

Colorado Agricultural Development Authority

Annual Report
2009

Colorado Agricultural Development Authority

Board Members For the Year Ended December 31, 2009

Name and City	Position	Expiration of Term	Occupation
John Stulp Lakewood	Ex-officio Member	--	Commissioner Colo. Dept. Agriculture
Mel Rettig Grand Junction	Chairman	June 30, 2012	Farmer
John Stencil Aurora	Member	June 30, 2010	Retired
Tim Lehmann Powderhorn	Member	June 30, 2011	Rancher
Brian Neufeld Greeley	Member	June 30, 2010	Farmer
Randy Wilkes Burlington	Member	June 30, 2012	Farmer
Ron Lambden Greeley	Member	June 30, 2012	Attorney
Andrew Trainer Pueblo	Member	June 30, 2011	Banker

James Rubingh serves as Secretary to the Authority.
Stacy Romero serves as Recording Secretary.

Colorado Agricultural Development Authority

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For the Year Ended December 31, 2009

Beginning Farmer Program

This program utilizes tax exempt bonds to assist first time farmers and ranchers with the purchase of land, equipment and other capital expenditures. Three hundred and twenty-three loans for a total of \$45,148,626.34 have been made to individual borrowers as of December 31, 2009. In 2009, seven loans for a total of \$1,196,500.00 were made to assist beginning farmers and ranchers.

Agricultural Processing Loan Program

This program utilizes tax exempt bonds to assist in the purchase of facilities and equipment for the processing of agricultural goods. Four bonds have been issued for a total of \$14,895,000 under this program.

Agricultural Sewage Facility Bonds

This program utilizes tax exempt bonds to assist with the purchase of equipment and facilities for the handling of agricultural sewage and waste material. In total, three bonds for \$15.75 million have been issued under this program.

Loan to Lenders Program

This program was conducted in 1983 with six-year equipment loans (ended in 1989) and ten-year land loans (ended in 1993). A total of 105 loans for \$8,000,000 were made.

In total, CADA has assisted with 435 loans for \$83,792,626.34. No state money is pledged or at risk under any of these programs.

Colorado Agricultural Development Authority

State of Revenues, Expenses and Changes in Financial Condition For the Year Ended December 31, 2009

Revenue	2009	2008
Interest on Checking Account	0.00	0.00
Interest on CSAFE Money Market Account	1,791.86	9,121.65
Interest on Investments	32,758.89	53,656.35
Application Fees	1050.00	350.00
Loan Closings	2651.25	3714.34
Annual Fees Collected	12,655.97	12,283.15
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Total Revenue	57,907.97	79,125.49
Expenditures		
Allocation Application Fees	0.00	7,500.00
Telephone	412.98	186.91
Printing/Copying	0.00	517.00
Travel/Staff	162.81	1664.89
Travel/Board	2331.39	3006.60
Postage/Shipping	283.41	253.42
Conference Fees	405.00	1315.00
Insurance	377.00	377.00
Dues/Subscriptions	200.00	200.00
Bank Charges/Investment Service Charges	37.50	87.00
Accounting Fees	6000.00	5365.00
Advertising & Publicity	9431.17	5597.49
Official Functions	592.22	777.11
Miscellaneous & Office Supplies	705.05	632.94
Legal Expense	1078.29	1750.00
Personal Services	14,802.00	15,404.20
Exhibitor Fees	0.00	0.00
Contributions	<u>13,300.00</u>	<u>23,580.88</u>
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Total Expenditures	50,118.82	68,215.44
Revenue Over Expenses	7,789.15	10,910.05

Colorado Agricultural Development Authority

Statement of Assets Year End 2009, 2008

ASSETS:	2009	2008
Cash on Hand	16,746.77	10,508.37
Investment Accounts		
CSAFE Money Market Account	412,674.80	415,486.97
Bonds/Notes	1,055,104.00	1,058,464.44
<i>Total Assets</i>	<u>1,484,525.57</u>	<u>1,484,459.78</u>

Colorado Agricultural Development Authority

Notes to Financial Statement For the Year Ended December 31, 2009

1. Authorizing Legislation

The Colorado Agricultural Development Authority (the Authority) is an independent public body politic and corporate and political Subdivision, created June 19, 1981 by an Act of the General Assembly of the State of Colorado.

The purpose of the Authority is to provide low interest financing to Colorado farmers, ranchers and agricultural processors for capital expenditures necessary for agricultural production.

The Authority may issue tax-exempt bonds and notes or other obligations, which shall not constitute a debt of the State of Colorado, its legislature or any political subdivision other than the Authority. Obligations are issued by and are the limited obligations of the Authority, payable solely from collections from the borrowing entity.

2. Nature of Funds

The funds maintained by the Authority are described below:

Operating Fund – The operating fund was established by the Authority to account for expenses necessary for the operation of the Authority.

Bond Funds – Resolutions adopted by the Authority and bond documents intended to implement the resolutions establish the specific funds to account for the proceeds of the bond issues and debt service payments. (Also see Note 4)

3. Accounting Policies

The Authority's financial statements reflect the accrual basis of accounting.

4. Bond Revenues

The Authority may impose upon any borrower a service fee in amounts determined by the Authority. These fees may be used to pay various expenses of the Authority, including administrative and operating expenses, and to provide funds for anticipated future expenses. These fees are payable in part at the time of application and in part at the time of closing and thereafter annually on December 15th for the length of the loan period.

Colorado

Agricultural Development Authority

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Lakewood, CO 80215-8000
(303) 239-4116
(303) 239-4125 FAX

February 1, 2010

The Honorable Bill Ritter
State Capitol Building
200 East Colfax Ave.
Denver, CO 80203

Dear Governor Ritter:

This is the twenty-eighth annual report of the Colorado Agricultural Development Authority. In 2009, seven bonds for beginning farmers and ranchers were issued. The amount of bonds issued in 2009 through the Beginning Farmer program was \$1,196,500.

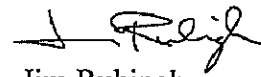
One previous bond was also modified in order to reduce the payments for the borrower.

The Authority continues to look for new opportunities to assist the Colorado agricultural industry with its financing needs.

Sincerely,



Mel Rettig
Chairman



Jim Rubingh
Secretary

Xc: Representative Terrance Carroll
Senator Brandon Shaffer

Board of Directors: Mel Rettig, Grand Junction; Brian Neufeld, Hooper; Ronald J. Lambden, Greeley; John Stencel, Aurora; Tim Lehmann, Powderhorn; Andrew Trainor, Pueblo; Randy Wilks, Burlington; John Stulp, Commissioner of Agriculture; Jim Rubingh, Secretary