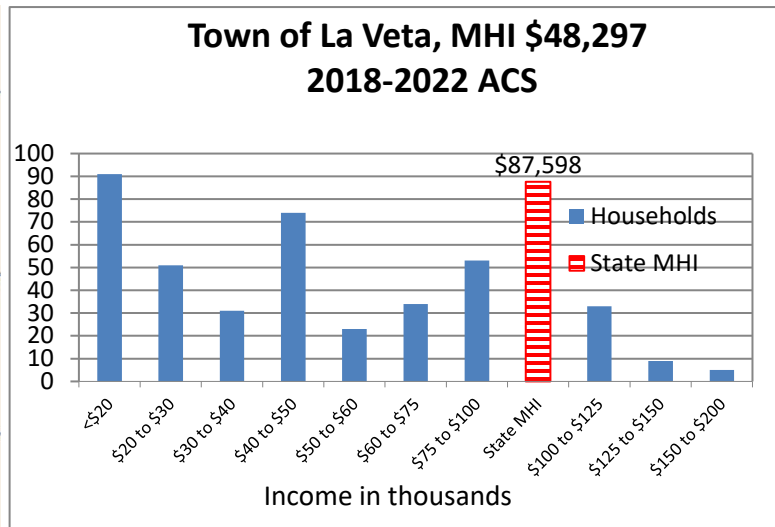
Recommendation:	APPROVAL
Loan Request:	\$3,978,000
Interest Rate & Term:	1.75%, 30 years
Annual Debt Service:	\$61,296
Pledge:	Water System Revenue
Current Rate:	\$49.33
Estimated Rate Increase:	\$0.00

<u>Project Budget</u>	
DWRF BIL Loan:	\$1,425,903
DWRF BIL Supplemental PF:	\$2,552,097
2023 EIAF Grant:	\$1,000,000
2024 D&E Grant:	\$300,000
Total:	\$5,278,000

PROJECT DESCRIPTION: This project consists of a new water treatment plant using conventional treatment technology with full automation. There will be three pre-engineered clarifier units, a below grade disinfection contact, a clearwell tank, and a building extension to house the new treatment equipment.

COMMUNITY PROFILE:								Avg. Annual Change
Town of La Veta	2018	2019	2020	2021	2022	2023	2024	
Town Population	895	899	860	875	891			-0.11%
Huerfano County Population	6,758	6,778	6,833	6,948	7,104			1.26%
Huerfano County Jobs	2,611	2,631	2,689	2,720	2,662			0.48%
Number of Water Taps			597	599	602	604	604	0.29%
Number of Sewer Taps			580	582	585	587	587	0.30%
Assessed Value (\$000)			8,494	8,569	9,303	9,112	9,155	1.89%
Actual Value (\$000)			83,265	84,196	94,062	94,064	88,234	1.46%

BORROWER BRIEF: The Town of La Veta is located at the base of the Spanish Peaks of the San Juan Mountains in south central Huerfano County. State Highway 12 serves as the Town’s Main Street, and is located approximately 57 miles southwest of Pueblo and 46 miles east of Alamosa.



RECOMMENDATION: The Town serves a small, rural community in southern Huerfano County. This proposed loan is necessary to build a new water treatment plant (WTP) using conventional treatment technology with full automation and replace the current, aging WTP. Furthermore, the Town is subject to a compliance schedule and constructing this project will keep the system on course to meet its requirements. The Town has also received strong financial support in the form of grants totaling \$1,300,000. With the grants, the Town’s eligibility for BIL funding, and classification as a disadvantaged community, the project is considerably more affordable. We therefore recommend the DWRF Committee approve a \$1,425,903 direct BIL loan, and \$2,552,097 in BIL principal forgiveness to the Town of La Veta.

PROJECT SUMMARY:

System summary: The Town receives water from the Cucharas River and is stored in North and South La Veta lakes. The water is pumped to a filtration system with a bead clarifier and small clearwell. The finished water is stored in two contact time tanks before being sent to the 586 service connections in the distribution system.

Reason/need: The original facility was constructed in 1972. In 1996, the existing treatment equipment was converted to a Microfloc type upflow clarifier, three rapid rate gravity filters and a clearwell. In 2009, the Town constructed a new metal building over the original WTP building as the original 1972 metal building had severe corrosion. In 2011, the upflow clarifier was reclassified and the WTP treatment process reclassified as direct filtration. This increased the required disinfection contact time of the WTP. In 2013, the CDPHE Disinfection Outreach Verification Effort (DOVE) program reduced the disinfection contact efficiency of the storage tanks, further restricting the usable volume of the tanks. In 2023, the Town received an enforcement order for the MCL exceedance of the disinfection byproduct HAA5. The WTP is in very poor condition. The existing treatment processes, upflow clarification and filtration, are manually operated and require considerable operator attention.

System Compliance: The Town (CO0128500) has an enforcement order issued November 13, 2023 to address disinfection byproducts, specifically HAA5. The Town has a compliance schedule to perform activities to complete construction by October 31, 2025. The project is intended to return the system to compliance.

Project Delivery Method: Design/Bid/Build

Contingency: 8% of total project cost included as contingency.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	1,551	5,301	5,007	X >\$2,000	\$1,000 - 2,000	<\$1,000
Total + New Debt/Capita (\$):			6,608	X >\$2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Tap (\$):	2,234	7,743	7,411	X >\$5,000	\$2,500-5,000	<\$2,500
Total Debt + New Debt/Tap (\$):			9,780	X >\$5,000	\$2,500-5,000	<\$2,500
Current Water Debt/Tap (\$):	1,772	1,689	1,602	>\$2,000	X \$1,000 - 2,000	<\$1,000
Current Water + New Water Debt/Tap (\$):			3,970	X >2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Assessed Value:	16%	54%	48%	>50%	X 25-50%	<25%
Total Debt + New Water Debt/Assessed Value:			63%	X >50%	25-50%	<25%
Total Debt/Actual Value:	1.60%	5.51%	4.74%	>10%	5-10%	X <5%
Total Debt + New Water Debt/Actual Value:			6.26%	>10%	X 5-10%	<5%
Current Water Debt + New Debt/Tap/MHI:			8.22%	>20%	10-20%	X <10%
Water Fund Current Ratio (CA/CL):	1,290%	1,672%	2,081%	<100%	100-200%	X >200%
Water Fund Reserves/Current Expense:	361%	498%	586%	<50%	50-100%	X >100%
Water Operating Ratio (OR/OE):	172%	180%	213%	<100%	100-120%	X >120%
Coverage Ratio (TR-OE)/DS:	210%	871%	319%	<110%	110-125%	X >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	203%	266%	319%	<110%	110-125%	X >125%
Coverage Ratio with New Loan:			169%	<110%	110-125%	X >125%
Coverage Ratio with New Loan Excluding Tap Fees:			169%	<110%	110-125%	X >125%
Current Annual Water Rates/MHI:			1.23%	>3.0%	1.5-3.0%	X <1.5%
Current Water Rates + New Water Debt Service/MHI:			1.44%	>3.0%	1.5-3.0%	X <1.5%
Operation and Maintenance Reserve:			796%	<25%	25-50%	X >50%
			Total: 6		3	12

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, twelve are rated strong, three are average and six are considered weak. Overall, the indicators show this proposed loan represents a growing but manageable debt burden for a small community. Moreover, the new debt should not result in user fee increases. The strong indicators show a strong operating ratio and reserves, affordable current and projected rates, and the ability to meet short and long-term obligations. The weak indicators reflect the proposed debt is large relative to the size of the community

- Based on 2022 financial information, coverage with the proposed loan is 169% without tap fee revenue. No additional annual revenue is projected to be needed to meet the SRF program’s 110% coverage requirement.
- Over the past three years, the water fund’s operating ratio and current ratio has exceeded the benchmark for a “strong” indicator, thus demonstrating consistent financial stewardship of the water fund.
- The Town’s water rates have not been raised since 2021, however, they remain sufficient to cover expenses. Rate increases may be considered following the final cost determinations for this project, but the Town is not planning any increases at this time.
- Without principal forgiveness, the coverage ratio decreases to 92% without tap fee revenue. Additional annual revenue of about \$43,999, or \$6.07 per tap per month, would increase the coverage ratio to 110%.

Additional Project Financing:

In July 2023, the Town was awarded an Energy/Mineral Impact Assistance Grant (EIAF) for \$1,000,000. The Town also received a Design & Engineering (D&E) grant totaling \$300,000 in March 2024.

DESCRIPTION OF THE LOAN:

An estimated \$1,425,903 loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$61,296 in debt service annually. The Town also qualifies for \$2,552,097 in BIL principal forgiveness.

Disadvantaged Community:

In order to qualify as a disadvantaged community (DAC), an applicant must meet one (1) of three (3) scenarios.

1. Meets benchmarks for P1, and either P2 or P3
2. Meets benchmarks for P1, not for P2 or P3, and meets two or more secondary factors
3. P1 is unreliable. Meets benchmarks for P2 and P3, and two or more secondary factors

	Benchmark		Borrower	Met?		Benchmark		Borrower	Met?
P1: MHI	\$70,078	>=	\$48,297	Yes	S1: County MHI	\$70,078	>=	\$49,631	Yes
P2: MHV	\$465,900	>=	\$291,700	Yes	S2: Population Loss	0.00%	>=	3.13%	No
P3: County Unemployment	5.38%	<=	5.94%	Yes	S3: Assessed Value per Housing unit	\$24,963	>=	\$15,403	Yes
County Job Change	0.00%	>=	0.30%	No	S4b: Current and Projected System Debt	0.30%	<	2.81%	Yes
					S4b: 80th Percentile	1.05%	<	2.81%	Yes
					S5b: Projected System Cost Per Tap to MHI	1.08%	<	1.95%	Yes
					S5b: 80th Percentile	1.63%	<	1.95%	Yes

Based on 2018-2022 American Community Survey data, the Town met the requirements of a DAC, qualifying under scenario #1.

Due to its projected rates to MHI and MHV exceeding the 80th percentile, the Town qualifies for the lowest interest rate available (Category 2 DAC, 1.75%).

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. The Town scores 7.5 points as shown below.

BIL PF DETERMINATION				
	Benchmark		Borrower	Points
1. Five Year % Change in Population	0.71%	>	-0.11%	1
2a: County Job Change	0.00%	>	0.30%	0.5
2b: County Unemployment	5.38%	<	5.94%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$87,598	>	\$48,297	1
	\$109,498	<		
4: Rates to MHI	0.81%	<	1.23%	1
5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	40.00%	<	13.37%	0
7: % Households Housing Burdened	50.00%	<	29.88%	0
8: % Population under 200% Poverty Level	40.00%	<	32.89%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	55.00%	<	87.34%	1
10: Meets DAC criteria	Yes		Yes	3
Total Points Scored:				7.5

The Town qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. Using an estimated principal forgiveness award of 64.115%, the Town qualifies for approximately \$2,552,097 in principal forgiveness, leaving an estimated loan of \$1,425,903.

ECONOMIC ANALYSIS: The Town has a 2022 population estimated at 891 and has changed at an average annual rate of -0.11% since 2018. Huerfano County has experienced an increase of 1.26% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

The region's economy is dominated by retirees and the next largest base industries consist of tourism, government and regional services such as healthcare and transportation. In Huerfano County, Government accounts for the largest job sector (18%), along with Health Service and Retail Trade (16%). The area's largest employers consist of the La Veta School District (45 employees); Spanish Peaks Medical Clinic (15 employees); Sangre Agro Tech (12 employees); the Town of La Veta (10 employees); and Charlie's Market (8 employees).

No single customer accounts for more than 3% system utilization.

ORGANIZATIONAL ANALYSIS:**Bond Rating**

The Town's debt has not been rated by Fitch, Moody's, or Standard & Poor's in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Town does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Town is a statutory town governed by a board of trustees and was incorporated in 1876. The Town provides services including Marshal (police) and fire protection, water and wastewater services, public works services, and parks and recreation services. The Town reports a full time operator staffs the system, who reports to the Board of Trustees.

- The Town has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The Town maintains general liability insurance coverage through CIRSA.
- There are currently no pending lawsuits against the Town.
- There have been no recall elections in the last ten years.

Technical/Managerial/Financial (TMF)

The WQCD and DLG conducted a review of the Town's technical, managerial and financial capacity to operate the water system. The review resulted in no mandatory recommendations

Capital Improvement Plan

As part of the application process, the Town submitted a capital improvement schedule, which anticipates capital outlay of \$700,000 for several maintenance projects for the water fund. These projects begin in 2035 and last through 2050 and include replacement of process pumps at the WTP, replacement of customer meters, and distribution system replacement. These projects will be funded from reserves.

Intergovernmental

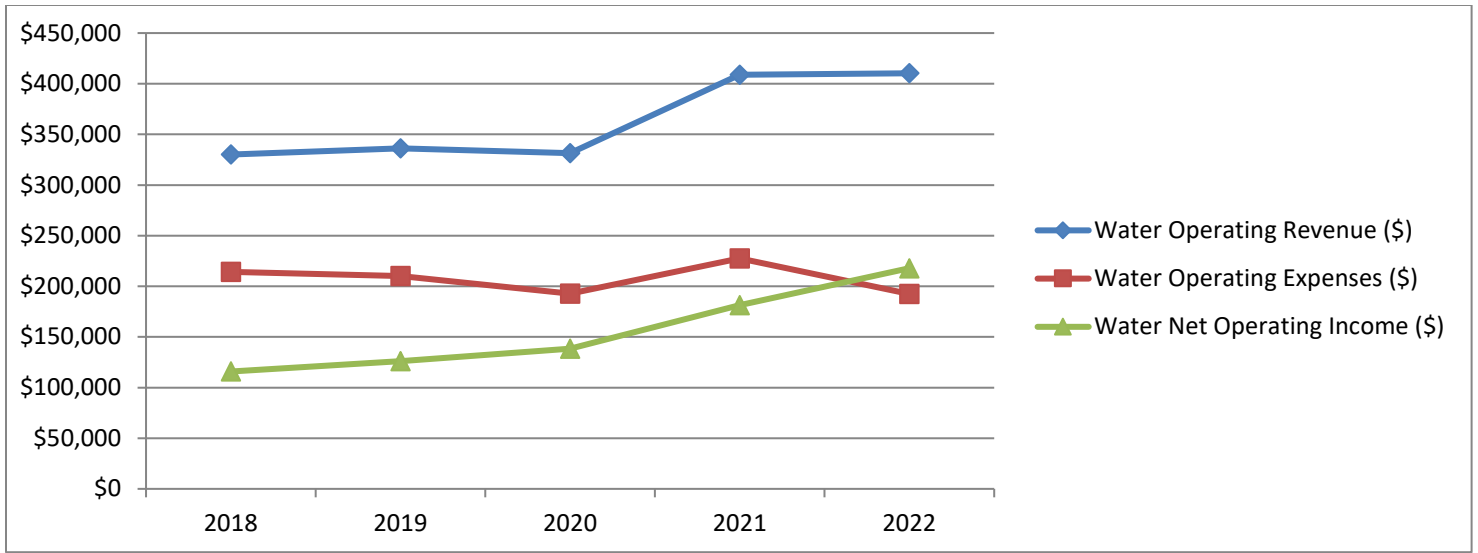
The Town has a 2017 Intergovernmental Agreement (IGA) with the Navajo Western Water District (the District), where the District leases 5.0 acre feet annually of consumptive use of the District Water Rights to the Town. The Town may terminate the lease if it determines it will be impossible or impractical to obtain approval of a substitute water supply plan. In the event of litigation between the parties regarding the performance of either party's obligations, the prevailing party shall be awarded its costs and reasonable attorney fees. The agreement shall terminate in December 2042, unless the District reaches 75% buildout prior to 2037. Should the District achieve 75% buildout, the agreement will expire in December five years after that point.

REVENUE ANALYSIS:

The Town's water system revenues have been steady over the last several years, with an increase in 2021, before leveling off again in 2022. The 2021 revenue increases were attributed to greater usage accompanying new development and taps. Tap fee revenue has been an inconsistent source of revenue over the last five years, but operating revenues have consistently covered operating expenses by a wide margin. The Town expects moderate growth at about a 1% per year moving forward, and has 12 affordable homes scheduled to be built in the next four years.

Operating expenditures declined slightly from 2018-2020, then peaked in 2021, before decreasing again in 2022. The modest 2021 increase was attributed to supply cost increases stemming from the pandemic and ordering more parts given the shortage. In 2022, operating expenditures declined as fewer maintenance purchases were needed.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Monthly Water Rate (\$)			39.79	49.33	49.33	49.33	49.33
Monthly Sewer Rate (\$)			35.82	49.82	49.82	49.82	49.82
Residential Water Tap Fee (\$)			5,000	7,000	7,000	7,000	7,000
Residential Sewer Tap Fee (\$)			2,500	4,000	4,000	4,000	4,000
Total Water Revenue (\$)	331,232	345,313	337,602	828,094	412,334		
Tap/Development Fees (\$)	0	8,000	5,000	417,500	0		
Water Operating Revenue (\$)	330,078	336,101	331,304	408,841	410,285		
Water Operating Expenses (\$)	214,214	210,116	192,817	227,513	192,426		
Water Net Operating Income (\$)	115,864	125,985	138,487	181,328	217,859		
Water Debt (\$)	1,147,743	1,103,324	1,057,955	1,011,615	964,283		
Total Debt (\$)	1,462,743	1,398,824	1,333,955	4,638,217	4,461,610		
Water Debt Service (\$)	68,932	68,924	68,919	68,914	68,910		
Water Debt Service/Tap/Month (\$)			9.62	9.59	9.54		
Water Fund Reserves (\$)	721,179	868,602	944,255	1,475,704	1,531,749		
Ratios	2018	2019	2020	2021	2022	Average	
Operating Revenue as % of Total Revenue	100%	97%	98%	49%	100%	89%	
Operating Revenue as % of Expenses	154%	160%	172%	180%	213%	176%	
Tap Fee Revenue as % of Total Revenue	0.00%	2.32%	1.48%	50%	0.00%	11%	



Recent Rate Increases

The Town’s most recent rate increase of \$9.54 for water and \$14.00 for sewer were implemented on January 1, 2021.

User Charges

The Town’s current monthly water rate is estimated at \$49.33 compared to the 2022 estimated state median of \$59.19. The Town’s average monthly water rate is based on typical residential consumption of 4,537 gallons per month. Residential users pay a \$31.18 base rate (\$9.16 for debt service and \$22.02 O&M) and a volume charge of \$4.00 per 1,000 gallons for consumption. Commercial users are charged per an EQR schedule.

The Town’s current monthly sewer rate is a flat \$49.82 (\$23.82 debt service and \$26.00 O&M) compared to the 2022 estimated state median of \$41.23. Commercial users are charged per an EQR schedule.

Contributed Capital

Revenue from tap fees has ranged from \$0.00 to \$417,500 and has averaged 11% of total water revenue during the last five years. The Town’s most recent water tap fee rate increase occurred in January 2021.

- Residential water tap fees are \$7,000.
- Residential sewer tap fees are \$4,000.
- Commercial users are charged per an EQR schedule for the type of business and ranges from .01 to 1.20 EQR.

Current System Utilization		
	Usage	Revenue
Residential	86%	95%
Non-residential (per EQR)	14%	5%

Current Fee Summary		
Tap size	Water user/tap fees	Sewer user/tap fees
¾"	\$49.33/\$7,000	\$49.82/\$4,000
¾"	\$49.33/\$7,000	\$49.82/\$4,000

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2008	CWRPDA	2039	Water System Revenue	\$708,429	1.875%	\$50,118
2014	CWCB	2040	Water System Revenue	\$255,854	3.0%	\$19,014

LOAN COVENANTS: The Town will have to meet the Authority’s 110% rate covenant, 3 month operations and maintenance reserve fund covenant and the 110% additional bonds test (if applicable) on an annual basis.

The Town has met the Loan Covenants on its DWRf direct loan dated 2008 with the Authority. The Town has also had no debt service payment issues.

Prepared by: Peter Dietrich
Date: August 6, 2024

Project # 141451D-B
Cost Categories:
Planning and Design Only (non-construction) – 9.8%
Construction - Treatment 84.8%
Other – 5.4%

August 8, 2024

DWRF Credit Report
La Veta, Huerfano County, CO
Using most recent data available
(Census, audits, local records)

Estimated Population - 2022	891
Number of Water Taps/Customers - 2022	602
Total Assessed Valuation (in thousands) - 2022	\$9,303,000
Actual Value of All Real Property (in thousands) - 2022	\$94,062,000
Median Household Income (MHI) - 2022	\$48,297
Monthly Water Rate - 2022	\$49.33
Water Operating Revenue - 2022	\$410,285
Water Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$412,334
Water Tap and System Development Fee Revenue - 2022	\$0
Water Operating Expense - 2022	\$192,426
Water Current Expense - 2022	\$261,336
Water Debt - 2022	\$964,283
Total Debt - 2022	\$4,461,610
Water Fund Reserves - 2022	\$1,531,749
Water Debt Service - 2022	\$68,910
New Water Debt [Requested DWRF loan amount.]	\$1,425,903
Requested DWRF Loan Term	30
Requested DWRF Loan Interest Rate	1.75%
New Loan's Annual Water Debt Service (two payments annually)	\$61,296

Current Indicators (2022)				
Town of La Veta				
(Water Only)				
1	Total Debt	\$4,461,610 ÷	Population	891 = \$5,007
	New Debt	\$1,425,903 ÷	Population	891 = \$1,600
	Total Debt + New Debt	\$5,887,513 ÷	Population	891 = \$6,608
2	Total Debt	\$4,461,610 ÷	Number of Taps	602 = \$7,411
	New Debt	\$1,425,903 ÷	Number of Taps	602 = \$2,369
	Total Debt + New Debt	\$5,887,513 ÷	Number of Taps	602 = \$9,780
3	Total Debt	\$4,461,610 ÷	Assessed Value	\$9,303,000 = 47.96%
	New Debt	\$1,425,903 ÷	Assessed Value	\$9,303,000 = 15.33%
	Total Debt + New Debt	\$5,887,513 ÷	Assessed Value	\$9,303,000 = 63.29%
4	Total Debt	\$4,461,610 ÷	Actual Value	\$94,062,000 = 4.74%
	New Debt	\$1,425,903 ÷	Actual Value	\$94,062,000 = 1.52%
	Total Debt + New Debt	\$5,887,513 ÷	Actual Value	\$94,062,000 = 6.26%
5	Current Water Debt	\$964,283 ÷	Number of Taps	602 = \$1,602
	(Current Water Debt + New Water Debt) / Number of Taps	\$3,970 ÷	MHI	\$48,297 = 8.22%
6	Current Ratio (CA / CL)			
	Current Assets	\$1,609,061 ÷	Current Liabilities	\$77,312 = 2081%
7	Reserve/Expense Ratio			
	Reserves	\$1,531,749 ÷	Current Expenses	\$261,336 = 586%
8	Operating Ratio (OR / OE)			
	Operating Revenues	\$410,285 ÷	Operating Expenses	\$192,426 = 213%
9	Coverage Ratio [(TR - OE) / DS]			
	Total Revenues	\$412,334 -		
	Minus Operating Expenses	<u>\$192,426</u>		
	=	\$219,908 ÷	Current Debt Service	\$68,910 = 319%
	Coverage Ratio Excluding Tap and			
10	Development Fee Revenue	\$219,908		
	Minus Tap and Development Fee Revenue	\$0		
	=	\$219,908 ÷	Current Debt Service	\$68,910 = 319%
11	Projected Coverage Ratio			
	Total Revenues	\$412,334		
	Minus Operating Expenses	<u>\$192,426</u>		
	=	\$219,908	Total Debt Service (with new loan)	\$130,206 = 169%
	Projected Coverage Excluding Tap and			
12	Development Fee Revenue	\$219,908		
	Minus Tap and Development Fee Revenue	\$0		
	=	\$219,908 ÷	Total Debt Service (with new loan)	\$130,206 = 169%
13	Current Debt Service	\$68,910 ÷	Number of Taps	602 = \$114.47
	Annual New Water Debt Service	\$61,296 ÷	Number of Taps	602 = \$101.82
	2022 Annual Water Rate (Monthly Rate			
14	x 12)	\$591.94 ÷	MHI	\$48,297 = 1.23%
	2022 Annual Water Rate + New Annual Debt Service Per Tap	\$693.76 ÷	MHI	\$48,297 = 1.44%
15	Current 2022 Monthly User Charge			\$49.33
	(Debt Service on DWRF Loan / 2022 Taps / Month)			\$8.49
	Total			\$57.81
16	Operation and Maintenance Reserve			
	Reserves	\$1,531,749 ÷	Operating Expenses	\$192,426 = 796%

2024 SRF Disadvantaged Community Criteria

Loan Terms

Amount of Loan:	\$ 3,978,000
Interest Rate:	3.25%
Term (years):	20
Annual Payment:	\$ 272,053

Applicant:	Town of La Veta	
Test Result	Y	Conditions met to be DAC
		Test 1: P1 & P2 or P3
		Test 2: P1, Not P2 or P3, & 2+ S1-S5
		Test 3: P1 ??, P2 & P3, & 2+ S1-S5

	Benchmark	Applicant	Result	Notes on Data Used
Current Population (2022)	<= 10,000	891	Y	
Population 5 years ago (2018)		895		
Population 10 years ago (2013)		864		

Primary Factors

P1	MHI (Place)	<= \$ 70,078	48,297	Y	
	Margin of Error (MOE)	±	12,680	OK	
	Reliability (CV)	<= 18.00%	15.96%	Y	
P2	MHV (Place)	<= \$ 465,900	291,700	Y	
	Margin of Error (MOE)	±	46,799		
	Reliability (CV)	<= 18.00%	9.75%	Y	
P3	24 Month Unemployment (County)	>= 5.38%	5.94%	Y	
	or 10 Year % Chng. Jobs (County)	<= 0.00%	0.30%	N	
	Jobs (2022)		2,662		
	Jobs (2013)		2,654		

Priority Factor Count 3

Secondary Factors

S1	MHI (County)	<= \$ 70,078	49,631	Y		
	Margin of Error (MOE)	±	5,676			
	Reliability (CV)	<= 18.00%	6.95%	Y		
S2	10 Year % Chng. Population	<= 0.00%	3.13%	N		
S3	Assessed Value / Housing Unit	<= \$ 24,963	\$15,403	Y		
	Assessed Value		9,303,345			
	Total Housing Units		604			
S4	Current Debt / Tap / MHV	> 0.30%	0.55%	Y	If MHV CV > 18%, calculate result at top of band	Result
W	Current + Projected Debt/Tap/MHV	> 0.30%	2.81%	Y		
	S4b 80th percentile	1.05%	2.81%	Y		
S5	System Full Cost / Tap / MHI	> 1.23%	1.07%	N	If MHI CV > 18%, calculate result at top of band	Result
	Projected Rate @ 110% Coverage	> 1.08%	1.95%	Y		
	S5b 80th percentile	1.63%	1.95%	Y		

Secondary Factor Count 3

System Data for S4 and S5: To be completed by DLG

Taps or EQR's	602
Total Debt	964,283
Principal & Interest	68,910
Operating Expenses (including operating transfers out)	192,426
Depreciation	118,687

DWRF Only

		<u>Benchmark</u>	<u>Applicant</u>	<u>Points</u>	<u>Notes on Data Used</u>
Eligibility Criteria					
1	Population loss or growth is slower than the state's over 5 years	<= 0.71%	-0.11%	1.0	
	Current Population (2021)		891		
	Population five years ago (2017)		895		
2a	10 Year % County Job Change	>= 0	0.30%	0.0	
2b	County 24 Month unemployment rate exceeds the state's plus 1%	>= 5.38%	5.94%	0.5	
3	Median Household Income	<= \$ 87,598	48,297	1.0	If MHI CV > 40%, calculate result at top of band
	Reliability (CV)	>= \$ 109,498		0.0	Result
		<= 40.00%	15.96%	Y	
4	Rates compared to MHI	> 0.81%	1.23%	1.0	If MHI CV > 40%, calculate result at top of band
W	Monthly Residential Rate	>	49.33		Result
<i>based on application only, needs to be confirmed</i>					
5	Project addresses removal of lead or emerging contaminants	Yes	No	0.0	
6	% Population that identifies as minority is greater than 40%	> 40.00%	13.37%	0.0	
7	% Population that are housing burdened is greater than 50%	> 50.00%	29.88%	0.0	
8	% Population under 200% Poverty Level is greater than 40%	> 40.00%	32.89%	0.0	
9	% Population under 200% Poverty Level + % Population over 65 years old is equal to or greater than two thirds of communities in the state	>= 55.00%	87.34%	1.0	
	% Population over 65 years old		54.45%		
10	Meets base program DAC criteria?		Yes	3.0	
BIL Eligibility Points				7.5	

2024 IUP DWRP Priority Point Calculations

Entity Name:	Town of La Veta
Date of Scoring	7/8/2024
SRF Phase:	Loan app
DOLA Score:	155
DAC:	DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$48,297	55%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		1.95%	
	Rates are > 1.63%	45		
	Rates are between 1.08% and 1.63%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		2.81%	
	Debt is > 1.05%	45		
	Debt is between 0.30% and 1.05%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		891	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		15,403	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		



Principal Forgiveness and Priority Point Scoring

Applicant: Town of La Veta
 DWRF or WPCRF:DWRF

Is applicant receiving funds from BASE program, BIL program, or BOTH? Both

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes

Eligible BIL principal forgiveness percentage: 64.115%

Amount of principal forgiveness awarded (accounting for any applicable cap/max: \$3,000,000

Base DWRF Principal Forgiveness Scoring

DWRF

Water Quality & Public Health + CPDWR Compliance:	15
DOLA Affordability Score:	155
Total Score	170

Eligible as a base program DAC? Yes

Eligible base program DWRF principal forgiveness percentage: 60%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$0

Priority Point Scoring

Total WQCD Score:	20
DOLA Affordability Score:	155
Total Score:	175

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-24

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE TOWN OF LA VETA AND EXECUTION OF A LOAN AGREEMENT AND
OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Town of La Veta (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Town of La Veta in an amount not to exceed \$3,978,000 (*\$1,425,903 of BIL General Supplemental loan to be re-paid, plus *\$2,552,097 of BIL General Supplemental PF direct loan, for a total of \$3,978,000 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-24 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Town of La Veta
Project:	This project consists of a new water treatment plant using conventional treatment technology with full automation. There will be three pre-engineered clarifier units, a below grade disinfection contact, a clearwell tank, and a building extension to house the new treatment equipment.
Pledge:	Water System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	1.75%
Amount not to exceed:	\$3,978,000 (*\$1,425,903 of BIL General Supplemental loan to be re-paid, plus *\$2,552,097 of BIL General Supplemental PF direct loan, for a total of \$3,978,000 DWRP loan funds)

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

DWRF LOAN CREDIT REPORT

Karval Water Authority (“The Water Authority”), Lincoln County

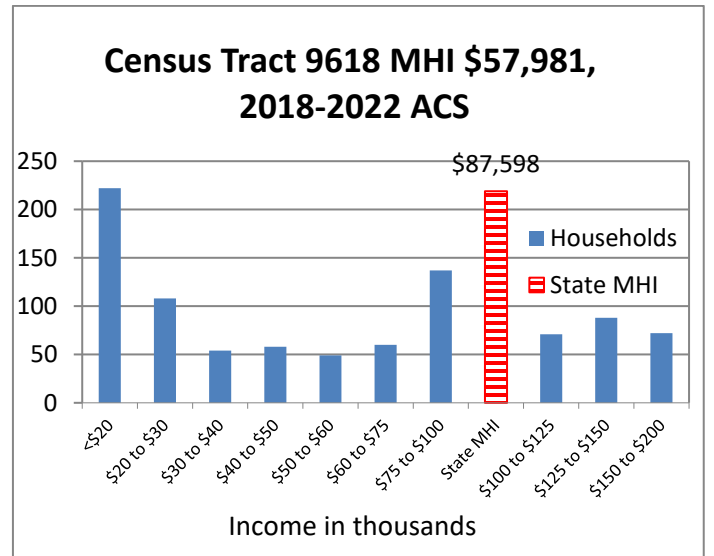
Recommendation:	CONDITIONAL APPROVAL	Project Budget	
Total SRF Request:	\$1,074,740	DWRF Loan:	\$385,237
Interest Rate & Term:	1.75%, 30 years	DWRF BIL Principal Forgiveness:	\$689,503
Annual Debt Service:	\$16,560	D&E and Planning Grant:	\$175,160
Pledge:	Water revenues	2023 CDBG:	\$452,000
Current Rate:	\$55.00	2023 USBR-Small Scale WaterSMART Grant	\$83,100
Estimated Rate Increase:	\$30.31	Total:	\$1,785,000

PROJECT DESCRIPTION: The Water Authority will be drilling a second well, replacing distribution piping, looping the distribution system, installing new gate valves, replacing meters, installing a new backup generator, replacing a fire hydrant, performing rehabilitation on the nitrate treatment control valves and replacing the hydropneumatic tanks in existing treatment plant.

COMMUNITY PROFILE:

Karval Water Authority	2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
Water Authority Population			93	93	95	93	93	0.00%
Lincoln County Population	5,621	5,642	5,662	5,470	5,513			-0.48%
Lincoln County Jobs	3,176	3,149	3,120	3,072	3,090			-0.68%
Number of Water Taps			37	37	38	37	37	0.00%
Assessed Value (\$000)							1,179	
Actual Value (\$000)							6,169	

BORROWER BRIEF: Karval is a small rural unincorporated community located on the Eastern Plains in southern Lincoln County, approximately 80 miles east of Colorado Springs on State Highway 94 and approximately 56 miles south of Limon on State Highway 71.



RECOMMENDATION: The Water Authority serves a rural agricultural community in Lincoln County. This proposed loan is necessary to drill an additional well in addition to making improvements to the water distribution and treatment system. The drinking water system and community are small and the cost of the proposed project is high, which will burden the community. However, the Water Authority has been successful to obtaining grant funding from multiple sources to reduce the debt burden. We therefore recommend the DWRF Committee approve a \$385,237 Disadvantaged Community direct loan and \$689,503 in BIL principal forgiveness to the Karval Water Authority subject to the loan covenants (both the standard and additional proposed covenants) and conditions listed at the end of this credit report and to be incorporated into the resolution (including any modifications and additions made to these covenants/conditions by the Authority Board of Directors during the approval process).

PROJECT SUMMARY:

System summary: The water system consists of 37 taps that serve approximately 102 consumers. The Water Authority receives water from a groundwater source. Raw water from the well is pumped and first treated through two parallel anion exchange filters for removing nitrate. After nitrate treatment, water is then pumped to the clearwell for disinfection and then goes out to distribution.

Reason/need: The Water Authority will benefit from the addition of another source for redundancy and reliability to meet demand. This will also improve the system's firefighting capacity. The system currently experiences low water pressure at the dead ends of the distribution system and looping the lines will correct this issue as well as issues with water age. In addition, the system experiences an average water loss of 48.4%. The replacement of the distribution lines will significantly reduce water loss. Performing rehabilitation on the nitrate treatment system will ensure continued removal of nitrate.

System Compliance: The Water Authority is in compliance with the Colorado Primary Drinking Water Regulations, and the project is primarily intended to maintain compliance.

Project Delivery Method: Design/Bid/Build

Contingency: 10.6% of total project cost included as contingency.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	72	54	35	>\$2,000	\$1,000 - 2,000	X <\$1,000
Total + New Debt/Capita (\$):			4,090	X >\$2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Tap (\$):	179	134	87	>\$5,000	\$2,500-5,000	X <\$2,500
Total Debt + New Debt/Tap (\$):			10,225	X >\$5,000	\$2,500-5,000	<\$2,500
Current Water Debt/Tap (\$):	179	134	87	>\$2,000	\$1,000 - 2,000	X <\$1,000
Current Water + New Water Debt/Tap (\$):			10,225	X >2,000	\$1,000 - 2,000	<\$1,000
Total Debt/Assessed Value:			281%	X >50%	25-50%	<25%
Total Debt + New Water Debt/Assessed Value:			32,955%	X >50%	25-50%	<25%
Total Debt/Actual Value:			54%	X >10%	5-10%	<5%
Total Debt + New Water Debt/Actual Value:			6,298%	X >10%	5-10%	<5%
Curr. Water Debt + New Debt/Tap/MHI:			18%	>20%	X 10-20%	<10%
Water Fund Current Ratio (CA/CL):		175%	136%	<100%	X 100-200%	>200%
Water Fund Reserves/Current Expense:	41%	82%	74%	<50%	X 50-100%	>100%
Water Operating Ratio (OR/OE):	117%	150%	124%	<100%	100-120%	X >120%
Coverage Ratio (TR-OE)/DS:	217%	488%	282%	<110%	110-125%	X >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	217%	488%	282%	<110%	110-125%	X >125%
Coverage Ratio with New Loan:			26%	X <110%	110-125%	>125%
Coverage Ratio with New Loan Excluding Tap Fees:			26%	X <110%	110-125%	>125%
Current Annual Water Rates/MHI:			1.14%	>3.0%	1.5-3.0%	X <1.5%
Current Water Rates + New Water Debt Service/MHI:			1.89%	>3.0%	X 1.5-3.0%	<1.5%
Operation and Maintenance Reserve:			81%	<25%	25-50%	X >50%
Total:			9		4	8

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, eight are rated strong, four are average and nine are considered weak. Overall, the indicators illustrate a small system that is facing a large capital project that will cause debt burden. The strong indicators show a good operating ratio. The weak indicators reflect a small system that will experience debt burden as a result of the size of the proposed project.

- The financial analysis was performed based on limited financial information (full financial statements including income statements and balance sheets were only available for 2021 and 2022) provided for Karval Water Users, Inc. Karval Water Users, Inc. is a private nonprofit corporation that previously provided water services to the community. Karval Water Authority was established in October 2023 for the purpose of owning and operating the water system. Karval Water Authority and its legal

counsel have indicated that all revenues and expenses previously associated with Karval Water Users, Inc. will become revenues and expenses for the newly formed Karval Water Authority. This financial analysis operates on this assumption, which will require legal verification.

- Based on 2022 financial information, coverage with the proposed loan is 26%. Additional annual revenue of about \$15,277, or \$34.41 per tap per month, would increase the coverage ratio to 110%.
- 2022 financials included a \$1,654 debt payment to Lincoln County for a loan for drinking water system improvements which will be repaid in 2024. If this debt payment is removed from the projected coverage ratio calculation, the projected coverage ratio increases to 24%. Additional annual revenue of about \$13,457, or \$30.31 per tap per month, would increase the coverage ratio to 110%.
- From 2019 through 2022, revenues consistently covered expenses with revenues exceeding 110% of expenses for all of those years.
- Projections submitted by the Water Authority show operating expenses increasing by 2% annually. The projections indicate that there will be a significant rate increase in the first year of the loan payment and that rates will be increased by 5% annually if the Water Authority is not projected to meet the 110% coverage ratio requirement.
- Without principal forgiveness, the projected coverage ratio declines to 8%. Additional annual revenue of about \$56,257, or \$126.70 per tap per month, would increase the coverage ratio to 110%.

Additional Project Financing

The Water Authority submitted a Community Development Block Grant (CDBG) application for \$600,000 and received a \$452,000 award in 2022. The Water Authority also submitted a USBR-Small Scale WaterSMART Grant for \$83,100, which was awarded in 2023.

DESCRIPTION OF THE LOAN:

An estimated \$385,237 loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Water Authority approximately \$16,560 in debt service annually. The Water Authority also qualifies for \$801,877 in BIL principal forgiveness.

Disadvantaged Community:

In order to qualify as a disadvantaged community (DAC), an applicant must meet one (1) of three (3) scenarios.

1. Meets benchmarks for P1, and either P2 or P3
2. Meets benchmarks for P1, not for P2 or P3, and meets two or more secondary factors
3. P1 is unreliable. Meets benchmarks for P2 and P3, and two or more secondary factors

	Benchmark		Borrower	Met?		Benchmark		Borrower	Met?
P1: MHI	\$70,078	>=	\$57,981	Y	S1: County MHI	\$70,078	>=	\$59,167	Y
P2: MHV	\$465,900	>=	\$244,100	Y	S2: Population Loss	0.00%	>=	N/A	N/A
P3: County Unemployment	5.38%	<=	2.87%	N	S3: Assessed Value per Housing unit	\$24,963	>=	\$31,855	N
County Job Loss	0.00%	>=	3.90%	N	S4b: Curr. and Proj. System Debt	0.30%	<	11.94%	Y
					S4b: 80th Percentile	1.05%	<	11.94%	Y
					S5b: Proj. System Cost Per Tap to MHI	1.08%	<	4.78%	Y
					S5b: 80th Percentile	1.63%	<	4.78%	Y

Based on 2018-2022 American Community Survey data, the Town met the requirements of a DAC, qualifying under scenario #1 by meeting the benchmarks for P1 and P2.

Due to its projected rates to MHI and MHV exceeding the 80th percentile, the Town qualifies for the lowest interest rate available (Category 2 DAC, 1.75%).

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must score three (3) points using the BIL Principal Forgiveness Eligibility Criteria outlined in the Intended Use Plans. The Water Authority scores six points as shown below.

BIL PF DETERMINATION				
	Benchmark		Borrower	Points
1. Five Year % Change in Population	0.71%	>	1.40%	0
2a: County Job Loss	0.00%	>	3.90%	0
2b: County Unemployment	5.38%	<	2.87%	
3: Median Household Income, or MHI exceeds 125% of state MHI (-1 point)	\$87,598	>	\$57,981	1
	\$109,498	<		
4: Rates to MHI	0.81%	<	1.14%	1
5: Project addresses removal of lead or emerging contaminants	Yes		No	0
6: % Minority	40.00%	<	4.89%	0
7: % Households Housing Burdened	50.00%	<	26.62%	0
8: % Population under 200% Poverty Level	40.00%	<	33.61%	0
9: % Population under 200% Poverty Level + % Population over 65 years old	55.00%	<	58.05%	1
10: Meets DAC criteria	Yes		Yes	3
Total Points Scored:				6

As a disadvantaged community, the Water Authority qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. Using an estimated principal forgiveness award of 64.155%, the Water Authority qualifies for approximately \$689,503 in principal forgiveness, leaving an estimated loan of \$385,237.

ECONOMIC ANALYSIS: The Water Authority has a 2022 population estimated at 93 and has not changed since 2018. Lincoln County has experienced a decrease of 0.48% in population since 2018. The state population increased at an average annual rate estimated 0.71%.

The community’s economy is typical of Eastern Plains agricultural communities without a historical railroad presence. The region’s economy is dominated by agriculture, government, retail, gasoline stations, and health services in addition to a significant portion of retirees.

The region’s largest employers consist of Lincoln Health Community Hospital, with 125 employees; Lincoln County, with 120 employees; Genoa-Hugo School District, with 42 employees; and Karval School District, with 16 employees.

Because the system is small, several users account for more than 3% utilization. These users include Karval School District RE-23, Lincoln County Shop, and several residents.

ORGANIZATIONAL ANALYSIS:

Bond Rating

The Water Authority’s debt has not been rated by Fitch, Moody’s, or Standard & Poor’s in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Water Authority does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Water Authority is a Water Authority governed by a five-member board of directors and was formed by an agreement between Lincoln and Crowley Counties under 29-2-204.2 C.R.S. in October 2023. The board of directors are appointed by the Lincoln County Board of County Commissioners. The Water Authority provides water service. Approximately 0.5 full-time employees staff the water utility. The water utility is overseen by the ORC who reports to the Water Authority Board.

- The Water Authority was formed in 2023, adopted a 2024 budget, and is in compliance with Colorado statutory budgeting requirements. All assets of the Karval Water Users Association will be owned by the Water Authority, with the exception of water rights. The water rights will be leased to the Water Authority.
- The Water Authority indicated that it will complete an audit for submission to the Office of the State Auditor by the June 30th deadline.
- The Water Authority maintains general liability insurance coverage through the Addison Insurance Company.
- There are currently no pending lawsuits against the Water Authority.
- There have been no recall elections in the last ten years.

Technical/Managerial/Financial (TMF)

The WQCD and DLG conducted a review of the Water Authority's technical, managerial and financial capacity to operate the water system. The review resulted in the following mandatory recommendations:

- Managerial Criterion #M-1: Legal Ownership of System. Ownership of the drinking water system appears unclear but we defer to WQCD's evaluation of this criterion.
- Financial Criterion #F-6: General Liability Insurance. While proof of insurance was provided for Karval Water Users, Inc, the Karval Water Authority is required to maintain general liability insurance.
- Financial Criterion #F-1 User Charge System. The Water Authority must be prepared to raise rates to meet the 110% coverage ratio requirement of the SRF loan.

Capital Improvement Plan

As part of the application process, the Water Authority submitted a capital improvement schedule through 2045, which anticipates capital outlay of \$65,000 for rehabilitation of filter media and replacement of pumps and motors to be funded from reserves.

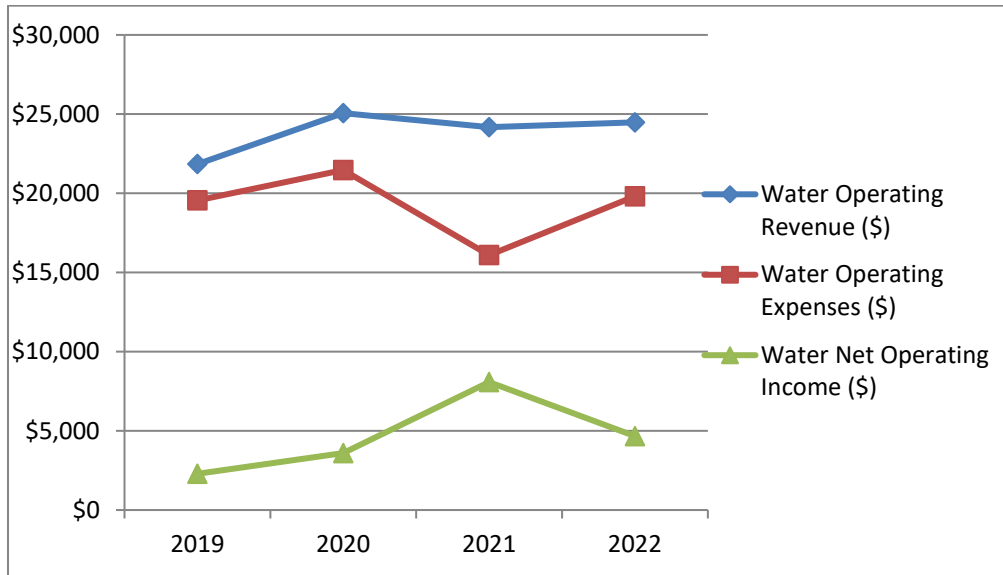
Intergovernmental

The Water Authority was formed by an agreement between Lincoln and Crowley Counties titled Karval Water Authority Establishing Contract which was executed on October 6, 2023. The agreement continues until terminated by a written resolution and unanimous vote of the Water Authority Board of Directors in favor of termination and ratification of such termination by the Commissioners of Lincoln and Crowley Counties. The agreement does not permit termination as long as the Water Authority has outstanding bonds, notes, or other obligations unless provision for full payment of such obligations has been made by the Board of Directors. In the event of termination, Lincoln and Crowley Counties will determine the conveyance of system assets.

REVENUE ANALYSIS:

The Water Authority provided limited financial information for the Karval Water Users, Inc. nonprofit corporation in the form of tax filings and income statements and bank reconciliation statements for years 2019 through 2022. The Water Authority indicated that the full revenues and expenses of Karval Water Users, Inc. will be transferred to the Water Authority. Revenues appear to be stable and sufficient to cover operating expenses. Operating expenses increased in 2020 but declined in 2021.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Monthly Water Rate (\$)		35.00	55.00	55.00	55.00	55.00	55.00
Residential Water Tap Fee (\$)		500	500	500	500	500	500
Total Water Revenue (\$)	15,214	21,843	25,061	24,174	24,476		
Tap/Development Fees (\$)	0	0	0	0	0		
Water Operating Revenue (\$)	15,214	21,843	25,061	24,174	24,476		
Water Operating Expenses (\$)	15,904	19,554	21,468	16,095	19,810		
Water Net Operating Income (\$)	-690	2,289	3,593	8,079	4,666		
Water Debt (\$)	11,796	9,206	6,616	4,962	3,308		
Total Debt (\$)	11,796	9,206	6,616	4,962	3,308		
Water Debt Service (\$)	0	2,590	1,654	1,654	1,654		
Water Debt Service/Tap/Month (\$)			3.73	3.73	3.63		
Water Fund Reserves (\$)	0	7,560	9,499	14,616	15,974		
Ratios	2018	2019	2020	2021	2022	Average	
Operating Revenue as % of Total Revenue	100%	100%	100%	100%	100%	100%	
Operating Revenue as % of Expenses	96%	112%	117%	150%	124%	126%	
Tap Fee Revenue as % of Total Revenue	0%	0%	0%	0%	0%	0%	



Recent Rate Increases

The Water Authority’s most recent rate increase of the usage rate from \$2.00 per 1,000 gallons for usage over 7,500 gallons to \$2.50 was implemented in September 2023.

User Charges

The Water Authority’s current monthly water rate is estimated at \$55.00 compared to the 2022 estimated state median of \$59.19. The Water Authority’s average monthly water rate is based on typical residential consumption of 3,215 gallons per month. Users pay a \$55.00 base rate up to 7,500 gallons and a volume charge of \$2.50 per 1,000 gallons for consumption over 7,500 gallons. All users pay the same water rates.

Contributed Capital

There has been no revenue from tap fees in the past five years.

- Water tap fees are \$500.

Current System Utilization		
	Usage	Revenue
Residential	90.2%	94.2%
Commercial (School)	9.8%	5.8%

Current Fee Summary	
Tap size	Water user/tap fees
¾"	\$55.00/\$500
¾"	\$55.00/\$500

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2019	Lincoln County	9/1/2024	N/A	\$3,309	0%	\$1,654

LOAN COVENANTS: The Water Authority will have to meet the Authority’s 110% rate covenant, 3-month operations and maintenance reserve fund covenant, and the 110% additional bonds test (if applicable) on an annual basis.

The Water Authority has no current debt with the Authority, including the SRF programs.

Prepared by: Victor Chen
Date: August 6, 2024

Project # 160291D-Q
Cost Categories:
Planning and Design Only (non-construction) 16%
Construction - Treatment 1%
Construction - Transmission and distribution 56%
Construction - Source 19%
Other 8%

April 14, 2024

DWRF Credit Report**Karval Water Authority, Lincoln County, CO**

Using most recent data available and assuming that all revenues and expenses of Karval Water Users, Inc. will become revenues and expenses of the Water Authority.
(Census, audits, local records)

Estimated Population - 2022	95
Number of Water Taps/Customers - 2022	38
Estimated Total Assessed Valuation (in thousands) - 2024	\$1,179
Estimated Actual Value of All Real Property (in thousands) - 2024	\$6,169
Median Household Income (MHI) - 2022	\$57,981
Monthly Water Rate - 2022	\$55.00
Water Operating Revenue - 2022	\$24,476
Water Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$24,476
Water Tap and System Development Fee Revenue - 2022	\$0
Water Operating Expense - 2022	\$19,810
Water Current Expense - 2022	\$21,464
Water Debt - 2022	\$3,308
Total Debt - 2022	\$3,308
Water Fund Reserves - 2022	\$15,974
Water Debt Service - 2022	\$1,654
New Water Debt [Requested DWRF loan amount.]	\$385,237
Requested DWRF Loan Term	30
Requested DWRF Loan Interest Rate	1.75%
New Loan's Annual Water Debt Service (two payments annually)	\$16,560

Current Indicators (2022)				
Karval Water Authority and Karval Water Users, Inc.				
(Water Only)				
1 Total Debt	\$3,308	÷ Population	95	= \$35
New Debt	\$385,237	÷ Population	95	= \$4,055
Total Debt + New Debt	\$388,545	÷ Population	95	= \$4,090
2 Total Debt	\$3,308	÷ Number of Taps	38	= \$87
New Debt	\$385,237	÷ Number of Taps	38	= \$10,138
Total Debt + New Debt	\$388,545	÷ Number of Taps	38	= \$10,225
3 Total Debt	\$3,308	÷ Assessed Value	\$1,179	= 280.58%
New Debt	\$385,237	÷ Assessed Value	\$1,179	= 32674.89%
Total Debt + New Debt	\$388,545	÷ Assessed Value	\$1,179	= 32955.47%
4 Total Debt	\$3,308	÷ Actual Value	\$6,169	= 53.62%
New Debt	\$385,237	÷ Actual Value	\$6,169	= 6244.72%
Total Debt + New Debt	\$388,545	÷ Actual Value	\$6,169	= 6298.35%
5 Current Water Debt	\$3,308	÷ Number of Taps	38	= \$87
(Current Water Debt + New Water Debt) / Number of Taps	\$10,225	÷ MHI	\$57,981	= 17.63%
6 Current Ratio (CA / CL)				
Current Assets	\$60,149	÷ Current Liabilities	\$44,175	= 136%
7 Reserve/Expense Ratio				
Reserves	\$15,974	÷ Current Expenses	\$21,464	= 74%
8 Operating Ratio (OR / OE)				
Operating Revenues	\$24,476	÷ Operating Expenses	\$19,810	= 124%
9 Coverage Ratio [(TR - OE) / DS]				
Total Revenues	\$24,476	-		
Minus Operating Expenses	<u>\$19,810</u>			
=	\$4,666	÷ Current Debt Service	\$1,654	= 282%
Coverage Ratio Excluding Tap and				
10 Development Fee Revenue	\$4,666			
Minus Tap and Development Fee Revenue	<u>\$0</u>			
=	\$4,666	÷ Current Debt Service	\$1,654	= 282%
11 Projected Coverage Ratio				
Total Revenues	\$24,476			
Minus Operating Expenses	<u>\$19,810</u>			
=	\$4,666	Total Debt Service (with new loan)	\$18,214	= 26%
Projected Coverage Excluding Tap and				
12 Development Fee Revenue	\$4,666			
Minus Tap and Development Fee Revenue	<u>\$0</u>			
=	\$4,666	÷ Total Debt Service (with new loan)	\$18,214	= 26%
13 Current Debt Service	\$1,654	÷ Number of Taps	38	= \$43.53
Annual New Water Debt Service	\$16,560	÷ Number of Taps	38	= \$435.80
2022 Annual Water Rate (Monthly Rate				
14 x 12)	\$660.00	÷ MHI	\$57,981	= 1.14%
2022 Annual Water Rate + New Annual Debt Service Per Tap	\$1,095.80	÷ MHI	\$57,981	= 1.89%
15 Current 2022 Monthly User Charge				\$55.00
(Debt Service on DWRF Loan / 2022 Taps / Month)				<u>\$36.32</u>
Total				\$91.32
16 Operation and Maintenance Reserve				
Reserves	\$15,974	÷ Operating Expenses	\$19,810	= 81%



Principal Forgiveness and Priority Point Scoring

Applicant: Karval Water Authority
 DWRP or WPCR: DWRP

Is applicant receiving funds from BASE program, BIL program, or BOTH? BIL program

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes

Eligible BIL principal forgiveness percentage: 64.155%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$689,503

Base DWRP Principal Forgiveness Scoring

DWRP

Water Quality & Public Health + CPDWR Compliance:	30
DOLA Affordability Score:	155
Total Score	185

Eligible as a base program DAC? Yes

Eligible base program DWRP principal forgiveness percentage: 80%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$0

2024 IUP DWRP Priority Point Calculations

Entity Name:	Karval
Date of Scoring	7/31/2024
SRF Phase:	Loan app
DOLA Score:	155
DAC:	DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

		Points	Entity Value	
P1	MHI		\$57,981	66%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected water rate at 110%/tap/MHI)		4.78%	
	Rates are > 1.63%	45		
	Rates are between 1.08% and 1.63%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected water debt per tap compared to MHV		11.94%	
	Debt is > 1.05%	45		
	Debt is between 0.30% and 1.05%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		93	
	Less than 500	35		
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		31,855	
	AV per household is < \$11,959	35		
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-25

**A RESOLUTION FOR APPROVAL OF A DRINKING WATER DIRECT LOAN TO
THE KARVAL WATER AUTHORITY AND EXECUTION OF A LOAN
AGREEMENT AND OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Drinking Water Revolving Fund from the Karval Water Authority (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Drinking Water Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Drinking Water Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Drinking Water Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Karval Water Authority in an amount not to exceed \$1,074,740 (*\$385,237 of BIL General Supplemental loan to be re-paid, plus *\$689,503 of BIL General Supplemental PF direct loan, for a total of \$1,074,740 DWRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-25 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Karval Water Authority
Project:	The Water Authority will be drilling a second well, replacing distribution piping, looping the distribution system, installing new gate valves, replacing meters, installing a new backup generator, replacing a fire hydrant, performing rehabilitation on the nitrate treatment control valves and replacing the hydropneumatic tanks in existing treatment plant.
Pledge:	Water System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	1.75%
Amount not to exceed:	\$1,074,740 (*\$385,237 of BIL General Supplemental loan to be repaid, plus *\$689,503 of BIL General Supplemental PF direct loan, for a total of \$1,074,740 DWRF loan funds)

Subject to the following terms & conditions:

1. Meet all mandatory TMF requirements.
2. The Applicant increasing user rates, if necessary, sufficiently to meet the Authority's rate covenant prior to loan execution.
3. CWRPDA counsel's review of final water lease agreement between the Karval Water Users Association and the Karval Water Authority.
4. Karval Water Authority and Karval Users Association recording the water lease agreement.
5. CWRPDA counsel's review of the Association's water rights decree.
6. Karval Water Authority counsel's review and opinion that the Karval Water Users Association followed all charter/bylaws/association rules when transferring the water assets from the Association to the Karval Water Authority.

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.



COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

The Amp - Suite 820, 1580 NLogan Street, Denver, Colorado 80203-1942
303/830-1550 · Fax 303/832-8205 · info@cwprda.com

MEMORANDUM

August 21, 2024

TO: Board of Directors and Karl Ohlsen

FROM: Jim Griffiths, Finance Director
Wes Williams, Assistant Finance Director

RE: Drinking Water Revolving Fund (“DWRF”) and
Water Pollution Control Revolving Fund (“WPCRF”) –
2025 Intended Use Plans (“IUPs”) – Recommended Changes

The U.S. Environmental Protection Agency requires each state to prepare DWRF and WPCRF IUPs each year. The IUPs detail DWRF and WPCRF program operations and administration. Staff are preparing the 2025 IUPs for approval by the Water Quality Control Commission in October 2024.

Staff recommends the following changes to the 2025 IUPs:

- **Change** - Include language in the IUPs allowing the Authority Board of Directors, at their discretion, to allocate Bipartisan Infrastructure Law (“BIL”) principal forgiveness to be used for Design and Engineering (“D&E”) Grants. **Reason** - D&E Grants are provided to Disadvantaged Communities and have historically been funded from the base DWRF and WPCRF capitalization grants. The base DWRF and WPCRF have been reduced by Congressionally Directed Spending and in the future, it may be beneficial to be able to fund the D&Es from both base and BIL capitalization grants (out of the principal forgiveness portion). This language provides for future flexibility.
- **Change** - When providing D&E grants, give priority to Disadvantaged Communities with populations of 5,000 or less. Disadvantaged Communities with populations of 10,000 to 5,001 will remain eligible but will be lower in priority. **Reason** - D&E Grants are in high demand, and smaller communities often struggle to fund front-end costs such as project design and engineering.
- **Change** – Improvements to the project priority system. These improvements were previously approved by the Authority Board. **Reason** – The improvements will help get limited funds to the highest priority projects.

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-01

**A RESOLUTION PROVIDING FOR APPROVAL OF RECEIPT TERMS FOR USE OF
STATE MATCH FUNDS FOR BIL PROGRAM WATER POLLUTION CONTROL
REVOLVING FUND AND DRINKING WATER REVOLVING FUND**

WHEREAS the federal government has created the U.S. Environmental Protection Agency's Water Pollution Control Revolving Fund and Drinking Water Revolving Fund Bipartisan Infrastructure Law ("BIL") Funding Program (also known as the Infrastructure Investment and Jobs Act ("IIJA"));

WHEREAS the BIL Funding Program requires that for certain federal funds provided under the BIL Funding Program in federal fiscal years 2024 and 2025, any state requesting such funds shall deposit in its state loan fund from state moneys an amount equal to at least twenty percent (20%) of that portion of the grant to be requested by and provided to the State under the BIL Funding Program requiring state matching funds;

WHEREAS the State of Colorado (the "State"), by and through the Colorado Department of Public Health and Environment ("Public Health") and the Colorado Water Resources and Power Development Authority (the "Authority"), will request approximately \$172,000,000 under the BIL Funding Program for the years 2024 and 2025, a portion of which requires commitment of 20 percent state matching funds, in an amount of approximately \$25,000,000;

WHEREAS Public Health has state matching funding (the "State Matching Funds") available through Senate Bill 23-238 for use in meeting the state match requirement of the BIL Funding Program, for the purposes of applying for and subsequent implementation of the BIL Program Funding for the State's Water Pollution Control Revolving Fund ("WPCRF") and Drinking Water Revolving Fund ("DWRF") (and jointly, the "State Revolving Funds" or "SRFs");

WHEREAS use of the State Matching Funds is dependent upon successful receipt of federal funds as part of the BIL Funding Program;

WHEREAS the Authority has been created and designated by the Colorado State Legislature under C.R.S. § 37-95-101, et seq., as the entity charged with administering the State's WPCRF and DWRF;

WHEREAS the Authority has and maintains a SRF state match holding account, wherein it deposits state match funds required for participation in the SRF programs; and

WHEREAS Public Health desires to convey to the Authority, and the Authority desires to accept for deposit in its SRF state match holding fund, the State Matching Funds for its use in seeking and administering Program Funding under the BIL Funding Program subject to the requirements of the BIL, C.R.S. §25-1.5-208, C.R.S. § 37-95-101, et seq., other applicable statutes and requirements, and the terms of this Resolution;


NOW THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority that:

A. The Authority will accept from Public Health for deposit in its SRF state match holding fund an amount not to exceed \$20,000,000 as the State Matching Funds, to be used by the Authority to meet the state match requirements under the IJA Funding Program. In accepting the State Matching Funds, the Authority agrees as follows:

1. The State Matching Funds will be used for eligible uses as enumerated in C.R.S. 25-1.5-208 and Senate Bill 23-238.
2. The State Matching Funds will be used to support applications for federal funds through the BIL Funding Program.
3. The Authority's use of the State Matching Funds is dependent upon the successful receipt of federal funds as part of the BIL Funding Program.
4. The Authority will cooperate with Public Health to submit any required documentation and materials setting forth the specific uses, budget, and timeline for spending the State Matching Funds.
5. The Authority will work with Public Health to ensure that the State Matching Funds, in combination with the federal funds received under the BIL Funding Program, are used for eligible projects, as defined in the BIL Funding Program.
6. The Authority will cooperate with Public Health to provide any information needed for reporting related to implementation and compliance.
7. The Authority will keep and maintain records sufficient and adequate to satisfy the reporting requirements of the BIL Funding Program and shall coordinate with Public Health to ensure such records are provided or available as required by the BIL Funding Program.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-01 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Aurora, Colorado on February 1, 2024.



Chair



Secretary

ATTEST

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-26

**APPROVING AND RATIFYING THE DRINKING WATER REVOLVING FUND
CAPITALIZATION GRANT AWARD FOR FISCAL YEAR 2024 BETWEEN THE
COLORADO WATER RESOURCES AND POWER DEVELOPMENT AUTHORITY AND
THE ENVIRONMENTAL PROTECTION AGENCY AND PROVIDING FOR THE
COMMITMENT AND DEPOSIT OF FUNDS TO COMPRISE THE STATE MATCH**

WHEREAS, Title I of the Safe Drinking Water Act Amendments of 1996 (the "Act") established a system to provide funding assistance for improvements to drinking water systems, in the form of state revolving funds that are capitalized by federal grants and by state matching funds, and used to provide loans and other financial assistance for eligible projects; and

WHEREAS, C.R.S. §37-95-107.8 established the Drinking Water Revolving Fund administered by the Colorado Water Resources and Power Development Authority ("Authority") in accordance with and for the purposes set forth in Title I of the Act; and

WHEREAS, C.R.S. §37-95-107.8 authorizes the Authority on behalf of the State with the written approval of the Colorado Department of Public Health and Environment to enter into such agreements with the United States as may be necessary to comply with the provisions of the Act and as otherwise may be required to provide for the capitalization of the Drinking Water Revolving Fund from federal grant money; and

WHEREAS, the United States Environmental Protection Agency ("EPA") and the Authority have negotiated an Operating Agreement for operation of the Drinking Water Revolving Fund, and the EPA, pursuant to said Operating Agreement, and in accordance with all conditions set forth therein, proposes to award a capitalization grant to the Authority, on behalf of the State, in an amount to be finally determined, but not to exceed \$10,000,000 for Fiscal Year 2024 for capitalization of the Drinking Water Revolving Fund, on the condition that the Authority deposits state matching funds comprising up to 20% of the federal capitalization amount as required by 40 CFR 3550(g)(2) (the "State Match"), into a State Match Account for the revolving fund;

NOW, THEREFORE, BE IT RESOLVED:

1. Subject to receipt of written approval of the Colorado Department of Public Health and Environment, the Board of Directors of the Colorado Water Resources and Power Development Authority, on behalf of the State of Colorado, approves and ratifies the Fiscal Year 2024 Capitalization Grant between the Authority and the United States Environmental Protection Agency in the amount to be finally determined, but not to exceed \$10,000,000 for capitalization of the Drinking Water Revolving Fund; and further directs, confirms, and approves the execution of said Capitalization Grant by the Executive Director on behalf of the Authority upon receipt of a letter from the Colorado Department of Public Health and Environment approving the 2024 Capitalization Grant Award.

2. In accordance with Resolution No. 04-34, at such time as the Executive Director has executed the Capitalization Grant, the Authority shall deposit into the Drinking Water Revolving Fund State Match Account the required State Match of up to 20% of the 2024 Fiscal Year Capitalization Grant.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-26 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

ATTEST

DWRF SET ASIDE UPDATE
August 1, 2024

Program	Grant Year	Grant Amount	Funds Remaining	% Complete
Admin	1997-2022 Base	\$ 17,421,704	\$ 0	100%
	2022 BIL Supplemental	\$ 1,422,000	\$ 15,530	99%
	2022 BIL Emerging Contaminants	\$ 597,080	\$ 147,369	75%
	2022 BIL Lead	\$ 2,166,450	\$ 1,885,482	13%
	2023 BIL Supplemental	\$ 1,475,360	\$ 1,475,360	0%
	2023 BIL Emerging Contaminants	\$ 535,360	\$ 535,360	0%
	2023 BIL Lead	\$ 1,304,000	\$ 1,304,000	0%
Totals		\$ 24,921,954	\$ 5,363,101	78%
SSTTA	1997-2020 Base	\$ 7,717,700	\$ 0	100%
	2021 Base	\$ 434,700	\$ 105,706	76%
	2022 Base	\$ 276,920	\$ 276,920	0%
	2022 BIL Supplemental	\$ 156,420	\$ 156,420	0%
	2023 BIL Supplemental	\$ 737,680	\$ 737,680	0%
	Totals		\$ 9,323,420	\$ 1,276,726
PWSS	2000-2022 Base	\$ 31,718,828	\$ 0	100%
	2022 BIL Supplemental	\$ 782,100	\$ 0	100%
	2022 BIL Lead	\$ 2,100,000	\$ 1,249,733	40%
	2023 BIL Supplemental	\$ 2,600,000	\$ 2,220,042	15%
	2023 BIL Lead	\$ 3,260,000	\$ 3,260,000	0%
	2023 BIL Emerging Contaminants	\$ 1,000,000	\$ 1,000,000	0%
Totals		\$ 41,460,928	\$ 7,729,775	81%
Cap. Development	1997-2021 Base	\$ 34,108,980	\$ 0	100%
	2022 Base	\$ 1,384,600	\$ 698,723	50%
	2022 BIL Supplemental	\$ 782,100	\$ 198,303	75%
	2023 BIL Supplemental	\$ 2,600,000	\$ 2,600,000	0%
Totals		\$ 38,875,680	\$ 3,497,025	91%
Well Head	1997-2020 Base	\$ 16,241,366	\$ 0	100%
	2021 Base	\$ 1,086,750	\$ 426,137	61%
	2022 Base	\$ 692,300	\$ 692,300	0%
	2022 BIL Supplemental	\$ 391,050	\$ 339,429	13%
	2023 BIL Supplemental	\$ 1,300,000	\$ 1,300,000	0%
Totals		\$ 19,711,466	\$ 2,757,866	86%

Note: All set asides issued in 2014 and later are required to be spent within 3 years from the grant "date of award".



COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

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MEMORANDUM

August 16, 2024

TO: Project Finance Committee and Karl Ohlsen

FROM: Jim Griffiths, Finance Director
Austin Reichel, Financial Analyst II
Giorgi Gazashvili, Financial Analyst I

RE: Review of the Town of Sedgwick and Town of Manzanola
Water Pollution Control Revolving Fund ("WPCRF")

The Division of Local Government has forwarded to the WPCRF Committee its analyses of the above-listed projects. The WPCRF Committee, composed of representatives from the Division of Local Government, the Water Quality Control Division, and the Authority, has reviewed the technical and financial aspects of the proposed projects and agreed to forward the requests to the Authority's Project Finance Committee with the following recommendations:

Town of Sedgwick

The Town of Sedgwick (the "Town"), located in Sedgwick County, is seeking a Base and Bipartisan Infrastructure Law ("BIL") General Supplemental Disadvantaged Communities ("DAC") direct loan through the WPCRF loan program in the total amount of \$2,700,065 (comprised of a *\$781,698 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL Principal Forgiveness ("PF") loan). The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility ("WWTF") replacing the existing discharging lagoon WWTF. The Town's project was authorized by SJR 20-003.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating a WPCRF Base and BIL General Supplemental DAC direct loan with the Town in the total amount of \$2,700,065 (comprised of a *\$781,698 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the Authority's rate covenant prior to loan execution. The Board will consider this request on August 21, 2024.

Town of Manzanola

The Town of Manzanola (the "Town"), located in Otero County, is seeking a Base and BIL General Supplemental DAC direct loan through the WPCRF loan program in the total amount of \$2,728,225 (comprised of a *\$809,858 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL PF loan). The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility. The Town's project was authorized by SJR 08-003.

Recommendation

Based on the attached credit report, staff recommends that the Project Finance Committee forward to the Board a recommendation authorizing staff to begin negotiating a WPCRF Base and BIL General Supplemental DAC direct loan with the Town in the total amount of \$2,728,225 (comprised of a *\$809,858 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the Authority's rate covenant prior to loan execution. The Board will consider this request on August 21, 2024.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount may be different at the time of loan execution. While no significant differences are anticipated, any significant differences needed to comply with the proportional allocation requirements of the BIL will be discussed with the Finance Director and Executive Director to determine if additional Authority Board approval is needed.

Note: A Zoom conference call has been scheduled for **Friday, 9:00 a.m. August 16, 2024**. The link to join via online is: <https://us06web.zoom.us/j/82013794734?pwd=6iv4TNy3AUasx2PrMzwuOMga4n8UQ8.1>. If you prefer to dial in, the call-in number is: **1-669-900-6833**, and the Meeting ID is **820 1379 4734**. The passcode is: **026624**.

Attachment: Town of Sedgwick 2024 WPCRF Credit Report
Town of Manzanola 2024 WPCRF Credit Report

WPCRF LOAN CREDIT REPORT
Town of Sedgwick (“The Town”), Sedgwick County

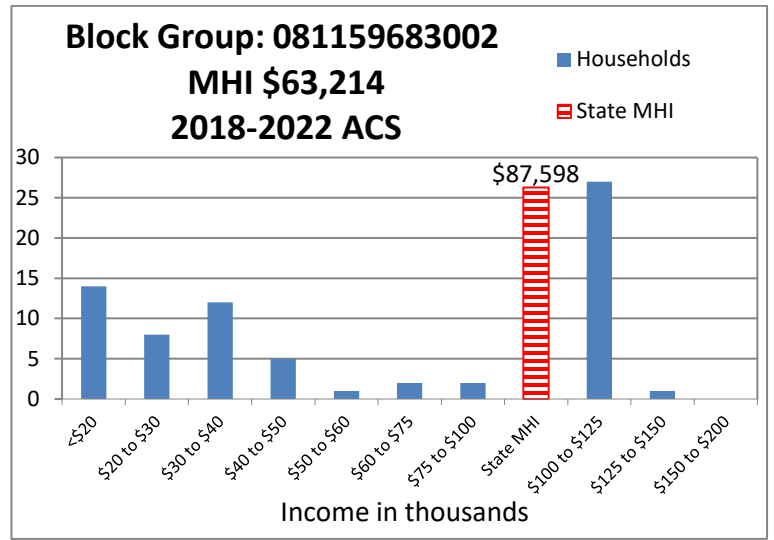
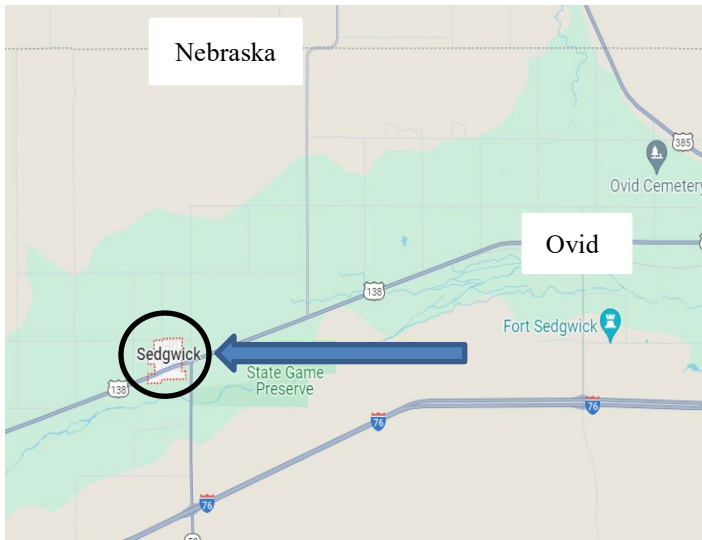
Recommendation:	CONDITIONAL APPROVAL	Project Budget	
Total Request:	\$2,700,065	WPCRF Base Loan:	\$781,698
Total Est. Annual Debt Service:	\$73,082	WPCRF BIL Principal Forgiveness:	\$1,000,000
Interest Rate & Term:	1.75%, 30 years	WPCRF BIL Loan:	\$918,367
Direct Loan:	\$781,698	2024 D&E Grant:	\$300,000
BIL Loan:	\$918,367	2023 EIAF:	\$1,000,000
Pledge:	Water and Sewer System Revenue	2023 WQIF:	\$232,965
Current Rate:	\$35.35	Total	\$4,233,030
Estimated Rate Increase:	\$53.16		

PROJECT DESCRIPTION: The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility (WWTF) replacing the existing discharging lagoon WWTF.

COMMUNITY PROFILE:

Town of Sedgwick	2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
Town of Sedgwick Population	175	172	171	167	165			-1.46%
Sedgwick County Population	2,401	2,405	2,391	2,330	2,297			-1.10%
Sedgwick County Jobs	1,228	1,296	1,288	1,282	1,226			-0.04%
Number of Sewer Taps	99	109	111	111	107	105	107	-0.91%
Number of Water Taps		114	120	119	119	114	116	-0.84%
Assessed Value (\$000)		590	690	721	1,025	1,000	763	2.55%
Actual Value (\$000)		3,528	4,607	4,816	6,705	6,790	3,945	-3.80%

BORROWER BRIEF: The Town is located in Sedgwick County, in the northeastern corner of the state, approximately 6 miles south of the Nebraska state border.



RECOMMENDATION: The Town serves a small rural community near the Nebraska border in Sedgwick County. This proposed loan is necessary for the construction of an evaporative lagoon system that will allow for the system not to require a discharge permit for the two unlined existing lagoon cells which are seeping into the ground at an unacceptable rate. The Town is small, and indicators show that the proposed debt will be high relative to the size of the community. However, the Town is prepared to increase rates to meet the Authority’s 110% debt service rate covenant. We, therefore, recommend the WPCRF Committee approve a \$781,698 Disadvantaged Community direct loan, a \$918,367 WPCRF BIL loan, and \$1,000,000 in WPCRF BIL principal forgiveness, under the condition that the Town increases their rates to meet the Authority’s 110% coverage ratio loan requirement.

PROJECT SUMMARY:

System summary: The Town is located in Sedgwick County, Colorado. The wastewater collection system serves approximately 165 individuals. The wastewater is conveyed through a gravity-fed collection system to a lift station on the east side of town. The lift station then pumps collected wastewater through a force main to two lagoons. These lagoons serve as the Town's WWTF. The eastern-most lagoon was originally constructed to discharge to a borrow ditch that leads to the South Platte River. The west lagoon is known to be operational, and no discharge has ever been observed from the WWTF and is believed to be seeping into the ground.

Reason/need: It was determined in the preparation of the preliminary engineering report that the two unlined existing lagoon cells are seeping into the ground at an unacceptable rate. The existing WWTF does not have a Colorado Discharge Permit System (CDPS) permit and is therefore discharging without a permit. The construction of an evaporative lagoon system will not require a discharge permit.

System Compliance: The Town is currently an unpermitted lagoon system that is believed to be seeping into the groundwater. The project is intended to return the system to compliance.

Project Delivery Method: Design/Bid/Build

Contingency: 7.8% of the total project cost is included as contingency and 10% of the construction cost is included as contingency.

CURRENT INDICATORS:	2020	2021	2022	Weak	Average	Strong
Total Debt per Capita (\$):	1,266	1,213	1,143	___ >\$2,000	X \$1,000 - 2,000	___ <\$1,000
Total + New Debt/Capita (\$):			17,507	X >\$2,000	___ \$1,000 - 2,000	___ <\$1,000
Total Debt/Tap (\$):	1,950	1,824	1,762	___ >\$5,000	___ \$2,500-5,000	X <\$2,500
Total Debt + New Debt/Tap (\$):			26,996	X >\$5,000	___ \$2,500-5,000	___ <\$2,500
Current W&S Debt/Tap (\$):	1,950	1,824	1,762	___ >\$2,000	X \$1,000 - 2,000	___ <\$1,000
Current W&S + New W&S Debt/Tap (\$):			26,996	X >\$2,000	___ \$1,000 - 2,000	___ <\$1,000
Total Debt/Assessed Value:	31%	28%	18%	___ >50%	___ 25-50%	X <25%
Total Debt + New W&S Debt/Assessed Value:			281%	X >50%	___ 25-50%	___ <25%
Total Debt/Actual Value:	4.70%	4.21%	2.81%	___ >10%	___ 5-10%	X <5%
Total Debt + New W&S Debt/Actual Value:			43%	X >10%	___ 5-10%	___ <5%
Curr. W&S Debt + New Debt/Tap/MHI:			58%	X >20%	___ 10-20%	___ <10%
W&S Fund Current Ratio (CA/CL):	139%	151%	1,822%	___ <100%	___ 100-200%	X >200%
W&S Fund Reserves/Current Expense:	52%	409%	392%	___ <50%	___ 50-100%	X >100%
W&S Operating Ratio (OR/OE):	52%	131%	116%	___ <100%	X 100-120%	___ >120%
Coverage Ratio (TR-OE)/DS:	-447%	181%	105%	X <110%	___ 110-125%	___ >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	-447%	181%	105%	X <110%	___ 110-125%	___ >125%
Coverage Ratio with New Loan:			17%	X <110%	___ 110-125%	___ >125%
Coverage Ratio with New Loan Excluding Tap Fees:			17%	X <110%	___ 110-125%	___ >125%
Current Annual W&S Rates/MHI:			0.66%	___ >3.0%	___ 1.5-3.0%	X <1.5%
Current W&S Rates + New W&S Debt Service/MHI:			2.15%	___ >3.0%	X 1.5-3.0%	___ <1.5%
Operation and Maintenance Reserve:			455%	___ <25%	___ 25-50%	X >50%
			Total:	10	4	7

FINANCIAL ANALYSIS: Out of the twenty-one current indicators calculated, seven are rated as strong, four are average, and ten are considered weak. Overall, the indicators show that taking the requested loan may significantly burden the community. The strong indicators indicate a system in which the current debt service has not caused a substantial economic burden to the community. In contrast, the weak indicators indicate a system where the estimated debt service will cause a financial burden.

- Based on the 2022 financial information, the coverage ratio is 105% with the current debt service, and with the new estimated loan, it decreases to 17%. Additional annual revenue of approximately \$81,098, or \$63.16 per tap per month, is projected to be needed to meet the 110% debt coverage ratio requirement. The Town increased rates in 2023 by \$10, decreasing the estimated monthly increase per tap per month to \$53.16.
- Without principal forgiveness, the coverage ratio stands at 11%. Taking into account the \$10 rate increase in 2023, an additional annual revenue of approximately \$128,385, or \$89.99 per tap per month, would be needed to increase the coverage ratio to 110%.
- The number of taps has fluctuated over the last five years due to inactive taps becoming active and vice versa. No new development has occurred.
- The Town has a current population of 165. The proposed rate affordability relative to the number of taps to MHI is 38.49%, illustrating the debt burden on the community.
- The Town has a strong operations and maintenance reserve of 455% based on their 2022 financials.

Additional Project Financing

The Town was awarded a \$1,000,000 DOLA Energy Mineral and Impact Assistance Fund (EIAF) grant on July 21st, 2023; a \$300,000 WPCRF Disadvantaged Communities Loan Program Design and Engineering grant (D&E) on April 29th, 2024; and a \$232,935 CDPHE Water Quality Improvement Fund (WQIF) grant in 2023.

DESCRIPTION OF THE LOAN:

An estimated \$781,698 WPCRF base loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$33,603 in debt service annually. An estimated \$918,367 WPCRF BIL loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$39,479 for a total debt service of \$73,082. The Town also qualifies for \$1,000,000 in BIL principal forgiveness.

Disadvantaged Community:

In order to qualify as a disadvantaged community (DAC), an applicant must meet one (1) of three (3) scenarios.

1. Meets benchmarks for P1, and either P2 or P3
2. Meets benchmarks for P1, not for P2 or P3, and meets two or more secondary factors
3. P1 is unreliable. Meets benchmarks for P2 and P3, and two or more secondary factors

	Benchmark		Borrower	Met?		Benchmark		Borrower	Met?
P1: MHI	\$70,078	>=	\$63,214	Yes	S1: County MHI	\$70,078	>=	\$45,855	Yes
P2: MHV	\$465,900	>=	\$117,500	Yes	S2: Population Loss	0.00%	>=	-1.79%	Yes
P3: County Unemployment	5.38%	<=	2.99%	No	S3: Assessed Value per Housing unit	\$24,963	>=	\$7,556	Yes
County Job Change	0.00%	>=	-4.52%	Yes	S4b: Curr. and Proj. System Debt	0.67%	<	18.07%	Yes
					S4b: 80th Percentile	2.15%	<	18.07%	Yes
					S5b: Proj. System Cost Per Tap to MHI	1.94%	<	3.55%	No
					S5b: 80th Percentile	2.90%	<	3.55%	Yes

Based on 2018-2022 American Community Survey data, the Town met the requirements of a DAC, qualifying under scenario #1.

Due to its projected rates to MHI and MHV exceeding the 80th percentile, the Town qualifies for the lowest interest rate available (Category 2 DAC, 1.75%).

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must qualify as a DAC. The Town meets the DAC scenario described above.

The Town qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with a principal forgiveness funding package. The Town qualifies for approximately \$1,000,000 in principal forgiveness, which is the current maximum for BIL WPCRF supplemental principal forgiveness.

ECONOMIC ANALYSIS: The Town has a 2022 population estimated at 165 and has decreased at an average annual rate of -1.46% since 2018. Sedgwick County has experienced a decrease of -1.10% since 2018. The state population increased at an average annual rate estimated at 0.71%.

The region's economy is dominated by agriculture (30.10% of county jobs), government, retail trade, and accommodation and food services. The Town's largest employers are Nature Herbs & Wellness of Sedgwick (25 employees), High Plainz Strains (Dispensary) and Grow (25 employees), and Peak North Holdings Group, LLC (15 employees).

ORGANIZATIONAL ANALYSIS:

Bond Rating

The Town's debt has not been rated by Fitch, Moody's, or Standard & Poor's in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Town does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Town is a statutory town governed by a mayor form of government and was incorporated in 1918. The Town provides services including water and wastewater services, public works services, and parks and recreation services. Approximately 2 full-time employees staff the sewer utility. The sewer utility is overseen a contracted ORC who reports to the Mayor.

- The Town has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The Town maintains general liability insurance coverage through CIRSA.
- There are currently no pending lawsuits against the Town.
- There have been no recall elections in the last ten years.

Capital Improvement Plan

As part of the application process, the Town submitted a capital improvement schedule through 2045, which anticipates capital outlay of \$2,200,000 for the wastewater system, including water system improvements, sanitary sewer repair, and replacements. The Town plans to pay for additional capital improvements through reserves.

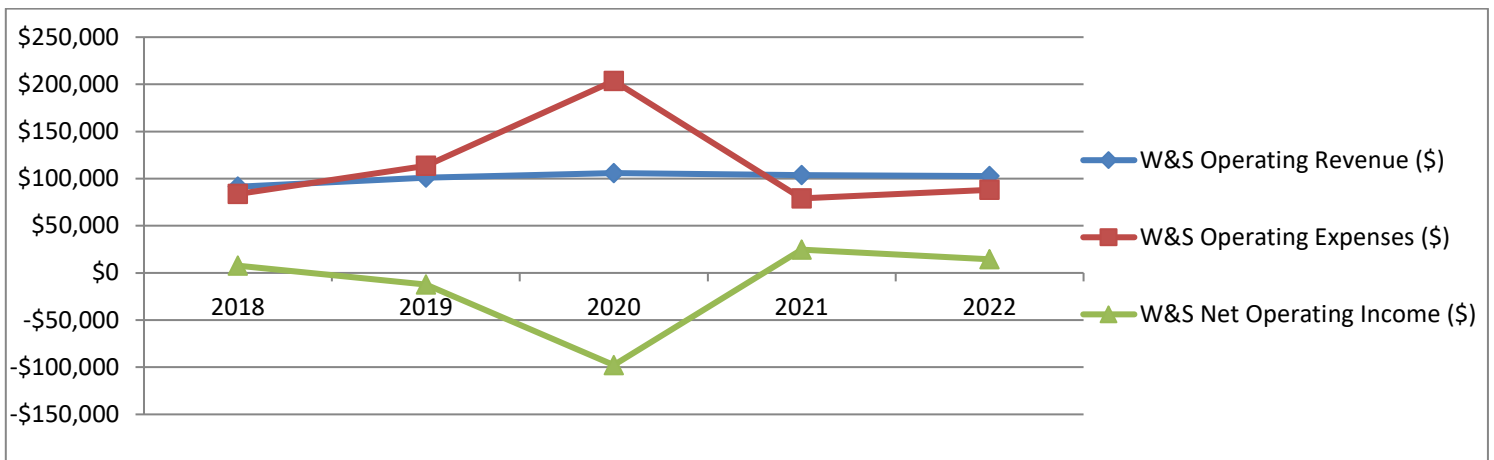
REVENUE ANALYSIS:

The Town suffered a water main break in December 2019, which led to a spike in operating expenses and a decrease in operating income for 2020. Operating revenues covered operating expenses in 2021 and 2022.

- In 2021, the fund reserves increased by 235% as a result of the Town withdrawing an investment return of \$230,016 from ColoTrust.

TRENDS	2018	2019	2020	2021	2022	2023	2024
Monthly Sewer Rate (\$)	27.25	25.35	25.35	25.35	25.35	35.35	35.35
Monthly Water Rate (\$)		46.91	57.57	56.58	57.26	51.03	45.57
Residential Sewer Tap Fee (\$)	0	0	0	0	0	0	0
Residential Water Tap Fee (\$)	0	0	0	0	0	0	0
Total W&S Revenue (\$)	92,432	132,926	141,135	104,311	102,809		
W&S Tap/Development Fees (\$)	0	0	0	0	0		
W&S Operating Revenue (\$)	91,416	101,149	105,876	103,748	102,609		
W&S Operating Expenses (\$)	83,806	113,545	203,599	79,060	88,153		
W&S Net Operating Income (\$)	7,610	-12,396	-97,723	24,688	14,456		
W&S Debt (\$)	244,417	230,450	216,483	202,517	188,550		
Total Debt (\$)	244,417	230,450	216,483	202,517	188,550		
W&S Debt Service (\$)	13,967	13,967	13,967	13,967	13,967		
W&S Debt Service/Tap/Month (\$)	\$11.76	\$10.68	\$10.49	\$10.49	\$10.88		
W&S Fund Reserves (\$)	162,669	166,577	113,402	380,290	400,744		

Ratios	2018	2019	2020	2021	2022	Average
Operating Revenue as % of Total Revenue	99%	76%	75%	99%	100%	90%
Operating Revenue as % of Expenses	109%	89%	52%	131%	116%	100%
Tap Fee Revenue as % of Total Revenue	0%	0%	0%	0%	0%	0%



Recent Rate Increases

The Town's most recent rate increase of \$10 was implemented on July 1st, 2023.

User Charges & System Utilization

The Town's current monthly sewer rate is estimated at \$35.35 compared to the 2022 estimated state median of \$41.23. Almost all sewer users pay the same rate.

The Town's current estimated average monthly residential water rate is \$57.26 compared to the 2022 estimated state median of \$59.19. The Town's average monthly water rate is based on typical residential consumption of 8,500 gallons per month. Residential users pay a \$45.57 base rate up to 5,000 gallons and a volume charge of \$1.03 per 1,000 gallons for consumption from 5,001 to 10,000 gallons, a volume charge of \$1.55 per 1,000 for consumption from 10,001 to 25,000 gallons, a volume charge of \$2.06 per 1,000 for consumption from 25,001 to 50,000 gallons, a volume charge of \$3.09 per 1,000 for consumption from 50,001 to 75,000 gallons, a volume charge of \$5.15 per 1,000 for consumption from 75,001 to 100,000 gallons, and a volume charge of \$15.45 per 1,000 for consumption from 100,001 and over.

Contributed Capital

The Town has not collected any revenue from tap fees due to no new installations in the last five years. The Town's most recent sewer and water tap fee increase occurred on November 1st, 2023.

- Residential sewer and water tap fees are \$3,500.
- Commercial sewer and water tap fees are \$5,000.

Current System Utilization		
	Usage	Revenue
Residential	92%	93.4%
Non-residential (per EQR)	8%	6.6%

Current Fee Summary		
Tap size	Sewer user/tap fees	Water user/tap fees
¾"	\$35.35/\$3,500	\$45.57/\$3,500
¾"	\$37.35/\$5,000	\$45.57/\$5,000

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2006	CWRPDA	2036	Water and Sewer System Revenue	\$188,550	0%	\$13,967

LOAN COVENANTS:

The Town will have to meet the Authority's 110% rate covenant, 3-month operations and maintenance reserve fund covenant and the 110% additional bonds test (if applicable) on an annual basis.

The Town has met the Loan Covenants on its DWRF direct loan dated 2006 with the Authority. The Town has also had no debt service payment issues.

Prepared by: Monica Munoz-Revelo
 Date: August 9th, 2024

Project #200441W-Q Cost Categories: <ul style="list-style-type: none"> • Secondary Treatment (Category I): 90% • Sewer System Rehabilitation (Category IIIB): 10%
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August 9, 2024

WPCRF Credit Report
Town of Sedgwick, Sedgwick County, CO
Using most recent data available
(Census, audits, local records)

Estimated Population - 2022	165		
Number of Sewer Taps/Customers - 2022	107		
Total Assessed Valuation (in thousands) - 2022	\$1,025		
Actual Value of All Real Property (in thousands) - 2022	\$6,705		
Median Household Income (MHI) - 2022	\$63,214		
Monthly Sewer Rate - 2022	\$25.35		
W&S Operating Revenue - 2022	\$102,609		
W&S Total Revenue - 2022 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$102,809		
W&S Tap and System Development Fee Revenue - 2022	\$0		
W&S Operating Expense - 2022	\$88,153		
W&S Current Expense - 2022	\$102,120		
W&S Debt - 2022	\$188,550		
Total Debt - 2022	\$188,550		
W&S Fund Reserves - 2022	\$400,744		
W&S Debt Service - 2022	\$13,967	Base Loan	BIL Loan
New W&S Debt [Requested WPCRF loan amount.]	\$1,700,065	\$781,698	\$918,367
Requested WPCRF Loan Term	30	30	30
Requested WPCRF Loan Interest Rate	1.75%	1.75%	1.75%
New Loan's Annual Sewer Debt Service (two payments annually)	\$73,082	\$33,603	\$39,479

Current Indicators (2022)					
Town of Sedgwick					
(Sewer Only)					
1	Total Debt	\$188,550	÷ Population	165	= \$1,143
	New W&S Debt	\$1,700,065	÷ Population	165	= \$10,303
	Total Debt + New W&S Debt	\$1,888,615	÷ Population	165	= \$11,446
2	Total Debt	\$188,550	÷ Number of Taps	107	= \$1,762
	New W&S Debt	\$1,700,065	÷ Number of Taps	107	= \$15,888
	Total Debt + New W&S Debt	\$1,888,615	÷ Number of Taps	107	= \$17,651
3	Total Debt	\$188,550	÷ Assessed Value	\$1,025,000	= 18.40%
	New W&S Debt	\$1,700,065	÷ Assessed Value	\$1,025,000	= 165.86%
	Total Debt + New W&S Debt	\$1,888,615	÷ Assessed Value	\$1,025,000	= 184.26%
4	Total Debt	\$188,550	÷ Actual Value	\$6,705,000	= 2.81%
	New W&S Debt	\$1,700,065	÷ Actual Value	\$6,705,000	= 25.36%
	Total Debt + New W&S Debt	\$1,888,615	÷ Actual Value	\$6,705,000	= 28.17%
5	Current W&S Debt	\$188,550	÷ Number of Taps	107	= \$1,762
	(Current W&S Debt + New W&S Debt) / Number of Taps	\$17,651	÷ MHI	\$63,214	= 27.92%
6	Current Ratio (CA / CL)				
	Current Assets	\$424,016	÷ Current Liabilities	\$23,272	= 1822%
7	Reserve/Expense Ratio				
	Reserves	\$400,744	÷ Current Expenses	\$102,120	= 392%
8	Operating Ratio (OR / OE)				
	W&S Operating Revenues	\$102,609	÷ Operating Expenses	\$88,153	= 116%
9	Coverage Ratio [(TR - OE) / DS]				
	Total W&S Revenues	\$102,809	-		
	Minus W&S Operating Expenses	\$88,153			
	=	\$14,656	÷ Current Debt Service	\$13,967	= 105%
	Coverage Ratio Excluding W&S Tap and Development Fee Revenue	\$14,656			
	Minus W&S Tap and Development Fee Revenue	\$0			
	=	\$14,656	÷ Current Debt Service	\$13,967	= 105%
11	Projected Coverage Ratio				
	Total W&S Revenues	\$102,809			
	Minus W&S Operating Expenses	\$88,153			
	=	\$14,656	Total Debt Service (with new loan)	\$87,049	= 17%
	Projected Coverage Excluding W&S Tap and Development Fee Revenue	\$14,656			
	Minus W&S Tap and Development Fee Revenue	\$0			
	=	\$14,656	÷ new loan)	\$87,049	= 17%
13	Current Debt Service	\$13,967	÷ Number of Taps	107	= \$130.53
	Annual New W&S Debt Service	\$73,082	÷ Number of Taps	107	= \$683.01
14	2022 Annual Sewer Rate (Monthly Rate x 12)	\$304.20	÷ MHI	\$63,214	= 0.48%
	2022 Annual Sewer Rate + New Annual W&S Debt Service Per Tap	\$987.21	÷ MHI	\$63,214	= 1.56%
15	Current 2022 Monthly User Charge (Debt Service on WPCRF Loan / 2022 Taps / Month)				\$25.35
	Total				\$56.92
					\$82.27
16	W&S Operation and Maintenance Reserve Reserves	\$400,744	÷ Operating Expenses	\$88,153	= 455%



Principal Forgiveness and Priority Point Scoring

Applicant: Town of Sedgwick
 DWRF or WPCRF: WPCRF

Is applicant receiving funds from BASE program, BIL program, or BOTH? Both.

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes.

Eligible BIL principal forgiveness percentage: 64.115%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$1,000,000

Base DWRF Principal Forgiveness Scoring

DWRF

Water Quality & Public Health + CPDWR Compliance:	
DOLA Affordability Score:	
Total Score	

Eligible as a base program DAC?

Eligible base program DWRF principal forgiveness percentage:

Amount of principal forgiveness awarded (accounting for any applicable cap/max):

Priority Point Scoring

Total WQCD Score:	40
DOLA Affordability Score:	135
Total Score:	175

2024 IUP WPCRF Priority Point Calculations

Entity Name:	Town of Sedgwick
Date of Scoring	9-Aug-24
SRF Phase:	Loan app
DOLA Score:	135
DAC:	DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

P1	MHI		\$63,214	72%
	<50% of state MHI	35		
	Between 51% and 80% of state MHI	20	20	
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected SEWER rate at 110%/tap/MHI)		3.55%	
	Rates are > 1.24%	45		
	Rates are between 0.76% and 1.24%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45	45	
	Rates are between 1.94% and 2.90%	25		
S4b	Projected SEWER debt per tap compared to MHV		22.98%	
	Debt is > 0.92%	45		
	Debt is between 0.20% and 0.92%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45	45	
	Debt is between 0.67% and 2.15%	25		
	Population served		165	
	Less than 500	35	35	
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		7,556	
	AV per household is < \$11,959	35	35	
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-27

**A RESOLUTION FOR APPROVAL OF A WASTEWATERWATER DIRECT LOAN
TO THE TOWN OF SEDGWICK AND EXECUTION OF A LOAN AGREEMENT
AND OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Base direct loan, Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Water Pollution Control Revolving Fund from the Town of Sedgwick (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Water Pollution Control Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Water Pollution Control Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Water Pollution Control Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Town of Sedgwick in an amount not to exceed \$2,700,065 (*\$781,698 of Base direct loan to be repaid, *\$918,367 of BIL General Supplemental loan to be repaid, plus *\$1,000,000 of BIL General Supplemental PF direct loan, for a total of \$2,700,065 WPCRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-27 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Town of Sedgwick
Project:	The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility (WWTF) replacing the existing discharging lagoon WWTF.
Pledge:	Water and Sewer System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	1.75%
Amount not to exceed:	\$2,700,065 (*\$781,698 of Base direct loan to be repaid, *\$918,367 of BIL General Supplemental loan to be repaid, plus *\$1,000,000 of BIL General Supplemental PF direct loan, for a total of \$2,700,065 WPCRF loan funds)

Subject to the following terms & conditions:

1. The Town increasing user rates, if necessary, sufficiently to meet the Authority's rate covenant prior to loan execution.

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

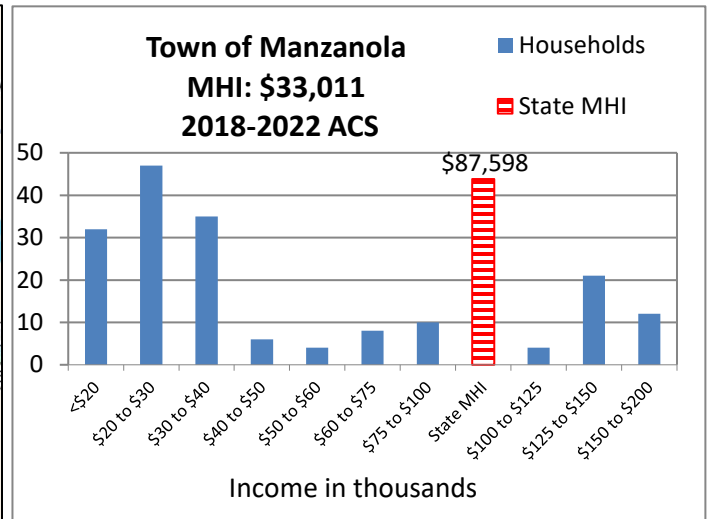
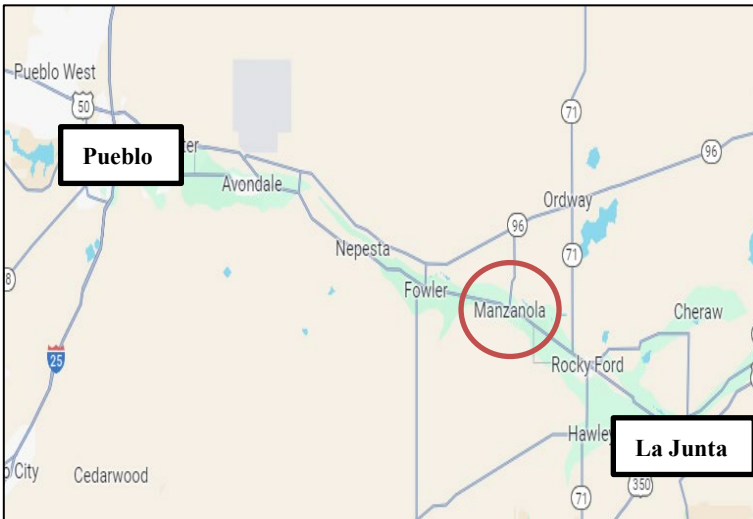
WPCRF LOAN CREDIT REPORT
Town of Manzanola (“The Town”), Otero County

Recommendation:	APPROVAL	<u>Project Budget</u>	
Loan Request:	\$2,728,225	WPCRF Direct Loan:	\$809,858
Total Est. Annual Debt Service:	\$74,293	WPCRF BIL Loan:	\$918,367
Interest Rate & Term:	1.75%, 30 years.	WPCRF BIL Principal Forgiveness:	\$1,000,000
Direct Loan:	\$809,858	2021 D&E Grant:	\$300,000
BIL Loan:	\$918,367	2023 CDBG:	\$600,000
Pledge:	Sewer System Revenue	2015, 2021 SCG:	\$684,840
Current Rate:	\$37.00	2019, 2023 WQIF:	\$367,935
Estimated Rate Increase:	\$22.57	Total	\$4,681,000

PROJECT DESCRIPTION: The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility.

COMMUNITY PROFILE:		2018	2019	2020	2021	2022	2023	2024	Avg. Annual Change
Town of Manzanola									
Town Population		357	348	341	339	335			-1.58%
Otero County Population		18,756	18,736	18,668	18,523	18,294			-0.62%
Otero County Jobs		8,144	8,186	8,026	8,065	8,061			-0.26%
Number of Sewer Taps			190	188	195	192	199	198	1.30%
Number of Water Taps			194	193	201	198	200	199	0.77%
Assessed Value (\$000)				1,024	1,053	1,116	1,097	864	-4.16%
Actual Value (\$000)				7,345	7,406	7,740	7,810	5,618	-6.48%

BORROWER BRIEF: The Town of Manzanola is located in the Southeastern region of the Arkansas Valley, approximately 20 miles west of La Junta and 44 miles east of Pueblo.



RECOMMENDATION: The Town’s wastewater system serves a small community in Otero County. The proposed loan is necessary to construct a facility with two stabilization cells and an evaporation cell to address the existing aerated lagoon seeping insufficiently treated wastewater beyond state permitting limits. Due to the size of the Town, the proposed debt will be a relatively high burden on the community. However, the Town has sufficient revenue to cover its expenses, and maintains ample reserves. The Town is ready to increase rates to meet debt service covenants. We therefore, recommend the WPCRF Committee approve an \$809,858 Disadvantaged Communities direct loan, a \$918,367 WPCRF BIL loan, and \$1,000,000 in WPCRF BIL principal forgiveness, under the condition that the Town increases their rates to meet loan requirements.

PROJECT SUMMARY:

System summary: The existing wastewater treatment facility consists of an aerated lagoon system followed by constructed wetlands. The system serves 200 customers mostly consisting of residential usage. The current facility is rated at 125,000 gallons per day (GPD) with an average flow rate of 42,179 GPD.

Reason/need: The existing aerated lagoon is seeping insufficiently treated wastewater beyond state permitting limits. The new facility will consist of two stabilization cells along with an evaporation cell. The new cell will be non-discharging, eliminating the insufficient seepage and addressing the compliance schedule contained within the Town's discharge permit. The new facility will not have a discharging permit, which will help the Town lower operational and maintenance costs in the future by not needing to meet future discharge limits.

System Compliance: The Town of Manzanola (Permit No.COG589012 effective 12/9/2020, expires when the non-discharging facility is online) has a notice of compliance schedule issued 12/9/2020 to address lagoon seepage criteria based on the influent and effluent flow. The Town has a compliance schedule to perform activities to meet the construction of a new non-discharging treatment facility by 12/25/25. The project is intended to return the system to compliance by eliminating the Town's discharging permit.

Project Delivery Method: Design/Bid/Build.

Contingency: 12% of total project cost included as contingency.

CURRENT INDICATORS:	2021	2022	2023	Weak	Average	Strong
Total Debt per Capita (\$):	106	93	79	___ >\$2,000	___ \$1,000 - 2,000	<u>X</u> <\$1,000
Total + New Debt/Capita (\$):			5,238	<u>X</u> >\$2,000	___ \$1,000 - 2,000	___ <\$1,000
Total Debt/Tap (\$):	185	163	133	___ >\$5,000	___ \$2,500-5,000	<u>X</u> <\$2,500
Total Debt + New Debt/Tap (\$):			8,817	<u>X</u> >\$5,000	___ \$2,500-5,000	___ <\$2,500
Current Sewer Debt/Tap (\$):	185	163	133	___ >\$2,000	___ \$1,000 - 2,000	<u>X</u> <\$1,000
Current Sewer + New Sewer Debt/Tap (\$):			8,817	<u>X</u> >\$2,000	___ \$1,000 - 2,000	___ <\$1,000
Total Debt/Assessed Value:	3.42%	2.80%	2.41%	___ >50%	___ 25-50%	<u>X</u> <25%
Total Debt + New Sewer Debt/Assessed Value:			159.95%	<u>X</u> >50%	___ 25-50%	___ <25%
Total Debt/Actual Value:	0.49%	0.40%	0.34%	___ >10%	___ 5-10%	<u>X</u> <5%
Total Debt + New Sewer Debt/Actual Value:			22.47%	<u>X</u> >10%	___ 5-10%	___ <5%
Curr. Sewer Debt + New Debt/Tap/MHI:			26.71%	<u>X</u> >20%	___ 10-20%	___ <10%
Sewer Fund Current Ratio (CA/CL):	164%	4,316%	6,132%	___ <100%	___ 100-200%	<u>X</u> >200%
Sewer Fund Reserves/Current Expense:	356%	338%	417%	___ <50%	___ 50-100%	<u>X</u> >100%
Sewer Operating Ratio (OR/OE):	183%	175%	152%	___ <100%	___ 100-120%	<u>X</u> >120%
Coverage Ratio (TR-OE)/DS:	906%	857%	695%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio (TR-OE)/DS Excluding Tap Fees:	906%	857%	695%	___ <110%	___ 110-125%	<u>X</u> >125%
Coverage Ratio with New Loan:			42%	<u>X</u> <110%	___ 110-125%	___ >125%
Coverage Ratio with New Loan Excluding Tap Fees:			42%	<u>X</u> <110%	___ 110-125%	___ >125%
Current Annual Sewer Rates/MHI:			1.35%	___ >3.0%	___ 1.5-3.0%	<u>X</u> <1.5%
Current Sewer Rates + New Sewer Debt Service/MHI:			2.48%	___ >3.0%	<u>X</u> 1.5-3.0%	___ <1.5%
Operation and Maintenance Reserve:			447%	___ <25%	___ 25-50%	<u>X</u> >50%
			Total:	8	1	12

FINANCIAL ANALYSIS: Of the twenty-one current indicators calculated, twelve are rated strong, one is average, and eight are weak. Overall, the indicators illustrate a small system that has consistently been covering its expenses but will need additional revenue to cover the additional debt service that the proposed loan will entail. The strong indicators illustrate that the sewer system is in an excellent financial position with its current debt service and has sufficient operation and maintenance reserve, which decreases the possibility of insolvency. The weak indicators reflect that the proposed loan will cause a financial burden to the community, and rates will need to be increased to meet the SRF's 110% debt coverage ratio requirement.

- Based on 2023 financial information, the Town's coverage ratio with the proposed loan is 42%. Additional annual revenue of about \$53,634, or \$22.57 per tap per month, would increase the coverage ratio to 110%.
- Operating revenues have consistently covered operating expenses, with a strong operating ratio of 152% over the last five years examined. The Town has maintained a consistently high ratio, demonstrating efficiency and effectiveness in utilizing its revenue.

- The Town presents an operations and maintenance reserve of 447% based on its 2023 financials. This detail shows that even if the Town were to experience an unprecedented hardship, it would not be a financial burden, and the Town would be able to continue meeting its projected payment.
- Without principal forgiveness, the coverage ratio moves to 27%. Additional annual revenue of about \$100,920, or \$42.47 per tap per month, would increase the coverage ratio to 110% when including tap fee revenue.
- The Town plans to implement a new sewer rate ordinance, increasing rates by approximately \$25. Pending loan verification, it is expected to appear on the August or September water and sewer bill. Consumers received a letter explaining the project's need and providing a budget breakdown.

Additional Project Financing

The Town was awarded a \$600,000 DOLA Community Development Block Grant (CDBG) in June 2021.

The Town was awarded a \$300,000 WPCRF Design and Engineering (D&E) grant in September 2023.

The Town submitted a CDPHE Water Quality Improvement Fund (WQIF) grant application for \$232,935, awarded in 2023. This will be combined with the 2019 WQIF grant, which was awarded for \$135,000, for a total of \$367,935.

The Town submitted a CDPHE Small Communities Water and Wastewater Grant (SCG) application for \$284,840, awarded in 2015. This will be combined with the 2021 SCG grant, which was awarded for \$400,000, for a total of \$684,840.

DESCRIPTION OF THE LOAN:

An estimated \$809,858 base loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$34,814 in debt service annually. An estimated \$918,367 BIL loan with a thirty-year term with two payments annually at an interest rate of 1.75% will cost the Town approximately \$39,479 in debt service annually. The Town also qualifies for \$1,000,000 in BIL principal forgiveness.

Disadvantaged Community:

In order to qualify as a disadvantaged community (DAC), an applicant must meet one (1) of three (3) scenarios.

1. Meets benchmarks for P1, and either P2 or P3
2. Meets benchmarks for P1, not for P2 or P3, and meets two or more secondary factors
3. P1 is unreliable. Meets benchmarks for P2 and P3, and two or more secondary factors

	Benchmark		Borrower	Met?		Benchmark		Borrower	Met?
P1: MHI	\$70,078	>=	\$33,011	Yes	S1: County MHI	\$70,078	>=	\$47,500	Yes
P2: MHV	\$465,900	>=	\$82,500	Yes	S2: Population Loss	0.00%	>=	-13.44%	Yes
P3: County Unemployment	5.38%	<=	4.11%	No	S3: Assessed Value per Housing unit	\$24,963	>=	\$3,983	Yes
County Job Change	0.00%	>=	-1.35%	Yes	S4b: Curr. and Proj. System Debt	0.20%	<	16.87%	No
					S4b: 80th Percentile	0.92%	<	16.87%	Yes
					S5b: Proj. System Cost Per Tap to MHI	0.76%	<	3.62%	Yes
					S5b: 80th Percentile	1.24%	<	3.62%	Yes

Based on 2018-2022 American Community Survey data, the Town met the requirements of a DAC, qualifying under scenario #1.

Due to its projected rates to MHI and MHV exceeding the 80th percentile, the Town qualifies for the lowest interest rate available (Category 2 DAC, 1.5% or 1.75%).

BIL Principal Forgiveness Eligibility:

In order to qualify for BIL principal forgiveness, a community must qualify as a DAC. The Town meets the DAC scenario described above.

The Town qualifies for BIL principal forgiveness and has expressed interest in receiving a proportional loan with principal forgiveness funding package. The Town qualifies for approximately \$1,000,000 in principal forgiveness, which is the current maximum for BIL WPCRF supplemental principal forgiveness.

ECONOMIC ANALYSIS: The Town has a 2022 population estimated at 335 and has declined at an average annual rate of -1.58% since 2018. Otero County has experienced a decrease of -0.62% in population since 2018. The state population increased at an average annual rate estimated at 0.71%.

The region’s economy is dominated by government services and commercial services. The Town’s largest employers consist of CoreCivic (240 employees), Manzanola School District (30 employees), Mauserman’s Market (10 employees), Otero CDS (10 employees), and the Town of Manzanola (5 employees).

ORGANIZATIONAL ANALYSIS:

Bond Rating

The Town’s debt has not been rated by Fitch, Moody's, or Standard & Poor’s in the last five years.

Section 37-60-126(2) C.R.S. (Water Conservation Planning)

The Town does not sell more than 2,000 acre-feet of water per year.

Organizational Structure

The Town is a statutory Town governed by a mayor form of government and was incorporated in June 1900. The Town provides services including police and fire protection, water and wastewater services, public works services, and parks and recreation services.

Approximately 2.5 full-time employees staff the sewer utility. The sewer utility is managed by a contract operator, who is accountable to the Town clerk, who in turn reports to the Mayor.

- The Town has generally been in compliance with Colorado statutory budgeting and auditing requirements for the past five years.
- The Town maintains general liability insurance coverage through Glatfelter Insurance Group.
- There are currently no pending lawsuits against the Town.
- There have been no recall elections in the last ten years.

Capital Improvement Plan

As part of the application process, the Town submitted a capital improvement schedule through 2050, which anticipates capital outlay of \$200,000 for sanitary sewer repair and replacement to be funded from reserves.

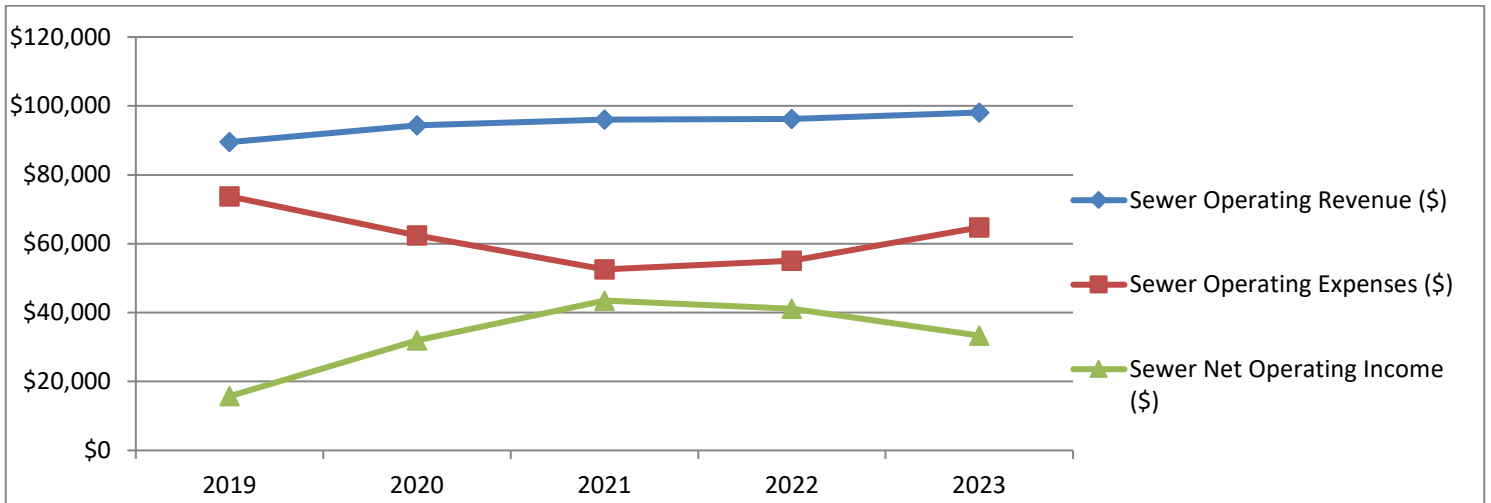
REVENUE ANALYSIS:

In the last five years, operating revenues have consistently exceeded operating expenses by a healthy margin, with operating expenses decreasing by 12%.

- In previous years, the salary of the town clerk was allocated to three different funds: the general fund, the water fund, and the sewer fund. However, in 2022, the town clerk did not receive any portion of her salary from the sewer fund. In 2023, the current town clerk did receive a salary from the sewer fund, leading to a significant increase in operating expenses.
- Total debt has decreased 42% in the last five years examined.
- The placement of ARPA funds increased the wastewater fund's reserve funds by approximately 128% from 2020 to 2021. Over the last five years, the reserve funds have increased by roughly 246%.

TRENDS	2019	2020	2021	2022	2023	2024
Monthly Sewer Rate (\$)	37.00	37.00	37.00	37.00	37.00	37.00
Monthly Water Rate (\$)	42.45	43.15	42.82	44.72	46.88	49.58
Residential Sewer Tap Fee (\$)	0	0	0	0	0	0
Residential Water Tap Fee (\$)	0	0	0	0	0	0
Total Sewer Revenue (\$)	89,481	94,376	96,024	96,244	98,086	
Tap/Development Fees (\$)	0	0	0	0	0	
Sewer Operating Revenue (\$)	89,481	94,376	96,024	96,244	98,086	
Sewer Operating Expenses (\$)	73,754	62,442	52,539	55,105	64,718	
Sewer Net Operating Income (\$)	15,727	31,934	43,485	41,139	33,368	
Sewer Debt (\$)	45,600	40,800	36,000	31,200	26,400	
Total Debt (\$)	45,600	40,800	36,000	31,200	26,400	
Sewer Debt Service (\$)	4,800	4,800	4,800	4,800	4,800	
Sewer Debt Service/Tap/Month (\$)	\$2.11	\$2.13	\$2.05	\$2.08	\$2.01	
Sewer Fund Reserves (\$)	66,260	89,594	203,849	202,385	229,547	

Ratios	2019	2020	2021	2022	2023	Average
Operating Revenue as % of Total Revenue	100%	100%	100%	100%	100%	100%
Operating Revenue as % of Expenses	121%	151%	183%	175%	152%	156%
Tap Fee Revenue as % of Total Revenue	0%	0%	0%	0%	0%	0%



Recent Rate Increases

The Town’s most recent rate increase of \$3 was implemented in 2019.

User Charges & System Utilization

The Town’s current monthly sewer rate is estimated at \$37 compared to the 2022 estimated state median of \$41.23.

The Town’s current estimated average monthly residential water rate is \$44.72 compared to the 2022 estimated state median of \$59.19. The Town’s average monthly water rate is based on typical residential consumption of 5,361 gallons per month. Residential users pay a \$41 base rate up to 3,000 gallons and a volume charge of \$6 per 1,000 gallons for consumption from 3,001 to 19,999 gallons, and a volume charge of \$10 per 1,000 gallons for consumption over 20,000.

Contributed Capital

The Town has not accrued revenue from tap fees during the last five years. The Town’s most recent sewer tap fee rate increase occurred in 2008.

- Residential sewer and water tap fees are \$2,000.

Current System Utilization		
	Usage	Revenue
Residential	94%	98.2%
Non-residential (per EQR)	6%	1.8%

Current Fee Summary		
Tap size	Sewer user/tap fees	Water user/tap fees
¾”	\$37/\$2,000	\$41/\$2,000
¾”	\$37/\$2,000	\$46/\$2,000

DEBT as of December 31, 2022

Executed	Lender	Term End	Pledge	Outstanding	Interest Rate	Annual payment
2008	CWRPDA	2029	Sewer Revenue	\$31,200	0%	\$4,800

LOAN COVENANTS: The Town will have to meet the Authority’s 110% rate covenant, 3-month operations and maintenance reserve fund covenant and the 110% additional bonds test (if applicable) on an annual basis.

The Town has met the Loan Covenants on its WPCRF direct loan dated 2008 with the Authority. The Town has also had no debt service payment issues.

Project #142951W-F
 Cost Categories: Secondary Treatment - 100%

Prepared by: Monica Munoz-Revelo
 Date: August 9th, 2024.

August 9th, 2024

WPCRF Credit Report
Town of Manzanola, Otero County, CO
Using most recent data available
(Census, audits, local records)

Estimated Population - 2022	335		
Number of Sewer Taps/Customers - 2023	199		
Total Assessed Valuation (in thousands) - 2023	\$1,097		
Actual Value of All Real Property (in thousands) - 2023	\$7,810		
Median Household Income (MHI) - 2022	\$33,011		
Monthly Sewer Rate - 2023	\$37.00		
Sewer Operating Revenue - 2023	\$98,086		
Sewer Total Revenue - 2023 [May include non-operating revenue, such as contributed capital, tap & system development fees, interest income, S.O. tax and property tax. Excludes one-time capital grants.]	\$98,086		
Sewer Tap and System Development Fee Revenue - 2023	\$0		
Sewer Operating Expense - 2023	\$64,718		
Sewer Current Expense - 2023	\$69,518		
Sewer Debt - 2023	\$26,400		
Total Debt - 2023	\$26,400		
Sewer Fund Reserves - 2023	\$229,547		
Sewer Debt Service - 2023	\$4,800	Base Loan	BIL Loan
New Sewer Debt [Requested WPCRF loan amount.]	\$1,728,225	\$809,858	\$918,367
Requested WPCRF Loan Term	30	30	30
Requested WPCRF Loan Interest Rate	1.75%	1.75%	1.75%
New Loan's Annual Sewer Debt Service (two payments annually)	\$74,293	\$34,814	\$39,479

Current Indicators (2023)				
Town of Manzanola				
(Sewer Only)				
1	Total Debt	\$26,400 ÷	Population	335 = \$79
	New Debt	\$1,728,225 ÷	Population	335 = \$5,159
	Total Debt + New Debt	\$1,754,625 ÷	Population	335 = \$5,238
2	Total Debt	\$26,400 ÷	Number of Taps	199 = \$133
	New Debt	\$1,728,225 ÷	Number of Taps	199 = \$8,685
	Total Debt + New Debt	\$1,754,625 ÷	Number of Taps	199 = \$8,817
3	Total Debt	\$26,400 ÷	Assessed Value	\$1,097,000 = 2.41%
	New Debt	\$1,728,225 ÷	Assessed Value	\$1,097,000 = 157.54%
	Total Debt + New Debt	\$1,754,625 ÷	Assessed Value	\$1,097,000 = 159.95%
4	Total Debt	\$26,400 ÷	Actual Value	\$7,810,000 = 0.34%
	New Debt	\$1,728,225 ÷	Actual Value	\$7,810,000 = 22.13%
	Total Debt + New Debt	\$1,754,625 ÷	Actual Value	\$7,810,000 = 22.47%
5	Current Sewer Debt	\$26,400 ÷	Number of Taps	199 = \$133
	(Current Sewer Debt + New Sewer Debt) / Number of Taps	\$8,817 ÷	MHI	\$33,011 = 26.71%
6	Current Ratio (CA / CL)			
	Current Assets	\$234,347 ÷	Current Liabilities	\$4,800 = 4882%
7	Reserve/Expense Ratio			
	Reserves	\$229,547 ÷	Current Expenses	\$69,518 = 330%
8	Operating Ratio (OR / OE)			
	Operating Revenues	\$98,086 ÷	Operating Expenses	\$64,718 = 152%
9	Coverage Ratio [(TR - OE) / DS]			
	Total Revenues	\$98,086 -		
	Minus Operating Expenses	<u>\$64,718</u>		
	=	\$33,368 ÷	Current Debt Service	\$4,800 = 695%
	Coverage Ratio Excluding Tap and Development Fee Revenue			
10	Development Fee Revenue	\$33,368		
	Minus Tap and Development Fee Revenue	<u>\$0</u>		
	=	\$33,368 ÷	Current Debt Service	\$4,800 = 695%
11	Projected Coverage Ratio			
	Total Revenues	\$98,086		
	Minus Operating Expenses	<u>\$64,718</u>		
	=	\$33,368	Total Debt Service (with new loan)	\$79,093 = 42%
	Projected Coverage Excluding Tap and Development Fee Revenue			
12	Development Fee Revenue	\$33,368		
	Minus Tap and Development Fee Revenue	<u>\$0</u>		
	=	\$33,368 ÷	new loan)	\$79,093 = 42%
13	Current Debt Service	\$4,800 ÷	Number of Taps	199 = \$24.12
	Annual New Sewer Debt Service	\$74,293 ÷	Number of Taps	199 = \$373.33
14	2023 Annual Sewer Rate (Monthly Rate x 12)	\$444.00 ÷	MHI	\$33,011 = 1.35%
	2023 Annual Sewer Rate + New Annual Debt Service Per Tap	\$817.33 ÷	MHI	\$33,011 = 2.48%
15	Current 2023 Monthly User Charge (Debt Service on WPCRF Loan / 2023 Taps / Month)			\$37.00
	Total			<u>\$31.11</u>
				\$68.11
16	Operation and Maintenance Reserve			
	Reserves	\$229,547 ÷	Operating Expenses	\$64,718 = 355%



Principal Forgiveness and Priority Point Scoring

Applicant: Town of Manzanola
 DWRF or WPCRF: WPCRF

Is applicant receiving funds from BASE program, BIL program, or BOTH? Both.

BIL Principal Forgiveness

Eligible for BIL principal forgiveness? Yes.

Eligible BIL principal forgiveness percentage: 64.115%

Amount of principal forgiveness awarded (accounting for any applicable cap/max): \$1,000,000.

Base DWRF Principal Forgiveness Scoring

DWRF

Water Quality & Public Health + CPDWR Compliance:	
DOLA Affordability Score:	
Total Score	

Eligible as a base program DAC?

Eligible base program DWRF principal forgiveness percentage:

Amount of principal forgiveness awarded (accounting for any applicable cap/max):

Priority Point Scoring

Total WQCD Score:	50
DOLA Affordability Score:	195
Total Score:	245

2024 IUP WPCRF Priority Point Calculations

Entity Name:	Town of Manzanola
Date of Scoring	August 9th, 2024
SRF Phase:	Loan app
DOLA Score:	195
DAC:	DAC

Benchmarks

\$87,598 2018-2022 State MHI estimate

P1	MHI		\$33,011	38%
	<50% of state MHI	35	35	
	Between 51% and 80% of state MHI	20		
	Between 81% and 100% of state MHI	5		
	>100% state MHI	0		
S5b	User Fees (projected SEWER rate at 110%/tap/MHI)		3.62%	
	Rates are > 1.24%	45	45	
	Rates are between 0.76% and 1.24%	25		
	OR			
S5b	User Fees for a combined water & sewer fund			
	Rates are > 2.90%	45		
	Rates are between 1.94% and 2.90%	25		
S4b	Projected SEWER debt per tap compared to MHV		16.87%	
	Debt is > 0.92%	45	45	
	Debt is between 0.20% and 0.92%	25		
	OR			
S4b	Projected water & sewer debt (for combined systems)			
	Debt is > 2.15%	45		
	Debt is between 0.67% and 2.15%	25		
	Population served		335	
	Less than 500	35	35	
	Between 500 and 1,000	25		
	Between 1,000 and 2,000	20		
	Between 2,000 and 5,000	15		
	Between 5,000 and 10,000	5		
	>10,000	0		
S3	Assessed Value/Household		3,983	
	AV per household is < \$11,959	35	35	
	AV per household is between \$11,959 and \$24,963	20		
	AV per household is between \$24,963 and \$43,240	10		
	AV per household is greater than \$43,240	0		

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-28

**A RESOLUTION FOR APPROVAL OF A WASTEWATERWATER DIRECT LOAN
TO THE TOWN OF MANZANOLA AND EXECUTION OF A LOAN AGREEMENT
AND OTHER DOCUMENTS NECESSARY THEREFOR**

WHEREAS, the Colorado Water Resources and Power Development Authority (the "Authority") has received and reviewed an Application for a Base direct loan, Bipartisan Infrastructure Law ("BIL") General Supplemental direct loan and BIL General Supplemental Principal Forgiveness ("PF") direct loan from the Water Pollution Control Revolving Fund from the Town of Manzanola (the "Applicant"); and

WHEREAS, the Loan Application has been reviewed in accordance with the procedures provided therefor in the Memorandum of Understanding between the Authority, the Colorado Department of Public Health and Environment and the Colorado Department of Local Affairs concerning the operation of the Water Pollution Control Revolving Fund; and

WHEREAS, the proposed Project to be financed by the proposed direct loan is included on the Project Eligibility List of projects eligible for financial assistance from the Water Pollution Control Revolving Fund and the Water Quality Control Division of the Colorado Department of Public Health and Environment has certified that the proposed Project has met all requirements and prerequisites and is eligible for financial assistance from the Water Pollution Control Revolving Fund.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Colorado Water Resources and Power Development Authority:

1. That the proposed direct loan to the Town of Manzanola in an amount not to exceed \$2,728,225 (*\$809,858 of Base direct loan to be repaid, *\$918,367 of BIL General Supplemental loan to be repaid, plus *\$1,000,000 of BIL General Supplemental PF direct loan, for a total of \$2,728,225 WPCRF loan funds) is approved subject to the terms and conditions set forth on the attached Exhibit A;
2. That the staff is directed to negotiate a Loan Agreement and other documents incorporating such terms and conditions as are appropriate to effectuate the proposed direct loan;
3. That the Executive Director and Assistant Secretary are authorized and directed to execute the Loan Agreement and any other necessary and reasonable documents for the proposed direct loan in order to consummate the direct loan approved hereby.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-28 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

EXHIBIT A

Borrower:	Town of Manzanola
Project:	The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility.
Pledge:	Sewer System Revenue
Loan Term:	Up to 30 Years
Interest Rate:	1.75%
Amount not to exceed:	\$2,728,225 (*\$809,858 of Base direct loan to be repaid, *\$918,367 of BIL General Supplemental loan to be repaid, plus *\$1,000,000 of BIL General Supplemental PF direct loan, for a total of \$2,728,225 WPCRF loan funds)

Subject to the following terms & conditions:

1. The Town increasing user rates, if necessary, sufficiently to meet the Authority's rate covenant prior to loan execution.

* - Estimated PF and direct loan amounts through the BIL program. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-29

**APPROVING AND RATIFYING THE WATER POLLUTION CONTROL
REVOLVING FUND CAPITALIZATION GRANT AWARD FOR FISCAL YEAR 2024
BETWEEN THE COLORADO WATER RESOURCES AND POWER DEVELOPMENT
AUTHORITY AND THE ENVIRONMENTAL PROTECTION AGENCY
AND PROVIDING FOR THE COMMITMENT AND DEPOSIT OF FUNDS TO COMPRISE
THE STATE MATCH**

WHEREAS, Title VI of the 1987 Amendments to the Federal Clean Water Act (the "Act") provides for funding assistance to municipalities for the construction of publicly owned treatment works, and for non-point source management programs, in the form of state revolving funds that are capitalized 5/6 by federal grants, and 1/6 by state matching funds, and used to provide loans and other financial assistance to municipalities for construction of publicly owned treatment works and non-point source management programs; and

WHEREAS, C.R.S. §37-95-107.6 established the Water Pollution Control Revolving Fund administered by the Colorado Water Resources and Power Development Authority ("Authority") in accordance with and for the purposes set forth in Title VI of the Act; and

WHEREAS, C.R.S. §37-95-107.6 authorizes the Authority on behalf of the State with the written approval of the Colorado Department of Public Health and Environment to enter into such agreements with the United States as may be necessary to comply with the provisions of the Act and as otherwise may be required to provide for the capitalization of the Water Pollution Control Revolving Fund from federal grant money; and

WHEREAS, the United States Environmental Protection Agency ("EPA") and the Authority have negotiated an Operating Agreement for operation of the Water Pollution Control Revolving Fund, and the EPA, pursuant to said Operating Agreement, and in accordance with all conditions set forth therein, proposes to award a capitalization grant to the Authority, on behalf of the State, in an amount to be finally determined, but not to exceed \$8,000,000 for Fiscal Year 2024 for capitalization of the Water Pollution Control Revolving Fund, on the condition that the Authority deposits state matching funds comprising up to 20% of the federal capitalization amount as required by 40 CFR 35.31.35(b) and (1) (the "State Match") into a State Match Account for the revolving fund;

NOW, THEREFORE, BE IT RESOLVED:

1. Subject to receipt of written approval of the Colorado Department of Public Health and Environment, the Board of Directors of the Colorado Water Resources and Power Development Authority, on behalf of the State of Colorado, approves and ratifies the Fiscal Year 2024 Capitalization Grant between the Authority and EPA in the amount to be finally determined, but not to exceed \$8,000,000 for capitalization of the Water Pollution Control Revolving Fund; and further directs, confirms, and approves the execution of said Capitalization Grant by the Executive Director on behalf of the Authority upon receipt of a letter from the Colorado Department of Public Health and Environment approving the 2024 Capitalization Grant Award.

2. In accordance with Resolution No. 04-39, at such time as the Executive Director has executed the Capitalization Grant on behalf of the Authority, the Authority shall deposit into the Water Pollution Control Revolving Fund State Match Account the required State Match of up to 20% of the 2024 Fiscal Year Capitalization Grant.

CERTIFICATE

The undersigned officers of the Board of Directors of the Colorado Water Resources and Power Development Authority do hereby certify that the above Resolution No. 24-29 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors (meeting conducted using a combination of both in-person and video and audio tele-conferencing) with a quorum present in Colorado Springs, Colorado on August 21, 2024.

Chair

Secretary

ATTEST

**COLORADO WATER RESOURCES
AND
POWER DEVELOPMENT AUTHORITY**

RESOLUTION NO. 24-28

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Subject to the following terms & conditions:

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WPCRF SET ASIDE UPDATE
August 1, 2024

Program	Grant Year	Grant Amount	Funds Remaining	% Complete
Admin	2022 BIL Supplemental	\$ 569,440	\$ 27,036	95%
	2023 BIL Supplemental	\$ 666,960	\$ 666,960	0%
Totals		\$ 1,236,400	\$ 693,996	44%

Program	Grant Year	Grant Amount	Funds Remaining	% Complete
Technical ("Technical") Assistance	2022 BIL Supplemental	\$ 284,720	\$ 284,720	0%
	2023 BIL Supplemental	\$ 333,480	\$ 333,480	0%
Totals		\$ 618,200	\$ 618,200	0%

**COLORADO WATER RESOURCES
&
POWER DEVELOPMENT AUTHORITY**

**PROJECT FINANCE COMMITTEE
MEETING AGENDA**

**August 16, 2024
Committee meeting at 9:00 a.m.**

Via Zoom Conference Call

Project Finance Committee Members: Chris Treese (Chair), Steve Vandiver (ex-officio), Matt Shuler, Eric Wilkinson, and Bruce Whitehead

Authority Staff: Keith McLaughlin, Jim Griffiths, Wes Williams, Ian Loffert, Austin Reichel, Kevin Carpenter, and Giorgi Gazashvili

Others present: Mark Henderson, Alex Hawley, Margaret Talbott, Aly Ulibarri, Desi Santerre, Victor Chen, Peter Dieterich, and Monica Munoz-Revelo

AGENDA

1. DWRP Base and Bipartisan Infrastructure Law (“BIL”) Loan Applications:

- Project 7 Water Authority (Base & BIL) – Direct and Leveraged Loan Request – Austin **(Board Action)**
- Town of Kremmling (Base & BIL) – Direct and Leveraged Loan Request – Gio **(Board Action)**
- Buffalo Mountain Metropolitan District (Base & BIL) – Direct and Leveraged Loan Request – Jim **(Board Action – Staff Recommends Consent Agenda)**
- Town of Estes Park (Base & BIL) – Direct and Leveraged Loan Request – Ian **(Board Action – Staff Recommends Consent Agenda)**
- Town of La Veta (BIL) – Direct Loan Request – Kevin **(Board Action – Staff Recommends Consent Agenda)**
- Karval Water Authority (BIL) – Direct Loan Request – Wes **(Board Action)**

Note: A Zoom conference call has been scheduled for **Friday, 9:00 a.m. August 16, 2024**. The link to join via online is: <https://us06web.zoom.us/j/82013794734?pwd=6iv4TNy3AUasx2PrMzwwOMga4n8UQ8.1>. If you prefer to dial in, the call-in number is: **1-669-900-6833**, and the Meeting ID is **820 1379 4734**. The passcode is: **026624**.

2. WPCRF Base and BIL Loan Applications:

- Town of Sedgwick (Base & BIL) – Direct Loan Request – Austin (**Board Action**)
- Town of Manzanola (Base & BIL) – Direct Loan Request – Gio (**Board Action**)

Note: A Zoom conference call has been scheduled for **Friday, 9:00 a.m. August 16, 2024**. The link to join via online is: <https://us06web.zoom.us/j/82013794734?pwd=6iv4TNy3AUasx2PrMzWuOMga4n8UQ8.1>. If you prefer to dial in, the call-in number is: **1-669-900-6833**, and the Meeting ID is **820 1379 4734**. The passcode is: **026624**.



COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

The Amp - Suite 820, 1580 N. Logan Street, Denver, Colorado 80203
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PROJECT FINANCE COMMITTEE

MINUTES

August 16, 2024

9:00 a.m. Zoom Conference Call

PROJECT FINANCE COMMITTEE

MEMBERS PRESENT:

Chris Treese (Chair), Steve Vandiver (ex-officio), Matt Shuler, Eric Wilkinson, Bruce Whitehead

STAFF/COUNSEL:

Keith McLaughlin, Jim Griffiths, Wesley Williams, Ian Loffert, Austin Reichel, Kevin Carpenter, Giorgi Gazashvili, Sabrina Speed, Justin Noll

DOLA:

Desi Santerre, Peter Dieterich, Monica Munoz-Revelo

WQCD:

Aly Ulibarri, Jeff Zajdel, Sean Oliver, Mark Henderson, Margaret Talbott

OTHER BOARD MEMBERS:

Karen Wogsland, Lucas Hale, Mike Fabbre

The Project Finance Committee conference call was brought to order at 9:01 a.m. by Chair Chris Treese.

DRINKING WATER REVOLVING FUND (“DWRF”) PROGRAM

- **Project 7 Water Authority**

Austin Reichel presented the Project 7 Water Authority’s (the “Project 7 WA”) request for a DWRF loan in the amount of \$27,000,000 (comprised of a *\$24,661,923 leveraged loan plus cost of issuance, a *\$838,077 Bipartisan Infrastructure Law (“BIL”) General Supplemental loan, and a *\$1,500,000 BIL Principal Forgiveness (“PF”) loan). The leveraged loan will be for a term of up to 30 years, at an interest rate of 85% of the market rate on the Colorado Water Resources and Power Development Authority (“CWRPDA”)’s State Revolving Fund Revenue Bonds. The BIL direct loan will be for a term of up to 30 years, at an interest rate of 3.50%, all loans subject to increasing user rates sufficiently to meet the CWRPDA’s rate covenant. The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source.

Chair Treese asked about the extension of the current interim loan. Mr. Reichel responded that the CWRPDA’s Executive Director has the ability to extend the interim loan one time for up to 6 months to help line up paying off the interim loan with the upcoming leveraged loan.

Director Wilkinson asked about the WIFIA loan, what stage they are in with WIFIA, and if the WIFIA loan will be on parity with the SRF loan. Mr. Griffiths responded that they have a commitment letter from WIFIA for their loan, and that the loans would be on parity.

Mr. McLaughlin commented on the good partnership WIFIA has formed with the SRF and the increased use of WIFIA loans. WIFIA has improved their loan execution timing so they can be a good joint funding mechanism for SRF borrowers. Mr. Griffiths added that if the SRF loan is closed prior to the WIFIA loan, then they would need to meet the Additional Bonds Test (“ABT”).

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

Chair Treese asked about how Project 7 WA connected with WIFIA for funding part of the project. Mr. Griffiths responded that Project 7 WA intended to partner with the SRF for the full funding, but with the rising costs of the project, capacity issues, and the loan limits of the Colorado SRF, Project 7 WA needed to find funding for the remaining, unfunded project amount.

Director Vandiver asked about the timing of the WIFIA loan and interim loan. Mr. Griffiths responded that it has been made clear to Project 7 WA the conditions of the interim loan and if WIFIA is delayed until spring they will still have to pay off the interim loan.

Director Whitehead made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

Motion: Bruce Whitehead

2nd: Steve Vandiver

Vote: Motion Carried

- **Town of Kremmling**

Giorgi Gazashvili presented the Town of Kremmling's ("Town") request for a DWRF Disadvantaged Communities ("DAC") loan in the amount of \$15,922,960 (comprised of a *\$11,246,806 leveraged loan plus cost of issuance, a *\$1,676,154 BIL DAC loan, and a *\$3,000,000 BIL PF loan). The leveraged loan will be for a term of up to 30 years, at an interest rate of 85% of the market rate on the CWRPDA's 2024 Series C State Revolving Fund Revenue Bonds. The BIL DAC direct loan will be for a term of up to 30 years, at an interest rate of 1.75%, all loans subject to increasing user rates sufficiently to meet the CWRPDA's rate covenant prior to loan execution. This project consists of replacing the Town's existing water treatment facility with ultrafiltration ("UF") treatment skids to aid in raw water quality and finished water quality goals. The new water treatment facility project includes three UF treatment skids and eight UF membrane modules housed in a new treatment plant building. Other additions include a clearwell, booster pump, and potable water storage tank.

Mr. Gazashvili noted that the Town is aware of the required rate increase and will be at the Board meeting for any follow-up questions from the Board. Chair Treese also expressed concern about the rate increase and asked about the multiple rate increase options. Mr. Gazashvili responded that the Town is looking at many options for raising rates to fund this necessary project and has listed three options as possible rate increase solutions.

Director Wilkinson made a motion to forward the application to the full Board with a favorable recommendation.

Motion: Erick Wilkinson

2nd: Bruce Whitehead

Vote: Motion Carried

- **Buffalo Mountain Metropolitan District**

Jim Griffiths presented the Buffalo Mountain Metropolitan District's ("District") request for a DWRF loan in the amount of \$6,633,840 (comprised of a *\$4,295,763 leveraged or direct loan, a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The leveraged loan will be for a term of 20 years plus construction, at an interest rate of 85% of the market rate on the Authority's 2024 Series C State Revolving Fund Revenue Bonds. The

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

BIL direct loan will be for a term of 20 years, at an interest rate of 3.25%. The District will be making distribution system improvements that will include valve/water main replacements and water main looping, pressure relief vault construction, adding and interconnect with the Town of Silverthorne, and upgrading existing booster stations. In addition, this project will include water treatment plant piping and control system replacement and well rehabilitation of two groundwater wells.

Director Wilkinson asked how fire mitigation efforts are achieved by reducing pressure. Mr. Griffiths responded that with the elevation in the area pressure is high so reducing pressure is what is needed..

Director Whitehead asked how the District qualified for BIL when its current MHI is above the benchmark. Ms. Santerre responded that the MHI determination for the District is difficult, and DOLA uses the best geography to match the District user area with the best MHI data. Mr. Dieterich also responded that when the initial determination was made, DOLA used the lower MHI, but for the credit, the higher MHI for the County was used, due to the reliability of the data.

Director Whitehead and Chair Treese responded with concerns about the MHI, second-home owners, and providing principal forgiveness for a nondisadvantaged community that is not in need of the assistance.

Director Vandiver made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

Motion: Steve Vandiver
2nd: Erick Wilkinson
Vote: Motion Carried

- **Town of Estes Park**

Ian Loffert presented the Town of Estes Park's ("Town") request for a DWRP loan in the amount of \$5,000,000 (comprised of a *\$2,661,923 leveraged or direct loan , a *\$838,077 BIL loan, and a *\$1,500,000 BIL PF loan). The leveraged loan will be for a term of 20 years plus construction, at an interest rate of 85% of the market rate on the CWRPDA's 2024 Series C State Revolving Fund Revenue Bonds. The BIL direct loan will be for a term of 20 years, at an interest rate of 3.25%. The project consists of improvements to portions of the Carriage Hills Water System distribution system and replacement of the Spruce Knob Water Company distribution system. Spruce Knob Water Company will permanently connect to the Town's distribution system and dissolve following completion of the project.

Director Vandiver asked about the connection of Carriage Hills and Spruce Knob. Mr. Loffert responded that they are two different subdivisions which are both included as part of the project. Mr. Griffiths added his support for this project and credited the Town of Estes Park with taking the leadership role in managing the project and helping the two subdivisions.

Director Wilkinson questioned the effects that the 2013 flood had on this area and how it eroded the ground around the distribution pipes, asking if that is why the pipes need to be buried deeper due to the freezing effects. Mr. Loffert agreed with Director Wilkinson that the 2013 flood was partially the reason for needing deeper buried distribution pipes, along with constant freeze issues and line breaks.

Director Wilkinson made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

Motion: Eric Wilkinson
2nd: Steve Vandiver
Vote: Motion Carried

- **Town of La Veta**

Kevin Carpenter presented the Town of La Veta's ("Town") request for a DWRP DAC direct loan in the amount of \$3,978,000 (comprised of a *\$1,425,903 BIL Loan and a *\$2,552,097 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%. The project consists of a new water treatment plant using conventional treatment technology with full automation. There will be three pre-engineered clarifier units, a below grade disinfection contact, a clearwell tank, and a building extension to house the new treatment equipment.

Chair Treese asked about the PF amount being awarded to the Town and if it is the greatest amount that could be awarded. Mr. Carpenter responded with yes, the \$2,552,097 is the greatest amount the Town could be awarded with its current request based on total loan amount in relation to the PF/loan percentage split requirements.

Director Wilkinson asked about the discrepancy in the population used in the DAC determination for S2. Ms. Santerre outlined the differences in the DAC determination population and the population used in the community profile (10-year review vs. a 5-year review).

Director Whitehead made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

Motion: Bruce Whitehead
2nd: Steve Vandiver
Vote: Motion Carried

- **Karval Water Authority**

Wesley Williams presented the Karval Water Authority's ("Authority") loan request for a DWRP DAC direct loan in the amount of \$1,074,740 (comprised of a *\$385,237 BIL Loan and a *\$689,503 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the CWRPDA's rate covenant prior to loan execution and additional covenants and requirements as outlined in resolution No. 24-25. The project consists of drilling a second well, replacing distribution piping, looping the distribution system, installing new gate valves, replacing meters, installing a new backup generator, replacing a fire hydrant, performing rehabilitation on the nitrate treatment control valves and replacing the hydropneumatic tanks in existing treatment plant.

Director Vandiver questioned why the Water Users Association will retain the water rights. Mr. Griffiths responded the Association wants to keep the water rights in case the Authority dissolves, but staff is working on a lease agreement to lease the rights to the Authority for the life of the loan.

Director Wilkinson and Director Shuler echoed the concerns about the water rights. Mr. Griffiths responded that conditions for approval are up to the Board and that the CWRPDA's attorney will sign off on any lease or separate agreement before executing this loan agreement. Mr. Williams added that Karval WA will be at the Board meeting to answer questions.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

Director Wogsland questioned the timing of the loan request, considering that these details are not yet worked out. Mr. Griffiths responded that this application has been a long time coming and we will not execute the loan until the conditions and requirements are met.

Director Hale shared his experience with water rights and expressed his concerns that a perpetual lease for water rights would likely not hold up in water court, highlighting the need for a permanent transfer of water rights.

Director Wilkinson recommended a condition for the water rights agreement to be signed off by CWRPDA counsel prior to execution of the loan agreement.

Director Vandiver made a motion to forward the application to the full Board with a favorable recommendation.

Motion: Steve Vandiver

2nd: Eric Wilkinson

Vote: Motion Carried

WATER POLLUTION CONTROL REVOLVING FUND (“WPCRF”) PROGRAM

- **Town of Sedgwick**

Austin Reichel presented the Town of Sedgwick’s (“Town”) request for a WPCRF DAC direct loan in the amount of \$2,700,065 (comprised of a *\$781,698 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the Authority’s rate covenant prior to loan execution. The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility (“WWTF”) replacing the existing discharging lagoon WWTF.

Director Wilkinson made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

Motion: Eric Wilkinson

2nd: Bruce Whitehead

Vote: Motion Carried

- **Town of Manzanola**

Giorgi Gazashvili presented the Town of Manzanola’s (“Town”) loan request for a WPCRF DAC direct loan in the amount of \$2,728,225 (comprised of a *\$809,858 Base Loan, a *\$918,367 BIL Loan, and a *\$1,000,000 BIL PF loan). The loan will be for a term of up to 30 years, at an interest rate of 1.75%, subject to increasing user rates sufficiently to meet the CWRPDA’s rate covenant prior to loan execution. The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility.

Director Vandiver expressed his concerns about the decreasing population in the area and the source of repayment for a 30-year loan.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

Director Vandiver made a motion to forward the application to the full Board with a favorable recommendation and to place the application on the consent agenda.

Motion: Bruce Whitehead

2nd: Steve Vandiver

Vote: Motion Carried

The meeting adjourned at 10:55 am.

* - Estimated PF and direct loan amounts through the BIL and/or Base programs. The exact amount will be based on the BIL capitalization grant principal forgiveness to loan ratio while taking into account set asides. However, in the unlikely event the ratio increases the loan amount by more than a de-minimis amount, as determined by the Executive Director, the credit will be returned to the Board for further evaluation and consideration.

BOARD PROGRAM WORK SESSION

Minutes and Recommendations

June 6, 2024

Board Members:	Eric Wilkinson (Committee Chair), Mike Fabbre, Matthew Shuler, Chris Treese, Steve Vandiver, Patti Wells, Bruce Whitehead and Karen Wogsland
Authority Staff:	Keith McLaughlin, Jim Griffiths, Wesley Williams, Ian Loffert, Sabrina Speed, and Kevin Carpenter
Others Present:	Karl Ohlsen, Mark Henderson, Alex Hawley, Cynthia Thayer and Desi Santerre

Committee Chair Wilkinson was ill and asked Chair Vandiver to chair the meeting from the Authority offices. Chair Vandiver called the meeting to order at 4:00 p.m. on Thursday, June 6, 2024, in the Authority Conference Room, located at 1580 N. Logan Street, Suite 810, Denver, CO 80203, and via video/audio tele-conferencing. Committee Chair Eric Wilkinson and Karl Ohlsen attended the meeting virtually and Director Whitehead arrived while the meeting was in progress.

State Revolving Fund Prioritization Model

Wesley Williams noted this agenda item has been a topic of discussion for the past few Board meetings and Mark Henderson crafted a brief presentation that provides greater detail on the State Revolving Fund (“SRF”) Committee’s recommendations for an updated prioritization model. Mr. Williams noted that Authority has been utilizing the current prioritization model for a significant amount of time and growing demand in the SRF Programs has necessitated a need to revisit this model. The proposed changes were based on the Board’s previous input, as well as suggested changes from the SRF Committee, chaired by Mr. Henderson. Prior to the presentation, Chair Vandiver asked how many members are on the SRF Committee and Mr. Henderson replied there are 5-6 representatives, comprised of personnel from the Water Quality Control Division, CWRPDA and the Department of Local Affairs, with each agency bringing its own unique perspective. Mr. Henderson began with a brief summary of the goals and objectives for improvements to the prioritization process, including improvements to focus on the “priority” projects, ranking projects earlier in the process, funding capacity, meeting EPA requirements for grant obligation, spend-down, and flexibility to address periods of both high and low demand (beyond BIL). Mr. Henderson then discussed the actions the subcommittee has taken thus far, including an in-depth view of the current prioritization process, meeting with other state SRFs, receiving input from staff/management outside of the subcommittee and a full SRF Committee review. The subcommittee also completed an alternatives analysis and recommended the “Designated Cycles” prioritization model. This process allows projects that score at or above a priority point threshold to apply for funding at any time, while all other projects must wait until once or twice a year. Mr. Henderson noted that the full details of the recommended alternative were outlined in the June 7, 2024, memorandum contained in the Board Program Work Session materials.

Mr. Henderson then detailed the suggested funding process under the Designated Cycles concept. Mr. Henderson also noted the exceptions to this funding concept, consisting of any project that requests 100% Emerging Contaminants, Lead Service Line, or Green Project Reserve funding. These requests may be submitted at any time, as the Emerging Contaminants and Lead Service Line funding have less demand due to specific eligibility criteria. Further, the Green Project Reserve funding must be utilized to meet Water Pollution Control Revolving Fund Capitalization Grant requirements. These exceptions will grant entities access to available funding. Mr. Henderson also shared a brief model of the implementation and noted the proposed schedule for loan cycles: 1/5 and 2/5 are the two “open” cycles that are available to all projects; and 4/5, 6/5, 8/5, 10/5 and 11/5 are the limited cycles open to projects that score at or above the priority point threshold (or meet the defined exceptions). Projects will receive a preliminary score at its Pre-Qualification meeting and a finalized score during Project Needs Assessment (“PNA”) submittal/approval. Finalized scores remain valid for a 12-month period. Once the 2025 Intended Use Plan incorporating the proposed changes is approved, staff will issue a memorandum to SRF applicants, provide the entities with its priority points and explain the new process. The advantages and disadvantages of the proposed, proactive prioritization process were discussed. The presentation concluded with Mr. Henderson outlining the Committee’s next steps, including the incorporation of the new process in the 2025 IUP, messaging to applicants in the months leading up to the proposed IUP changes, submitting the updated IUP to the Water Quality Control Commission (“WQCC”) in October for approval, issuing a memo to SRF applicants advising them of the project priority point scoring and the new process, and full implementation of the updated process in 2025. After fielding several questions, Mr. Henderson concluded that the SRF staff recommends approval of the improved prioritization process and with approval, will incorporate the process into the 2025 Intended Use Plan for approval by the WQCC in October. A motion was made to forward a favorable recommendation to the full Board to accept the SRF staff’s recommendation,

as outlined. Director Treese also commended Mr. Henderson and the SRF staff for their work compiling the recommendation.

Motion by: Chris Treese
 2nd by: Patti Wells
 Vote: Carried unanimously

SRF Principal Forgiveness Caps and Maximums Recommendations

Wesley Williams noted that the principal forgiveness (“PF”) caps and maximums recommendations were also formed out of a separate SRF subcommittee, chaired by Desi Santerre of DOLA. Mr. Williams noted that as a result of the decreased DWRF and WPCRF base capitalization grants, and decreased PF, in addition to increased demand coupled with an increased DWRF project pipeline, staff has reviewed the current policies and limits and is recommending the following changes to the PF limits, as outlined in the June 7, 2024, memorandum contained in the Board materials. Mr. Williams noted the Authority’s practice of blending funding to an approximate 50-50 mix of PF and loan to optimize BIL funding availability. Staff recommends changing only the DWRF BIL Supplemental PF limits from \$2 million for DACs and \$1 million for BIL-eligible non-DACs to \$3 million and \$1.5 million for BIL-eligible non-DACs. The proposed limits are subject to prevailing per-entity restrictions, although DACs are currently excluded from those restrictions. A motion was made to forward a favorable recommendation of staff’s suggested changes to the full Board and to place this item on the Consent Agenda.

Motion by: Karen Wogsland
 2nd by: Patti Wells
 Vote: Carried unanimously

DOLA’s Small Communities Technical Services Funding Request

Keith McLaughlin provided a brief history of DOLA’s Small Communities Technical Services Program (“TSP”) since its inception in 2019 and its critical role in helping small communities with technical assistance that eventually leads some communities into the SRF funding process. The TSP program is approved annually by the Authority Board of Directors through the SRF budget process. The Authority’s current budget allocates \$50,000 for wastewater projects and \$25,000 for drinking water projects, utilizing administrative fees. DOLA is requesting an increase in the Drinking Water TSP funding and has proposed two options for consideration: adding \$25,000 to the Small Communities Technical Services budget for a total 2024 budget of \$100,000: \$50,000 for drinking water and \$50,000 for wastewater projects or moving \$25,000 from the wastewater appropriation to fund drinking water projects and \$25,000 for wastewater projects. Authority staff supports either option, while noting that option 2 has the most negligible impact on the Authority’s budget. Mr. McLaughlin expressed his support for the TSP and the two options presented. The Board briefly discussed each option as proposed in the May 29, 2024, memorandum contained in the Board materials. After consideration, a motion was made to recommend a favorable recommendation to the full Board to adopt option 2, moving \$25,000 from the wastewater appropriation to fund drinking water projects, maintaining a 2024 TSP budget of \$75,000, with \$50,000 for drinking water projects and \$25,000 for wastewater projects and to place this item on the Consent Agenda. It was noted that, although unlikely, staff would return to the Board if there were more requests than funds available in the wastewater TSP allocation.

Motion by: Patti Wells
 2nd by: Matthew Shuler
 Vote: Carried unanimously

Board Program Work Session Time

Chair Vandiver announced that Director Whitehead asked if the traditionally held 3:00 pm Board Program Work Session could be permanently moved, at least until 4:00 pm, but preferably to 5:00 pm, to accommodate a schedule conflict. Director Whitehead explained that his ongoing commitment is to attend the first Thursday of the month Animas-La Plata Operations, Maintenance and Replacement meeting in Durango. Director Whitehead’s attendance in these meetings is critical. The Board discussed several viable alternatives to accommodate Director Whitehead’s schedule and agreed the best option is to keep future Board Program Workshop meetings at 3:00 pm and allow Director Whitehead to arrive in Denver one day early so he may attend the Durango meetings virtually. This option was agreeable to Director Whitehead, and he thanked the Board for its consideration.

Interest Rates and Economic Discussion

For discussion purposes only, Wesley Williams announced that staff completed an interest rate analysis and summarized the analysis in this presentation. The Board previously requested staff to conduct an interest rate analysis at least twice per year, at the June and December Board meetings, and to make recommendations accordingly. Mr. Williams reported that so far in 2024, the interest rate environment has been volatile and market predictions have been extremely challenging. It was also noted that 2024 is an election year and as such, markets have a harder time adjusting. Staff have been monitoring the interest rate environments in banks and noted the higher than usual interest rates for short-term certificates of deposits (CDs), reflecting an anticipation of lower interest rates in the next 3-6

months. The US Treasuries yield curve was also reviewed and also reflected a higher interest environment in the short-term and lower interest rate environment in the long-term. A comparison between 2023 and 2024 was also illustrated showing a similar trend. This trend can be attributed to the Federal Reserve increasing short-term interest rates in an attempt to fight inflation. Kevin Carpenter continued the presentation and illustrated the inflation rate over the last 10 years and noted the significant increase in 2021 and 2022, as a result of the Federal Reserve's actions to fight inflation, as previously mentioned. The current inflation rate is at 3.4% and remains higher than the Federal Reserve's targeted inflation rate of 2%. Several other key economic indicators and projections were shared during the presentation. Mr. Carpenter illustrated the economic effects of the interest rate environment on the recently closed 2024 Series A/B Tax-Exempt and Taxable bond issue for its borrowers. A comparison of the Authority's interest rates to the Colorado Water Conservation Board, United States Department of Agriculture and the EPA's Water Infrastructure Finance and Innovation Act (WIFA) was shared and demonstrated that the Authority's interest rates remain competitive and are in fact lower than all three agencies across the Board. Based on all of the various components analyzed, Authority staff are recommending no changes in the current interest rates for the remainder of 2024, reserving the option to revisit, if warranted.

Long Hollow – Future Projects Escrow Funding Agreement with Executive Session

Director Vandiver noted that the next Agenda item may require the Board to enter Executive Session and asked Mr. McLaughlin to provide a brief background for the discussion. Mr. McLaughlin noted that the Board has discussed the Future Projects Escrow Funding Agreement at past Board meetings and didn't have any updates on locating an agreement(s) that memorialize the Authority's current practice of continuing to pay expenses to the La Plata Water Conservancy District for Long Hollow Reservoir beyond what was previously provided. There are several other agreements in place, but none thus far that specifically define the Authority's financial responsibility until the reservoir reaches first fill. Mr. McLaughlin has had several exchanges with the District's engineer and attorney to locate an agreement but could not locate a copy. According to the District, an agreement was drafted but not executed. Mr. McLaughlin and Mr. Ohlsen have exhausted their efforts to locate the agreement and have been unsuccessful and Mr. McLaughlin feels confident that if such an agreement existed, the Board would have to have approved such an agreement and staff would have been able to locate it by now. During the course of research, Mr. McLaughlin learned the Authority's intent was to complete its financial obligation to the District. Since the O&M Reserve was released to the District, the Authority has reimbursed approximately \$350,000 to the District. The last requisition submitted by the District was in May 2024 and totaled approximately \$7,700 for several items including legal fees. Mr. McLaughlin was uncomfortable approving the requisition as "original or tied to original" construction costs and notified the District of his intent to withhold payment, pending further confirmation of the Authority's obligation to do so. The District has suggested entering into a new custody agreement to complete payment of the outstanding costs that may be forthcoming from environmental and legal fees. The District was able to identify likely outstanding claims to be paid but was unable to provide a total of what those amounts may be. Mr. McLaughlin opined that the Authority has the option to no longer reimbursing these costs, absent a formal agreement outlining the obligation, and could notify the District accordingly. The balance of the Long Hollow holding account must be returned to the Authority per the terms of the existing Future Project Escrow Funding Agreement and could possibly be used for other projects in southwest Colorado, as the original agreement intended. The Board discussed several available options for how best to proceed. Director Vandiver asked Mr. Ohlsen to provide his assessment and Mr. Ohlsen concurred with Mr. McLaughlin's assessment. After further discussion weighing several options, the consensus of the Board was to ask Mr. Ohlsen to draft a letter to the District advising them that the Authority will no longer make reimbursement payments under the existing agreements unless or until they are able to provide documentation outlining the Authority's obligation to do so. Mr. McLaughlin agreed with this approach and suggested that he call the District and let them know that the letter will be forthcoming, in an effort to show good faith. The Board agreed this was the right approach. Mr. Ohlsen was also in support of this approach. Mr. McLaughlin thanked the Board for its direction.

Chair Vandiver thanked the Board for participating in the discussion and adjourned the meeting at 7:24 p.m.

From: e-Dear Colleague <e-dearcolleague@housemail.house.gov>
Date: Monday, June 24, 2024 at 8:13 AM
To: Foley, Kathleen (Pettersen) <Kathleen.Foley@mail.house.gov>
Subject: e-DearColleague: Bicameral Letter Raising Concerns with Funding for the Clean Water and Drinking Water State Revolving Funds

Bicameral Letter Raising Concerns with Funding for the Clean Water and Drinking Water State Revolving Funds

Sending Office: Honorable Brittany Pettersen
 Sent By: Kathleen.Foley@mail.house.gov

Quill: [LINK](#)

Deadline: COB, June 26th

Signers: Pettersen (D-CO), Bennet (D-CO), Hickenlooper, (D-CO), Cramer (R-ND)

Endorsing Organizations: American Water Works Association (AWWA), Council of Infrastructure Financing Authorities (CIFA), National Association of Counties (NACo), National Special Districts Coalition (NSDC), Association of State Drinking Water Administrators (ASDWA), Association of Clean Water Administrators (ACWA), Clean Water Action, Water Environment Federation, Texas Water Conservation Association, Colorado Water Congress, Water & Wastewater Equipment Manufacturers Association, Western States Water Council, American Rivers, National Water Resources Association, Alliance for Water Efficiency, River Network, National Municipal Stormwater Alliance, National Association of Clean Water Agencies (NACWA), Association of Clean Water Administrators, Green Infrastructure Leadership Exchange, American Public Works Association, Colorado Water Utility Council (CWUC), Texas Water Infrastructure Network, Water Environment Association of Texas (WEAT), Texas American Water Works Association, Texas Water Foundation, Association of Water Board Directors-Texas, Freshwater Future, Environmental Policy Innovation Center (EPIC), Clean Water Construction Coalition, Western Recycled Water Coalition, Colorado Rural Water, Natural Resources Defense Council.

Dear Colleague –

Representatives Brittany Pettersen (D-CO) and Senator Michael Bennet (D-CO) invite you to sign their letter to House and Senate Appropriators raising concerns with how the Clean Water and Drinking Water State Revolving Fund (SRF) is being reduced due to the redirection of funds to the Community Project Funding/Congressionally Directed Spending (CPF/CDS) process.

SRFs have been the principal water financing programs for more than three decades, supporting water infrastructure projects – such as drinking water, wastewater, and stormwater projects – through low-cost loans and limited grants to underserved communities to cities and towns across our nation. These funds

have been critical to expand access to clean water, modernize aging water infrastructure, and safeguard our public health. Following the resumption of the CPF/CDS process in the 117th Congress, regular funding for state SRFs decreased by more than \$3.7 billion in FY22, FY23, and FY24 because funds were diverted to CPF/CDS in the annual Appropriations Acts.

Rep. Pettersen and Senator Bennet's letter raises concerns for this funding diversion and urges House and Senate Appropriators to increase funding for SRFs to account for CPF/CDS. Additionally, this letter urges Appropriators to provide a more sustainable funding source for critical water projects through the CPF/CDS process – particularly one that does not siphon off funds from essential projects that rely on SRF financing.

We hope that you will sign onto this letter and support sustainable financing of our nation's water infrastructure. Please reach out to Katy Foley (Kathleen.Foley@mail.house.gov) with Rep. Pettersen's office or Rosy Brummette (Rosy_Brummette@bennet.senate.gov) with Senator Bennet's office with any questions.



Colorado tribes want to get into lucrative online sports betting. But a long-running dispute with the state is getting in the way.

by [Jerd Smith](#) | Jun 20, 2024 | [Economics and Finance](#), [Environment](#), [Law and Policy](#), [Major River Basins](#), [Tribal Water](#), [Water Legislation](#) |



The temporary sportsbook at the Monarch casino in Blackhawk features two kiosks where bettors can place their wagers, with a more expansive space to come. Retail locations at the casinos so far have played a small role in Colorado's betting action. (Kevin Simpson, The Colorado Sun)

Colorado tribes want to offer online sports betting. But their tax status, and other issues, has some people worried that allowing the Southern Ute and Ute Mountain tribes to offer remote wagering on professional sports might siphon valuable revenue away from Colorado water projects.

The Colorado Department of Revenue declined to comment on the specifics of the dispute, while tribal representatives say they are frustrated with the state's refusal to allow them to offer it.

In November, a proposition referred to the ballot by lawmakers in [House Bill 1436](#), will ask voters to allow the state to keep more of the revenue generated by sports gaming. Taxes collected on those bets, which were authorized in 2019, are projected to generate \$34.2 million in tax revenue in the state's next fiscal year, which begins July 1.

Under the current sports gaming law, the state cannot collect revenues in excess of \$29 million. If voters approve the ballot measure, that cap would be removed, potentially generating millions of dollars more for water programs.

Colorado voters approved limited gaming in 1990 and the Ute Mountain Ute and Southern Ute tribes [opened their own casinos soon after](#).

Remote sports betting is offered by casinos in Black Hawk, Central City and Cripple Creek, but the tribes have so far not been allowed to participate because of a failure to reach an agreement with the state on how it would operate, according to Peter Ortego, a lawyer representing the Ute Mountain Ute Tribe, in Towaoc. Ortego said the Ute Mountain Ute have not taken a position on the new ballot measure.

Representatives for the Southern Ute Tribe in Ignacio did not respond to a request for comment.

One of the issues is taxation. Because tribes are sovereign nations, they are exempt from paying state taxes. That tax-free status is problematic from the state's perspective because if tribes allowed other commercial gaming companies to locate a remote sports betting kiosk on tribal land, it too would be exempt from taxation, shrinking the amount of money the state could collect for water programs including conservation, habitat restoration, stream

protection and planning and storage, according to state Rep. Dylan Roberts, D-Frisco.

“When the legislature referred the sports betting initiative to voters in 2019, a key part was the state collecting tax on the revenues and dedicating 90% of that money to water projects,” Roberts said. “Now there is a concern that if the physical locations moved to tribal lands, we would lose most of the funding for water.”

The Colorado Gaming Association’s stance on the issue is not clear. The trade group did not respond to a request for comment.

Lawmakers are expected to take up the issue later this summer when a [special interim committee](#) on tribal affairs meets, Roberts said.

“I would be open to finding a middle ground. The complication is that tribal lands are not subject to state law, so lawmakers have very little ability to work in that space,” Roberts said.

Previous attempts to break the impasse have failed. The Ute Mountain Ute’s Ortego said it’s not clear when — or if — the dispute will be resolved.

“We want the opportunity to do what every other casino in the state is allowed to do,” Ortego said. “And we believe we have the right to do so.”

Group to focus on water for the environment

State officials want more flow targets in stream management plans

News [NEWS](#) | Jun 16, 2024

Heather Sackett
Aspen Journalism



The Eagle River, left, flows into the Colorado River near Dotsero. The Eagle River Coalition recently completed its community water plan, which outlines environmental flow deficits, but does not make recommendations on how to get more water into rivers.

Bethany Blitz/Aspen Journalism

In an effort to elevate the needs of the environment in water management, the state of Colorado is convening a new committee that is scheduled to begin meeting this summer.

The Colorado Water Conservation Board and Boulder-based nonprofit River Network are creating a pilot program known as the Environmental Flows Cohort, which will assess how much water is needed to maintain healthy streams and how to meet these flow recommendations. The cohort will include not just environmental advocates, but agricultural and municipal water users, who may initially feel threatened by environmental flow recommendations.

The goal of the program is to address the barriers that lead to these recommendations being excluded from local stream management plans. The cohort was one of the recommendations in a [January 2023 analysis](#) of SMPs by the River Network.

“The idea is how can the environmental and recreation side of things better partner with the agricultural users on trying to find win-win projects for keeping more water in the stream,” said Brian Murphy, director of the healthy rivers program at the River Network. “An emphasis on making sure stream management plans identify and prioritize projects that include environmental flows, that’s been kind of a shortfall.”

An objective of Colorado’s 2015 Water Plan was to create SMPs for most of the state’s important streams by 2030. SMPs are meant to focus on water for the environment and recreation, which are “nonconsumptive” needs where “using” the water means that it stays in streams. The idea is that these flow targets could then result in projects designed to get that agreed-upon amount of water in streams.

SMPs were originally intended as a tool to legitimize and enhance the role of environmental and recreation groups in water management, but a 2022 report by the River Network found that focusing on water to maintain a healthy environment was inconsistent, problematic and unpopular among the stakeholders who were creating the SMPs. Just 6% of project recommendations at the time focused on environmental flow targets and only 1% focused on recreation flow targets, even though SMPs were supposed to have been a tool specifically for the benefit of nonconsumptive water uses.

In some cases, the SMPs [broadened in scope and morphed](#) into Integrated Water Management Plans that included an agricultural water needs assessment and ditch inventories.

“One of the big challenges, it was found, was just a lot of perceived negativity regarding flow recommendations,” said Andrea Harbin Monahan, a watershed

scientist with CWCB. “There’s a perceived animosity between the recreation community versus agriculture, for example. Figuring out a way to get all those people into one room and start those conversations early and build trust early in the process are hopefully the outcomes of this environmental cohort.”

Under the bedrock principle of Colorado water law, the oldest water rights, which belong to agriculture and cities, get first use of rivers and other user groups have historically had trouble making inroads. The actions of the biggest irrigators often have an influence on how much water is left flowing in the stream, and there are few ways to guarantee there is enough for ecosystems and wildlife. The CWCB holds instream flow water rights intended to “preserve the natural environment to a reasonable degree.” But the oldest of these date to the 1970s — about a century younger than the most powerful agricultural water rights, which limits their effectiveness.

As climate change squeezes water supply and creates shortages for all users, it also ratchets up the tension between groups that take water out of the river and groups that want to leave it in.



Homestake Creek is a tributary of the Eagle River. The Eagle River Coalition recently completed its community water plan, which outlines environmental flow deficits, but does not make recommendations on how to get more water into rivers. Brent Gardner-Smith/Aspen Journalism

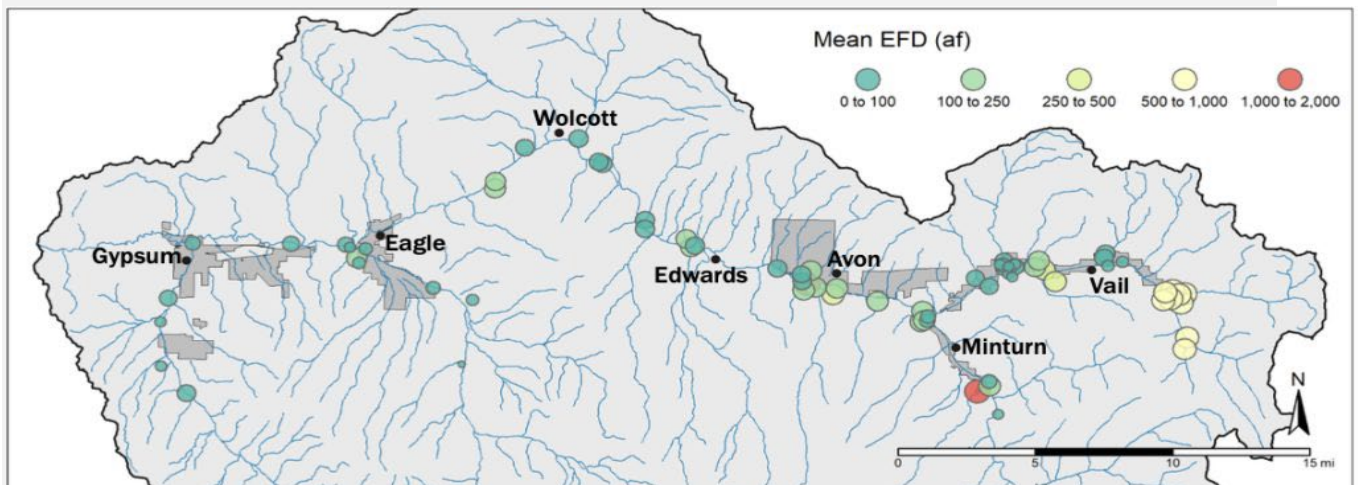
Eagle River Community Water Plan

The Eagle River Coalition is an organization dedicated to advocating for the health of the Eagle River. After five years of community meetings and technical work, the group recently released the [Eagle River Community Water Plan](#). The plan provides an assessment of current conditions on the Eagle and its tributaries, and what conditions may look like with future risks such as climate change, more municipal water demands and new reservoir projects that take more water to the Front Range.

“The main takeaway to me is that we’re going to see low flows and less water in the river, so we as a community have to figure out how are we going to prioritize keeping our river flowing,” said James Dilzell, executive director of the Eagle River Coalition. “Figuring out how to have more water in the river is going to be absolutely critical.”

The plan is meant, in part, to provide an understanding of environmental and recreational needs gaps and how they are affected by high and low flows and increasing demands for water in Eagle County and on the Front Range.

But although the plan includes a section about environmental flow deficits, which is the amount of water that would be needed to meet the CWCB’s instream flow water right during a typical year, it – like most SMPs – does not set a target amount for flows.



This map in the Eagle River Community Water Plan shows the environmental flow deficits on the Eagle River and its tributaries. The EDFs reflect the amount of water that would be needed to meet the Colorado Water Conservation Board Instream Flow water right in a typical year. Eagle River Community Water Plan

Seth Mason, a hydrologist with Carbondale-based Lotic Hydrological, helped author the Eagle River plan and will be participating in the cohort. He said putting a number on exactly how much water the river needs at different times of year under different future climate and development scenarios is complicated. For example, it might be the case that the only way for a section of river to meet a certain flow target is to build a reservoir to control releases, but a new reservoir project could be at odds with what the community wants.

“What we didn’t do was develop a prescriptive flow regime,” Mason said. “And that, I think, is what a lot of people end up looking for. ... I think providing the nuance necessary for people to do critical thinking about trade-offs is more valuable than drawing the perfect stream flow regime, which there is no such thing.”

Dilzell said he is interested in learning more about flow recommendations on the Eagle River and its tributaries, and the completion of the community water plan is just the first step in local watershed management.

Still, river flows can be a proxy for ecosystem health, and some say target recommendations are essential. Bart Miller, healthy rivers director with environmental group Western Resource Advocates, said stream flow recommendations are the bedrock for protecting the environment. WRA is helping to facilitate the cohort.

“Flow has an impact on water quality, temperature, habitat — everything from spawning cues for fish to just keeping them alive when flows are getting low at the end of the summer,” Miller said. “There’s a wide range of benefits from having a clear picture of what stream needs are and articulating recommendations on how to improve or protect what the flows look like.”

Although they are not required in order to get state funding for SMPs, CWCB officials would still like the groups that develop SMPs to come up with flow recommendations. Harbin Monahan said the cohort will be a way to work through barriers, understand the contentious nature of the topic and build trust among stakeholders so that more SMPS can have flow recommendations in the future.

“The entire idea behind stream management plans was to help support the environment and recreation community and help them meet the flow needs for specific uses,” she said. “It’s OK if stream management plans don’t come out with a flow recommendation. It’s not typically required, but it is a desired outcome.”

The River Network and CWCB are taking applications for the Environmental Flows Cohort and plan to choose 15 to 20 participants to begin meeting in July. The

cohort plans to meet five times between July and next spring and will develop a training program for local watershed groups to follow when they create SMPs.

Colorado Water Resources and Power Development Authority



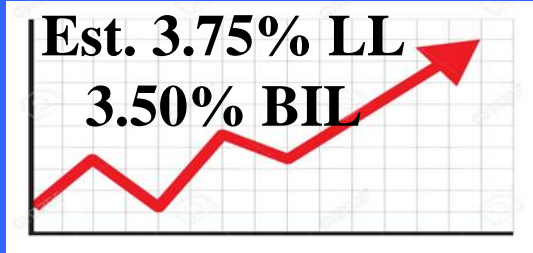
**August 21, 2024
Board Meeting**

Project 7 Water Authority

Resolution No. 24-20, LL, BIL Direct Loan



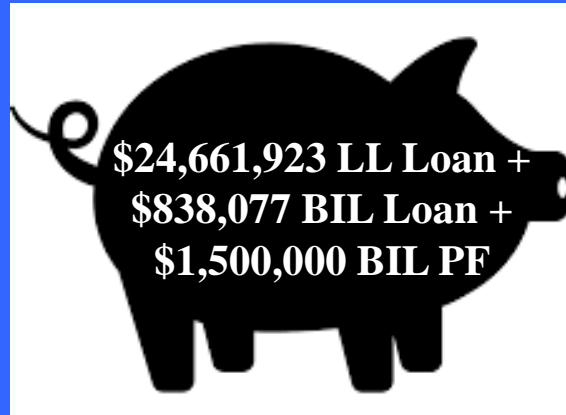
Interest Rate =



Term =



Loan Amount =



PFC

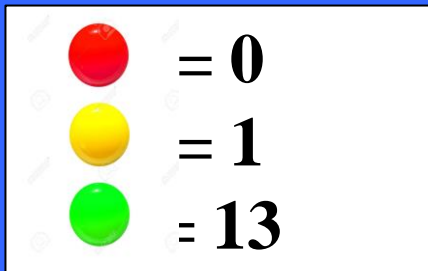
Recommends = Consent

Pledge = Water System Revenue

Subject To =



Indicators =



Additional Info =

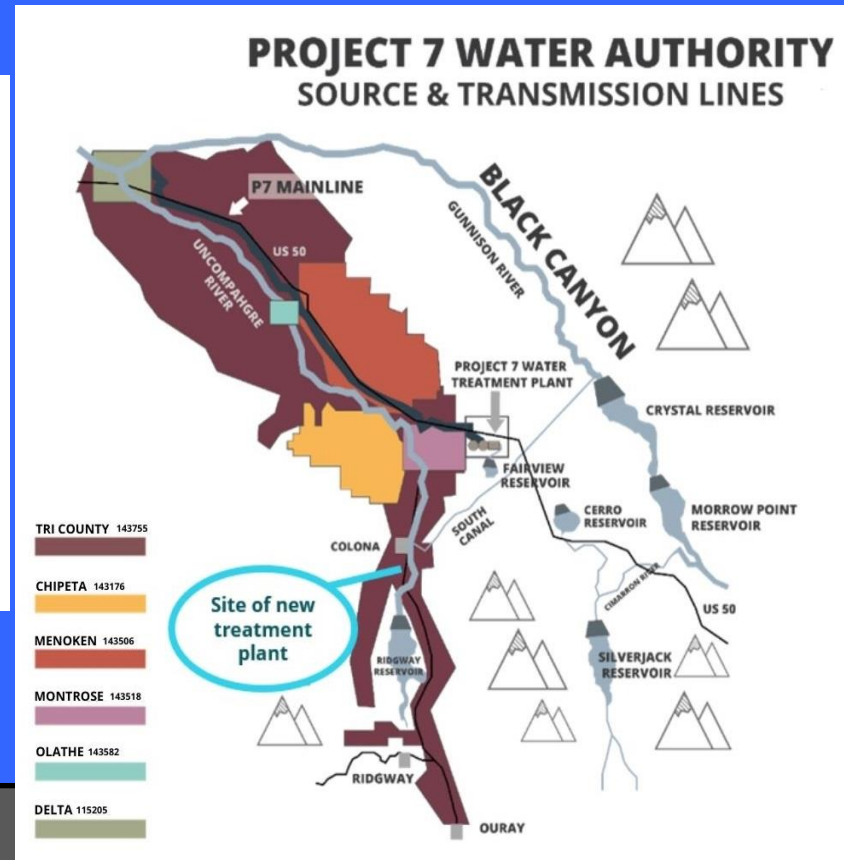
O&M Reserve = 608%
Bid process = CMAR
Contingency = 16%

Project 7 Water Authority



The project consists of constructing a raw water transmission line and intake structure downstream of the Ridgway Reservoir, a new water treatment facility and treated water transmission line serving the communities of the Uncompahgre and Gunnison River Valleys as a redundant water source.(Gunnison-Uncompahgre Basin)

Project 7 Water Authority

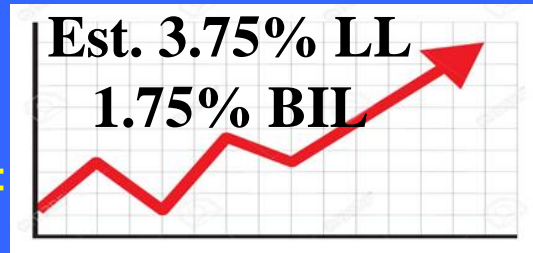


Town of Kremmling

Resolution No. 24-21, LL, BIL Direct Loan



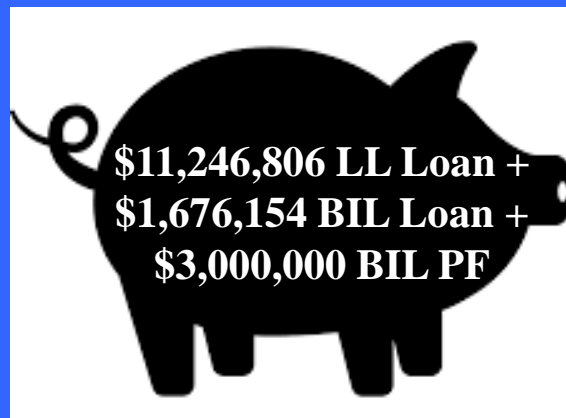
Interest Rate =



Term =



Loan Amount =



PFC Recommends =

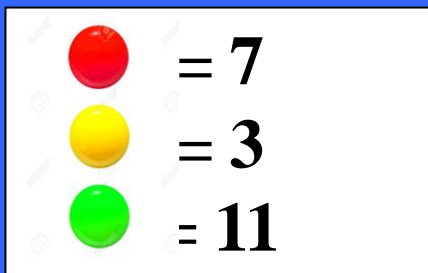


Pledge = Water System Revenue

Subject To =



Indicators =



Additional Info =

O&M Reserve = **443%**
 Bid process = **CMAR**
 Contingency = **9.78%**



Town of Kremmling

This project consists of replacing the Town's existing water treatment facility with ultrafiltration (UF) treatment skids to aid in raw water quality and finished water quality goals. The new water treatment facility project includes three UF treatment skids and eight UF membrane modules housed in a new treatment plant building. Other additions include a clearwell, booster pump, and potable water storage tank. (Colorado Basin)



Buffalo Mountain Metropolitan District

Resolution No. 24-22, LL/or Base, BIL Direct Loan



Interest Rate =



Term =



Loan Amount =



PFC Recommends = Consent

Pledge = Water & Sewer System Revenue

Subject To =



Indicators =

- = 1
- = 6
- = 14

Additional Info =

O&M Reserve = **71%**
 Bid process = **DBB**
 Contingency = **10%**



Buffalo Mountain Metropolitan District

Buffalo Mountain Metropolitan District will be making distribution system improvements which will include valve/water main replacements and water main looping, pressure relief vault construction, adding an interconnect with the Town of Silverthorne, and upgrading existing booster stations. In addition, this project will include water treatment plant piping and control system replacement and well rehabilitation of two groundwater wells. (Colorado Basin)

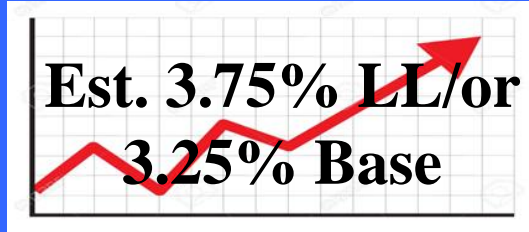


Town of Estes Park

Resolution No. 24-23, LL/or Base & BIL Direct Loan



Interest Rate =



Term =



Loan Amount =



PFC

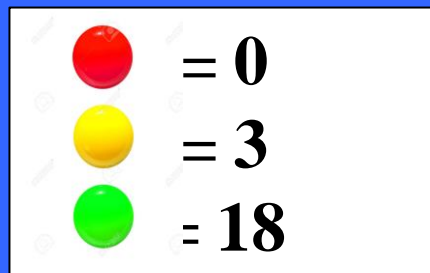
Recommends = Consent

Pledge = Water System Revenue

Subject To =



Indicators =



Additional Info =

O&M Reserve = 508%
Bid process = DBB
Contingency = 10%



Town of Estes Park

The project consists of improvements to portions of the Carriage Hills Water System distribution system and replacement of the Spruce Knob Water Company distribution system. Spruce Knob Water Company will permanently connect to the Town's distribution system and dissolve following completion of the project. (South Platte Basin)



Town of La Veta

Resolution No. 24-24, BIL Direct Loan



Interest Rate =



Term =



Loan Amount =



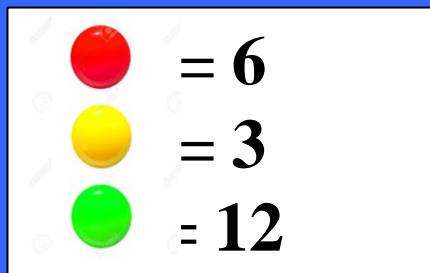
**PFC
Recommends = Consent**

Pledge = Water System Revenue

Subject To =



Indicators =



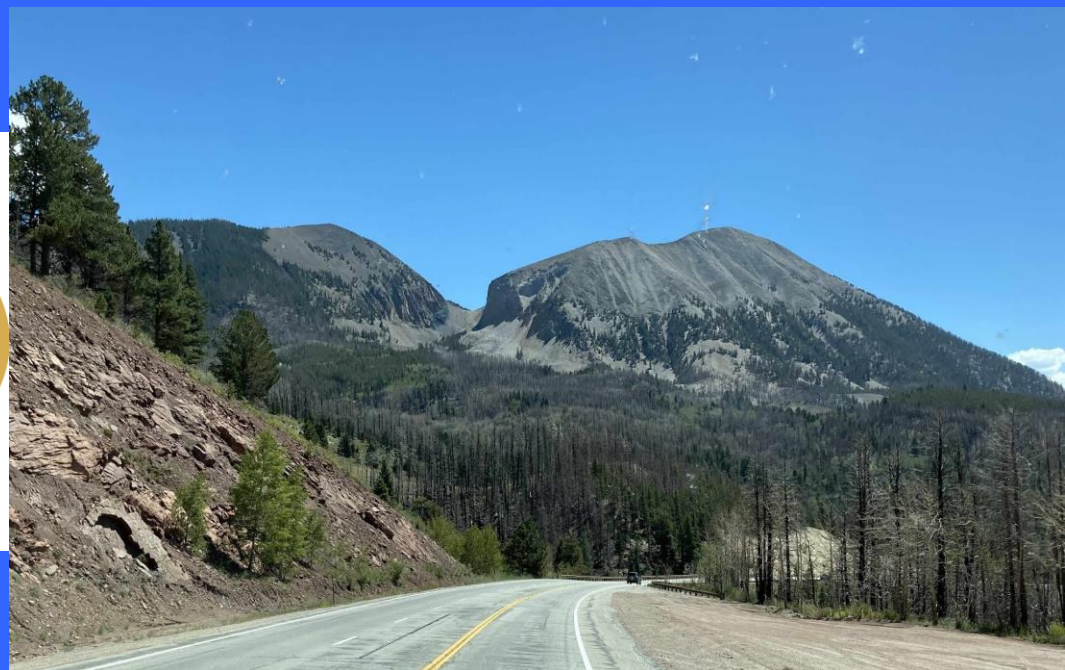
**Additional
Info =**

O&M Reserve = 796%
Bid process = DBB
Contingency = 8%



Town of La Veta

This project consists of a new water treatment plant using conventional treatment technology with full automation. There will be three pre-engineered clarifier units, a below grade disinfection contact, a clearwell tank, and a building extension to house the new treatment equipment. (Arkansas Basin)



Karval Water Authority Resolution No. 24-25, BIL Direct Loan



Interest Rate =



Term =



**Loan
Amount =**



**PFC
Recommends =**

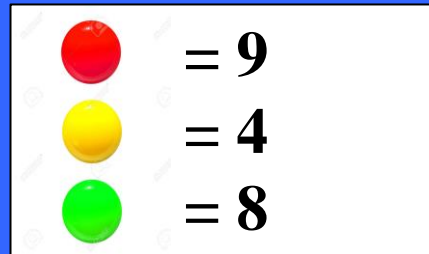


Pledge = Water System Revenue

Subject To =



Indicators =



**Additional
Info =**

O&M Reserve = **81%**
Bid process = DBB
Contingency = 10.6%

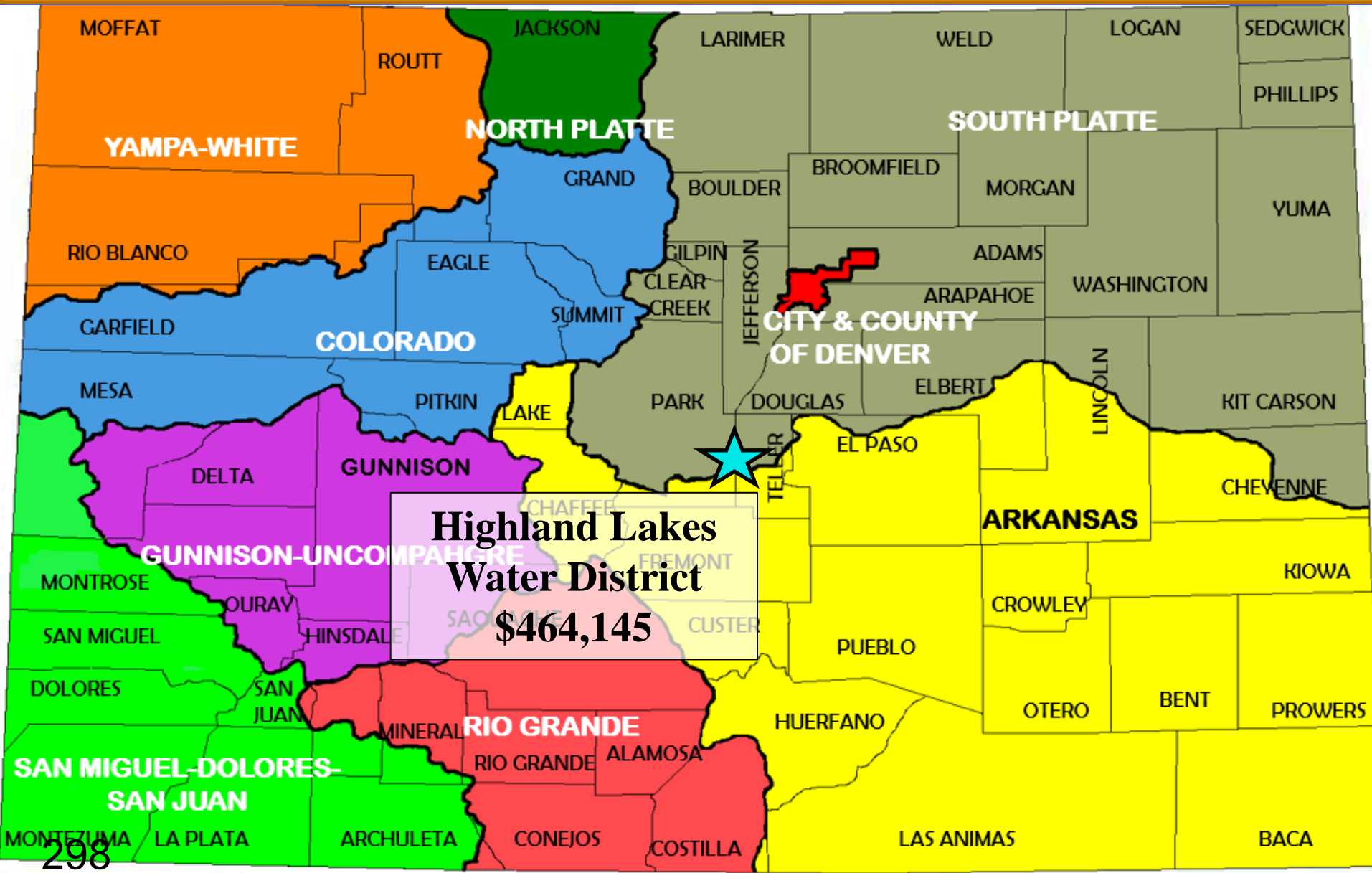
Karval Water Authority



The Water Authority will be drilling a second well, replacing distribution piping, looping the distribution system, installing new gate valves, replacing meters, installing a new backup generator, replacing a fire hydrant, performing rehabilitation on the nitrate treatment control valves and replacing the hydropneumatic tanks in existing treatment plant.
(Arkansas Basin)



DWRF August 5th Deadline Loan Application Received

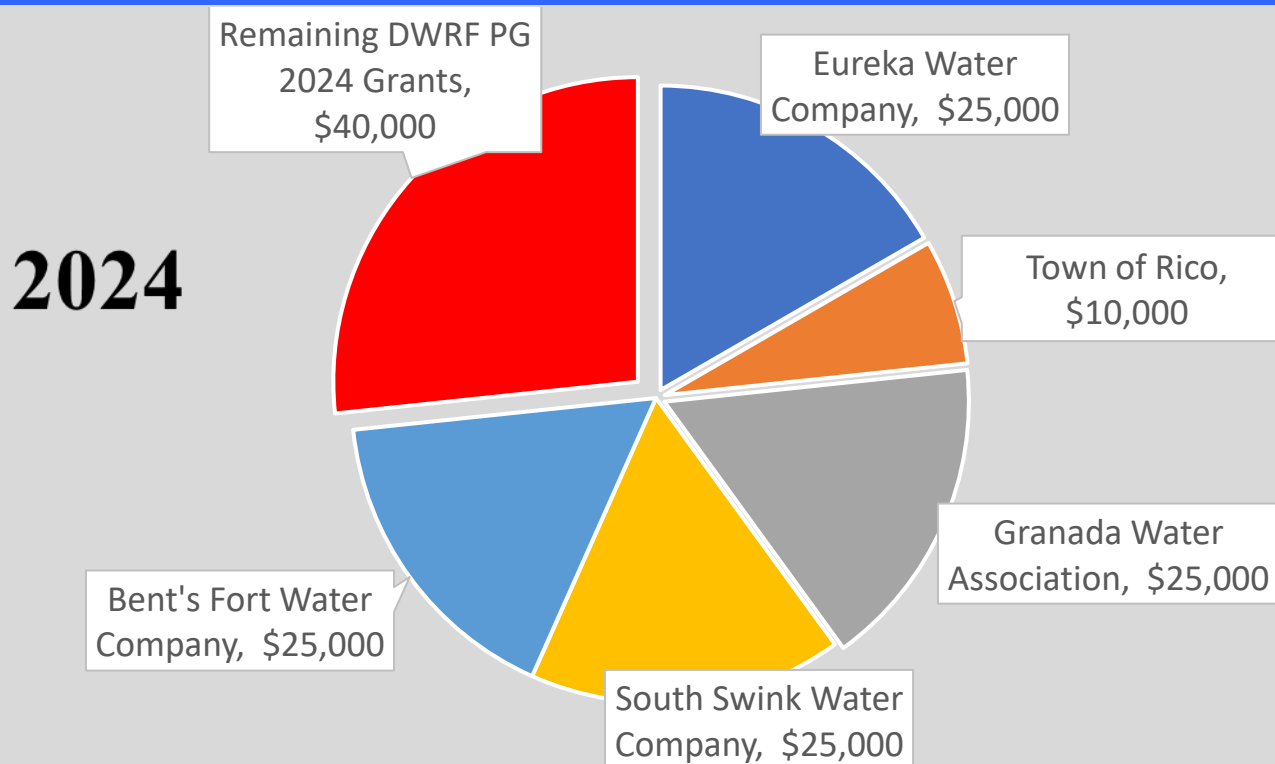


DWRF Planning Grant Update



In 2024, the Authority has budgeted \$150,000 for DWRF Planning Grants (PGs). There have been four PGs awarded since the June Board meeting. There's \$40,000 remaining for 2024 Planning Grants.

- Town of Rico (San Miguel-Dolores-San Juan Basin) – Replacing water storage tanks. (PNA)
- Granada Water Association (Arkansas Basin) – Formation of a local government.
- South Swink Water Company (Arkansas Basin) – Formation of a local government.
- Bent's Fort Water Company (Arkansas Basin) – Formation of a local government.



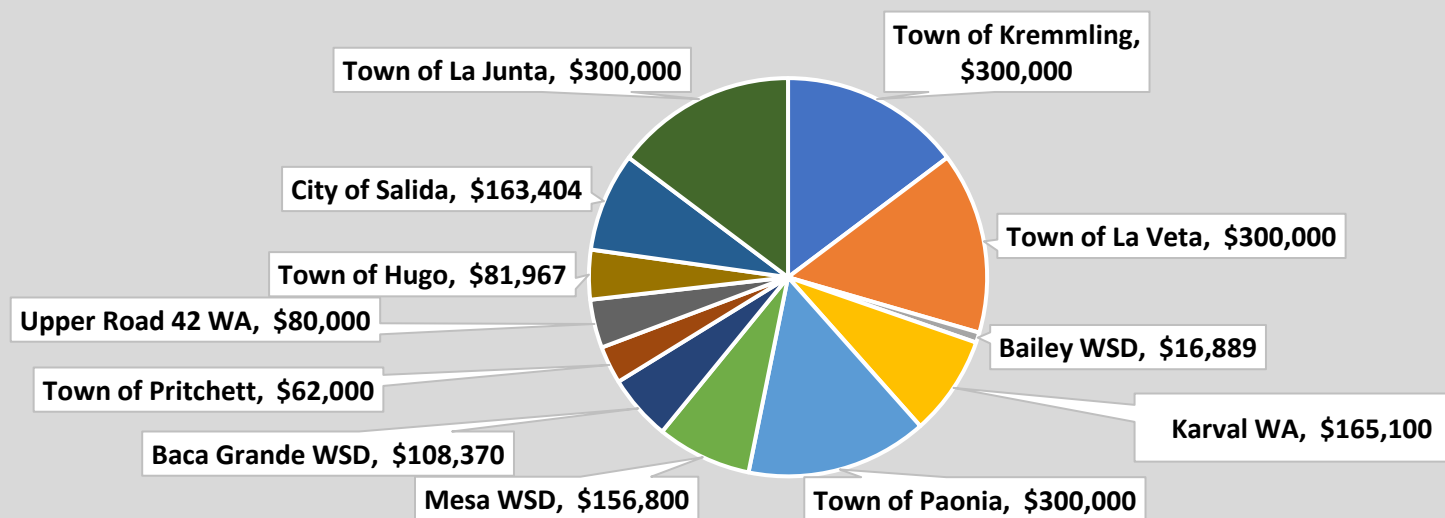
DWRF Design and Engineering Grant Update



We have received an estimated 2024 cap grant allotment. Of the approximately \$2 million allocated for 2024 D&Es, there are no remaining D&E funds. There have been three D&Es awarded since the June Board meeting.

- Town of Hugo (Arkansas Basin) - replacement of distribution piping, a storage tank, water meters and two drinking water wells.
- City of Salida (Arkansas Basin)- install of new ditch pipe.
- Town of La Junta (Arkansas Basin) – replacement of distribution pipelines, water meters, and lead service lines.

2024



Town of Sedgwick

Resolution No. 24-27, Base & BIL Direct Loan



Interest Rate =



Term =



Loan Amount =



PFC

Recommends = Consent

Pledge = Water & Sewer System Revenue

Subject To =



Indicators =

- = 10
- = 4
- = 7

Additional Info =

O&M Reserve = 455%
Bid process = DBB
Contingency = 7.8%

Town of Sedgwick

The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility (WWTF) replacing the existing discharging lagoon WWTF. (South Platte Basin)



Town of Manzanola

Resolution No. 24-28, Base & BIL Direct Loan



Interest Rate =



Term =



Loan Amount =



PFC




Recommends = Consent

Pledge = Sewer System Revenue

Subject To =



Indicators =

-  = 8
-  = 1
-  = 12

Additional Info =

O&M Reserve = **447%**
 Bid process = **DBB**
 Contingency = **12%**

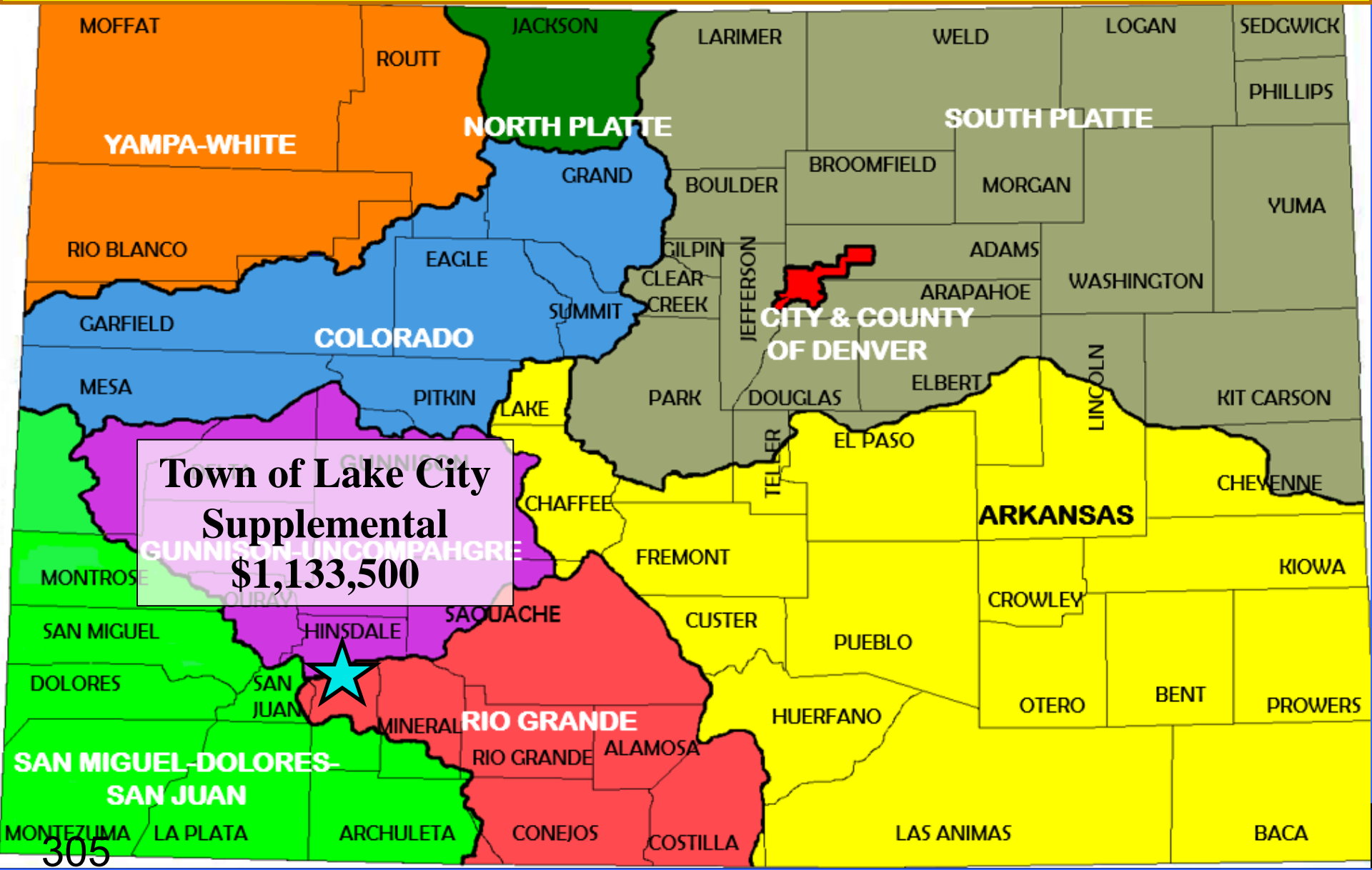


Town of Manzanola

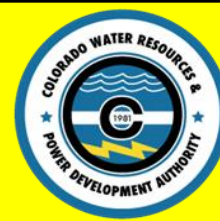
The project consists of the construction of a new evaporative non-discharging lagoon wastewater treatment facility. (Arkansas Basin)



WPCRF August 5th Deadline Loan Application Received

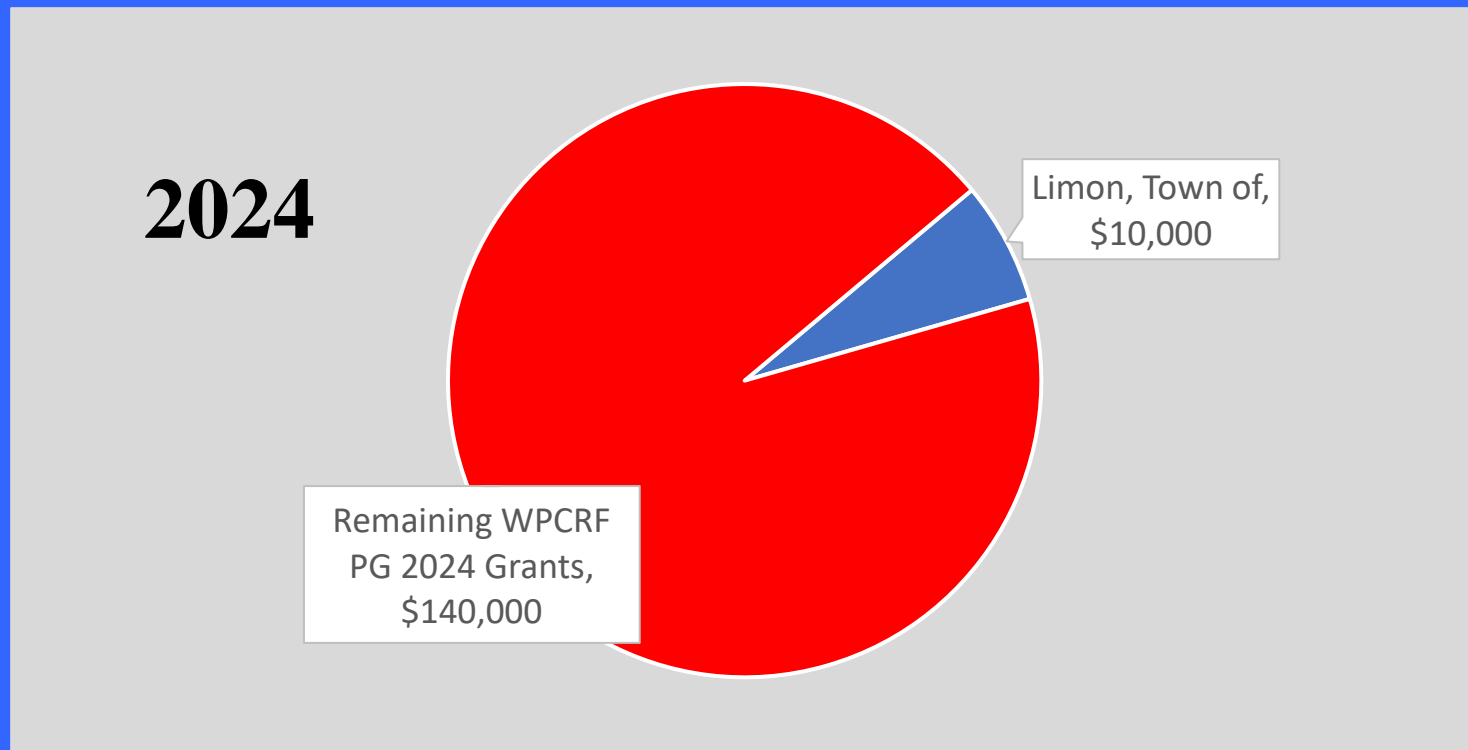


WPCRF Planning Grant Update



In 2024, the Authority has budgeted \$150,000 for WPCRF Planning Grants (PGs). There has been one PG awarded since the June Board meeting. There's \$140,000 remaining.

- Town of Limon (Arkansas Basin) – Upgrades to sewer collection system. (PNA)

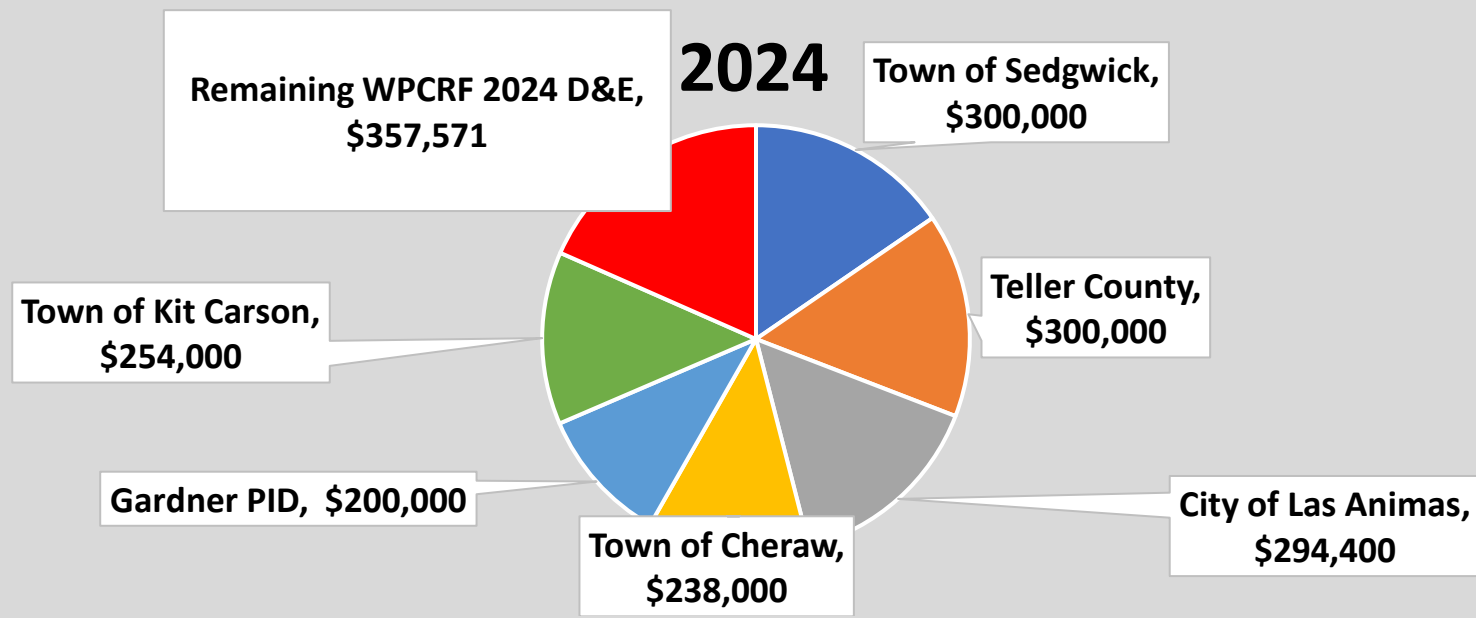


WPCRF Design and Engineering Grant Update



We have received an estimated 2024 cap grant allotment. Of the approximately \$640 thousand allocated for 2024 D&Es, there are \$357,571 remaining D&E funds. There have been three D&Es awarded since the June Board meeting.

- Town of Cheraw (Arkansas Basin) - replacing evaporative lagoon cell liner and upgrades to the town lift station.
- Gardner PID (Arkansas Basin) - replacing collection system and installing a new WWTF.
- Town of Kit Carson (South Platte Basin) - converting the WWTP to a non-discharging facility by constructing three evaporative lagoons.



SHLP Matching Grant Update



In 2024, the Authority has budgeted \$150,000 for Small Hydropower Matching Grants (SHMGs). There have been no SHMGs awarded this year.

