

**COLORADO**  
**DRINKING WATER REVOLVING FUND**  
**SUMMARY REPORT**

**JANUARY 1, 2007 – DECEMBER 31, 2007**



**PREPARED BY**  
**THE STATE OF COLORADO**  
**APRIL 30, 2008**  
  
**FOR THE ENVIRONMENTAL PROTECTION AGENCY**  
**REGION VIII**



# COLORADO WATER RESOURCES & POWER DEVELOPMENT AUTHORITY

Logan Tower Bldg. - Suite 620, 1580 Logan Street, Denver, Colorado 80203-1942  
303/830-1550 • Fax 303/832-8205 • [info@cwrpda.com](mailto:info@cwrpda.com)

April 30, 2008

Mr. Brian Friel  
DWSRF Program Coordinator  
U.S. EPA, Region 8  
Technical & Financial Services Unit (8P-W-TF)  
1595 Wynkoop Street  
Denver, CO 80202-1129

**RE: 2007 Summary Report for the Colorado Drinking Water Revolving Fund (DWRF)**

Dear Mr. Friel:

As required by the Operating Agreement between the U.S. Environmental Protection Agency and the Authority, I am transmitting herewith three copies of the 2007 DWRF Summary Report. This document is intended to describe the activity of the DWRF Program for 2007, address the progress made on the goals of the Program, and present the 2007 audited financial statements of the Program.

Also enclosed is a copy of the Authority's 2007 Annual Report.

If you should have any questions, please feel free to call.

Sincerely,

A handwritten signature in black ink that reads 'Michael Brod'.

Michael Brod  
Finance Director

MB/cas

Enclosures: (3 copies) 2007 DWRF Summary Report  
(1 copy) Authority 2007 Annual Report

cc: Mr. Steve Gunderson, WQCD, 2007 DWRF Summary Report  
Mr. Dick Parachini, WQCD, 2007 DWRF Summary Report  
Ms. Carolyn Schachterle, WQCD, 2007 DWRF Summary Report  
Mr. Barry Cress, DLG, (2 copies) 2007 DWRF Summary Report

## **COLORADO DWRF SUMMARY REPORT**

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## **Exhibit A**

### **DWRF Loan Summary (1997 – 2007)**

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
 2007 SUMMARY REPORT - EXHIBIT A - LOAN SUMMARY REPORT  
 As of December 31, 2007

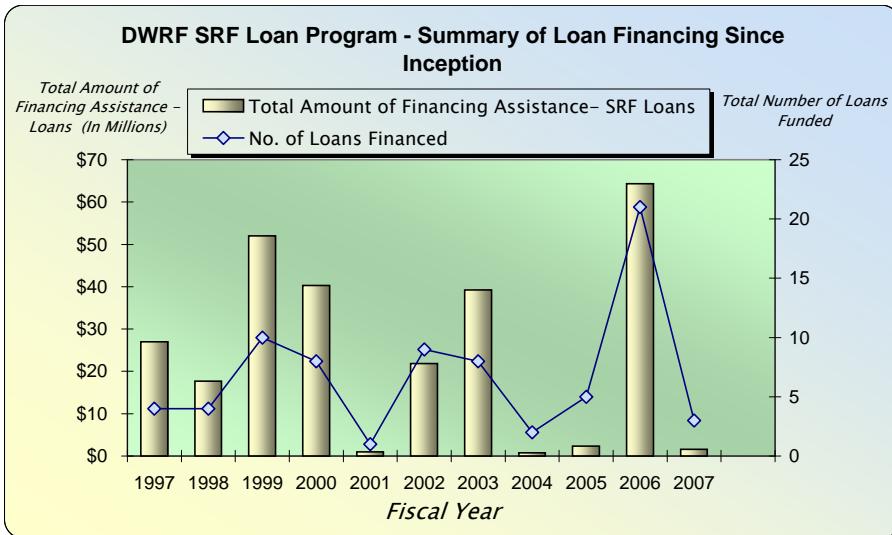
DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM										
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Percent of State Match Provided to DW SRF Funds	Loan Type	
Grand Lake, Town of	10/29/97	\$ 495,000.00	20	4.500%	\$ 394,988.00	\$ 100,012.00	\$ -	0.253	DL	
Arapahoe Estates WD	10/01/97	1,048,332.75	20	4.150%	388,359.00	98,332.75		0.253	LL	
Englewood, City of	10/01/97	15,292,635.61	21	4.140%	5,361,910.00	1,357,635.61		0.253	LL	
Fort Collins, City of	10/01/97	10,125,299.77	20	4.120%	3,614,928.00	915,299.77		0.253	LL	
Chatfield South WD	07/13/98	728,500.00	20	4.500%	581,310.00	147,190.00		0.253	DL	
Left Hand W&SD	09/11/98	188,700.00	20	4.500%	150,574.00	38,126.00		0.253	DL	
Buena Vista, Town of	06/01/98	1,324,119.65	20	4.010%	490,204.00	124,119.65		0.253	LL	
Fort Morgan, City of	06/01/98	15,433,355.38	21	4.020%	5,641,214.00	1,428,355.38		0.253	LL	
Julesburg, Town of	05/01/99	693,000.00	1	4.500%	543,757.00	149,243.00		0.274	DL	
La Junta, City of	10/15/99	490,000.00	20	4.500%	384,475.00	105,525.00		0.274	DL	
Thunderbird W&SD	06/01/99	285,000.00	20	4.500%	223,623.00	61,377.00		0.274	DL	
Aurora, City of	05/01/99	14,999,898.55	15	3.633%	4,751,500.00	1,024,898.55		0.216	LL	
Fort Collins, City of	05/01/99	4,998,394.59	20	3.808%	1,870,165.00	403,394.59		0.216	LL	
Glenwood Springs, City of	05/01/99	4,999,017.40	19	3.773%	1,710,790.00	369,017.40		0.216	LL	
Grand County W&SD	05/01/99	2,998,566.15	19	3.783%	1,036,468.00	223,566.15		0.216	LL	
Greeley, City of	05/01/99	14,999,038.36	20	3.802%	5,280,660.00	1,139,038.36		0.216	LL	
Julesburg, Town of	05/01/99	994,599.70	20	3.809%	392,210.00	84,599.70		0.216	LL	
Left Hand WD	05/01/99	6,571,538.04	20	3.802%	2,139,721.00	461,538.04		0.216	LL	
Craig, City of	12/15/00	450,000.00	5	4.000%	353,089.00	96,911.00		0.274	DL	
Sedalia W&SD	03/09/00	326,000.00	20	4.500%	255,794.00	70,206.00		0.274	DL	
Springfield, Town of	07/28/00	349,470.76	20	4.500%	274,209.00	75,261.76		0.274	DL	
Evergreen MD	04/15/00	5,577,981.71	21	4.390%	1,786,069.00	452,981.71		0.254	LL	
Fountain Valley Auth	04/15/00	7,607,966.23	21	4.400%	2,633,735.00	667,966.23		0.254	LL	
Limon, Town of	04/15/00	1,440,808.84	21	4.410%	436,910.00	110,808.84		0.254	LL	
Pueblo Board of WW	04/15/00	9,558,794.83	23	4.600%	2,499,000.00	633,794.83		0.254	LL	
Westminster, City of	04/15/00	14,998,357.36	21	4.400%	4,764,452.00	1,208,357.36		0.254	LL	
Wellington, City of	11/01/01	1,000,000.00	20	4.000%	716,007.00	283,993.00		0.397	DL	
Basalt, Town of	12/19/02	948,245.63	20	4.000%			1,000,000.00	n/a	DL	
Dillon, Town of	10/18/02	1,000,000.00	10	4.000%			1,000,000.00	n/a	DL	
Hayden, Town of	04/30/02	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Thunderbird W&SD	08/27/02	343,684.15	20	4.000%			343,684.15	n/a	DL	
Woodland Park, City of	03/13/02	800,000.00	20	4.000%	597,200.00	202,800.00		0.340	DL	
Evergreen MD	04/01/02	2,036,129.62	21	4.000%	764,260.00	181,129.62		0.237	LL	
Grand Junction, City of	04/01/02	3,566,521.69	21	4.020%	1,082,370.00	256,521.69		0.237	LL	
Idaho Springs, City of	04/01/02	2,339,796.89	21	3.990%	906,316.00	214,796.89		0.237	LL	
La Junta, City of	04/01/02	9,812,211.15	21	4.000%	3,300,469.00	782,211.15		0.237	LL	
Mustang WA	12/08/03	700,000.00	20	4.000%			700,000.00	n/a	DL	
Oak Creek, Town of	11/18/03	900,688.96	20	4.000%			900,688.96	n/a	DL	
Ouray, City of	12/19/03	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Westwood Lakes WD	05/15/03	500,000.00	20	4.000%			500,000.00	n/a	DL	
Florence, City of	11/01/03	12,999,092.97	22	3.510%	5,502,502.00	1,304,092.97		0.237	LL	
Fountain Valley Auth	06/01/03	3,221,861.82	22	3.030%	1,463,552.00	346,861.82		0.237	LL	
Longmont, City of	06/01/03	14,998,044.44	21	3.110%	6,046,601.00	1,433,044.44		0.237	LL	
Lyons, Town of	06/01/03	4,915,599.18	22	3.030%	2,196,621.00	520,599.18		0.237	LL	
Pinewood Springs WD	07/26/04	123,200.00	20	3.500%			123,200.00	n/a	DL	
Swink, Town of	04/20/04	669,000.00	20	3.500%			669,000.00	n/a	DL	
Florence, City of	01/25/05	769,899.33	20	3.500%			769,899.33	n/a	DL	
Olde Stage WD	06/01/05	100,000.00	20	3.500%			100,000.00	n/a	DL	
La Jara, Town of	04/20/05	200,000.00	20	0.000%			200,000.00	n/a	DC	
Victor, City of	06/17/05	283,000.00	10	0.000%			283,000.00	n/a	DC	
Log Lane Village, Town of	10/14/05	1,000,000.00	30	1.750%			1,000,000.00	n/a	DC	
Bristol W&SD	02/08/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Pinewood Springs WD	04/03/06	752,425.00	20	3.500%			752,425.00	n/a	DL	
Pritchett, Town of	03/31/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Craig, City of	04/27/06	6,056,378.40	21	3.650%	2,263,200.00	536,378.40		0.237	LL	
Little Thompson WD	04/27/06	6,383,774.04	21	3.650%	2,653,055.01	628,774.04		0.237	LL	
Sedgwick, Town of	05/15/06	419,000.00	30	0.000%			419,000.00	n/a	DC	
Castle Pines MD	05/25/06	2,000,000.00	20	3.750%			2,000,000.00	n/a	DL	
Palisade, Town of	05/26/06	2,000,000.00	30	0.000%	1,526,000.00	474,000.00		0.311	DC	
Platte Canyon W&SD	06/30/06	400,000.00	20	3.750%			400,000.00	n/a	DL	
Bethune, Town of	07/18/06	418,000.00	30	0.000%			418,000.00	n/a	DC	
Ralston Valley W&SD	08/09/06	1,300,000.00	20	3.750%			1,300,000.00	n/a	DL	
Boone, Town of	08/15/06	514,297.00	30	0.000%			514,297.00	n/a	DC	
Walden, Town of	09/06/06	900,000.00	25	1.750%			900,000.00	n/a	DC	
Castle Pines MD	11/06/06	250,000.00	20	3.750%			250,000.00	n/a	DL	
Alamosa, City of	11/02/06	11,865,062.50	20	3.420%	4,683,808.00	1,110,062.50		0.237	LL	

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 As of December 31, 2007

DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM (continued)									
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Percent of State Match Provided to DW SRF Funds	Loan Type
Arapahoe County W&WW PID	11/02/06	16,049,975.43	15	3.310%	6,223,525.00	1,474,975.43		0.237	LL
Cottonwood W&SD	11/02/06	9,996,005.27	20	3.420%	3,801,710.00	901,005.27		0.237	LL
Palisade, Town of	11/02/06	3,976,045.10	21	3.470%	1,502,300.00	356,045.10		0.237	LL
Cucharas S&WD	11/29/06	269,000.00	20	3.750%			269,000.00	n/a	DL
Genoa, Town of	12/20/06	175,000.00	30	0.000%			175,000.00	n/a	DC
Ordway, Town of	12/20/06	200,000.00	30	0.000%			200,000.00	n/a	DC
Hillrose, Town of	05/31/07	995,097.00	30	0.000%			995,097.00	n/a	DC
Stratton, Town of	12/20/07	483,000.00	30	1.875%			483,000.00	n/a	DC
Ordway, Town of	12/21/07	114,300.00	30	0.000%			114,300.00	n/a	DC

SUMMARY OF DW SRF LOANS MADE BY TYPE OF LOAN									
Loan Type	No. of Loans Financed	Total Amount of Financing Assistance- Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	No. of Loans Financed with Reloan Monies (c)	Percent of Loans Funded With Reloan Monies (c)
DIRECT LOANS (DC)	15	\$ 8,101,694	28	0.52%	\$ 1,526,000	\$ 474,000	\$ 6,101,694	14	93.33%
DIRECT LOANS (DL)	29	\$ 18,831,814	18	3.97%	\$ 4,475,026	\$ 1,330,645	\$ 13,077,897	18	62.07%
LEVERAGED LOANS (LL)	31	\$ 241,185,203	20	3.80%	\$ 87,188,584	\$ 20,750,203	\$ -	0	0.00%
TOTAL FOR PROGRAM	75	\$ 268,118,711	22	3.71%	\$ 93,189,610	\$ 22,554,848	\$ 19,179,591	32	42.67%

SUMMARY OF DW SRF LOANS MADE EACH FISCAL YEAR									
Fiscal Year	No. of Loans Financed	Total Amount of Financing Assistance- SRF Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	No. of Loans Financed with Reloan Monies (c)	Percent of Loans Funded With Reloan Monies (c)
1997	4	\$ 26,961,268	20.3	4.14%	\$ 9,760,185	\$ 2,471,280	\$ -	0	0.0%
1998	4	\$ 17,674,675	20.3	4.04%	\$ 6,863,302	\$ 1,737,791	\$ -	0	0.0%
1999	10	\$ 52,029,053	17.4	3.77%	\$ 18,333,369	\$ 4,022,198	\$ -	0	0.0%
2000	8	\$ 40,309,380	19.0	4.44%	\$ 13,003,258	\$ 3,316,288	\$ -	0	0.0%
2001	1	\$ 1,000,000	20.0	4.00%	\$ 716,007	\$ 283,993	\$ -	0	0.0%
2002	9	\$ 21,846,589	19.3	4.00%	\$ 6,650,615	\$ 1,637,459	\$ 3,343,684	4	44.4%
2003	8	\$ 39,235,287	20.9	3.30%	\$ 15,209,276	\$ 3,604,598	\$ 3,100,689	4	50.0%
2004	2	\$ 792,200	20.0	3.50%	\$ -	\$ -	\$ 792,200	2	100.0%
2005	5	\$ 2,352,899	20.0	2.04%	\$ -	\$ -	\$ 2,352,899	5	100.0%
2006	21	\$ 64,324,963	24.0	3.22%	\$ 22,653,598	\$ 5,481,241	\$ 7,997,722	14	66.7%
2007	3	\$ 1,592,397	30.0	0.57%	\$ -	\$ -	\$ 1,592,397	3	100.0%
TOTAL	72	\$ 268,118,711	21.0	3.71%	\$ 93,189,610	\$ 22,554,848	\$ 19,179,591	32	42.7%



Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
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<b>STATE DIRECT LOAN PROGRAM</b>				
Borrower	Loan Date	Amount of Loan	Loan Term	Loan Rate
Idledale W&SD	07/10/95	\$250,000	20 YEARS	4.500%
Fairplay, Town of	08/01/95	250,000	20 YEARS	4.500%
Minturn, Town of	08/11/95	300,000	20 YEARS	4.500%
Empire, Town of	08/24/95	331,432	20 YEARS	4.500%
Elizabeth, Town of	10/01/95	500,000	20 YEARS	4.500%
Lake Creek MD	01/12/96	500,000	20 YEARS	4.500%
Fraser, Town of	04/15/96	200,000	5 YEARS	4.500%
Baca Grande, W&SD	02/01/96	500,000	10 YEARS	4.500%
Firestone, Town of	06/13/96	95,000	10 YEARS	4.500%
Nunn, Town of	08/12/96	330,260	20 YEARS	4.500%
Lochbuie, Town of	08/28/96	351,889	20 YEARS	4.500%
Lyons, Town of	08/19/96	500,000	21 YEARS	4.500%
Bayfield, Town of	11/15/96	350,000	20 YEARS	4.500%
Fairplay, Town of	07/30/97	200,000	20 YEARS	4.500%
Idaho Springs, Town of	10/15/97	500,000	20 YEARS	4.500%
Westlake W&SD	08/19/97	250,000	20 YEARS	4.500%
Redstone W&SD	12/01/97	410,000	20 YEARS	4.500%
<b>TOTAL STATE DIRECT LOANS FUNDED</b>		<b>\$5,818,581</b>		
<b>NUMBER OF NON-SRF DIRECT LOANS FUNDED</b>		<b>17</b>		

*Explanation of DW SRF Loan Funding and/or Subsidization*

- (a) DW SRF Funds = Drinking Water State Revolving Fund - Received from EPA Capitalization Grant Awards
- (b) State Match Funds = (Required 20% match for Each Dollar Received From EPA Grants from State Funds) - Provided Mainly from Authority Funds
- (c) Reloan Monies = Recycled DW SRF funds - No State Match Required

*Type of Loan:*

- LL = Leveraged Loan - Funded from bond proceeds
- DL = Direct Loan - Funded from available sources: (1) Authority state funds, (2) Grant Funds or (3) Drinking Water SRF Reloan funds.
- DC = Disadvantage Community Loans - Funded from available sources: (1) Authority state funds, (2) Grant Funds or (3) Drinking Water SRF Reloan funds.

*Borrower Abbreviations Clarification:*

- MD= Metropolitan District
- PID = Public Improvement District
- S&WD = Sanitation & Water District
- WD = Water District
- WW = Water Works
- W&SD = Water and Sanitation District
- W&WW = Water & Wastewater

## **Exhibit B**

### **DWRF Planning and Design Grants**

**COLORADO DWRF SUMMARY REPORT****EXHIBIT B**  
DWRF PLANNING/DESIGN GRANT FUNDS FOR 2001, 2002, 2003, 2004, 2005, 2006 AND 2007

(\$10,000 EACH)

<b>Recipients of 2001 Funds</b>	<b>Received Application</b>	<b>Criteria Met</b>	<b>Purchase Order (Date)</b>	<b>Purchase Order No.</b>	<b>Expiration / Completion Date</b>
1) City of La Junta	4/12/2001	Both	4/18/2001	WQC01000040	10/3/2001
2) Aspen Springs Metro	5/14/2001	Rate	6/18/2001	WQC02000018	6/30/2002
3) Town of Cedaredge	5/25/2001	Income	6/15/2001	WQC02000006	12/2/2003
4) Pinewood Springs	11/28/2001	Rate	12/11/2001	WQC02000029	6/30/2003
5) Town of Oak Creek	10/31/2001	Income	11/6/2001	WQC02000026	12/30/2003

**Recipients of 2002 Funds (XR2C)**

1) Grand County	4/30/2002	Rate	5/9/2002	WQC02000044	6/30/2003
2) Parkville WD	6/28/2002	Income	7/22/2002	WQC03000014	12/31/2003

<b>Recipients of 2002 Authority Funds</b>	<b>Received Application</b>	<b>Criteria Met</b>	<b>Agreement Date</b>	<b>Project Number</b>	<b>Expiration / Completion Date</b>
3) City of Ouray	12/19/2002	Income	Pending	030051	1/31/2004
4) Town of Nucla	2/24/2003	Income/Rate	Pending	020027	3/31/2004
5) Town of Naturita	2/24/2003	Income	Pending	020026	3/31/2004
6) City of Florence	6/6/2003	Income/Rate	5/1/2003	960033	12/31/2003
7) Olde Stage WD	6/25/2003	Rate	Pending	960084	6/30/2004
8) Pinewood Springs WD	7/11/2003	Rate	Pending	960093	3/1/2004
9) East Alamosa WSD	6/27/2003	Income	9/1/2003	000007	12/31/2004

**Recipients of 2003 Authority Funds**

1) Town of Sedgwick	8/7/2003	Income	8/15/03?	8/2/2009	7/31/2004
2) Town of Victor	09/23/03	Income	10/01/03	010037	12/31/2004
3) Town of Georgetown	10/17/2003	Income	11/1/2003	030026	12/31/2004
4) Town of Haswell **	10/29/2003	Income	11/15/2003	010016	12/31/2004
5) Town of Swink	11/4/2003	Income	12/10/2003	030065	12/31/2004
6) Mountain WSD	11/12/2003	Rate	12/10/2003	040015D	12/31/2004
7) Forest View Acres WD	2/10/2003	Rate	12/15/2003	030022	6/30/2005

**COLORADO DWRF SUMMARY REPORT**

**EXHIBIT B**  
**DWRF PLANNING/DESIGN GRANT FUNDS FOR 2001, 2002, 2003, 2004, 2005, 2006 AND 2007**

(\$10,000 EACH)

<b>Recipients of 2004 Authority Funds</b>	<b>Received Application</b>	<b>Criteria Met</b>	<b>Agreement Date</b>	<b>Project Number</b>	<b>Expiration / Completion Date</b>
1) Town of Walden	1/16/2004	Income	2/29/2004	960115D	12/31/2004
2) City of Evans	3/3/2004	Income	3/10/2004	960199D	12/31/2005
3) Lookout Mt. WD	4/28/2004	Rate	4/20/2004	990030D	12/31/2005
4) Town of Larkspur	4/13/2004	Income	12/28/2004	960061D	12/31/2005
5) Town of Platteville	4/14/2004	Rate/Income	6/1/2004	9600094D	8/30/2005
6) Sedalia WSD	6/17/2004	Income	7/1/2004	960105D	7/1/2005
7) Town of Hillrose	8/4/2004	Income	8/1/2004	040033D	7/31/2005
8) Town of La Jara	11/30/2004	Income	11/15/2004	040011D	12/31/2005
9) Town of Eckley	12/7/2004	Income	12/30/2004	050021D	6/30/2006
10) Bristol WSD	12/22/2004	Income	12/30/2004	05120006D	6/30/2006

<b>Recipients of 2005 Authority Funds</b>					
1) Town of Pritchett	12/23/2004	Rate/Income	1/7/2005	050041D	6/30/2006
2) Town of Hotchkiss	1/6/2005	Income	1/31/2005	010017D	6/30/2006
3) Town of Hudson	2/1/2005	Income	2/11/2005	020023D	8/30/2006
4) City of Alamosa	2/10/2005	Income	2/15/2005	000001D	8/31/2006
5) Town of DeBeque	5/16/2005	Income	6/1/2005	040005D	11/30/2006
6) City of Rifle	6/28/2005	Income	7/15/2005	020007D	1/15/2007
7) Town of Bethune	7/18/2005	Income	8/1/2005	050004D	1/30/2007
8) Town of Boone	8/4/2005	Rate/Income	8/15/2005	050005D	2/15/2007
9) Town of Palisade	8/16/2005	Income	9/1/2005	040022D	2/28/2007
10) Mountain WS Enterprise	10/13/2005	Rate	10/17/2005	040015D	4/17/2007

<b>Recipients of 2006 Authority Funds</b>					
1) Cucharas SWD	11/9/2005	Rate/Income	8/1/2006	060002D	1/1/2008
2) Town of Ordway	11/21/2005	Rate/Income	2/1/2006	030045D	7/31/2007
3) Town of Hayden	12/8/2005	Income	2/1/2006	960137D-1	8/1/2007
4) Ralston Valley WSD	1/27/2006	Rate	2/1/2006	060012D	8/1/2007
5) Town of Kit Carson	10/18/2006	Income	11/1/2006	960056D	5/1/2008
6) Town of Genoa	3/27/2006	Income	4/1/2006	960161D	10/1/2007
7) Town of Bennett	4/13/2006	Income	5/1/2006	960007D	11/1/2007
8) Town of Stratton	10/12/2006	Rate/Income	11/1/2006	050048D	5/1/2008
9) Town of Wiggins	11/22/2005	Income	11/1/2006	050056D	5/1/2008
10) City of Alamosa	2/10/2005	Income	12/15/2006	000001D	6/14/2008

**COLORADO DWRF SUMMARY REPORT**

**EXHIBIT B**  
**DWRF PLANNING/DESIGN GRANT FUNDS FOR 2001, 2002, 2003, 2004, 2005, 2006 AND 2007**

(\$10,000 EACH)

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<b>Recipients of 2007 Authority Funds</b>	<b>Received Application</b>	<b>Criteria Met</b>	<b>Agreement Date</b>	<b>Project Number</b>	<b>Expiration / Completion Date</b>
1) City of Las Animas	3/1/2007	Rate/Income	3/1/2007	050032D	8/31/2008
2) Town of Arriba	3/6/2007	Income	3/1/2007	030002D	8/31/2008
3) Town of Williamsburg	3/14/2007	Rate/Income	4/1/2007	020015D	9/30/2008
4) Town of La Veta	3/6/2007	Income	3/1/2007	020024D	8/31/2008
5) Town of Kim	3/6/2007	Rate/Income	3/1/2007	030033D	8/31/2008
6) Florissant WSD	3/16/2007	Rate	5/1/2007	030021D	10/30/2008
7) Turkey Canon Ranch WD	3/23/2007	Rate	4/1/2007	050050D	9/30/2008
8) Town of Nederland	7/30/2007	Rate	8/1/2007	060027D	1/31/2009
9) Town of Naturita	5/14/2007	Income	6/1/2007	070011D	11/30/2008
10) Town of Estes Park	12/7/2007	Income	12/15/2007	990019D	6/15/2009

# **Exhibit C**

## **Binding Commitments**

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND (DWRF)  
 2007 SUMMARY REPORT - EXHIBIT C - BINDING COMMITMENTS  
 As of December 31, 2007

Federal Quarter Ending	FED. YEAR	FED. QTR.	EPA DW SRF GRANT AWARDS - DEPOSITS TO LOC - LOAN PROGRAM ONLY				State Funds to Match Grant Funds	Cumulative Federal Funds Deposits Plus State Match	Notes	Executed Loans	Cumulative Binding Commitments	Binding Commitment's Percentage (a)
			1997 - 2005 GRANTS (b)	2006 GRANT	2007 GRANT	TOTAL						
Total for 1997 - 2004 Activity			\$78,461,509			\$ 78,461,509	\$19,525,940	\$ 97,987,449		\$199,848,452	\$199,848,452	247.76%
03/31/05	FY05	2					5,090,810	1,370,860	97,987,449	769,899	200,618,352	248.72%
06/30/05	FY05	3	5,090,810				5,090,810	1,370,860	104,449,119	583,000	201,201,352	237.02%
09/30/05	FY05	4	5,090,810				5,090,810	1,370,860	110,910,789		201,201,352	205.33%
12/31/05	FY06	1							110,910,789	1,000,000	202,201,352	206.35%
03/31/06	FY06	2							110,910,789	400,000	202,601,352	206.76%
06/30/06	FY06	3		5,167,563			5,167,563	2,899,460	118,977,812	18,011,577	220,612,929	211.22%
09/30/06	FY06	4		5,167,563			5,167,563	2,899,460	124,145,375	3,132,297	223,745,226	201.73%
12/31/06	FY07	1							124,145,375	42,781,088	266,526,314	240.31%
03/31/07	FY07	2							124,145,375		266,526,314	240.31%
06/30/07	FY07	3							124,145,375	995,097	267,521,411	224.85%
09/30/07	FY07	4							124,145,375		267,521,411	215.49%
12/31/07	FY08	1							124,145,375	597,300	268,118,711	215.97%
<b>TOTALS</b>			<b>\$88,643,129</b>	<b>\$10,335,126</b>	<b>(c)</b>	<b>\$ 98,978,255</b>	<b>\$25,167,120</b>			<b>\$268,118,711</b>		

(a) The required minimum percentage for binding commitments is 120%. (Calculated by dividing cumulative loan obligations (binding commitments) by cumulative payments to the LOC plus state match one year earlier.) This percentage reflects not only new loan funding and grant awards, but any adjustments made during the current year to existing loans and grants (amendments).

(b) To reduce the size of this report, the 1997 through 2005 details have been combined. Details of these grant years are available upon request.

(c) Loan program funds of \$10,002,930 from the 2007 Capitalization Grant has been awarded but are not scheduled to be deposited to the LOC until third quarter 2008.

## **Exhibit D**

### **EPA Capital Contributions Summaries**

Colorado Water Resources & Power Development Authority  
DRINKING WATER REVOLVING FUND PROGRAM  
2007 SUMMARY REPORT - EXHIBIT D - EPA CAPITAL CONTRIBUTIONS SUMMARY  
As of December 31, 2007

DW SRF FEDERAL FUNDS AWARD SUMMARY

EPA CAPITALIZATION GRANTS		CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL GRANTS AWARDED
GRANT ID NUMBER	FS998832	97/3 - 01/2	02-0	03-1	04-1	05-0	06-01	07-01	
	TOTAL GRANT AWARD	\$ 63,992,667	\$ 13,323,000	\$ 6,576,333	\$ 13,737,700	\$ 13,708,600	\$ 14,497,300	\$ 14,497,000	\$ 140,332,600
	DATE AWARDED		04/11/02	06/18/03	06/28/04	04/27/05	02/14/06	08/09/07	
	ALLOCATED TO SET ASIDES	\$ 10,195,166	\$ 1,922,080	\$ 3,665,329	\$ 3,385,616	\$ 3,526,980	\$ 4,162,174	\$ 4,494,070	\$ 31,351,415
ALLOCATED TO DW SRF LOANS	ALLOCATED TO DW SRF LOANS	\$ 53,797,501	\$ 11,400,920	\$ 2,911,004	\$ 10,352,084	\$ 10,181,620	\$ 10,335,126	\$ 10,002,930	\$ 108,981,185
			(c)						

Grant Award Amendments (monetary changes only):

(c) 2003 GRANT: Original 2003 grant award was \$13,243,000. In August, 2003, \$6,666,667 of DW 2003 Cap Grant funds were transferred to the CW 2003 Cap. Grant.

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 2007 SUMMARY REPORT - EXHIBIT D - EPA CAPITAL CONTRIBUTIONS SUMMARY  
 As of December 31, 2007

DETAIL OF DWRF FEDERAL FUND AWARDS ACTIVITY - SET ASIDES (continued)										
SET ASIDE	CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL GRANTS	CUMULATIVE DRAWS	Percent Drawn to Total Funds Available
IN-KIND SERVICES Allocated (obligated) Total Draws: 1997 - 2006 Activity	150,000 (150,000)	0	0	0	0	0	0	150,000 (150,000)	150,000	100.00%
Remaining (unliquidated obligation)	0	0	0	0	0	0	0	0	0	
<b>TOTALS FOR ALL GRANT SET ASIDES</b> Allocated (obligated) Total Draws (liquidated)	<b>10,195,166</b> (10,195,166)	<b>1,922,080</b> (1,922,080)	<b>3,665,329</b> (3,258,756)	<b>3,385,616</b> (2,245,387)	<b>3,526,980</b> (1,180,101)	<b>4,162,174</b> (1,449,730)	<b>4,494,070</b> (43,804)	<b>31,351,415</b> (20,295,024)		
Remaining (unliquidated obligation)	\$0	\$0	\$406,573	\$1,140,229	\$2,346,879	\$2,712,444	\$4,450,266	\$11,056,391		64.73%
										35.27%

DETAIL OF DWRF FEDERAL FUND AWARDS ACTIVITY - PROJECTS / LOANS											
PROJECT / LOANS (with unliquidated obligations and/or activity in 2007)	YEAR OF DRAWS	CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL DRAWS (Liquidated)	FEDERAL FUNDS ALLOCATED (OBLIGATED)	REMAINING FEDERAL FUNDS (Unliquidated Obligations)
Alamosa (2006B)	2007				(\$1,937,747)	(\$686,026)			(\$2,623,773)		
	TOTAL	0	0	0	(1,937,747)	(686,026)	0	0	(2,623,773)	4,683,808	2,060,035
Arapahoe County (2006B)	2007								0		
	TOTAL	0	0	0	0	0	0	0	0	6,223,525	6,223,525
Cottonwood (2006B)	2007								0		
	TOTAL	0	0	0	0	0	0	0	0	3,801,710	3,801,710
Craig (2006A)	2007				(1,214,843)	(409,738)			(1,624,581)		
	TOTAL	0	0	0	(1,214,843)	(409,738)	0	0	(1,624,581)	2,263,200	638,619
Fountain Valley Auth (2003A)	2003 2004 2005 2006 2007	(365,182)	(483,924) (396,064)	(45,755)	(21,071) (72,838) (37,551)	(20,899)			(849,106) (396,064) (66,826) (72,838) (58,450)		
	TOTAL	(365,182)	(879,988)	(45,755)	(131,460)	(20,899)	0	0	(1,443,284)	1,463,552	20,268
Little Thompson (2006A)	2006 2007				(2,421,698) (231,357)				(2,421,698) (231,357)		
	TOTAL	0	0	0	(2,653,055)	0	0	0	(2,653,055)	2,653,055	0
Lyons (2003A)	2003 2004 2005 2006 2007	(54,090)	(29,198) (225,001)	(25,833) (454,198)	(1,043,458) (255,045) (30,568)				(83,288) (250,834) (1,497,656) (255,045) (30,568)		
	TOTAL	(54,090)	(254,199)	(480,031)	(1,329,072)	0	0	0	(2,117,392)	2,196,621	79,229
Palisade (06DL)	2006 2007				(911,050) (81,138)				0 (992,188)		
	TOTAL	0	0	0	(911,050)	(81,138)	0	0	(992,188)	1,526,000	533,812
Palisade (2006B)	2006 2007				(1,329,198) (173,102)				0 (1,502,300)		
	TOTAL	0	0	0	(1,329,198)	(173,102)	0	0	(1,502,300)	1,502,300	0

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 2007 SUMMARY REPORT - EXHIBIT D - EPA CAPITAL CONTRIBUTIONS SUMMARY  
 As of December 31, 2007

DETAIL OF DWRF FEDERAL FUND AWARDS ACTIVITY - PROJECTS / LOANS											
PROJECT / LOANS (fully liquidated obligations)		CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL DRAWS (Liquidated)	FEDERAL FUNDS ALLOCATED (OBLIGATED)	REMAINING FEDERAL FUNDS (Unliquidated Obligations)
Arapahoe Estates WD (1997A)		(388,359)							(388,359)	388,359	0
Aurora (1999A)		(4,751,500)							(4,751,500)	4,751,500	0
Buena Vista (1998A)		(481,395)	(2,599)	(6,210)					(490,204)	490,204	0
Chatfield So WD (98DL)		(581,310)							(581,310)	581,310	0
Craig (00DL)		(353,089)							(353,089)	353,089	0
Englewood (1997A)		(5,361,910)							(5,361,910)	5,361,910	0
Evergreen MD (2000A)		(1,607,461)	(178,608)						(1,786,069)	1,786,069	0
Evergreen MD (2002A)		(764,260)							(764,260)	764,260	0
Florence (2003B)		0							(5,502,502)	5,502,502	0
Fort Collins (1997A)		(3,614,928)							(3,614,928)	3,614,928	0
Fort Collins (1999A)		(1,870,165)							(1,870,165)	1,870,165	0
Fort Morgan (1998A)		(5,641,214)							(5,641,214)	5,641,214	0
Fountain Valley Auth (2000A)		(2,633,735)							(2,633,735)	2,633,735	0
Glenwood Springs (1999A)		(1,710,790)							(1,710,790)	1,710,790	0
Grand County W&SD (1999A)		(1,021,713)	(14,755)						(1,036,468)	1,036,468	0
Grand Junction (2002A)		(529,705)	(272,752)						(1,082,370)	1,082,370	0
Grand Lake (97DL)		(394,988)							(394,988)	394,988	0
Greeley (1999A)		(5,174,934)	(105,726)						(5,280,660)	5,280,660	0
Idaho Springs (2002A)		(906,316)							(906,316)	906,316	0
Julesburg (1999A)		(392,210)							(392,210)	392,210	0
Julesburg (99DL)		(543,757)							(543,757)	543,757	0
La Junta (99DL)		(384,475)							(384,475)	384,475	0
La Junta (2002A)		(1,399,347)	(1,817,662)	(83,460)					(3,300,469)	3,300,469	0
Left Hand W&SD (98DL)		(150,574)							(150,574)	150,574	0
Left Hand WD (1999A)		(2,139,721)							(2,139,721)	2,139,721	0
Limon (2000A)		(436,910)							(436,910)	436,910	0
Longmont (2003A)		(895,953)	(5,150,648)						(6,046,601)	6,046,601	0
Pueblo (2000A)		(2,499,000)							(2,499,000)	2,499,000	0
Sedalia W&SD (00DL)		(255,794)							(255,794)	255,794	0
Springfield (00DL)		(274,209)							(274,209)	274,209	0
Thunderbird W&SD (99DL)		(223,623)							(223,623)	223,623	0
Wellington (01DL)		(716,007)							(716,007)	716,007	0
Westminster (2000A)		(4,718,962)	(45,490)		(37,285)				(4,764,452)	4,764,452	0
Woodland Park (02DL)		(559,915)							(597,200)	597,200	0
<b>TOTAL - LOANS</b>		<b>(\$53,797,501)</b>	<b>(\$11,400,920)</b>	<b>(\$2,911,004)</b>	<b>(\$10,352,084)</b>	<b>(\$1,370,903)</b>	<b>\$0</b>	<b>\$0</b>	<b>(\$79,832,412)</b>	<b>\$93,189,610</b>	<b>\$13,357,198</b>

Percentage of Total Grant Funds Allocated to the Loan Program Obligated to Loans 85.51%

Total Remaining Grant Funds (unliquidated)	\$0	\$0	\$406,573	\$1,140,229	\$11,157,596	\$13,047,570	\$14,453,196	\$40,205,164
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SUMMARY OF FEDERAL FUND OBLIGATIONS	CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL FOR ALL GRANTS	Percent of Total Funds Awarded Unliquidated
Unliquidated Obligations - SET ASIDES	\$0	\$0	\$406,573	\$1,140,229	\$2,346,879	\$2,712,444	\$4,450,266	\$11,056,391	35.27%
Unliquidated Obligations - LOANS	\$0	\$0	\$0	\$0	\$8,810,717	\$4,546,481	\$0	\$13,357,198	12.26%
<i>Unobligated Grant Funds</i>	\$0	\$0	\$0	\$0	\$0	\$5,788,645	\$10,002,930	\$15,791,575	11.25%

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 2007 SUMMARY REPORT - EXHIBIT D - EPA CAPITAL CONTRIBUTIONS SUMMARY  
 As of December 31, 2007

SUMMARY OF FISCAL YEAR GRANT ACTIVITY		CONSOLIDATED 1997 - 2001 GRANTS	2002 GRANT	2003 GRANT	2004 GRANT	2005 GRANT	2006 GRANT	2007 GRANT	TOTAL FOR ALL GRANTS	Cumulative Draws	Percent of Total Funds Awarded Liquidated
<b>Total Federal Funds Drawn by Year (Fiscal) - LOANS</b>											
1997		\$1,482,959		\$0	\$0	\$0	\$0	\$0	\$1,482,959	\$1,482,959	10.31%
1998		7,654,312		0	0	0	0	0	7,654,312	9,137,271	41.63%
1999		8,528,524		0	0	0	0	0	8,528,524	17,665,795	47.68%
2000		14,193,754		0	0	0	0	0	14,193,754	31,859,549	70.51%
2001		11,860,467		0	0	0	0	0	11,860,467	43,720,016	81.27%
2002		6,821,521		0	0	0	0	0	6,821,521	50,541,537	77.52%
2003		3,255,964		0	0	0	0	0	6,920,339	57,461,876	84.37%
2004		0		32,043	0	0	0	0	7,768,588	65,230,464	83.14%
2005		0		2,878,961	1,910,188	0	0	0	4,789,149	70,019,613	78.99%
2006		0		0	2,749,581	0	0	0	2,749,581	72,769,194	73.52%
2007		0		0	5,692,315	1,370,903	0	0	7,063,219	79,832,412	73.25%
<b>TOTALS</b>		<b>\$53,797,501</b>		<b>\$11,400,920</b>	<b>\$2,911,004</b>	<b>\$10,352,084</b>	<b>\$1,370,903</b>	<b>\$0</b>	<b>\$79,832,412</b>		
<b>Total Federal Funds Drawn by Year (Fiscal) - ALL SET ASIDES</b>											
1997		\$0		\$0	\$0	\$0	\$0	\$0	\$0	\$0	0.00%
1998		232,901		0	0	0	0	0	232,901	232,901	5.27%
1999		388,603		0	0	0	0	0	388,603	621,504	10.32%
2000		460,622		0	0	0	0	0	460,622	1,082,126	12.99%
2001		2,109,879		0	0	0	0	0	2,109,879	3,192,005	31.31%
2002		2,652,597		0	0	0	0	0	2,652,597	5,844,602	48.23%
2003		2,755,335		359,323	40,106	0	0	0	3,154,764	8,999,366	57.02%
2004		786,023		244,639	486,582	9,542	0	0	1,526,786	10,526,152	54.91%
2005		675,785		419,305	1,024,753	896,062	0	0	3,015,905	13,542,057	59.67%
2006		133,421		765,031	853,872	198,609	682,820	0	2,633,754	16,175,811	60.23%
2007		0		133,782	853,442	1,141,174	497,280	1,449,730	43,804	4,119,213	20,295,023
<b>TOTALS</b>		<b>\$10,195,166</b>		<b>\$1,922,080</b>	<b>\$3,258,755</b>	<b>\$2,245,387</b>	<b>\$1,180,101</b>	<b>\$1,449,730</b>	<b>\$43,804</b>	<b>\$20,295,023</b>	
<b>TOTAL FEDERAL FUNDS DRAWN BY YEAR (FISCAL) - TOTAL DWRF PROGRAM</b>											
1997		\$1,482,959		\$0	\$0	\$0	\$0	\$0	\$1,482,959	\$1,482,959	8.84%
1998		7,887,213		0	0	0	0	0	7,887,213	9,370,172	35.54%
1999		8,917,127		0	0	0	0	0	8,917,127	18,287,299	42.45%
2000		14,654,376		0	0	0	0	0	14,654,376	32,941,675	61.56%
2001		13,970,346		0	0	0	0	0	13,970,346	46,912,021	73.31%
2002		9,474,118		0	0	0	0	0	9,474,118	56,386,139	72.93%
2003		6,011,299		4,023,698	40,106	0	0	0	10,075,103	66,461,242	79.22%
2004		786,023		7,981,184	518,625	9,542	0	0	9,295,374	75,756,616	77.60%
2005		675,785		419,305	3,903,714	2,806,250	0	0	7,805,054	83,561,670	75.05%
2006		133,421		765,031	853,872	2,948,190	682,820	0	5,383,334	88,945,004	70.69%
2007		0		133,782	853,442	6,833,489	1,868,183	1,449,730	43,804	11,182,431	100,127,435
<b>TOTALS</b>		<b>63,992,667</b>		<b>13,323,000</b>	<b>6,169,759</b>	<b>12,597,471</b>	<b>2,551,004</b>	<b>1,449,730</b>	<b>43,804</b>	<b>100,127,435</b>	<b>71.35%</b>

## **Exhibit E**

### **Financial Status Reports**

# FINANCIAL STATUS REPORT

(Short Form)

(Follow instructions on the back)

1. Federal Agency and Organization Element to Which is Submitted	2. Federal Grant or other Identifying Number Assigned by Federal Agency	OMB Approval No.	Page	of	
<b>U.S. Environmental Protection Agency Grants Administration Office</b>		FS998832-02-00	1	1	
pages					
3. Recipient Organization (name and complete address, including ZIP code) <b>Colorado Water Resources and Power Development Authority 1580 Logan Street, Suite 620, Denver, Colorado 80203</b>					
4. Employer Identification Number  <b>84-0879485</b>		5. Recipient Account Number or Identifying Number  <b>N/A</b>	6. Final Report  Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>	7. Basis  Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>	
8. Grant Period (See Instructions) From: (Month, Day, Year) <b>04/01/02</b>		To: (Month, Day, Year) <b>09/30/22</b>	9. Period Covered by this report From (Month, Day, Year) <b>01/01/07</b>		
			To: <b>12/31/07</b>		
10. Transactions:		I Previously Reported	II This Period	III Cumulative	
a. Total outlays		<b>15,853,818</b>	<b>133,782</b>	<b>15,987,600</b>	
b. Recipient share of outlays		<b>2,664,600</b>	<b>0</b>	<b>2,664,600</b>	
c. Federal share of outlays		<b>13,189,218</b>	<b>133,782</b>	<b>13,323,000</b>	
d. Total unliquidated obligations				0	
e. Recipient share of unliquidated obligations				0	
f. Federal share of unliquidated obligations				0	
g. Total Federal share (sum of c. and f.)				<b>13,323,000</b>	
h. Total Federal funds authorized to this grant period				<b>13,323,000</b>	
i. Unobligated balance of Federal funds (line h. minus line g.)				0	
11. Indirect Expense		a. Type of Rate Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed <input type="checkbox"/>			
		NOT APPLICABLE			
		b. Rate	c. Base	d. Total Amount	e. Federal Share
		NOT APPLICABLE - NO INDIRECT EXPENSES CHARGED TO THIS GRANT			
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.					
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.					
Typed or Printed Name and Title <b>Daniel L. Law, Executive Director</b>			Telephone (Area code, number, and extension) <b>(303) 830-1550 call Ext 14</b>		
Signature of Authorized Certifying Official 			Date Report Submitted <b>March 13, 2008</b>		

Previous Editions not Usable

Standard Form 269A (Rev 4-88)

Prescribed by OMB Circulars A-102 and A-110

**Colorado Water Resources & Power Development Authority**  
**DRINKING WATER REVOLVING FUND PROGRAM**  
**FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS**  
**Form 269A, Lines 10(d - f) - Unliquidated Obligations**  
**For the Period: January 1, 2007 to December 31, 2007**

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
State Program Management:			
PWS Supervision	6,006,388	4,600,492	1,405,896
<b>Local Assistance (1452 (k) Activities) :</b>			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,392</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	(0)
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/07</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,590</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2002 EPA DWSRF Grant - Recipient's Share</b>	<b>0</b>	<b>0</b>	<b>\$0</b>

To Calculate the recipients share -multiply the state match percentage times the federal share of loans only

Detail on:	State match %	0.2337180
2002 EPA DWSRF Grant - Federal Share		
2002 Total obligated grant funds from above	3,056,267.00	(3,056,267.00)
2002 Amount obligated to set asides	(3,526,980.00)	3,526,980.00
2002 Total grant funds allocated to Loans	\$0	\$0

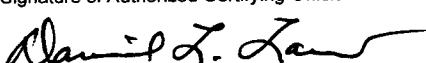
Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Outlays To:	OUTLAYS (Draws) from the 2002 EPA Drinking Water Capitalization (DWSRF) Grant (#FS998832-02-00)		
	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<u>Program Set Asides:</u>			
Small System Technical Assistance	\$ 133,782	(a)	133,782
State Program Management:			
PWS Supervision	-	(a)	-
Local Assistance (1452 (k) Activities) :			
Capacity Development	-		-
Wellhead Protection	-	(a)	-
<u>Total Draws for Set Asides</u>	<u>133,782</u>	<u>n/a</u>	<u>133,782</u>
<u>Current Loans/Projects:</u>			
<u>Total Draws for Current Loans / Projects</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>Total Outlays</u>	<u>\$ 133,782</u>	<u>\$ -</u>	<u>\$ 133,782</u>

Calculated State Match Percentage	0.233718
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

**FINANCIAL STATUS REPORT**  
**(Short Form)**  
**(Follow instructions on the back)**

1. Federal Agency and Organization Element to Which is Submitted  U.S. Environmental Protection Agency Grants Administration Office	2. Federal Grant or other Identifying Number Assigned by Federal Agency  FS998832-03-01	OMB Approval No.  0348-0039	Page  1	of  1  pages
3. Recipient Organization (name and complete address, including ZIP code)  Colorado Water Resources and Power Development Authority 1580 Logan Street, Suite 620, Denver, Colorado 80203 DWSRF				
4. Employer Identification Number  84-0879485	5. Recipient Account Number or Identifying Number  N/A	6. Final Report  Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	7. Basis  Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>	
8. Grant Period (See Instructions) From: (Month, Day, Year) 06/15/03	To: (Month, Day, Year) 09/30/23	9. Period Covered by this report From (Month, Day, Year) 01/01/07 To: 12/31/07		
10. Transactions:		I Previously Reported	II This Period	III Cumulative
a. Total outlays	6,631,583	853,443	7,485,026	
b. Recipient share of outlays	1,315,266		1	1,315,267
c. Federal share of outlays	5,316,317	853,442	6,169,759	
d. Total unliquidated obligations			406,574	
e. Recipient share of unliquidated obligations			0	
f. Federal share of unliquidated obligations			406,574	
g. Total Federal share (sum of c. and f.)			6,576,333	
h. Total Federal funds authorized to this grant period			6,576,333	
I. Unobligated balance of Federal funds (line h. minus line g.)				0
a. Type of Rate Provisional <input type="checkbox"/> Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed <input type="checkbox"/>				
OTHER - BASED ON DIRECT LABOR COSTS				
11. Indirect Expense		b. Rate 22.54%	c. Base 307,513	d. Total Amount 69,042
			e. Federal Share 57,535	
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.				
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.				
Typed or Printed Name and Title  Daniel L. Law, Executive Director		Telephone (Area code, number, and extension)  (303) 830-1550 call Ext 14		
Signature of Authorized Certifying Official  		Date Report Submitted  March 13, 2008		

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(d - f) - **Unliquidated Obligations**  
 For The Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
State Program Management:			
PWS Supervision	6,006,388	4,600,492	1,405,896
Local Assistance (1452 (k) Activities) :			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,392</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	(0)
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/07</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,590</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2003 EPA DWSRF Grant - Recipient's Share</b>	<b>237,564</b>	<b>(237,564)</b>	<b>\$0</b>

To Calculate the recipients share -multiply the state match percentage times the federal share of loans only

Detail on:	State match %	0.4518258
2003 EPA DWSRF Grant - Federal Share		
2003 Total obligated grant funds from above	4,191,115.00	(3,784,541.30)
2003 Amount obligated to set asides	(3,665,329.00)	3,258,755.30
2003 Total grant funds allocated to Loans	\$525,786	(\$525,786)
		(0)

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

**OUTLAYS (Draws) from the 2003 EPA Drinking Water  
 Capitalization (DWSRF) Grant (#FS998832-03-1)**

DWSRF Grant Funds Outlays To:	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<b>Program Set Asides:</b>			
Grant Administration	\$ 433,436	(a)	\$ 433,436
Small System Technical Assistance	79,330		79,330
State Program Management:			-
PWS Supervision	-	(a)	-
Local Assistance (1452 (k) Activities) :			
Capacity Development	105,615	(a)	105,615
Wellhead Protection	235,061		235,061
<b>Total Draws for Set Asides</b>	<b>853,442</b>	<b>(a)</b>	<b>853,442</b>
<b>Current Loans/Projects:</b>			
Rounding Error Adjustment	* -	1	1
<b>Total Draws for Current Loans / Projects</b>	<b>-</b>	<b>1</b>	<b>1</b>
<b>Total Outlays</b>	<b>\$ 853,442</b>	<b>\$ 1</b>	<b>\$ 853,443</b>

Calculated State Match Percentage	0.451826
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

\* This adjustment is to bring the total cumulative state match (recipients share of outlays) of the FSR to tie to the Recipient Contribution amount of the grant award.

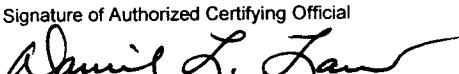
Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 11(b) - **Indirect Expenses**  
 For the Period: January 1, 2007 to December 31, 2007

Month Expense Incurred	Total Appropriated Overhead Expense for Month (BASE)	Total Overhead Costs Allocated to DWRF (TOTAL AMOUNT)	Total DWRF allocated Overhead Costs drawn from Federal Funds (FEDERAL SHARE)	Percent of DWRF Allocated Overhead Costs to Total Overhead (RATE)	Reimbursed from EPA Capitalization Grant Number
<b><u>2006 Indirect Expenses Requisitioned in 2007</u></b>					
December-06	18,500.22	3,623.14	3,019.28	0.19584	FS99883203-1
<b><u>2007 Indirect Expenses Requisitioned in 2007</u></b>					
January-07	26,096.25	5,133.02	4,277.52	0.19670	FS99883203-1
February-07	31,667.22	6,789.61	5,658.01	0.21440	FS99883203-1
March-07	29,451.67	6,557.22	5,464.35	0.22264	FS99883203-1
April-07	27,302.75	5,686.28	4,738.57	0.20827	FS99883203-1
May-07	15,854.93	2,641.10	2,200.92	0.16658	FS99883203-1
June-07	24,402.82	4,908.86	4,090.72	0.20116	FS99883203-1
July-07	42,932.66	8,660.92	7,217.43	0.20173	FS99883203-1
August-07	22,986.09	6,438.09	5,365.08	0.28009	FS99883203-1
September-07	22,302.92	6,375.98	5,313.32	0.28588	FS99883203-1
October-07	22,844.38	5,757.14	4,797.62	0.25202	FS99883203-1
November-07	23,170.69	6,471.01	5,392.51	0.27928	FS99883203-1
<b>Totals</b>	<b>307,512.60</b>	<b>69,042.37</b>	<b>57,535.31</b>		
<b>Average Percentage for 2007</b>					
				<b>0.22538</b>	

# FINANCIAL STATUS REPORT

(Short Form)

(Follow instructions on the back)

1. Federal Agency and Organization Element to Which is Submitted	2. Federal Grant or other Identifying Number Assigned by Federal Agency	OMB Approval No.	Page	of
U.S. Environmental Protection Agency Grants Administration Office		FS998832-04-01	1	1
pages				
3. Recipient Organization (name and complete address, including ZIP code)				
Colorado Water Resources and Power Development Authority 1580 Logan Street, Suite 620, Denver, Colorado 80203				
DWSRF				
4. Employer Identification Number	5. Recipient Account Number or Identifying Number	6. Final Report	7. Basis	
84-0879485	N/A	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>	
8. Grant Period (See Instructions)	9. Period Covered by this report			
From: (Month, Day, Year) 07/01/04	To: (Month, Day, Year) 09/30/2024	From (Month, Day, Year) 01/01/07	To: 12/31/07	
10. Transactions:		I Previously Reported	II This Period	III Cumulative
a. Total outlays	7,000,729	8,344,282	15,345,011	
b. Recipient share of outlays	1,236,747	1,510,793	2,747,540	
c. Federal share of outlays	5,763,982	6,833,489	12,597,471	
d. Total unliquidated obligations			1,140,229	
e. Recipient share of unliquidated obligations			0	
f. Federal share of unliquidated obligations			1,140,229	
g. Total Federal share (sum of c. and f.)			13,737,700	
h. Total Federal funds authorized to this grant period			13,737,700	
i. Unobligated balance of Federal funds (line h. minus line g.)			0	
11. Indirect Expense		a. Type of Rate		
		Provisional <input type="checkbox"/> NOT APPLICABLE	Predetermined <input type="checkbox"/> NOT APPLICABLE	Final <input type="checkbox"/> NOT APPLICABLE: NO INDIRECT EXPENSES CHARGED TO THIS GRANT
		b. Rate	c. Base	d. Total Amount
		e. Federal Share		
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.				
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.				
Typed or Printed Name and Title Daniel L. Law, Executive Director		Telephone (Area code, number, and extension) (303) 830-1550 call Ext 14		
Signature of Authorized Certifying Official 		Date Report Submitted March 13, 2008		

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(d - f) - **Unliquidated Obligations**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
<b>State Program Management:</b>			
PWS Supervision	6,006,388	4,600,492	1,405,896
<b>Local Assistance (1452 (k) Activities) :</b>			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,392</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	(0)
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/06</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,590</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2004 EPA DWSRF Grant - Recipient's Share</b>	<b>\$2,523,094</b>	<b>(\$2,523,094)</b>	<b>\$0</b>

To Calculate the recipients share -multiply the state match percentage times the federal share of **loans only**

Detail on:	State match %	0.2654094
2004 EPA DWSRF Grant - Federal Share		
2004 Total obligated grant funds from above	12,892,041.00	(11,751,812.00)
2004 Amount obligated to set asides	(3,385,616.00)	2,245,387.00
2004 Total grant funds allocated to Loans	\$9,506,425	(\$9,506,425)

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Outlays To:	OUTLAYS (Draws) from the 2004 EPA Drinking Water Capitalization (DWSRF) Grant (#FS998832-04-1)		
	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<b>Program Set Asides:</b>			
Grant Administration	0.00	(a)	0.00
Small System Technical Assistance	0.00	(a)	0.00
State Program Management:			0.00
PWS Supervision	0.00	(a)	0.00
Local Assistance (1452 (k) Activities) :			
Capacity Development	1,141,174.00	(a)	1,141,174.00
Wellhead Protection	0.00	(a)	0.00
<b>Total Draws for Set Asides</b>	<b>1,141,174.00</b>	<b>(a)</b>	<b>1,141,174.00</b>
<b>Current Loans/Projects:</b>			
Alamosa, City of (2006B)	1,937,747.44	514,296.05	2,452,043.49
Craig, City of (2006A)	1,214,842.82	322,430.49	1,537,273.31
Fountain Valley Authority (2003A)	37,551.43	9,966.49	47,517.92
Little Thompson (2006A)	231,357.42	61,404.39	292,761.81
Lyons, Town of (2003A)	30,568.13	8,113.06	38,681.19
Palisade, Town of (DL)	911,049.95	241,801.06	1,152,851.01
Palisade, Town of (2006B)	1,329,198.27	352,781.49	1,681,979.76
<b>Total Draws for Current Loans / Projects</b>	<b>5,692,315.46</b>	<b>1,510,793.03</b>	<b>7,203,108.49</b>
<b>Total Outlays</b>	<b>6,833,489.46</b>	<b>1,510,793.03</b>	<b>8,344,282.49</b>

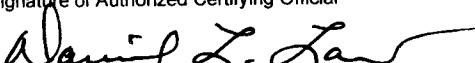
Calculated State Match Percentage	0.2654
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

# FINANCIAL STATUS REPORT

(Short Form)

(Follow instructions on the back)

1. Federal Agency and Organization Element to Which is Submitted	2. Federal Grant or other Identifying Number Assigned by Federal Agency	OMB Approval No.	Page	of
U.S. Environmental Protection Agency Grants Administration Office		FS99883205-0	1	1
3. Recipient Organization (name and complete address, including ZIP code)		DWSRF		
Colorado Water Resources and Power Development Authority 1580 Logan Street, Suite 620, Denver, Colorado 80203				
4. Employer Identification Number	5. Recipient Account Number or Identifying Number	6. Final Report	7. Basis	
84-0879485	N/A	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>	
8. Grant Period (See Instructions) From: (Month, Day, Year) 5/1/2005	To: (Month, Day, Year) 9/30/2025	9. Period Covered by this report From (Month, Day, Year) 01/01/07		To: 12/31/07
10. Transactions:		I Previously Reported	II This Period	III Cumulative
a. Total outlays	682,820	2,237,340	2,920,160	
b. Recipient share of outlays	0	369,157	369,157	
c. Federal share of outlays	682,820	1,868,183	2,551,003	
d. Total unliquidated obligations			13,530,146	
e. Recipient share of unliquidated obligations			2,372,550	
f. Federal share of unliquidated obligations			11,157,596	
g. Total Federal share (sum of c. and f.)			13,708,600	
h. Total Federal funds authorized to this grant period			13,708,600	
I. Unobligated balance of Federal funds (line h. minus line g.)			0	
11. Indirect Expense		a. Type of Rate Provisional <input type="checkbox"/> NOT APPLICABLE	Predetermined <input type="checkbox"/> NOT APPLICABLE: NO INDIRECT EXPENSES CHARGED TO THIS GRANT	Final <input type="checkbox"/> Fixed <input type="checkbox"/>
		b. Rate	c. Base	d. Total Amount
		e. Federal Share		
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.				
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.				
Typed or Printed Name and Title Daniel L. Law, Executive Director		Telephone (Area code, number, and extension) (303) 830-1550 call Ext 14		
Signature of Authorized Certifying Official 		Date Report Submitted March 13, 2008		

Previous Editions not Usable

Standard Form 269A (Rev 4-88)

Prescribed by OMB Circulars A-102 and A-110

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(d - f) - **Unliquidated Obligations**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
<b>State Program Management:</b>			
PWS Supervision	6,006,388	4,600,492	1,405,896
<b>Local Assistance (1452 (k) Activities) :</b>			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,392</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	(0)
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/07</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,590</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2005 EPA DWSRF Grant - Recipient's Share</b>	<b>2,741,707</b>	<b>(369,157)</b>	<b>\$2,372,550</b>

To Calculate the recipients share -multiply the state match percentage times the federal share of **loans only**

Detail on:	State match %	26.928%
2005 EPA DWSRF Grant - Federal Share		
2005 Total obligated grant funds from above	13,708,600.00	(2,551,003.83)
2005 Amount obligated to set asides	(3,526,980.00)	1,180,100.67
2005 Total grant funds allocated to Loans	\$10,181,620	(1,370,903)
		8,810,717

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

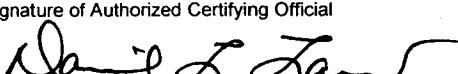
**OUTLAYS (Draws) from the 2005 EPA Drinking Water  
 Capitalization (DWSRF) Grant (#FS998832-05-0)**

DWSRF Grant Funds Outlays To:	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<b>Program Set Asides:</b>			
Grant Administration	-	(a)	-
Small System Technical Assistance	-	(a)	-
State Program Management:			-
PWS Supervision	278,284	(a)	278,284
Local Assistance (1452 (k) Activities) :			
Capacity Development	218,997	(a)	218,997
Wellhead Protection	-	(a)	-
<b>Total Draws for Set Asides</b>	<b>497,280</b>	<b>(a)</b>	<b>497,280</b>
<b>Current Loans/Projects:</b>			
Alamosa, City of (2006B)	686,026	184,733	870,759
Craig, City of (2006A)	409,738	110,334	520,072
Fountain Valley Authority (2003A)	20,899	5,628	26,527
Palisade DL	81,138	21,849	102,987
Palisade, Town of (2006B)	173,102	46,613	219,715
<b>Total Draws for Current Loans / Projects</b>	<b>1,370,903</b>	<b>369,157</b>	<b>1,740,060</b>
<b>Total Outlays</b>	<b>\$1,868,183</b>	<b>\$369,157</b>	<b>\$2,237,340</b>

Calculated State Match Percentage	26.928%
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

**FINANCIAL STATUS REPORT**  
**(Short Form)**  
**(Follow instructions on the back)**

1. Federal Agency and Organization Element to Which is Submitted	2. Federal Grant or other Identifying Number Assigned by Federal Agency	OMB Approval No.	Page	of	
U.S. Environmental Protection Agency Grants Administration Office		FS99883206-01	0348-0039	1	1
pages					
3. Recipient Organization (name and complete address, including ZIP code)					
Colorado Water Resources and Power Development Authority					
1580 Logan Street, Suite 620, Denver, Colorado 80203					
DWSRF					
4. Employer Identification Number	5. Recipient Account Number or Identifying Number	6. Final Report	7. Basis		
84-0879485	N/A	Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>		
8. Grant Period (See Instructions)	9. Period Covered by this report				
From: (Month, Day, Year) 3/1/2006	To: (Month, Day, Year) 4/1/2026	From (Month, Day, Year) 01/01/07		To: 12/31/07	
10. Transactions:		I Previously Reported	II This Period	III Cumulative	
a. Total outlays	0	2,899,460	2,899,460		
b. Recipient share of outlays	0	1,449,730	1,449,730		
c. Federal share of outlays	0	1,449,730	1,449,730		
d. Total unliquidated obligations			8,534,395		
e. Recipient share of unliquidated obligations			1,275,470		
f. Federal share of unliquidated obligations			7,258,925		
g. Total Federal share (sum of c. and f.)			8,708,655		
h. Total Federal funds authorized to this grant period			14,497,300		
I. Unobligated balance of Federal funds (line h. minus line g.)			5,788,645		
11. Indirect Expense		a. Type of Rate Provisional <input type="checkbox"/> NOT APPLICABLE	Predetermined <input type="checkbox"/>	Final <input type="checkbox"/>	Fixed <input type="checkbox"/>
		b. Rate	c. Base	d. Total Amount	e. Federal Share
NOT APPLICABLE: NO INDIRECT EXPENSES CHARGED TO THIS GRANT					
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.					
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.					
Typed or Printed Name and Title Daniel L. Law, Executive Director		Telephone (Area code, number, and extension) (303) 830-1550 call Ext 14			
Signature of Authorized Certifying Official 		Date Report Submitted March 13, 2008			

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(d - f) - **Unliquidated Obligations**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
<b>State Program Management:</b>			
PWS Supervision	6,006,388	4,600,492	1,405,896
<b>Local Assistance (1452 (k) Activities) :</b>			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,391</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	0
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/07</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,589</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2006 EPA DWSRF Grant - Recipient's Share</b>			
> 20% match on grant award	1,275,470	0	\$1,275,470
> PWSS match	1,449,730	(1,449,730)	0
<b>2006 EPA DWSRF Grant - Recipient's Share</b>	<b>2,725,200</b>	<b>(1,449,730)</b>	<b>1,275,470</b>

To Calculate the recipients share - multiply the state match percentage times the federal share of loans only

Detail on:	State match %	0.28054
2006 EPA DWSRF Grant - Federal Share		
2006 Total obligated grant funds from above	8,708,655.00	(1,449,730.00)
2006 Amount obligated to set asides	(4,162,174.00)	1,449,730.00
2006 Total grant funds allocated to Loans	\$4,546,481	\$0
		4,546,481

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

**OUTLAYS (Draws) from the 2006 EPA Drinking Water  
 Capitalization (DWSRF) Grant (#FS998832-06-01)**

DWSRF Grant Funds Outlays To:	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<b><u>Program Set Asides:</u></b>			
Grant Administration	-	(a)	-
Small System Technical Assistance	-	(a)	-
State Program Management:			-
PWS Supervision	1,449,730	1,449,730	2,899,460
Local Assistance (1452 (k) Activities) :			
Capacity Development	-	(a)	-
Wellhead Protection	-	(a)	-
<b>Total Draws for Set Asides</b>	<b>1,449,730</b>	<b>1,449,730</b>	<b>2,899,460</b>
<b><u>Current Loans/Projects:</u></b>			
	-	-	-
	-	-	-
	-	-	-
	-	-	-
	-	-	-
<b>Total Draws for Current Loans / Projects</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outlays</b>	<b>\$1,449,730</b>	<b>\$1,449,730</b>	<b>\$2,899,460</b>

Calculated State Match Percentage	28.054%
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

**FINANCIAL STATUS REPORT**  
**(Short Form)**  
**(Follow instructions on the back)**

1. Federal Agency and Organization Element to Which is Submitted	2. Federal Grant or other Identifying Number Assigned by Federal Agency	OMB Approval No.	Page	of
U.S. Environmental Protection Agency Grants Administration Office	FS99883207-00	0348-0039	1	1
pages				
3. Recipient Organization (name and complete address, including ZIP code)				
Colorado Water Resources and Power Development Authority 1580 Logan Street, Suite 620, Denver, Colorado 80203 DWSRF				
4. Employer Identification Number  84-0879485	5. Recipient Account Number or Identifying Number  N/A	6. Final Report  Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>	7. Basis  Cash <input checked="" type="checkbox"/> Accrual <input type="checkbox"/>	
8. Grant Period (See Instructions) From: (Month, Day, Year) September 1, 2007	To: (Month, Day, Year) August 31, 2027	9. Period Covered by this report From (Month, Day, Year) 01/01/07 To: 12/31/07		
10. Transactions:		I Previously Reported	II This Period	III Cumulative
a. Total outlays	0	87,608	87,608	
b. Recipient share of outlays	0	43,804	43,804	
c. Federal share of outlays	0	43,804	43,804	
d. Total unliquidated obligations			5,856,162	
e. Recipient share of unliquidated obligations			1,405,896	
f. Federal share of unliquidated obligations			4,450,266	
g. Total Federal share (sum of c. and f.)			4,494,070	
h. Total Federal funds authorized to this grant period			14,497,000	
I. Unobligated balance of Federal funds (line h. minus line g.)			10,002,930	
11. Indirect Expense		a. Type of Rate  Provisional <input type="checkbox"/> NOT APPLICABLE	Predetermined <input type="checkbox"/> Final <input type="checkbox"/> Fixed <input type="checkbox"/>	
		b. Rate	c. Base	d. Total Amount
		e. Federal Share  NOT APPLICABLE: NO INDIRECT EXPENSES CHARGED TO THIS GRANT		
12. Remarks: Attach any explanations deemed necessary or information required by Federal sponsoring agency in compliance with governing legislation.				
13. Certification: I certify to the best of my knowledge that this report is correct and complete and that all outlays and unliquidated obligations are for the purpose set forth in the award documents.				
Typed or Printed Name and Title  Daniel L. Law, Executive Director		Telephone (Area code, number, and extension)  (303) 830-1550 call Ext 14		
Signature of Authorized Certifying Official  		Date Report Submitted  March 13, 2008		

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(d - f) - **Unliquidated Obligations**  
 For the Period: January 1, 2007 to December 31, 2007

DWSRF Grant Funds Obligated To:	EPA Drinking Water Capitalization (DWSRF) Grants:		
	Amounts Obligated to Set-Aside / Loan	Liquidated (Drawn) as of 12/31/07	Total Unliquidated Obligations
<b>SET ASIDES:</b>			
Grant Administration	\$3,739,476	\$1,450,253	\$2,289,223
Small System Technical Assistance	1,660,132	345,790	1,314,342
State Program Management:			
PWS Supervision	6,006,388	4,600,492	1,405,896
Local Assistance (1452 (k) Activities) :			
Capacity Development	6,939,436	2,892,767	4,046,669
Wellhead Protection	2,810,817	810,556	2,000,261
Source Water Protection	0	0	0
<b>Total Obligated for Set Asides:</b>	<b>21,156,249</b>	<b>10,099,857</b>	<b>11,056,391</b>
<b>CURRENT LOANS / PROJECTS:</b>			
Alamosa, City of (2006B)	4,683,808	2,623,773	2,060,035
Arapahoe County (2006B)	6,223,525	0	6,223,525
Cottonwood (2006B)	3,801,710	0	3,801,710
Craig, City of (2006A)	2,263,200	1,624,581	638,619
Fountain Valley Authority (2003A)	1,463,552	1,443,284	20,268
Little Thompson (2006A)	2,653,055	2,653,055	0
Lyons, Town of (2003A)	2,196,621	2,117,392	79,229
Palisade, Town of (DL)	1,526,000	992,188	533,812
Palisade, Town of (2006B)	1,502,300	1,502,300	0
<b>Total Obligated to Loans / Projects</b>	<b>26,313,771</b>	<b>12,956,573</b>	<b>13,357,198</b>
<b>Totals Obligations from DWSRF Grants as of 12/31/07</b>	<b>\$47,470,020</b>	<b>\$23,056,430</b>	<b>\$24,413,589</b>
<b>Less Federal Share Amounts Allocable to:</b>			
2002 EPA DWSRF Grant (FS998832-02-0)	3,056,267	(3,056,267)	0
2003 EPA DWSRF Grant (FS998832-03-1)	4,191,115	(3,784,541)	406,574
2004 EPA DWSRF Grant (FS998832-04-1)	12,892,041	(11,751,812)	1,140,229
2005 EPA DWSRF Grant (FS998832-05-0)	13,708,600	(2,551,004)	11,157,596
2006 EPA DWSRF Grant (FS998832-06-1)	8,708,655	(1,449,730)	7,258,925
2007 EPA DWSRF Grant (FS998832-07-0)	4,494,070	(43,804)	4,450,266
Other EPA DWSRF Grants (Closed)	419,272	(419,272)	0
	<b>47,470,020</b>	<b>(23,056,430)</b>	<b>24,413,590</b>
<b>Plus: 2007 EPA DWSRF Grant - Recipient's Share</b>			
> 20% match on grant award	0	0	\$0
> PWSS match	1,449,700	(43,804)	1,405,896
<b>Total 2007 EPA DWSRF Grant - Recipient's Share</b>	<b>1,449,700</b>	<b>(43,804)</b>	<b>1,405,896</b>

To Calculate the recipients share - multiply the state match percentage times the federal share of **loans only**

Detail on:	State match %	0.28986
2007 EPA DWSRF Grant - Federal Share		
2007 Total obligated grant funds from above	4,494,070.00	(43,804.35)
2007 Amount obligated to set asides	(4,494,070.00)	43,804.35
2007 Total grant funds allocated to Loans	\$0	\$0

Colorado Water Resources & Power Development Authority  
 DRINKING WATER REVOLVING FUND PROGRAM  
 FINANCIAL STATUS REPORT for FEDERAL FUNDS AWARDS  
 Form 269A, Lines 10(a - c) - **OUTLAYS**  
 For the Period: January 1, 2007 to December 31, 2007

**OUTLAYS (Draws) from the 2007 EPA Drinking Water Capitalization (DWSRF) Grant (#FS998832-07-00)**

DWSRF Grant Funds Outlays To:	Draws from EPA LOC	State Match Provided (% of EPA LOC draws)	Total Outlays
<b>Program Set Asides:</b>			
Grant Administration	-	(a)	-
Small System Technical Assistance	-	(a)	-
State Program Management:			-
PWS Supervision	43,804	43,804	87,608
Local Assistance (1452 (k) Activities) :			
Capacity Development	-	(a)	-
Wellhead Protection	-	(a)	-
<b>Total Draws for Set Asides</b>	<b>43,804</b>	<b>43,804</b>	<b>87,608</b>

<b>Current Loans/Projects:</b>			
Florence, City of (2003B)	-	-	-
Fountain Valley Authority (2003A)	-	-	-
Grand Junction, City of (2002A)	-	-	-
La Junta, City of (2002A)	-	-	-
Lyons, Town of (2003A)	-	-	-
Woodland Park, City of (DL)	-	-	-
<b>Total Draws for Current Loans / Projects</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total Outlays</b>	<b>\$43,804</b>	<b>\$43,804</b>	<b>\$87,608</b>

Calculated State Match Percentage	28.986%
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(a) State Match for set-aside draws are rolled over to the the Drinking Water Revolving loan Fund as required.

Colorado Water Resources & Power Development Authority  
DRINKING WATER FUND  
**2007 GRANT FINANCIAL STATUS REPORT**

**CALCULATION OF PERCENTAGE OF STATE MATCH TO EPA LOC**

CALCULATION FOR ORIGINAL GRANT:

TOTAL DRINKING WATER 2007 GRANT	\$14,497,000.00
LESS: SET ASIDES	(4,494,070.00)
SUBTOTAL (funds available for loans)	<hr/> \$10,002,930.00
20% REQUIRED STATE MATCH	\$2,899,400.00
DIVIDED BY AMOUNT FOR SRF LOANS	10,002,930.00
STATE MATCH / EPA LOC PERCENTAGE	<hr/> <hr/> 28.98551%

## **Attachment 1**

### **2007 Intended Use Plan**

**STATE OF COLORADO**

**2007**

**DRINKING WATER REVOLVING FUND**

**INTENDED USE PLAN**

WQCC Approved: October 2006

Effective Date: January 1, 2007

**DWRF IUP**  
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**APPENDIX**

- A. 2007 DWRF Project Eligibility List
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- 1. DWRF Rules
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- 3A. Summary of Set-Aside and Fee Activity
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- 4. Loan Summary Report

**STATE OF COLORADO**  
**DWRF INTENDED USE PLAN**  
**JANUARY 1 - DECEMBER 31, 2007**

## **I. INTRODUCTION**

As required by Section 1452(b) of the Safe Drinking Water Act (SDWA) and by Interim Final Regulations 40 CFR 35.3555 published August 7, 2000, an Intended Use Plan (IUP) is to be filed annually with the U.S. Environmental Protection Agency (EPA). The IUP describes how the State intends to use the Capitalization Grant and Drinking Water Revolving Fund (DWRF) to meet the objectives of the SDWA and further the goals of protecting public health. The IUP is made available to the public for review and comment prior to submitting it to the EPA as required by the capitalization grant agreement.

The purpose of the DWRF program is to provide financial assistance to governmental agencies for the construction of water projects for public health and compliance purposes as described in the DWRF Rules (Attachment 1), and to set-aside funds from the capitalization grant to fund a variety of activities that are necessary to accomplish the requirements of the SDWA.

The DWRF may be used for: below market rate loans; loan guarantees; a source of reserve and security for leveraged loans (proceeds of which must be placed in the DWRF loan fund); the purchase or refinancing of existing local debt obligations where the initial debt was incurred and construction started after July 1, 1993; and earning interest prior to disbursement of assistance. Colorado limits this assistance to governmental agencies as defined by statute under C.R.S. 37-95-103 (5)(a) and (b).

The SDWA allows a state to set aside up to 31 percent of any yearly capitalization grant for non-project activities as follows: administration and technical assistance (4%), state program activities (10%), small systems technical assistance (2%), and local assistance (15%). Additionally, up to 30 percent of each grant may be used for loan assistance (including forgiveness of principal) to disadvantaged communities.

This IUP serves as the planning document to describe how the funds allotted for Federal Fiscal Year (FFY) 2007 and the funds remaining from all prior federal fiscal years' capitalization grant appropriations will be used for the DWRF and non-project program set-asides. The DWRF fiscal year is January 1, 2007 to December 31, 2007. As currently developed, the IUP identifies the specific projects and activities associated with the federal appropriation and funds available from repayments to the program.

The "State" as referenced in this document is comprised of three agencies involved in operating the DWRF under a Memorandum of Agreement - the Colorado Water Resources and Power Development Authority (Authority), the Water Quality Control Division (WQCD) at the Department of Public Health and Environment, and the Division of Local Government at the Department of Local Affairs (DLG). The SDWA, Section 1542(g)(1)(B), expressly places the authority for establishing assistance priorities and carrying out oversight and related activities (other than financial administration) with the State agency having primary enforcement responsibility; the WQCD is the agency that has this responsibility in Colorado. The DLG helps to evaluate the financial and managerial capacity of loan applicants, identifies potential projects for the program, and provides outreach to raise awareness of the program. The Authority is named administrator under state statute; therefore, it is the grant recipient and provides financial administration for the DWRF.

The requirements of the SDWA that are included in this IUP are as follows:

- ◆ A comprehensive priority list of those projects eligible to be assisted by the DWRF which must include the name of the public water system, the priority assigned to the project, a description of the project (type), the expected terms of financial assistance, the size of the community and an expected funding schedule. The State must identify which projects on the priority list will, or are projected to, receive funding in 2007;
- ◆ A description of the criteria and method established for the distribution of funds;
- ◆ A description of the financial status of the DWRF;
- ◆ A description of the short and long-term goals of the State's DWRF;

- ◆ A description of amounts transferred between the DWRF and the Water Pollution Control Revolving Fund (WPCRF); and
- ◆ A description of the non-project activities to be funded from the DWRF Capitalization Grant including the percentage of such funds allocated to these activities.

The State will prepare and submit a capitalization grant application for FFY 2007 based on this IUP.

## II. DRINKING WATER REVOLVING FUND PROJECT LISTS

States are required to develop a comprehensive priority list of eligible projects for funding and to identify projects that will receive funding. In determining funding priority, states must ensure, to the maximum extent practical, that priority for the use of funds be given to projects that: 1) address the most serious risks to human health; 2) are necessary to ensure compliance under SDWA; and 3) assist systems most in need, on a per household basis (i.e. affordability). Projects that are primarily intended to serve future growth are not eligible. Examples of eligible and ineligible projects and project related costs are found in Attachment 2.

Appendix A to this IUP is the 2007 DWRF Project Eligibility List illustrating the various projects and their associated estimated costs as required by Colorado's authorizing statute. The DWRF Project Eligibility List includes, for each individual entry: the name of the public water system, a description of the project, population, the estimated cost of the project and a categorical ranking by priority as described in the DWRF Rules (included in Attachment 1).

Appendix B (DWRF Project Priority / Fundable List) is a list of the projects that have or will have a planning document for a specific project, have been prioritized for funding within each category, and are eligible to receive or have recently received a loan from the DWRF. The supporting documentation covering the assignment of priority points is available from the WQCD. This list includes the anticipated loan terms, interest rate, type of loan and an enumeration of the drinking water problem and project description to correct the problem.

Projects are added and deleted from the DWRF Project Priority / Fundable List during the annual IUP approval process. Deletions to the list are made for those entities that received a DWRF loan and completed the project. In other cases, projects are deleted from the list when the entity is able to secure project funding from sources other than the DWRF. Projects that receive funding during the year that are not included on the currently DWRF Project Priority/Fundable List will be added to the list in the following year.

## III. CRITERIA, METHODS AND EVALUATION FOR DWRF DISTRIBUTION

Federal regulations require that the IUP include "...the process and rationale for distribution of funds between the fund and set-aside accounts." In accordance with the Memorandum of Agreement, the State has a decision-making team comprised of staff from the three agencies to determine the DWRF projects that are forwarded to the Authority Board for funding.

Regarding the non-project activities, the WQCD prepares the capitalization grant application including the amount of funds to be set aside for activities documented in the IUP. The application is forwarded to the Authority for signature and submission to EPA. Section VII (Non-Project Activities) outlines the WQCD's proposed use of funds from the DWRF capitalization grant to meet various SDWA requirements.

### A. Project Priority System

Colorado's project priority system is set forth in the DWRF Rules (Attachment 1). The Rules include the following categories by priority ranking:

#### **Priority 1 Acute Health Hazard:**

The WQCD has identified continuous violation of an acute maximum contaminant level (MCL) or a surface water treatment rule (SWTR) treatment technique requirement.

#### **Priority 2 Chronic (Long Term) Health Hazard:**

The WQCD has identified a continuous violation of an MCL or an SWTR treatment technique requirement for a chronic contaminant.

**Priority 3 Potential Acute Health Hazard:**

The public water system (PWS) has periodically exceeded an acute MCL, has levels greater than 50 percent of an acute MCL on a regular basis, or has short term problems meeting an SWTR treatment technique requirement that can be controlled temporarily by operational means.

**Priority 4 Potential Chronic Health Hazard:**

The PWS has periodically exceeded a chronic MCL, has levels greater than 50 percent of a chronic MCL on a regular basis, or has short-term problems meeting other treatment technique requirements.

**Priority 5 Other Future Needs:**

The PWS is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair, in order to maintain compliance or further the public health protection goals of the SDWA.

**B. Priority Point Assignments Within Each Category**

As provided in the DWRF Rules, once a pre-planning, planning, or pre-design document is received, projects within each category will be prioritized by the assignment of points based upon the review of the following factors:

- (1) Population
- (2) Financial Need
- (3) Consolidation
- (4) Water Conservation
- (5) Source Water Protection
- (6) Beneficial Use of Sludge
- (7) Health Risk.

Projects on the DWRF Project Priority / Fundable List (Appendix B) will be financed in priority order to the maximum extent practical. Exceptions for funding out of priority order shall be due to one of the following reasons:

- a) Governmental agencies are not ready to proceed with the project.
- b) Governmental agencies do not wish to participate in the DWRF or they have received funding from other sources.
- c) Governmental agencies (on the DWRF Project Eligibility or DWRF Priority / Fundable List) had an emergency situation during the funding year.
- d) Certain governmental agencies are not approved for funding because of technical, managerial or financial (TMF) deficiencies. Note: It is important that all PWS be managed and operated in an efficient and effective manner to ensure continued service of high quality, affordable water to their customers, now and in the future. The DWRF has established an EPA approved TMF capacity review and evaluation process to help systems understand this role and build the capacity where needed to properly serve their customers. Meeting these requirements for a loan will help the system ensure it will operate into the future with fewer difficulties, be financially secure, and be managed in the best interest of the water users. This will result in a PWS being considered an asset to its community rather than a future liability. The WQCD will attempt to work with the governmental entity to resolve any deficiencies through the capacity development program.

**C. Application Deadlines**

All leveraged loan projects must submit applications by February 1<sup>st</sup>. Depending on the demand and available loan capacity a second application date of July 1<sup>st</sup> may be set by the WQCD and the Authority for a fall bond issue. Both direct and leveraged loan applications will be accepted throughout the year based on the following Authority Board Meeting schedule. However, leveraged loans will not be executed until all applications received by the application deadline have been prioritized and determination that sufficient funds are available. If funds are not available to cover all requests, those projects not funded will be included in the next prioritization of applications.

Authority Board meetings and applications submittal dates are as follows:

December 1 for consideration at the Authority's January (third week) Board meeting.

February 1 for consideration at the Authority's March (first Friday) Board meeting. This is also the last application deadline for inclusion into project prioritization and funding in the spring bond issue and for all direct loan consideration.

March 1 for consideration at the Authority's April (third Friday) Board meeting.

May 1 for consideration at the Authority's June (first Friday) Board meeting.

July 1 for consideration at the Authority's August (usually the third Friday) Board meeting. This is also the last application deadline for inclusion into project prioritization and funding in the fall bond issue and for all direct loan consideration.

September 1 for consideration at the Authority's October (first Friday) Board meeting.

October 15 for consideration at the Authority's December (first Friday) Board meeting.

#### **D. Allocation of Loan Proceeds**

In addition to the DWRF Rules, the following policy will be applied to the allocation of loan proceeds:

##### **1. Direct Loans**

The Authority will budget \$8 million for direct loans of \$2 million or less. Of the \$8 million budgeted, up to \$6 million will be reserved for loans to qualified disadvantaged communities, as defined below.

In September of each year, loan repayments are deposited into the fund. These deposits, if not obligated for leveraged loans, can be made available for additional direct loans if the \$8 million budgeted is not adequate. If necessary, direct loans may be funded from capitalization grant funds.

##### **2. Planning and Design Grants**

The intent of the planning and design grants is to assist DWRF applicants with costs associated with complying with program requirements. To be eligible for a planning and/or design grant, a governmental agency must meet the following criteria:

- Project is on the current year DWRF Eligibility List, and
- Population is 10,000 or less and
- Median household income (MHI) is less than the state average (the 2000 MHI for the state is \$47,203), or
- Current or post project monthly water rates are equal to or greater than the state average as calculated by DLG.

Upon approval by the Authority Board, \$100,000 will be made available on January 1 for planning and/or design grants. One grant in the amount of \$10,000 will be awarded per community.

However, if planning and design grant funds are available on September 1 of each year, an additional grant of up to \$10,000 (maximum of \$20,000 total per community) may be made to communities that have met criteria in demonstrating progress towards receiving funding through the program.

Grants will be awarded on a first come, first served basis. If the entity does not seek funding through the DWRF, they may be requested to repay the grant or seek a waiver of the repayment requirement from the Authority Board.

Grant funds may be used to support a variety of project development activities including, but not

limited to: preliminary engineering reports; technical, managerial and financial reviews; environmental assessments; engineering design documents and legal fees (including costs associated with the formation of a legal entity capable of receiving DWRF assistance.)

These funds are provided from the administrative fee account from income received from DWRF loans.

### **3. Disadvantaged Communities Loans**

In accordance with federal statutes states are authorized to provide "loans at or below market interest rates, including interest fee loans, and terms up to 30 years." Effective January 1, 2005, the DWRF implemented a Disadvantaged Communities Loan opportunity. A disadvantaged community is defined as a governmental agency that has a population of 5,000 or less with a median household income that is 80 percent or less of the statewide median household income..

DWRF re-loan funds will be the primary source of revenues used to fund Disadvantaged Community Loans. These funds are paid back by borrowers in the form of debt service payments on outstanding debt obligations. The loan pool amount for all DWRF direct loans is established at an \$8 million minimum. Of this direct loan pool amount, up to \$6 million will be reserved for loans to qualified disadvantaged communities. EPA capitalization grant funds in an amount not to exceed 30 percent of the annual capitalization grant may also be considered to underwrite loans in the event re-loan funds are not sufficient to meet demand. To the maximum extent practical and based on available data, projects eligible to receive the reduced interest rate will be identified on the Project Priority/Fundable List (Appendix B).

Median household income as a percentage of the statewide median household income will be used to distribute funding to governmental agencies that are disadvantaged in accordance with two categorical affordability tiers:

**Category 1** - Disadvantaged communities with median household income levels that range from 61 to 80 percent of the statewide median household income qualifies for loans up to \$2 million per project. Loan terms up to 30 years, but not to exceed the project's design life, are permitted. The loan interest rate is established at 50 percent of the direct loan rate as set annually by the Authority Board for qualifying governmental agencies.

**Category 2** - Disadvantaged communities with median household income levels that are less than 61 percent of the statewide median household income qualify for loans up to \$2 million per project. Loan terms up to 30 years, but not to exceed the project's design life, are permitted. The loan interest rate is established at 0 percent for qualifying governmental agencies.

Note: All loan requests exceeding the \$2 million direct loan limit will not be eligible for a Disadvantaged Community Loan.

## **E. Emergency Procedures**

The Water Quality Control Commission (WQCC) may amend the DWRF Project Eligibility and DWRF Priority / Fundable Lists at any time throughout the year to include PWS projects that it determines and declares to be emergency projects needed to prevent or address threats to public health. In cases where the WQCC determines the amendments will result in substantial changes to the DWRF Project Eligibility or DWRF Priority / Fundable Lists, public notice and opportunity for comment on the proposed inclusions shall be provided.

## **F. Small Systems Funding Goal**

To the extent that there are a sufficient number of eligible projects to fund, the State shall use at least 15 percent of all funds credited to the DWRF account on an annual basis to provide loan assistance to systems serving 10,000 persons or fewer. It is anticipated that at least 17 small systems (population less than 10,000) will be funded in 2007 for a total of \$32 million in DWRF loans.

To further the small system-funding goal in 2007, planning and/or design grants will be made available to assist small systems in meeting some of the requirements of the DWRF. In addition, DLG is planning

to conduct a series of training workshops in 2007 to help build financial and managerial capacity of small rural public water and wastewater systems. For 2007, the focus of the workshops is targeted at financial management issues, with special attention devoted to rate setting techniques and asset management. DWRF set-aside funds may be used to partially support this effort.

All funding agencies meet periodically to coordinate the financial needs of communities that are planning water quality improvement projects. This funding coordination committee includes staff from the WQCD, Authority, DLG, Colorado Water Conservation Board, USDA Rural Development and the Rural Community Assistance Corporation. The committee uses a web page on the DLG website to keep the public aware of the projects it is assisting with arranging funding and to raise awareness of funding opportunities. Surveys are conducted to identify and update the needs of all public water systems including small systems.

#### **G. DWRF Results**

The following activities will occur in 2007 to ensure Colorado achieves the national goals:

1. It is the goal to execute eleven DWRF loans during 2007. At least seven projects will be funded through the state's Disadvantaged Communities Program.
2. In calendar year 2006, the Colorado DWRF fund utilization rate was 85 percent. The 2007 Region 8 target for the DWRF fund utilization rate has been established at 87%; it is the goal of the State to achieve this target.
3. In calendar year 2006, the rate at which the Colorado DWRF projects progressed as measured in fund disbursements as a percent of assistance provided was 98 percent. It is the goal of the State to maintain this construction pace.

Anticipated 2007 Outcomes:

1. Seven projects are anticipated to initiate construction. (Five of the eight projects will be Disadvantaged Communities Program loans.)
2. Eight projects are anticipated to initiate operations.

### **IV. FINANCIAL STATUS OF THE DWRF**

The DWRF was created by State statute in 1995 prior to the enactment of the 1996 Amendments to the SDWA. Under this legislation, the Colorado General Assembly directed the transfer of \$7,253,915 to the DWRF. The final transfer occurred in March 1998. The State has made seventeen (17) direct loans for \$5,818,692 with State funds, which are kept separate from the federal portion of the DWRF so that repayments from these loans may be available for State match in the future.

A federally capitalized DWRF was authorized by the 1996 Amendments to the SDWA and was established in Colorado with the receipt of the first capitalization grant in September 1997. This program requires the state to match the total amount of each federal grant with a 20 percent contribution of state funds. This state match amount must be deposited entirely into the loan fund, which must be maintained in perpetuity. As of June 30, 2006, \$2,904,856 is available for State match.

The DWRF provides both direct loans and leveraged loans to finance projects. Direct loans are generally made for smaller projects. This allows the program to provide low interest loans to small public water systems without going to the bond market and incurring those associated costs. Direct loans (up to \$2 million) are generally funded from re-loan funds. If necessary, direct loans may be funded from capitalization grant funds. Based on an effort to keep the rates for direct loans at or below the leveraged loan rate, the interest rate will be set by the Authority's Board of Directors each December.

Leveraged loans are generally provided to investment grade borrowers with larger projects. A leveraged loan (composed of grant funds, state match funds and bond proceeds) uses the reserve fund concept, whereby grant funds and re-loan funds in the DWRF are used as the source of security for bonds that are sold to increase the loan capacity. The leveraged loan interest rate is 80 percent of the market rate on the bonds and includes the administrative fee of eight tenths of a percent per year. The market rate on the bonds is determined on the day of pricing (sale) as the "all-in bond yield" (all costs considered) of the "AAA" rated drinking water revenue bonds.

Currently the administrative surcharge on all loans, eight tenths of a percent, ensures long-term administration of the DWRF and provides potential opportunities for grant assistance to small public water systems. The administrative fee supplements the 4 percent administrative set-aside from the capitalization grant. The administrative fee income is deposited into an account separate from the DWRF and is used for costs associated with the DWRF (i.e., Authority, WQCD and DLG staffing and expenses and other operations expenses of the DWRF). Administrative fee income will continue to be used to fund a planning and/or design grant program in 2007. Additionally, administrative fee income, as available, will be used beginning with the FFY2007 DWRF capitalization grant to reimburse the Authority for state match funds (state match loan) deposited to the DWRF. The program reserves the right to charge up to 1.5% administrative fee on all DWRF loans if it is determined that additional funds are needed to fund administrative costs and/or repay the state match provided by the Authority.

Administrative fees received from DWRF loans for 2007 are estimated to be \$1,809,900. These funds will be used to fund direct program costs including legal and accounting fees, trustee fees, and other consultant fees, in addition to labor and overhead allocations of the Authority, WQCD and DLG. Total costs for administration of the DWRF are estimated to be \$2,000,000 a portion of which will be paid from DWRF set aside grant monies available. Following is a table showing the administrative fee account activity since inception:

TABLE I  
Administrative Fee Account

For Year Ending	Cap. Grant		Investment			(Admin Expenses)	(PWSS Set Aside Payouts)	Design Grants Paid	Annual Net Income / (Loss)
	Loan Admin Fee Revenue	Draw For Admin Expenses	Income/ Other Transfers	Other Income / (Expenses)					
12/31/1997	23,408	84,411	24		(214,301)				(106,458)
12/31/1998	251,210	205,130	1,817	178,808	(559,680)				77,285
12/31/1999	609,066	287,502	5,852	90,900	(735,077)				258,243
12/31/2000	931,797	302,679	23,115		(769,629)				487,962
12/31/2001	1,029,413	260,092	29,145		(898,512)				420,138
12/31/2002	1,172,059	321,794	17,119		(980,321)			(7,457)	523,194
12/31/2003	1,494,366	351,245	14,794		(1,041,963)	(120,913)	(66,860)		630,669
12/31/2004	1,632,181	320,302	32,436		(953,920)	(112,743)	(101,027)		817,229
12/31/2005	1,665,264	359,611	211,486		(1,016,570)	(226,072)	(90,312)		903,407
TOTALS	8,808,764	2,492,766	335,788		7,169,973	(459,728)	(265,656)		4,011,669
				269,708				)	

Leveraging the fund is appropriate where financing needs significantly exceed available funds; however, it impacts the DWRF by reducing the interest rate subsidy provided or reducing future loan capacity. Each year the DWRF Eligibility List needs (currently over \$850 million) are compared against the loan capacity of the DWRF. Even though demand for loans (DWRF Priority / Fundable List) in the year 2007 is less than the projected loan capacity, it is in the best interest of the program to continue leveraging in order to maintain the flexibility to meet anticipated future needs. By continuing to leverage, the program will be able to assist more communities currently on the DWRF Project Eligibility List and help those communities achieve compliance with the SDWA. To date, the leveraged loan rates have been in the range of 3.03 and 4.60 percent. Although no interest income on the grant funds and state match funds accrue to the DWRF from the leveraged loans, the long-term or perpetual nature of the DWRF remains in place.

Through August 31, 2006, the State has received a total of \$125,835,600 in federal capitalization grants (includes the \$6,666,667 transfer back to the WPCRF in 2003). Of this amount, \$26,857,345 has been set aside for non-project activities. The State anticipates receiving a FFY07 capitalization grant of

\$14,960,000 with \$3,848,943 set aside for non-project activities. This amount may change based on final federal appropriations. (See Attachments 3A and 3B.)

Under the federal portion of the DWRF, thirty- five (35) direct loans (which includes eight Disadvantaged Communities loans totaling \$4,720,000) for \$23,062,915 and twenty-seven (27) leveraged loans for \$199,298,115 have been made to-date from the DWRF utilizing the federal capitalization grants (See Attachment 4).

The attached Appendix B (Priority / Fundable list) identifies 18 projects totaling \$57.9 million. In addition to these 18 projects, it is anticipated that following projects may apply for DWRF funding during 2007: Forest View Acres Water District (\$465,000), Mountain Water and Sanitation District (\$1,250,000), the Cities of Rifle (\$14 million) and Evans (\$1 million Disadvantaged Community Loan) and the Towns of Bennett (\$2 million), Berthoud (\$8.5 million), DeBeque (\$850,000 Disadvantaged Community Loan), Georgetown (\$100,000), Hayden (\$2.4 million), Hotchkiss (\$1.5 million Disadvantaged Community Loan), Hudson (\$522,000), Kit Carson (\$450,000 Disadvantaged Community Loan) Platteville (\$2.2 million), Sheridan (\$1.1 million Disadvantaged Community Loan), Telluride (\$500,000) and Wiggins (\$500,000 Disadvantaged Community Loan) will be added to the Priority / Fundable list upon completion of an eligibility assessment and will receive a DWRF leveraged or direct loan during 2007. In addition, a transfer of an amount up to \$10 million (as discussed below) would reduce the 2007 DWRF loan capacity to \$26.6 million.

#### **A. Transfer Activities**

As authorized by Congress, up to 33 percent of the cumulative drinking water capitalization grants for FFY 1997 through FFY 2006 (total drinking water grants at \$125.8 million) may be reserved from the DWRF and transferred to the WPCRF. The following table itemizes (in \$ millions) the amount of net SRF funds available for transfer between the two programs:

TABLE II  
Net Funds Available for Transfer

Year	Transaction	Banked Transfer Ceiling	Transferred from WPCRF – DWRF	Transferred from DWRF- WPCRF	WPCRF Funds Available for Transfer	DWRF Funds Available for Transfer
1997	CG Award	\$5.6	-----	-----	\$5.6*	\$5.6*
1998	CG Award	8.8	-----	-----	8.8	8.8
1999	CG Award	12.1	-----	-----	12.1	12.1
1999	Transfer	12.1	\$6.7**	-----	5.4	18.8
2000	CG Award	15.6	-----	-----	8.9	22.3
2001	CG Award	19.1	-----	-----	12.4	25.8
2002	CG Award	23.6	-----	-----	16.9	30.3
2003	CG Award	28.0	-----	-----	21.3	34.7
2003	Transfer	28.0	-----	\$6.7**	28	28
2004	CG Award	32.2	-----	-----	32.2	32.2
2005	CG Award	36.7	-----	-----	36.7	36.7
2006	CG Award	41.5	-----	-----	41.5	41.5

\* Transfers could not occur until one year after the DWRF had been established.

\*\* \$6.7 million capitalization grant funds and \$1.3 million state match funds.

The authorization to transfer funds for FY 2006 and thereafter, has been approved in the 2006 EPA Appropriations Bill. Since a number of water pollution control projects are expected to request funds in 2007, the WPCRF loan demand is expected to exceed available loan capacity. If a transfer is pursued, a stakeholders group will be contacted to evaluate the feasibility of transferring funds from the DWRF to the WPCRF. Based on the Water Quality Control Commission and the Governor's approvals, a transfer

of no more than \$10,000,000 will be made from the DWRF into the WPCRF in 2007. The exact amount of the transfer will be determined after the either the February 1 or July 1 application deadlines and the

WPCRF and DWRF loan demands are determined. The following Tables (Table III & Table IV) provide a comparison of loan capacity impacts if a transfer of \$10, \$7 or \$5 million is made from the DWRF. None of the transferred funds will be used for administrative purposes.

\*The transfer amount will include the State Match

**TABLE III**

**Drinking Water Revolving Fund**  
**Calculation of Loan Capacity for 2007 As of June 30, 2006**

	\$0 Transfer	\$10 million	\$7 million	\$5 million
Capitalization grants for loans through 2005	\$ 88,643,129	\$ 88,643,129	\$ 88,643,129	\$ 88,643,129
Obligated for loans through 6/30/05	<u>\$ 70,536,014</u>	<u>\$ 70,536,014</u>	<u>\$ 70,536,014</u>	<u>\$ 70,536,014</u>
Remainder	\$ 18,107,115	\$ 18,107,115	\$ 18,107,115	\$ 18,107,115
Expected 2006 Capitalization Grant				
1.76% of \$850 million	\$ 14,960,000	\$ 14,960,000	\$ 14,960,000	\$ 14,960,000
Less Set-Asides	<u>\$ 3,848,943</u>	<u>\$ 3,848,943</u>	<u>\$ 3,848,943</u>	<u>\$ 3,848,943</u>
Total 2006 Grant	\$ 11,111,057	\$ 11,111,057	\$ 11,111,057	\$ 11,111,057
Total Grant Funds Available	<b>\$ 29,218,172</b>	<b>\$ 29,218,172</b>	<b>\$ 29,218,172</b>	<b>\$ 29,218,172</b>
Less Transfer to WPCRF in 2006	<b>\$ -</b>	<b>\$ 10,000,000*</b>	<b>\$ 7,000,000*</b>	<b>\$ 5,000,000*</b>
Grant \$ Available	<b>\$ 29,218,172</b>	<b>\$ 19,218,172</b>	<b>\$ 22,218,172</b>	<b>\$ 24,218,172</b>
Re-loan funds as of 07/15/05	\$ 6,322,655	\$ 6,322,655	\$ 6,322,655	\$ 6,322,655
plus: Deallocation on 9/2/05	<u>\$ 3,002,518</u>	<u>\$ 3,002,518</u>	<u>\$ 3,002,518</u>	<u>\$ 3,002,518</u>
plus: Deallocation on 9/2/06	<u>\$ 3,109,583</u>	<u>\$ 3,109,583</u>	<u>\$ 3,109,583</u>	<u>\$ 3,109,583</u>
less: Re-loan funds used for Direct Loans Fall 2005	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>	<u>\$ 2,000,000</u>
<b>Total Re-Loan Funds Available</b>	<b>\$ 10,434,756</b>	<b>\$ 10,434,756</b>	<b>\$ 10,434,756</b>	<b>\$ 10,434,756</b>
<b>Loan Capacity for 2006</b>				
Leveraged Loans from Grants X 2.4	\$ 70,123,613	\$ 46,123,613	\$ 53,323,613	\$ 58,123,613
Direct Loans from Re-Loan Funds	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>	<u>\$ 8,000,000</u>
Leveraged Loans from Re-Loan Funds (total less direct loans) X 2.0	<u>\$ 4,869,512</u>	<u>\$ 4,869,512</u>	<u>\$ 4,869,512</u>	<u>\$ 4,869,512</u>
<b>2006 DWRF Loan Capacity</b>	<b>\$ 82,993,125</b>	<b>\$ 58,993,125</b>	<b>\$ 66,193,125</b>	<b>\$ 70,993,125</b>

TABLE IV

## Water Pollution Control Revolving Fund

## Calculation of Loan Capacity for 2007 as of June 30, 2006

\*The transfer amount will include the State Match

It is estimated that a transfer of \$5-\$10 million from the DWRF to the WPCRF will reduce the DWRF revolving level \$1-\$2 million/year over the next 20 years. The DWRF set-asides would not be affected and the remainder of the allocation would be deposited into the revolving fund. All identified and eligible drinking water projects that are ready for construction in 2007 will be funded out of the expected 2007 DWRF loan capacity. The transfer of funds from the DWRF to the WPCRF is not expected to cause any eligible drinking water projects to be delayed over the next few years.

This transfer, which is a combination of capitalization grant and state match will be deposited in the WPCRF and will only be available for loans. With the statutory language approved by the Colorado State General Assembly in 2002, any transfers can be made from one account to the other with all of the appropriate approvals.

#### **B. Cross-Collateralization Activities**

Beginning in the calendar year commencing on January 1, 1999, the WPCRF, along with the DWRF, may cross-collateralize or pledge moneys on deposit in one fund to act as additional security for bonds secured by moneys on deposit in the other fund. This mechanism was utilized for both programs in 1999 and, as a result, the bond ratings for both programs were upgraded to AAA by all three bond-rating agencies. This upgrade translates to lower interest rates and thereby more savings to the borrowers of both programs.

#### **C. Operator Certification**

The 1996 Amendments to the Federal Safe Drinking Water Act required that states develop certification programs for operators of water treatment plants and distribution systems. House Bill 00-1431 adopted by the Colorado General Assembly revised the existing Colorado operators certification program, in part to meet the new federal requirements. The WQCD and the Water and Wastewater Facility Operators Certification Board have developed a program to implement the federal requirements, in accordance with the revised state statute. EPA has approved the program.

### **V. LONG TERM GOALS**

The State continues to develop long-term goals that will protect public health and ensure the integrity of the DWRF. To achieve these goals, the following objectives were developed for 2007:

1. Provide affordable financial assistance for eligible applicants while maintaining a perpetual, self-sustaining revolving fund program.
2. Provide technical assistance to governmental agencies for facilitating effective planning, design, financing, and construction of facilities to comply with the provisions of the Colorado Primary Drinking Water regulations.
3. Maintain compliance with State and Federal laws and the provisions of the State/EPA operating agreement.

### **VI. SHORT TERM GOALS**

In an effort to continually improve the DWRF program, the State will pursue the following short-term goals throughout the 2007 calendar year:

1. Upon receipt of the EPA allotment formula, the Authority, in conjunction with the WQCD, will submit an application for the 2007 capitalization grant funds.
2. The WQCD will continue to make revisions to the Handbook of Procedures to conform to regulations/guidance and submit it to EPA for approval.
3. The WQCD will initiate the process for identifying projects in the FY 2008 Intended Use Plan by April 2007.
4. Submit the Biennial Report and Annual Audit to EPA by April 30, 2007.
5. The state partnering agencies will work with the funding coordination committee and the State Revolving Fund Committee to implement improvements including:
  - a) Consider adopting an additional Tier for the Disadvantaged Communities Loans that would allow

- a reduction in interest rates (e.g., 70% of Bond Market) for communities with population between 5,000 – 10,000.
- b) Conduct a review of Disadvantaged Communities Loans to determine overall financial impacts of the subsidies upon the continued financial viability of the DWRF.
- c) Continue coordination with all funding agencies to complete drinking water projects identified in the 2007 IUP.
- d) Evaluate the impacts of implementing a “Joint Funding Application” through the funding coordination committee, that could be available statewide for water and wastewater entities interested in receiving funding through the State Revolving Fund Programs, Energy Impact Assistance Fund, Community Development Block Grant, and Rural Development Program.
- e) Continue to review the areas of current flexibility with DWRF loan covenants and identify areas that may provide additional flexibility.
- f) Improve coordination with the three state agencies to facilitate project approvals and development.

6. Leverage funds in the DWRF to accommodate the estimated demand for eligible projects in 2007 and thereafter.
7. The WQCD will review and revise as necessary the “Guidance For Preparing Preliminary Engineering Reports” and update the “State Environmental Review Policy” specific to the DWRF.
8. The DLG will conduct a series of 4 to 8 training workshops in 2007 to help build financial and managerial capacity of small rural public water and wastewater systems.
9. The WQCD will finalize a 5 year strategic plan for the DWRF activities.
10. The WQCD, in partnership with the Authority, will continue to utilize the shared access database for tracking project milestones.
11. The WQCD, DLG and the Authority will attend conferences such as Rural Water, Colorado Municipal League, and the Special District Association’s annual conferences to provide program information to potential borrowers.
12. The WQCD, DLG and the Authority will host training events throughout the year to provide consulting engineers and others with information about the funding process and program requirements.

## **VII. DESCRIPTION OF NON-PROJECT (SET-ASIDE) ACTIVITIES TO BE SUPPORTED BY THE DWRF**

### **A. Introduction**

The State may set aside portions of each capitalization grant for non-project (set-aside) activities. As described in the introduction, these set-asides are to be used to fund those activities necessary to accomplish the requirements of the SDWA. The WQCD has identified in this plan, the maximum amounts of set-aside funds the WQCD currently believes appropriate to best meet the goals of the safe drinking water act. Since these amounts represent the maximum amount of funding that would be devoted to each of the set-asides for this capitalization grant, no further public notification would be made by the WQCD if lesser amounts than those proposed herein are actually used.

The purpose of the set-asides is to provide the funds needed for the administration of the DWRF (4% administration), as well as to meet overall drinking water program requirements of the 1996 Amendments to the SDWA and to conduct targeted activities specified in the SDWA. The authority will provide the required 20 percent up-front state match to receive the federal capitalization grant, from which the set-asides are drawn. Beginning with the FFY02 grant, the 20 percent match for the set-aside portion has come from the loan administrative fee account. A list of the set-asides and the percentage of allocation is as follows:

- ♦ Administration (4 %)
- ♦ Small System Training and Technical Assistance (2%)
- ♦ State Drinking Water Program Management (10%)
- ♦ Local Assistance and Other State Programs (15%):
  - I. Land/Conservation Easement Acquisition for SWAP
  - II. Assistance to a Community Water System to Implement Voluntary, Incentive-Based Source Water Protection Measures

- III. Provide Assistance to Any Public Water System as Part of a Capacity Development Strategy
- IV. Source Water Assessment and Protection Program (SWAP)
- V. Wellhead Protection Program

A description of each set-aside and the funding earmarked from the FFY07 capitalization grant for each activity are described below. The FFY07 capitalization grant amount is estimated, based on the 2006 award, to be \$14,497,300. It is the responsibility of the WQCD to determine the amount of funds necessary under each set-aside and to meet the obligations of the SDWA. The financial status of the set-asides is summarized in Attachment 3A. The State must develop, and EPA approve, work plans that describe the activities to be accomplished to be able to use those funds.

### **B. Administration Set-Aside**

<b>Set-Aside</b>	<b>Amount</b>	<b>Purpose</b>
Administration	\$579,892 (4%) for FFY07	To cover the cost of (1) administering the DWRF, and (2) providing technical assistance to public water systems (PWSS). Administration is an on-going activity.

FFY07 Request: Colorado is entitled to set aside up to 4 percent (\$579,892) from the capitalization grant for this set-aside. Based on project needs identified by the WQCD, the WQCD intends to set aside the full \$579,892.

Additionally, the State deposited the FFY01 and FFY02 administrative set-aside funds (\$420,000 and \$561,000, respectively) into the DWRF project account and reserved the right to draw these funds from a future capitalization grant. These funds were withdrawn from the 2003 capitalization grant.

Use of Funds in 2007 and Expected Accomplishments: These funds will be used to cover administrative expenses related to projects and activities authorized under the SDWA, including the provision of technical assistance to public water systems.

The outputs/activities and the anticipated outcomes (short-term/long-term) for the DWRF administration are described above in Section III. "Criteria, Methods and Evaluation for DWRF Distribution" under Part F. "DWRF Results."

### **C. Small System Training and Technical Assistance (SSTTA)**

<b>Set-Aside</b>	<b>Amount</b>	<b>Purpose</b>
SSTTA	\$289,946 (2%) for FFY07	To provide (1) training, (2) technical assistance, and (3) provide Planning and Design Grants to small systems. SSTTA is an on-going activity.

FFY07 Request: Colorado is entitled to set aside up to 2 percent (\$289,946) from the capitalization grant for this set-aside. Based on project needs identified by the WQCD, the WQCD intends to set aside the full \$289,946.

Use of Funds in 2007 and Expected Accomplishments: Currently, training programs are being designed for 2007 and the WQCD will use funds from the 2002, 2003 and 2004 SSTTA set asides for technical assistance and Planning and Design grants for water system serving 10,000 or less in population.

Outputs/Activities

- Number of systems receiving technical assistance.
- Number of systems receiving planning and design grants.

Anticipated Outcomes (short-term/long-term)

- Improved operational and/or financial efficiency for participating systems.
- Improved compliance for systems receiving SSTTA.

#### D. State Drinking Water Program Management

Set-Aside	Amount	Purpose
State Program Management	\$1,449,730 (10%) for FFY07	<p>To administer the State Public Water Supply Supervision (PWSS) Program, which includes regulations development, compliance monitoring, data management, compliance assistance and enforcement.</p> <p>Can also be used to:</p> <ul style="list-style-type: none"> <li>--Administer or provide technical assistance for SWAP,</li> <li>--Develop and implement a capacity development strategy,</li> <li>--Administer and implement operator certification program.</li> </ul> <p>PWSS program implementation and the other activities are on-going.</p>

**FFY07 Request:** Colorado is entitled to set aside up to 10 percent (\$1,449,730) from the capitalization grant for this set-aside. The act requires that this set-aside be matched one-for-one with available State expenditures as described below. Based on the qualifying expenditures, the WQCD intends to set aside the full \$1,449,730.

In addition to the up-front 20 percent match required for the State to qualify for the full capitalization grant, a dollar-for-dollar match must be provided by the State. The dollar-for-dollar federal match requirement will be met by utilizing drinking water program general funds, drinking water operator certification fees, drinking water related expenditures from the State laboratory, and 1993 Drinking Water Grant matching funds from the WQCD. The laboratory contribution includes analyses of drinking water samples.

According to the Act, State program match funds that were expended in 1993 can be used to provide up to 50 percent of the set-aside match. Current year State funds in excess of the minimum required for the PWSS Program grant included in the Department's Performance Partnership grant may also be used. The program funding sources that qualify as match (program general funds in excess of PWSS grant match requirements, operator certification program fees, drinking water related laboratory expenditures, and 1993 Drinking Water Program State expenditures) allows the WQCD to take \$1,449,730.

Currently, a portion of this set-aside is being used to fund numerous staff for implementation of the many new program requirements associated with the 1996 reauthorization of the SDWA. The staffing for the Drinking Water Program is spread among the program core staff, the Engineering Section, and the Compliance Assurance and Data Management Section.

**Use of Funds in 2007 and Expected Accomplishments:** For 2007, the efforts initiated and accomplished in prior years will be continued. New efforts will include increased focus on compliance assurance through the Systems of Concern process, improved data management and enhanced communication with drinking water systems.

##### Outputs/Activities

- Number of systems identified for compliance assurance and enhanced communication.
- Data management system upgrades/maintenance.

##### Anticipated Outcomes (short-term/long-term)

- Improved system communication resulting in drinking water compliance progress and attainment.
- Improved data quality demonstrated through data verification.

#### E. Local Assistance and Other State Programs

Set-Aside	Amount	Purpose
Local Assistance Set-Asides:	15% total (no more than 10% for any one of the following activities)	Consists of the following five activities:
SWAP Land Acquisition (PWS Loan)	See below for funding requests	See below for set-aside descriptions
SWAP Implementation (PWS Loan)		
Capacity Development		

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## Source Water...(SWAP)\*

### Wellhead...\*

*\*The Wellhead Protection Program (for groundwater systems) was created by the Safe Drinking Water Act Amendments of 1986. The Colorado Wellhead Protection Program Plan was issued in 1994. The Source Water Assessment and Protection Program (SWAP) was created by the SDWA Amendments of 1996. The Colorado Source Water Assessment and Protection Program Plan was issued in 2000. Programmatically, SWAP combines both groundwater and surface water activities (although the original Wellhead Protection Program has some features which are somewhat different from SWAP). For budgetary purposes, however, SWAP set-aside funds were required to be dedicated to surface water systems and Wellhead set-aside funds to groundwater systems. Once all the SWAP assessments are complete, the two programs will be integrated into one program plan.*

**FFY07 Request:** Colorado is entitled to set aside up to 15 percent (\$2,174,595) from the capitalization grant for these five combined activities. However, no more than 10 percent (\$1,449,730) may be used for any one of the individual local assistance set-asides. The specific amounts indicated below are based on project needs identified by the WQCD and total \$1,847,230 (\$1,449,730 Capacity Development plus \$397,500 Wellhead Protection.) The five set-asides are described as follows:

**1. Loans to public water systems to acquire land or conservation easements for source water protection purposes.**

Set-Aside	Amount	Purpose
Local Land Acquisition for SWAP	\$0 for FFY07	To provide loans to PWSS to acquire land or conservation easements to protect source water areas

**FFY07 Request:** None. The WQCD is not setting aside any funds for this purpose from its FFY07 capitalization grant.

**2. Loans to community water systems to implement voluntary, incentive based source water quality protection measures.**

Set-Aside	Amount	Purpose
Local SWAP Implementation	\$0 for FFY07	To provide loans to PWSS to implement source water protection measures.

**FFY07 Request:** None. The WQCD is not setting aside any funds for this purpose from its FFY07 capitalization grant.

**3. Capacity Development**

Set-Aside	Amount	Purpose
Capacity Development	\$1,449,730 (10%) for FFY07	To implement the capacity development strategy to assist new and existing systems to achieve and maintain technical, managerial, and financial capacity. A portion will be used to support the SWAP activities described below.

**FFY07 Request:** Colorado is entitled to set aside up to 10 percent (\$1,449,730) from the capitalization grant for this activity. Based on the Authority match described below, the WQCD intends to set aside the entire \$1,499,730. A portion of this (\$186,750) will be used to support the SWAP activities described below.

**Use of Funds in 2007 and Expected Accomplishments:** For 2007, the efforts initiated and accomplished previously will be continued. Additional output activities included in the EPA approved work plan to be expanded or initiated are as follows:

- ◆ Development of a performance enhancement program for surface water systems of Colorado to ensure plants are operating at peak capabilities to ensure continuously safe drinking water.
- ◆ Preparation of a series of informational booklets for public water systems on the applicable drinking water regulations and guidelines.
- ◆ Continued improvements to the CDPHE drinking water web site to include access to new information and operator training.
- ◆ Continued implementation of a “Systems of Concern” program to identify and provide technical assistance to selected water systems in violation of regulations, including those either on the significant non-compliance (SNC) list or soon to be on the SNC list. This effort will utilize WQCD staff and contractors with the goal of both resolving the violation and ensuring the water system has technical, managerial, and financial capacity.
- ◆ Development of TMF Assessments and delivery of unique assistance programs tailored to each system.
- ◆ Continued implementation of the Colorado Strategy for Arsenic Reduction (CO-STAR) project to assist public water systems to comply with the revised arsenic standards.
- ◆ Development and implementation of a program to assist systems with radionuclides in their source waters, to help them comply with existing and anticipated radionuclide regulations.
- ◆ Continuation of operator training to conduct analyses required for compliance with the recently promulgated disinfectants/disinfection by-products (DDBP) and interim enhanced surface water treatment rules.
- ◆ Continuation of operator training for the DDBP (i.e., surface water treatment rule) at various locations throughout Colorado.
- ◆ Implementation of an electronic sanitary survey for the WQCD’s Engineering Section to use with handheld devices. Also extension of these tools to our non-community ground water inspection program.

Anticipated Outcomes (short-term/long-term):

- Improved performance based on implementation of enhancement program for surface water systems.
- Improved compliance associated with the drinking water regulations and guidelines booklets provided to public water systems.
- Improved CDPHE drinking water web site to access new information and operator training schedules.
- Enhanced system compliance for “Systems of Concern” by identifying and providing technical assistance to water systems either on the significant non-compliance (SNC) list or soon to be on the SNC list.
- Enhanced system compliance with revised regulatory requirements for public water systems.
- Enhanced system compliance through operator training with the disinfectants/disinfection by-products (DDBP) and interim enhanced surface water treatment rules.
- Improved DDBP (i.e., surface water treatment rule) compliance at various locations throughout Colorado based on operator training.
- Improved management efficiency and effectiveness through the use of electronic sanitary surveys in the field by WQCD’s Technical Services Unit by using handheld devices and software developed by EPA.

#### 4. Source Water Assessment and Protection Program (SWAP)

Set-Aside	Amount	Purpose
SWAP	\$0 for FFY07	To delineate and assess source water areas for surface and ground water systems. SWAP assessment reports were completed in December 2004.

FFY07 request: The WQCD set-aside the full FFY97 allotment of \$1,678,410, based on project needs identified by the WQCD. The SWAP allotment was a one-time allotment. The SWAP set-aside was fully expended during the FFY06 period.

## 5. Wellhead Protection Program (WHP)

Set-Aside	Amount	Purpose
Wellhead Protection	\$397,500 for FFY07	To delineate and assess source water areas for ground water systems. Produce new WHP assessment reports as necessary. Support development and implementation of local ground water protection plans.

FFY07 Request: The WQCD intends to use \$397,500.

Use of Funds in 2007 and Expected Accomplishments: The Wellhead Program will work towards implementation of the following output activities:

- Completion of revised ground water susceptibility assessments.
- Completion of new ground water source water delineations.
- Development and implementation of ground water protection plans.
- Public water system data improvement.
- Public water system community information and education.
- Compilation and reporting of the national source water protection measures to EPA.

Anticipated Outcomes (short-term/long-term)

- Enhanced ground water susceptibility assessments to improve compliance.
- Improved ground water protection plans.
- Enhanced WHP data management.
- Enhance community information and education.
- Improved data compilation and reporting.

## VIII. MISCELLANEOUS INFORMATION

The State will provide the necessary assurance and certifications as part of the Capitalization Grant Agreement and Operating Agreement between the State and EPA.

The proposed payment schedule using FFY 2007 Drinking Water funds will be included in the application for the capitalization grant. The payment schedule identifies the anticipated amount of EPA Automated Clearinghouse (ACH) draws from the capitalization grant and state dollars to be deposited into the DWRF.

The State legislation (SB 95-083) established the DWRF as an enduring and viable fund. The DWRF shall be maintained and be available in perpetuity for providing financial assistance as authorized and limited by the SDWA.

## IX. PUBLIC REVIEW AND COMMENT

The Colorado State Water Quality Control Commission published this information and held a public meeting on October 10, 2006 at which time the State's 2007 IUP including the 2007 DWRF Eligibility List and Project Priority / Fundable List were approved. There were no comments from the public.

Each year, the IUP will be amended to include additional DWRF projects and other appropriate changes. The WQCD will continually seek public review and comment for the proposed list of eligible projects and IUP brought before the State Water Quality Control Commission for annual approval.

**APPENDIX A**  
**FY 2007**  
**Drinking Water Revolving Fund Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030001D	5	Academy WSD	Pleasant View Estates	Colorado Springs	EI Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$75,000	750
960001D	4	Aguilar, Town of		Aguilar	Las Animas	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,282,100	547
050001D	2	Akron, Town of		Akron	Washington	Improvement / Expansion of Water Treatment Facility	\$1,000,000	1,785
000001D	2	Alamosa, City of		Alamosa	Alamosa	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$16,500,000	8,300
040001D	5	Alma, Town Of		Alma	Park	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	235
070006D	1	Arabian Acres Metropolitan District		Woodland Park	Teller	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$362,000	300
960126D	5	Arapahoe County WWA		Englewood	Arapahoe	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$26,300,000	24,536
030002D	5	Arriba, Town of		Arriba	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$250,000	245
010003D	5	Aspen Springs MD		Pagosa Springs	Archuleta	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$15,000,000	1,800
070017D	5	Aspen Village Metropolotain District		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	300
010002D	5	Aspen, City of		Aspen	Pitkin	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,658,000	6,600
960004D	5	Ault, Town of		Ault	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	1,450
960005D	3	Baca Grande WSD		Crestone	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	563
050002D	5	Basalt, Town of		Basalt	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$800,000	2,000
050003D	5	Baseline WD		Boulder	Boulder	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	1,000

**APPENDIX A**  
**FY 2007**  
**Drinking Water Revolving Fund Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
990002D	5	Bayfield, Town of		Bayfield	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$750,000	1,800
960127D	5	Bear Creek WSD		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$407,561	167
960182D	5	Bellyache Ridge MD		Wolcott	Eagle	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$1,500,000	160
960007D	3	Bennett, Town of		Bennett	Adams	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,030,000	2,085
030004D	5	Berkeley WSD		Denver	Adams	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	2,000
990003D	3	Berthoud, Town of		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,500,000	4,839
050004D	5	Bethune, Town of		Bethune	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$619,952	225
960184D	5	Beulah WD		Beulah	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$210,000	960
030005D	3	Black Hawk, City of		Black Hawk	Gilpin	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$4,340,000	3,892
960009D	5	Blanca, Town of		Blanca	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$200,000	402
050005D	1	Boone, Town of		Boone	Pueblo	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$1,054,297	326
960011D	5	Branson, Town of		Branson	Las Animas	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$250,000	125
040003D	4	Brighton, City of		Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,900,000	22,312
050006D	5	Bristol WSD		Bristol	Prowers	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$566,000	200

**APPENDIX A**  
**FY 2007**  
**Drinking Water Revolving Fund Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
990008D	5	Buffalo Creek WD		Buffalo Creek	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$57,000	250
960189D	4	Burlington, City of		Burlington	Kit Carson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$6,963,175	3,625
070018D	5	Buttermilk Metropolitan District		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$118,000	300
000003D	4	Byers WSD		Byers	Adams	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$354,000	1,200
960012D	5	Canon City, City Of		Canon City	Fremont	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$9,868,500	35,010
010006D	4	Carbondale, Town of		Carbondale	Garfield	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$1,500,000	5,196
960130D	3	Carter Lake Filter Plant WD		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility	\$12,492,568	50,000
050074D	5	Cascade #1 MD		Cascade	EI Paso	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	750
050007D	5	Castle Pines MD		Castle Rock	Douglas	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$10,015,000	3,200
000004D	4	Cedaredge, Town of		Cedaredge	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$3,615,326	2,001
050008D	5	Center, Town of		Center	Saguache	Water Storage Facilities	\$55,000	840
050009D	5	Central City, City of		Central City	Gilpin	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	600
060015D	5	Cherokee MD		Colorado Springs	EI Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$5,500,000	16,500
050067D	3	Clear Creek County	Mill Creek Park WIA	Dumont / Mill Creek	Clear Creek	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$83,000	62
050010D	5	Clearwater MD		Denver	Elbert	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,500,000	1,000

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050011D	2	Clifton WD		Clifton	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$12,500,000	35,000
050012D	3	Coal Creek, Town of		Coal Creek	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$58,000	383
030009D	4	Colorado Centre MD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$350,000	2,498
050013D	3	Colorado City MD		Colorado City	Pueblo	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$7,500,000	2,318
050014D	3	Columbine Lake WD		Grand Lake	Grand	Distribution / Transmission Lines Construction / Rehabilitation	\$1,600,000	1,100
050015D	5	Copper Mountain Consolidated MD		Copper Mountain	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,400,000	5,000
050016D	5	Cortez, City of		Cortez	Montezuma	Improvement / Expansion of Water Treatment Facility	\$2,858,925	8,081
960017D	5	Costilla County WSD		San Luis	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities;	\$741,000	1,000
990013D	5	Cottonwood WSD		Englewood	Douglas	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$8,540,000	2,375
010009D	3	Craig, City of		Craig	Moffat	Improvement / Expansion of Water Treatment Facility	\$6,000,000	9,300
050017D	5	Creede, Town of		Creede	Mineral	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	422
960163D	5	Crested Butte South MD		Crested Butte South	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,500,000	900
070015D	5	Crestone, Town of		Crestone	Saguache	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$100,000	125
990014D	3	Cripple Creek, Town of		Cripple Creek	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$435,000	1,300
060002D	3	Cucharas SWD		Cuchara	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$900,000	145
050018D	3	Dacono, City of		Dacono	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,754,869	4,000

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040005D	3	De Beque, Town of		DeBeque	Mesa	Improvement / Expansion of Water Treatment Facility; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,277,500	500
980253D	1	Deer Trail, Town Of		Deer Trail	Arapahoe	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$866,000	592
960021D	5	Dillon, Town of		Dillon	Summit	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,981,000	4,000
030016D	3	Dinosaur, Town of		Dinosaur	Moffat	Distribution / Transmission Lines Construction / Rehabilitation;	\$500,000	330
050019D	3	Divide MPC MD		Divide	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$116,500	10
960024D	4	Dolores, Town of		Dolores	Montezuma	Improvement / Expansion of Water Treatment Facility	\$410,000	1,000
040006D	4	Dove Creek, Town of		Dove Creek	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$128,000	695
960026D	5	Durango West #1 MD		Durango	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,640,000	1,000
040007D	4	Durango West #2 MD		Durango	La Plata	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,020,000	900
020019D	4	Eagle River WSD		Vail	Eagle	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$17,700,000	20,500
070004D	3	Eagle, City of	Western Eagle County Recreation District	Eagle	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$25,000	4,400
000007D	2	East Alamosa WSD		Alamosa	Alamosa	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,100,000	1,432
030017D	5	East Boulder County WD		Boulder	Boulder	Water Storage Facilities	\$170,000	250
010011D	4	East Cherry Creek Valley WSD		Aurora	Arapahoe	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$15,000,000	50,000
020021D	5	East Larimer County WD		Fort Collins	Larimer	Distribution / Transmission Lines Construction / Rehabilitation	\$2,112,000	15,000
960027D	5	East Valley Metro WSD		Centennial	Arapahoe	Water Storage Facilities	\$600,000	300
050020D	5	Eaton, Town of		Eaton	Weld	New Drinking Water Treatment Plant	\$2,500,000	4,000

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050021D	4	Eckley, Town of		Eckley	Yuma	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$775,000	278
060016D	4	Edgewater, City of		Edgewater	Jefferson	Improvement / Expansion of Water Treatment Facility	\$100,000	5,445
060004D	2	Elizabeth, Town of		Elizabeth	Elbert	Improvement / Expansion Of Water Treatment Facility; Water Supply Facilities	\$500,000	1,520
020022D	5	Empire, Town of		Empire	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$750,000	450
030019D	5	Erie, Town of		Erie	Weld	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$26,600,000	10,000
990019D	3	Estes Park, Town of		Estes Park	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,750,000	5,578
960199D	5	Evans, City of		Evans	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	14,700
050022D	5	Fairplay, Town of		Fairplay	Park	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$600,000	600
960032D	5	Firestone, Town of		Firestone	Weld	New Regional Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$10,133,250	7,000
060019D	3	Flagler, Town of		Flagler	Kit Carson	Improvement / Expansion Of Water Treatment Facility; Water Storage Facilities	\$100,000	631
030021D	4	Florissant WSD		Florissant	Teller	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$250,000	43
960201D	3	Forest Lakes MD (La Plata)		Bayfield	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$836,000	1,610
030022D	3	Forest View Acres WD		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,800,000	900
050023D	5	Fort Collins, City of		Fort Collins	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$4,527,000	115,000
050024D	5	Fort Lupton, City of		Fort Lupton	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,500,000	8,000
070008D	3	Fort Morgan, City of		Fort Morgan	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,500,000	12,000

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030023D	3	Fountain Valley Authority		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$1,500,000	400,000
040032D	5	Fountain, City of		Fountain	El Paso	New Drinking Water Treatment Plant; Water Supply Facilities	\$30,000,000	15,675
010013D	5	Fowler, Town of	Westcamp	Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$100,000	1,700
960038D	4	Fowler, Town of		Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Meters	\$500,000	1,700
980250D	5	Franktown Business Area MD	Douglas County	Franktown	Douglas	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$6,500,000	200
050025D	3	Fraser, Town of		Fraser	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Meters	\$1,534,500	996
030025D	1	Genesee WSD		Golden	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,000,000	4,010
960161D	5	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation	\$585,000	211
030026D	5	Georgetown, Town of		Georgetown	Clear Creek	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,500,000	1,125
040009D	4	Glenwood Springs, City of		Glenwood Springs	Garfield	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$9,445,000	8,000
070019D	5	Grace Mar Water District	Grace Mar Water Inc.	Lafayette	Boulder	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$80,000	27
990021D	5	Granada, Town of		Granada	Prowers	Water Storage Facilities	\$146,000	640
960136D	5	Grand Junction, City of		Grand Junction	Mesa	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	40,000
960174D	4	Grand Lake, Town of		Grand Lake	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	476
070013D	5	Grover, Town of		Grover	Weld	Water Supply Facilities	\$6,000	154
050027D	5	Gunnison County	Dos Rios Water	Gunnison	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$3,900,000	750

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010015D	2	Gunnison County	Somerset Domestic WD	Somerset	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$465,000	520
990009D	4	Gunnison, City of		Marble	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$515,100	104
990045D	4	Hamilton Creek MD		Silverthorne	Summit	Improvement / Expansion of Water Treatment Facility	\$2,000,000	200
030028D	4	Hartman, Town of		Hartman	Prowers	Construction of a New Water Treatment Facility; Water Storage Facilities	\$450,000	108
010016D	1	Haswell, Town Of		Haswell	Kiowa	Improvement / Expansion of Water Treatment Facility	\$180,000	84
050028D	3	Haxtun, Town of		Haxtun	Phillips	Distribution / Transmission Lines Construction / Rehabilitation	\$50,000	999
960137D	4	Hayden, Town of		Hayden	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,425,000	1,700
960171D	1	Highland Lakes WD		Divide	Teller	Construction of a New Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,950,000	800
020020D	5	Hi-Land Acres WSD		Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$700,000	350
040033D	2	Hillrose, Town of		Hillrose	Morgan	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Connect to Existing Facility; Consolidation of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$1,721,952	275
960045D	5	Holly, Town of		Holly	Prowers	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$144,000	1,048
990023D	4	Holyoke, City of		Holyoke	Phillips	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,575,000	2,273
020032D	5	Hoover Hill WSD		Boulder	Boulder	Meters	\$100,000	265
960047D	1	Hot Sulphur Springs, Town of		Hot Sulphur Springs	Grand	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,600,000	534
010017D	2	Hotchkiss, Town of		Hotchkiss	Delta	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility	\$2,000,000	2,000
020023D	4	Hudson, Town of		Hudson	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$522,000	1,565

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010018D	5	Idaho Springs, City of		Idaho Springs	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$800,000	1,885
020018D	5	Idledale WSD		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$400,000	455
960050D	3	Ignacio, Town of		Ignacio	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$950,000	740
030029D	1	Indian Hills WD		Indian Hills	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$340,344	1,100
960051D	3	Jamestown, Town of		Jamestown	Boulder	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$330,000	250
050029D	2	Julesburg, Town of		Julesburg	Sedgwick	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Well Rehabilitation	\$350,000	1,467
030031D	5	Keenesburg, Town of		Keenesburg	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$503,000	1,200
030032D	2	Ken Caryl West Ranch WD		Morrison	Jefferson	New Regional Water Treatment Facilities; Water Storage Facilities	\$300,000	100
960208D	5	Kersey, Town of		Kersey	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,200,000	1,420
030033D	5	Kim, Town of		Kim	Las Animas	Water Meters	\$115,000	76
960055D	5	Kiowa, Town of		Kiowa	Elbert	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,300,000	660
960056D	2	Kit Carson, Town of		Kit Carson	Cheyenne	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Water Supply Facilities; Water Storage Facilities	\$450,000	250
960057D	3	Kremmling, Town of		Kremmling	Grand	Distribution / Transmission Lines Construction / Rehabilitation	\$1,575,600	1,900
040011D	5	La Jara, Town Of		La Jara	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$1,000,000	850
000002D	3	La Junta, City of	Bent's Fort WUA	La Junta	Otero	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$655,000	1,500
030035D	3	La Junta, City of	Eureka Water Co (1)	La Junta	Otero	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,649,000	498
000039D	3	La Junta, City of	Homestead Improvement Assoc Inc	La Junta	Otero	Consolidation Of Water Treatment Facilities	\$98,000	65

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990026-2D	5	La Junta, City of		La Junta	Otero	Consolidation of Water Treatment Facilities; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,400,000	8,400
020024D	3	La Veta, Town of		La Veta	Huerfano	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,050,000	960
050030D	5	Lake City, Town of		Lake City	Hinsdale	Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$500,000	500
070012D	4	Lake County	Mountain View Village	Leadville	Lake	Construction of a new Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
980252D	5	Lake Creek MD		Edwards	Eagle	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$350,000	230
060013D	5	Lakewood, City of		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$1,500,000	143,500
050031D	5	Lamar, City of		Lamar	Prowers	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	9,500
070003D	2	Larimer County	Glacier View Meadows WS Assoc	Livermore	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$51,050	400
960061D	2	Larkspur, Town of		Larkspur	Douglas	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,474,500	280
050032D	5	Las Animas, City of		Las Animas	Bent	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	2,758
050033D	5	Limon, Town of		Limon	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,269,130	3,000
060009D	3	Little Thompson WD		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility	\$6,071,000	7,000
020004D	2	Lochbuie, Town of		Lochbuie	Weld	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$5,500,000	3,200
030040D	1	Log Lane Village, Town of		Log Lane Village	Morgan	New Drinking Water Treatment Plant; Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities;	\$3,700,000	1,006
030070D	4	Longmont, City of		Longmont	Boulder	New Drinking Water Treatment Plant	\$60,000,000	70,000
060010D	5	Lookout Mountain WD		Golden	Jefferson	Improvement / Expansion Of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$140,000	1,300

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060014D	3	Loveland, City of		Loveland	Larimer	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$6,000,000	63,000
960067D	3	Lyons, Town of		Lyons	Boulder	Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$8,000,000	1,617
000011D	4	Mancos, Town Of		Mancos	Montezuma	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$850,000	1,140
050034D	3	Manitou Springs, City of		Manitou Springs	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,440,000	5,000
020005D	5	Meeker, Town Of		Meeker	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$125,000	2,300
960214D	4	Mesa Cortina WSD		Silverthorne	Summit	Distribution / Transmission Lines Construction / Rehabilitation	\$250,000	800
070016D	5	Mesa County	Ute WCD - Brunner's Artesian WS	Grand Junction	Mesa	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	251
010024D	5	Mesa WSD		Mesa	Mesa	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$175,000	400
050035D	5	Milliken, Town of		Milliken	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,900,000	3,900
050036D	5	Monte Vista, City of		Monte Vista	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	5,000
960071D	5	Montezuma, Town Of		Montezuma	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,015,000	42
030042D	5	Monument, Town of		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,325,000	1,900
960073D	5	Morgan County Quality WD		Fort Morgan	Morgan	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,759,000	6,000
050037D	3	Morrison Creek Metro WSD		Stagecoach	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$1,400,000	700

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960074D	3	Morrison, Town of		Morrison	Jefferson	Construction of a New Water Treatment Facility; Connect to Existing Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	400
960075D	4	Mount Crested Butte WSD		Mt Crested Butte	Gunnison	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$6,000,000	6,000
040015D	2	Mountain WSD		Conifer	Jefferson	Improvement / Expansion of Water Treatment Facility	\$600,000	900
010025D	5	Munn's Addition WSD		Brush	Morgan	Consolidation Of Water Treatment Facilities; Water Supply Facilities	\$500,000	80
070011D	5	Naturita, Town of	Mustang WA	Naturita	Montrose	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	629
060027D	3	Nederland, Town of		Nederland	Boulder	Improvement / Expansion of Water Treatment Plant	\$2,800,000	1,700
960078D	3	North Shore WSD		Granby	Grand	Distribution / Transmission Lines Construction / Rehabilitation	\$1,800,000	275
040016D	5	Northern Douglas County WSD	Chatfield East Estates Inclusion	Littleton	Douglas	Consolidation Of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,100,000	400
030043D	5	Northern Douglas County WSD	McArthur Ranch inclusion	Littleton	Douglas	Consolidation Of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	230
960080D	3	Norwood, Town of	Norwood Water Commission	Norwood	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,100,000	1,200
960082D	5	Oak Creek, Town of		Oak Creek	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$1,277,804	875
960084D	3	Olde Stage WD		Boulder	Boulder	Water Storage Facilities	\$300,000	213
030044D	3	Ophir, Town of		Ophir	San Miguel	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$400,000	125
960085D	5	Orchard City, Town of		Orchard City	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$950,000	4,500
030045D	5	Ordway, Town of		Ordway	Crowley	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,100,000	1,322
070001D	2	Otero County	South Swink Water Co.	Swink	Otero	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Connect To Existing Facility	\$400,000	600
070020D	2	Otero County	Valley Water Co		Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	270
070007D	2	Otero County	Valley Water Company	Manzanola	Otero	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facility	\$200,000	111

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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030051D	5	Ouray, City of		Ouray	Ouray	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	813
050038D	5	Ovid, Town of		Ovid	Sedgwick	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities; Water Meters	\$1,500,000	333
960087D	5	Pagosa Area WSD		Pagosa Springs	Archuleta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$13,405,448	10,000
030052D	4	Paint Brush Hills MD		Falcon	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,145,000	1,200
040022D	3	Palisade, Town of		Palisade	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,200,000	2,645
010028D	5	Palmer Lake, Town of		Palmer Lake	El Paso	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,300
000015D	5	Paonia, Town of		Paonia	Delta	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,500,000	2,400
030053D	4	Parachute, Town of		Parachute	Garfield	Improvement / Expansion of Water Treatment Facility	\$800,000	1,301
010033D	3	Parkville WD		Leadville	Lake	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$750,000	6,000
960092D	4	Penrose WD		Penrose	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$2,000,000	3,280
960219D	5	Perry Park WSD		Larkspur	Douglas	Water Storage Facilities; Water Supply Facilities	\$1,500,000	2,912
010030D	5	Phillips County	Amherst Unincorp Area	Amherst	Phillips	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$250,000	85
070002D	5	Pierce, Town of		Pierce	Weld	New Wastewater Treatment Plant; Improvement / Expansion of Water Treatment Facility;	\$1,630,000	884
990035D	2	Pine Drive WD		Beulah	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$180,000	500

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**Drinking Water Revolving Fund Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
960093D	2	Pinewood Springs WD		Pinewood Springs	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$330,000	800
010031D	5	Pioneer Lookout WD		Monument	El Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$10,500	85
060011D	3	Platte Canyon WSD		Littleton	Jefferson	Distribution/Transmission Lines Construction/Rehabilitation	\$400,000	196
960094D	5	Platteville, Town Of		Platteville	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,200,000	2,500
050039D	3	Poncha Springs, Town of		Poncha Springs	Chaffee	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,350,000	553
050040D	5	Powderhorn MD		Mesa	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,000,000	499
050041D	3	Pritchett, Town of		Pritchett	Baca	Water Storage Facilities	\$533,000	150
990036D	5	Project 7 WA		Montrose	Montrose	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$12,500,000	40,000
020035D	3	Prowers County	May Valley Water Assoc	Wiley	Prowers	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$50,000	1,500
010050D	4	Pueblo West MD		Pueblo West	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation	\$3,500,000	4,500
050042D	5	PV Water and Sanitation MD		Adams or Weld Co	Weld	New Regional Water Treatment Facilities; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	10,000
960225D	5	Rainbow Valley WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation	\$62,000	135
060012D	5	Ralston Valley WSD		Arvada	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$1,300,000	1,300
020006D	5	Rangely, Town of		Rangely	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	2,200
050043D	2	Raymer, Town of		Raymer	Weld	Improvement / Expansion of Water Treatment Facility	\$300,000	73
040023D	4	Red Cliff, Town of		Red Cliff	Eagle	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	350
040024D	4	Red Rock Valley Estates WD		Colorado Springs	El Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$10,000	220
060022D	4	Redstone WSD		Redstone	Pitkin	Improvement / Expansion of Water Treatment Facility	\$100,000	180

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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
050044D	5	Resource Colorado Water and Sanitation MD		Adams or Weld Co	Weld	New Regional Water Treatment Facilities; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$40,000,000	10,000
960098D	1	Rico, Town of		Rico	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$200,000	250
960099D	5	Ridgewood WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,055,000	95
040025D	4	Ridgway, Town of		Ridgway	Ouray	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$750,000	760
020007D	1	Rifle, City of		Rifle	Garfield	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Eliminate Raw Water Taps	\$14,000,000	8,200
960227D	4	Rocky Ford, City of		Rocky Ford	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,050,000	4,213
050045D	3	Romeo, Town of		Romeo	Conejos	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$234,000	430
020028D	3	Round Mountain WSD		Westcliffe	Custer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,280,000	900
960160D	4	Routt County	Hahn's Peak	Steamboat Springs	Routt	Eliminate Individual Private Wells; Water Supply Facilities	\$1,800,000	150
960164D	5	Roxborough WSD		Littleton	Douglas / Jefferson / Arapahoe	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$12,788,000	8,096
960102D	5	Rye, Town Of		Rye	Pueblo	Improvement / Expansion of Water Treatment Facility	\$100,000	230
960142D	3	Saguache, Town of		Saguache	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$150,000	573
990039D	4	Salida, City of		Salida	Chaffee	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,150,000	5,504
040026D	3	San Juan River Village MD		Pagosa Springs	Archuleta	Improvement / Expansion of Water Treatment Facility	\$550,000	500
030059D	4	San Luis WSD		San Luis	Costilla	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities; Meters	\$630,000	739

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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
960104D	5	Sanford, Town of		Sanford	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$250,000	783
030060D	5	Sawpit, Town of		Sawpit	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$130,000	45
960105D	5	Sedalia WSD		Sedalia	Douglas	Improvement of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,525,000	220
040027D	3	Sedgwick, Town Of		Sedgwick	Sedgwick	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$769,000	183
000017D	5	Seibert, Town Of		Seibert	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,393	194
030061D	5	Severance, Town of		Severance	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$929,000	1,050
070009D	5	Sheridan, City of	Oxford to Union SID	Sheridan	Arapahoe	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$1,107,000	5,250
020008D	5	Silt, Town Of		Silt	Garfield	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,600,000	2,400
050075D	5	Silver Heights WSD		Castle Rock	Douglas	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,600,000	350
960107D	1	Silver Plume, Town Of		Silver Plume	Clear Creek	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$2,562,388	1,220
990041D	4	Silverton, Town Of		Silverton	San Juan	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Meters	\$3,230,000	550
040028D	1	Simla, Town of		Simla	Elbert	Improvement / Expansion of Water Treatment Facility	\$100,000	550
030062D	5	South Adams County WSD		Commerce City	Adams	Water Storage Facilities	\$2,000,000	35,000
030063D	5	South Fork WSD		South Fork	Rio Grande	New Regional Water Treatment Facilities; Consolidation Of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	1,000

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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
040029D	4	Southeast La Plata Rural WD		Durango	La Plata	Construction of a New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$15,048,000	4,900
050046D	1	Springfield, Town of		Springfield	Baca	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$1,000,000	1,500
960145D	5	St Charles Mesa WD		Pueblo	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$3,570,000	11,500
030064D	4	Steamboat Lake WSD		Clark	Routt	Construction of a New Water Treatment Facility; Water Storage Facilities; Water Supply Facilities; Meters	\$650,000	300
960156D	2	Sterling, City of		Sterling	Logan	New Regional Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$12,500,000	13,916
050047D	3	Stonegate Village MD		Parker	Douglas	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,000,000	8,000
980244D	5	Stratmoor Hills WD		Colorado Springs	EI Paso	New Regional Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Meters	\$797,374	6,300
050048D	5	Stratton, Town of		Stratton	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$1,000,000	669
960230D	5	Summit Ridge WD		Mancos	Montezuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$700,000	1,400
050049D	3	Tabernash Meadows WSD	Pole Creek Subdivision	Tabernash	Grand	New Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Water Supply Facilities	\$2,000,000	100
040030D	5	Teller County #1 WSD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$600,000	625
010036D	5	Telluride, Town of		Telluride	San Miguel	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$9,550,000	5,000
020010D	5	Thunderbird WSD		Sedalia	Douglas	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$720,000	425
070005D	5	Tri-County Water Conservancy District	Ouray Regional Water Treatment Plant	Ridgway	Ouray	New Regional Water Treatment Plant; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,000,000	16,000

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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
990046D	4	Trinidad, City of		Trinidad	Las Animas	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$17,800,000	9,254
050050D	5	Turkey Canyon Ranch WD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$300,000	75
040031D	2	Two Buttes, Town of		Two Buttes	Baca	Improvement / Expansion of Water Treatment Facility	\$100,000	100
050051D	5	Upper Eagle Regional WA		Avon, Edwards	Eagle	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$9,180,000	32,500
050052D	1	Vilas, Town of		Vilas	Baca	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,000	147
060023D	3	Vona, Town of		Vona	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	95
960115D	3	Walden, Town of		Walden	Jackson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$1,900,000	734
050053D	5	Walsenburg, City of		Walsenburg	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	4,119
990047D	5	Walsh, Town of		Walsh	Baca	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$425,000	731
050054D	5	Watkins, Town of	Prairie View Subdivision	Watkins	Arapahoe	Water Supply Facilities	\$125,000	5,530
060017D	4	Wellington, Town of		Wellington	Larimer	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,100,000	4,600
030068D	5	West Fort Collins WD		Fort Collins	Larimer	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,000,000	4,000
960231D	3	Westcreek Lakes WD		Sedalia	Douglas	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$100,000	150
050055D	3	Westminster, City of		Westminster	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$26,500,000	110,000
990048D	3	Westwood Lakes WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation	\$650,000	378
060025D	3	Widefield WSD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$100,000	25,000
050056D	5	Wiggins, Town of		Wiggins	Morgan	Water Storage Facilities; Water Supply Facilities; Pipeline	\$500,000	900
960233D	4	Wiley, Town of		Wiley	Prowers	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$900,000	500
020015D	5	Williamsburg, Town Of		Williamsburg	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$650,000	336

**APPENDIX A**  
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Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
050057D	5	Will-O-Wisp MD		Bailey	Park	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Meters	\$48,000	320
990049D	5	Wilson Mesa MD	Wilson Mesa Ranch	Telluride	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$155,000	150
020030D	4	Winter Park WSD		Winter Park	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,499,000	36,000
060026D	4	Woodlin School District 104		Woodrow	Washington	Improvement / Expansion of Water Treatment Facility	\$100,000	200
020038D	5	Woodmoor #1 WSD		Monument	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities; Meters	\$2,100,000	7,500
050058D	5	Wray, City of		Wray	Yuma	New Regional Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,000,000	2,087
960238D	5	Yampa, Town of		Yampa	Routt	Water Storage Facilities	\$1,000,000	459
030069D	3	Yuma, City of		Yuma	Yuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,620,000	3,300

**Total: \$888,297,606**

**APPENDIX B**  
**FY 2007**  
**Drinking Water Revolving Fund Project Priority / Fundable List**

Project No	Cat	Pts	Facility	County	PWS ID#	Pop	2007 Loan Amount	^DC	Expected Loan Date	Term (Yrs)	Loan Type	Interest Rate	Problem Description	Project Description
050005D	1	87	Boone, Town of	Pueblo	151150	326	\$514,297	Y	10/2006	30	D	0	Exceeding MCL for nitrate / nitrite.	Improvements to water supply; installation of new treatment plant; rehabilitate existing storage tanks; and distribution system upgrades.
960107D	1	80	Silver Plume, Town of	Clear Creek	110035	1,220	\$450,000	Y	5/2007	30	D	1.75	Replace aged infrastructure to eliminate natural disaster potential and maintain SDWA compliance.	Construct new treatment plant outside natural disaster area; upgrade water tank; and distribution system replacement and improvements.
040033D	2	97	Hillrose, Town of	Morgan	144010	275	\$1,095,158	Y	10/2006	30	D	0	Replace aged infrastructure to comply with primary and secondary drinking water standards; improve storage facilities to prevent contamination.	Connection to Morgan Co. Quality WD including well rehabilitation; piping; new treatment facility; storage tank; distribution system with meters and hydrants.
000001D	2	95	Alamosa, City of	Alamosa	102100	8,300	\$12,000,000	N	5/2007	20	L	3.5	Exceeding MCL for arsenic	Construct new 5.04 MGD treatment plant; install transmission lines between 6 wells and new plant and install irrigation lines to large users to reduce treated water demand.
000007D	2	90	East Alamosa WSD	Alamosa	102200	1,432	\$2,000,000	Y	5/2007	30	D	0	Exceeding MCL for arsenic	Connection to the City of Alamosa proposed treatment plant including cost sharing of capital costs; a new water supply pipeline for district system; new water tank; pumps: control system and meters.
960061D	2	80	Larkspur, Town of	Douglas	118030	280	\$1,730,000	N	5/2007	20	D	3.75	Exceeding MCL for radium.	Construct WTP, upgrade distribution lines.
040022D	3	50	Palisade, Town of	Mesa	139600	2,645	\$6,500,000	Y	5/2006 and 10/2006*	30/20*	D/L*	0/3.5*	Aged water treatment plant and inadequate treated water storage.	Construct new 2 MGD treatment plant and 2.5 MG storage tank.
960115D	3	47	Walden, Town of	Jackson	129834	734	\$900,000	Y	9/2006	30	D	1.75	The 24 year old plant must be replaced to reduce chemical usage and enhance filtration.	Improvement to drinking water treatment plant; water storage facilities.
060002D	3	35	Cucharas SWD	Huerfano	128100	145	\$269,000	N	1/2007	20	D	3.75	Inadequate looping, flushing and circulation as well as winter freezing of distribution lines.	Distribution system improvements.
050025D	3	25	Fraser, Town of	Grand	125288	996	\$384,200	N	5/2007	20	D	3.75	The system is not metered. This creates problems in effectively managing water usage and promoting water conservation.	Installation of approximately 350 water meters, installation and replacement of transmitting units and installation of back-flow prevention devices.

\*The \$6M loan for Palisade will be comprised of a \$4.5M leveraged loan and a \$2M DC loan.

**APPENDIX B**  
**FY 2007**  
**Drinking Water Revolving Fund Project Priority / Fundable List**

Project No	Cat	Pts	Facility	County	PWS ID#	Pop	2007 Loan Amount	^DC	Expected Loan Date	Term (Yrs)	Loan Type	Interest Rate	Problem Description	Project Description
050021D	4	36	Eckley, Town of	Yuma	163001	278	\$775,000	Y	10/2007	30	D	0	Exceeding MCL for arsenic	Treatment plant improvements to remove arsenic.
960161D	5	60	Genoa, Town of	Lincoln	137005	211	\$175,000	Y	1/2007	30	D	0	Aged transmission and distribution system that may cause contamination if not replaced.	Install new distribution lines
960105D	5	55	Sedalia WSD	Douglas	118060	220	\$2,000,000	Y	5/2007	30	D	1.75	Replace aged infrastructure for compliance with Total Coliform Rule and upcoming Groundwater Rule.	New chemical feed system, well redevelopment; pump upgrades; new storage tanks; transmission line installation and distribution system improvements including hydrants.
990013D	5	45	Cottonwood WSD	Douglas	118020	2,375	\$10,000,000	N	10/2006	20	L	3.75	Iron, manganese and hydrogen sulfide contamination.	Construct water treatment plant; new water supply wells; pipelines serving plant and property acquisition.
960126D	5	45	Arapahoe County WWA	Arapahoe	203002	24,536	\$15,800,000	N	10/2006	20	L	3.75	Replace aged infrastructure to ensure compliance with Enhanced Surface Water Treatment Rules.	Construct water treatment plant; new water supply wells; install pipelines serving new plant; and property acquisition for new plant.
960055D	5	42	Kiowa, Town of	Elbert	122015	660	\$1,900,000	N	5/2007	20	L	3.75	Inadequate pressure in water lines.	Construct new storage tank, transmission mains and booster pump stations.
060012D	5	35	Ralston Valley WSD	Jefferson	130667	1,300	\$1,300,000	N	5/2007	20	D	3.75	Aged transmission and distribution system that may cause contamination if not replaced. Compliance with Total Coliform Rule.	Install pressure reducing stations, new distribution lines; control valves and fire hydrants.
030045D	5	20	Ordway, Town of	Crowley	113700	1,322	\$200,000	Y	1/2007	30	D	0	Aged transmission and distribution system that may cause contamination if not replaced.	Install new distribution lines

Total: \$57,992,655

**^DC - Disadvantaged Communities**

**Y-Yes, N-No**

**APPENDIX C**  
**Drinking Water Revolving Fund**  
**Additions to the 2006 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
070006D	1	Arabian Acres Metropolitan District		Woodland Park	Teller	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$362,000	300
070017D	5	Aspen Village Metropolotain District		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	300
070018D	5	Buttermilk Metropolitan District		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$118,000	300
050067D	3	Clear Creek County	Mill Creek Park Water & Improvement Assoc.	Dumont	Clear Creek	Construction of a new Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$325,000	38
070015D	5	Crestone, Town of		Crestone	Saguache	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$100,000	125
070004D	3	Eagle, City of	Western Eagle County Recreation District	Eagle	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$25,000	4,400
070008D	3	Fort Morgan, City of		Fort Morgan	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,500,000	12,000
070019D	5	Grace Mar Water District	Grace Mar Water Inc.	Lafayette	Boulder	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$80,000	27
070013D	5	Grover, Town of		Grover	Weld	Water Supply Facilities	\$6,000	154
000002D	3	La Junta, City of	Bent's Fort WUA	La Junta	Otero	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$655,000	1,500
030035D	3	La Junta, City of	Eureka Water Co (1)	La Junta	Otero	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,649,000	498
000039D	3	La Junta, City of	Homestead Improvement Assoc Inc	La Junta	Otero	Consolidation Of Water Treatment Facilities	\$98,000	65
070012D	4	Lake County	Mountain View Village	Leadville	Lake	Construction of a new Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
070003D	2	Larimer County	Glacier View Meadows WS Assoc	Livermore	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$51,050	400
070016D	5	Mesa County	Ute WCD - Brunner's Artesian WS	Grand Junction	Mesa	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	251
070011D	5	Naturita, Town of		Naturita	Montrose	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	629
070001D	2	Otero County	South Swink Water Co.	Swink	Otero	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Connect To Existing Facility	\$400,000	600
070020D	2	Otero County	Valley Water Co		Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	270
070007D	2	Otero County	Valley Water Company	Manzanola	Otero	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facility	\$200,000	111
010030D	5	Phillips County	Amherst Unincorp Area	Amherst	Phillips	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$250,000	85
070002D	5	Pierce, Town of		Pierce	Weld	New Wastewater Treatment Plant; Improvement / Expansion of Water Treatment Facility;	\$1,630,000	884
020035D	3	Prowers County	May Valley Water Assoc	Wiley	Prowers	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$50,000	1,500

**APPENDIX C**  
**Drinking Water Revolving Fund**  
**Additions to the 2006 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
070009D	5	Sheridan, City of	Oxford to Union SID	Sheridan	Arapahoe	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$1,107,000	5,250
070005D	5	Tri-County Water Conservancy District	Ouray Regional Water Treatment Plant / Town of Ridgeway	Ridgway	Ouray	New Regional Water Treatment Plant; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,000,000	16,000

**APPENDIX C**  
**Drinking Water Revolving Fund**  
**Deletions from the 2006 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
010037D	4	Victor, City of		Victor	Teller	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities	\$1,000,000	600
960033D	3	Florence, City of		Florence	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$13,800,000	5,000
000009D	5	Fort Garland WSD		Fort Garland	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Meters	\$300,000	350
960151D	3	Mesa County	Artesian Water Services	Grand Junction	Mesa	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,000,000	300
020027D	3	Nucla, Town of	Mustang WA	Nucla	Montrose	Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$2,400,000	635
060021D	3	Otis, Town of		Otis	Washington	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	532

**ATTACHMENT 1**  
**Drinking Water Revolving Fund Rules**



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**Colorado Department  
of Public Health  
and Environment**

**DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT**  
**Water Quality Control Division**

**5 CCR 1003-3**

**STATE BOARD OF HEALTH**  
**DRINKING WATER REVOLVING FUND RULES**

**(Last Amended September 15, 2004, effective November 30, 2004)**

# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

## Water Quality Control Division

5 CCR 1003-3

### STATE BOARD OF HEALTH DRINKING WATER REVOLVING FUND RULES

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# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

## Water Quality Control Division

### 5 CCR 1003-3

#### STATE BOARD OF HEALTH DRINKING WATER REVOLVING FUND RULES

##### A. Authority

In Senate Bill 95-083, the Colorado General Assembly created the Drinking Water Revolving Fund to provide financial assistance to certain drinking water projects in the State of Colorado. The fund is held and administered by the Colorado Water Resources and Power Development Authority (the Authority), which is authorized to issue bonds to finance the program. Moneys in the fund may be used to provide financial assistance to projects included on a Project Eligibility List, which is part of the annual Intended Use Plan. Codified at sections 37-95-103 and 37-95-107.8, C.R.S., the statutes direct the State Board of Health (Board of Health) to submit additions and modifications to the Project Eligibility List annually for adoption by the General Assembly by Joint Resolution signed by the Governor. This regulation complies with 40 CFR part 35, subpart I, and provides for the Board of Health's approval of the Intended Use Plan including additions and modifications to the Project Eligibility List and the Priority / Fundable List.

The 1996 amendments to the federal Safe Drinking Water Act (SDWA) include authorization of a state revolving fund program similar to that included in the Clean Water Act for wastewater projects. The Drinking Water Revolving Fund established by Senate Bill 95-083 meets the requirements of the SDWA concerning revolving fund financing programs and allows for federal funding of Colorado's revolving fund financing program.

Section 25-1.5-203, C.R.S., also provides authority for this regulation.

##### B. Definitions

Section 1.2.2 of the Colorado Primary Drinking Water Regulations 5 CCR 1003-1, contains additional definitions that apply to this rule.

- (1) **Beneficial Use** - The use of water treatment plant sludge in conjunction with wastewater treatment plant sludge to act as a soil conditioner or low grade fertilizer for the promotion of vegetative growth on land and that meet the requirements of the state Biosolids Regulations.
- (2) **Consolidation** - A proposed new construction or expansion of a drinking water supply system that will eliminate one or more existing water supply

or treatment works. A letter of intent or a resolution adopted by the project participants must be provided to the Water Quality Control Division (Division) to guarantee the facilities will consolidate.

- (3) "Emergencies" - Situations or occurrences of a serious nature, developing suddenly and unexpectedly that cause a treatment facilities to be in noncompliance with drinking water standards and require immediate action.
- (4) "Governmental Agencies" - Departments, divisions, or other units of state government, special districts, water conservation districts, metropolitan water districts, conservancy districts, irrigation districts, municipal corporations, counties, cities and other political subdivisions, the United States or any agency thereof, and any agency, commission, or authority established pursuant to an interstate compact or agreement.
- (5) "Health Hazard" - A situation where the Division has identified a maximum contaminant level (MCL) violation or a treatment technique violation. Funding for these projects must result in compliance with existing standards.

An acute health hazard includes violations of SWTR treatment processes, bacteriological standards, and nitrite/nitrate levels. Acute contaminant health effects can occur immediately or within a short period of time.

A chronic health hazard includes violations of all MCLs (other than those listed as acute) and treatment technique requirements. Chronic contaminant health effects occur after years of exposure.
- (6) "Other Future Needs" - Those needs in situations where a facility is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair in order to maintain compliance or further the public health protection goals of the SDWA.
- (7) "Operational Means" - Temporary managerial or technical steps to protect public health during the time period when the public water system is out of compliance, e.g., boil order or bottled water.
- (8) "Pollution" - The man-made, man-induced, or natural alteration of the physical, chemical, biological, and radiological integrity of water.
- (9) "Potential Health Hazard" – A situation where a public water system has periodically exceeded an MCL, has levels greater than 50 percent of an MCL on a regular basis, or has short term problems meeting a treatment technique requirement.
- (10) "Project Eligibility List" - The list of projects eligible for financial assistance from the Authority through the Drinking Water Revolving Fund (DWRF), as

adopted and from time to time modified in accordance with Section 37-95-107.8(4), C.R.S. The list shall consist of projects that address public health and SDWA compliance issues in the State of Colorado, and shall include only those domestic drinking water supply projects eligible for financial assistance through a state revolving fund pursuant to the terms of the SDWA.

- (11) **“Public water system”** - (PWS) A system for the provision to the public of water for human consumption through pipes or other constructed conveyances, if such system has at least fifteen service connections or regularly serves an average of at least twenty-five individuals daily at least 60 days out of the year. Such term includes:
  - (a) Any collection, treatment, storage, and distribution facilities under control of the operator of such system and used primarily in connection with such system.
  - (b) Any collection or pretreatment storage facilities not under such control, which are used primarily in connection with such system.
- (12) **“Source Water Protection”** - Structural or nonstructural source water protection activities done in addition to area delineation and contaminant assessment.
- (13) **“Treatment Facilities”** - Any devices or systems used in the collection, storage, treatment, transmission, diversion, or distribution of water intended for drinking water purposes.
- (14) **“Wastewater Treatment Plant Sludge”** - The accumulated solids resulting from treatment of domestic wastewater.
- (15) **“Water Conservation”** - Any structural or nonstructural water conservation measure that achieves a reduction in water consumption for a PWS or a publicly owned treatment works. Structural measures shall include installation of interior low-flow plumbing fixtures that are distributed and/or installed by a governmental agency or that are funded in whole or in part by the governmental agency and water meters that are funded and owned by the governmental agency. Nonstructural measures shall include but are not necessarily limited to: incentives for previously installed low-flow fixtures, leak detection or infiltration/inflow programs, public awareness, public education, and incentive water service charges.
- (16) **“Water Treatment Plant Sludge”** - The accumulated solids resulting from treatment of water for domestic use.

## **C. Purpose**

- (1) The purpose of the DWRF is to provide financial assistance to governmental agencies for the construction of treatment facilities for health and compliance purposes as defined above.
- (2) An annual Intended Use Plan (IUP) is required by the SDWA to provide information about how the state will assist communities with their drinking water needs. Included in the IUP is the Project Eligibility List, which is a comprehensive list identifying governmental agencies with drinking water project needs, and the Priority / Fundable List, identifying prioritized PWS projects that are eligible for financial assistance from the DWRF. The project priority system is intended to establish priorities for the DWRF to protect and improve the health, safety, and reliability of drinking water supplies in Colorado. It is the policy of the Board of Health to maintain and improve the existing high quality standards for drinking water in the State by providing accessibility to the DWRF.
- (3) It is also the policy of the Board of Health to encourage consolidation of drinking water systems and to promote water conservation where practicable.
- (4) It is the policy of the Board of Health and the Water Quality Control Commission to promote beneficial use of sludge created by treatment processes of a PWS.
- (5) Any applicant for financial assistance from the DWRF must comply with policies and procedures and other requirements of the Authority.

## **D. Intended Use Plan Procedures**

The Division, in cooperation with the Division of Local Government and the Authority, shall develop an annual IUP. The Division shall recommend the IUP to the Board of Health each year for final agency action at a public hearing, and shall also provide for public notice and an opportunity to comment to comply with the SDWA.

The IUP shall include:

- (1) The Project Eligibility List and Priority / Fundable List of projects.
- (2) Descriptions of:
  - (a) Criteria and method used for distribution of funds
  - (b) Financial status of the DWRF program
  - (c) Short and long term goals of the DWRF program
  - (d) Amounts transferred between the DWRF and the Water Pollution Control Revolving Fund

- (e) Set-aside activities and the percentage of the capitalization grant to be used
- (f) How a state disadvantaged community program will be defined and utilized, if applicable; and

(3) Any other material that may be required by the SDWA.

## **E. Project Eligibility List and Priority / Fundable List Procedures**

- (1) The Project Eligibility List is the comprehensive list of projects showing current and future needs of PWS improvements. Each year the Division shall (after consultation with the Division of Local Government and the Authority) review, update, and compile additions and modifications to the Project Eligibility List and recommend such additions and modifications to the Board of Health for final agency action at a public hearing. The list shall be forwarded to the General Assembly each year on or before January 15; once approved by the General Assembly, the Authority is able to provide assistance to the governmental agencies with projects on the Project Eligibility List.
- (2) As required by federal regulations, all projects, except projects funded on an emergency basis, shall be prioritized before receiving assistance from the DWRF. The Priority / Fundable List includes projects from the Project Eligibility List that are ready for funding and have been prioritized by the Division based on information provided by the PWS. The Priority / Fundable List shall include:
  - (a) The name of the public water system;
  - (b) Priority points and rank assigned to the project;
  - (c) A description of the project;
  - (d) The expected terms of the financial assistance; and
  - (e) Population of the PWSs service area
- (3) Projects on the Priority / Fundable List will be financed in priority order; however, exceptions for funding out of priority order shall be allowed due to one or more of the following reasons:
  - (a) Certain governmental agencies are not ready to proceed with the project;
  - (b) Certain governmental agencies do not wish to participate in the DWRF, or they have received funding from other sources;
  - (c) Certain governmental agencies (on the list) had an emergency situation occur during the funding year; or
  - (d) Certain governmental agencies are not approved for funding because of technical, financial, or managerial deficiencies. (The Division will attempt to work with the governmental entity to resolve the issue through the capacity development program.)

## F. Priority System

- (1) All PWSs with identified water quality problems related to health and compliance issues may be included in one of the categories listed below.
- (2) All PWS projects that fall into one of the categories listed below and have a pre-planning, planning, or pre-design document that describes a project to correct the water quality problem, shall be prioritized as ready for funding on the Priority / Fundable List.
- (3) Funding for the projects under each category shall result in the PWSs complying with existing regulatory requirements.
- (4) Eligible Project Criteria

Categories were developed to emphasize the most immediate public health and compliance issues. Projects on the Project Eligibility List will be classified by category 1, 2, 3, 4, or 5 below, with "1" being the highest priority. Once a planning document is received, projects within each category will be further prioritized by the assignment of points from the priority point listings under each category. No consideration will be given to governmental agencies that have violations caused by poor operation and maintenance procedures or are under an administrative order for violating reporting requirements.

- (5) Categories By Priority Ranking
  - (a) 1 - Acute Health Hazard. The Division has identified continuous violation of an acute maximum contaminant level (MCL) or a surface water treatment rule (SWTR) treatment technique requirement.
  - (b) 2 - Chronic (long term) Health Hazard. The Division has identified a continuous violation of an MCL or an SWTR treatment technique requirement for a chronic contaminant.
  - (c) 3 - Potential Acute Health Hazard. The PWS has periodically exceeded an acute MCL, has levels greater than 50 percent of an acute MCL on a regular basis, or has short term problems meeting an SWTR treatment technique requirement that can be controlled temporarily by operational means.
  - (d) 4 - Potential Chronic Health Hazard. The PWS has periodically exceeded a chronic MCL, has levels greater than 50 percent of a chronic MCL on a regular basis, or has short term problems meeting other treatment technique requirements.
  - (e) 5 - Other Future Needs. The PWS is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair, in

order to maintain compliance or further the public health protection goals of the SDWA.

(6) Priority Point Assignments Within Each Category

Once a pre-planning, planning, or pre-design document is received, projects within each category will be prioritized by the assignment of points from the following:

(a) Population. Points shall be assigned to PWSs based on the following schedule of population served by the project, with emphasis given to small communities:

25 to 1,000	20 points
1,001 to 3,300	15 points
3,301 to 10,000	10 points
Over 10,000	5 points

(b) Financial Need. Points shall be assigned to PWSs in accordance with the following “financial need criteria:”

(i) Ability to pay (annual water service fee as a percentage of median household income):

over 3 percent	20 points
over 2 percent; up to 3 percent	15 points
over 1 percent; up to 2 percent	10 points

(ii) Local burden (total project cost per equivalent residential tap):

Over \$5,000	20 points
Over \$3,500	15 points
Over \$2,000	10 points

(c) Consolidation. Fifteen points shall be assigned to a PWS if the project includes consolidating two or more PWSs.

(d) Water Conservation. Five points shall be assigned to a PWS if the PWS implements a water conservation measure.

(e) Source Water Protection. Two points shall be assigned to a PWS if the governmental agency implements source water protection measures.

(f) Beneficial Use of Sludge. Two points shall be assigned to a PWS if the governmental agency intends to utilize water treatment plant sludge for a beneficial use as defined herein.

(g) Health Risk. To further clarify the ranking of PWS projects, the Division shall assign up to twenty points for a PWSs health risks. Determination of the health risk will be made based upon the type and level of contaminant present within categories.

## **G. Disadvantaged Communities Procedures**

Under the SDWA, states are authorized to establish Disadvantaged Communities Programs. The following procedures describe the approval and amendment process for Colorado's annual IUP as it relates to the administration of its Disadvantaged Communities Program. The Division, Authority and the Division of Local Government may recommend Program changes based on actual program implementation and the results of periodic reviews conducted hereunder. Approval of any and all changes in the IUP is subject to final agency action by the Board of Health.

- (1) The DWRF may provide additional loan subsidies for governmental entities that are determined to be "disadvantaged." The definition/criteria of a disadvantaged community and the nature of the loan subsidies to be made available thereto shall be recommended for inclusion in the IUP by the Division and the Authority in consultation with the Division of Local Government. Subsidies, such as extended loan repayment terms and reduced interest rates at or above zero percent, are not subject to the thirty percent cap of the federal capitalization grant.
- (2) While compiling projects on the Priority / Fundable List (utilizing the procedures listed in Section E above), the Division will identify the community projects that qualify for assistance under the Disadvantaged Communities Program in accordance with program definition/criteria.
- (3) The Division, the Authority and the Division of Local Government will conduct periodic reviews, as appropriate, of the Disadvantaged Communities Program. The reviews may result in recommended program changes relative to the nature of available subsidies to be incorporated into the IUP. In conducting such reviews and preparing recommendations, the following factors may be examined:
  - (a) The overall financial condition of the communities participating in the program, including but not limited to:
    - The total drinking water utility system fee and tax burden upon rate payers;
    - Post project drinking water utility charges;
    - Drinking water utility indebtedness;
    - Median household income.
  - (b) The impact of the subsidy upon the continued financial viability of the DWRF.

- (c) The merit of utilizing all financial assistance options allowed under the SDWA to ensure a safe drinking water supply for all citizens.
- (4) Upon receipt of comment from the Division, Authority and/or Division of Local Government, the Board of Health shall render final agency action upon the Disadvantaged Communities Program provisions of the IUP.

## **H. Emergency Procedures**

- (1) The Board of Health may amend the project eligibility and Priority/Fundable Lists at any time throughout the year to include PWS projects that it determines and declares to be emergency projects needed to prevent or address threats to public health.
- (2) In cases where the board determines the amendments will result in substantial changes to the project eligibility or Priority / Fundable Lists, public notice and opportunity for comment on the proposed inclusions shall be provided.

**ATTACHMENT 2**  
**Eligible and Ineligible Projects and Project-Related Costs**  
**Under the Drinking Water State Revolving Loan Fund (DWRF) Program**

**EXAMPLES OF ELIGIBLE PROJECTS AND PROJECT RELATED COSTS**

- ♦ Projects that address present Safe Drinking Water Act (SDWA) exceedances
- ♦ Projects that prevent future SDWA exceedances (applies only to regulations in effect)
- ♦ Projects to replace aging infrastructure
  - Rehabilitate or develop drinking water sources (excluding reservoirs, dams, dam rehabilitation and water rights) to replace contaminated sources
  - Install or upgrade drinking water treatment facilities if the project would improve the quality of drinking water to comply with primary or secondary SDWA standards
  - Install or upgrade storage facilities, including finished water reservoirs, to prevent microbiological contaminants from entering the water system
  - Install or replace transmission and distribution piping to prevent contamination caused by leaks or breaks, or to improve water pressure to safe levels
  - Install meters
- ♦ Projects to restructure and consolidate water supplies to rectify a contamination problem, or to assist systems unable to maintain SDWA compliance for financial or managerial reasons (assistance must ensure compliance)
- ♦ Projects that purchase a portion of another system's capacity, if such purchase will cost-effectively rectify a SDWA compliance problem
- ♦ Land acquisition
  - ♦ Land must be integral to the project (i.e., needed to meet or maintain compliance and further public health protection such as land needed to locate eligible treatment or distribution facilities)
  - ♦ Acquisition must be from a willing seller
- ♦ Note: The cost of complying with the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 (the Uniform Act) is an eligible cost.
- ♦ Planning (including required environmental assessment reports), design, and construction costs associated with eligible projects.

**ATTACHMENT 2**  
**Eligible and Ineligible Projects and Project-Related Costs**  
**Under the Drinking Water State Revolving Loan Fund (DWRF) Program**  
**(continued)**

**EXAMPLES OF INELIGIBLE PROJECTS AND PROJECT RELATED COSTS**

- ◆ Dams, or rehabilitation of dams
- ◆ Water rights, except if the water rights are owned by a system that is being purchased through consolidation as part of a capacity development strategy
- ◆ Reservoirs, except for finished water reservoirs and those reservoirs that are part of the treatment process and are located on the property where the treatment facility is located
- ◆ Drinking water monitoring costs
- ◆ Operation and maintenance costs
- ◆ Projects needed mainly for fire protection
- ◆ Projects for systems that lack adequate technical, managerial and financial capability, unless assistance will ensure compliance
- ◆ Projects for systems in significant noncompliance under the SDWA. Unless funding will ensure compliance
- ◆ Projects primarily intended to serve future growth

2007 INTENDED USE PLAN  
ATTACHMENT 3a  
DWSRF SET-ASIDE AND FEE ACTIVITY \*\*

SET -ASIDE ACTIVITY									
Set-Aside	Set Aside Allocation from Grants Through <b>June 30, 2006</b>	Set Aside Funds Transferred To DWSRF Loan Fund or other Set Asides	Set Aside Funds Expended Through <b>June 30, 2006</b>	Balance available	Set Aside Allocations from the 2007 grant	Total Funds Available for State Fiscal Year <b>2007</b>	Set Aside Reserved Through <b>2006</b>	Set Aside Reserved <b>FFY06</b> Allotment	Total Set-Aside Reserved
Grant Administration	\$5,033,424		(\$2,642,660)	\$2,390,764	\$598,400	\$2,989,164	\$0	\$0	\$0
State Program:									
> PWS Supervision	5,567,928		(3,369,289)	2,198,639	1,496,000	3,694,639	0	0	0
> Source Water Protection				0			0	0	0
> Capacity Development				0					
> Operator Certification				0					
Small System Tech. Asst.	2,516,712	(281,532)	(982,057)	1,253,123	299,200	1,552,323	0	0	0
Local Assistance:									
> Loan Assistance for SWP				0					
> Capacity Development	8,928,941	(970,860)	(3,438,005)	4,520,076	1,496,000	6,016,076	0	0	0
> Source Water Assessment	1,678,410	(18,345)	(1,660,065)	0	0				
> Wellhead Protection	4,252,667		(2,629,913)	1,622,754	486,200	2,108,954	0	0	0
<b>TOTALS</b>	<b>\$27,978,082</b>	<b>(\$1,270,737)</b>	<b>(\$14,721,989)</b>	<b>\$11,985,356</b>	<b>\$4,375,800</b>	<b>\$16,361,156</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

\* Based on loans issued as of 06/30/06

\*\* Cash basis

ADMINISTRATIVE FEES COLLECTED AND EXPENDED							
DWRF Administrative Fee Account Activity through June 30, 2006							
Transfers to State Match Holding Account	Loan Fees Collected	Grant Funds Drawn	Investment Income plus Other Transfers In	Admin Fees Expended	Balance Available	Anticipated Collection for 07/01/06 - 06/30/07*	Anticipated Administrative Fee Funds Available
(419,119)	9,142,818	2,642,660	741,949	(7,973,613)	4,134,694	1,749,740	5,884,434

Attachment 3b  
 Drinking Water Revolving Fund  
 2007 Intended Use Plan (IUP)  
 Funds Available to the DWRF Program

SOURCES	Cumulative Total from Inception through June 30, 2006	Projected For Time Period July 1, 2006 - December 31, 2006	Projected For Time Period January 1, 2007 - December 31, 2007	Cumulative Total Through December 31, 2007
Federal Capitalization Grants	\$ 126,956,337	\$ -	\$ 14,960,000	\$ 141,916,337
less: Set-asides	(24,046,383)	-	(3,740,000)	(27,786,383)
State Match:				
Appropriation/Agency Cash - Committed	25,167,120	-	2,992,000	28,159,120
Agency Cash for CWSRF transfer	-	-	-	-
Leveraging Bonds Proceeds	182,390,000	39,838,625	36,705,250	258,933,875
Plus / (Less) Additional Principal from DW Refundings	(230,000)	-	-	(230,000)
Leveraged Loans Repayments:				
Principal (1)	36,792,500	6,625,000	7,290,000	50,707,500
Interest	21,030,184	1,962,982	3,783,679	26,776,845
Principal (2) (State Match)	3,290,696	327,117	663,765	4,281,578
Direct Loans Repayments:				
Principal	2,815,497	325,750	819,844	3,961,091
Interest	1,157,803	146,266	297,199	1,601,268
Federal Funds Deallocation (from DSRF)	11,510,937	2,361,080	3,142,979	17,014,996
Fees Deposited to the DWRF	-	-	-	-
Interest Income on Investments	25,863,824	1,633,318	3,416,995	30,914,137
Transfer to/from Clean Water SRF Grant program	-	-	-	-
<b>TOTAL SOURCES</b>	<b>412,698,515</b>	<b>53,220,138</b>	<b>70,331,711</b>	<b>536,250,364</b>
USES				
Loans Executed:				
Direct	21,344,915	6,202,394	10,000,000	37,547,309
Leveraged	199,298,115	44,500,000	41,000,000	284,798,115
Grant Funds Committed to Loans	75,452,269	18,645,500	17,179,000	111,276,769
Leveraging Bond Debt Service				
Principal	32,480,000	6,630,000	7,675,000	46,785,000
Interest	43,536,352	3,403,649	6,681,031	53,621,033
Funds Available for New Loans	(a)	40,586,864	(26,161,405)	(12,203,321)
<b>TOTAL USES</b>	<b>\$ 412,698,515</b>	<b>\$ 53,220,138</b>	<b>\$ 70,331,711</b>	<b>\$ 536,250,364</b>

(a) A majority of these funds represents accumulated investment income in the DSRF that is not needed for current or future debt service and can and will be deallocated to the DWSRF Reloan Account beginning in 2006. These amounts are not included in the Loan Capacity Calculation.

\* Cash basis.

ATTACHMENT 4. - LOAN SUMMARY REPORT AS OF JUNE 30, 2006  
 DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
 2007 INTENDED USE PLAN (IUP)

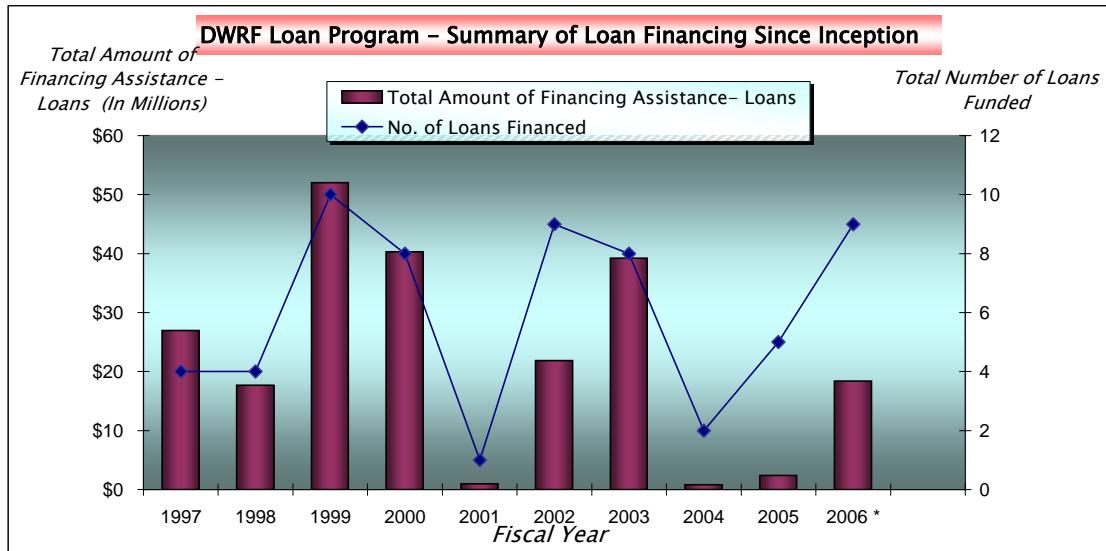
DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM									
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Percent of State Match Provided to DW SRF Funds	Loan Type
Grand Lake, Town of Arapahoe Estates WD	10/29/97	\$ 495,000.00	20	4.500%	\$ 394,988.00	\$ 100,012.00		25.3%	DL
Englewood, City of	10/01/97	1,048,332.75	20	4.150%	388,359.00	98,332.75		25.3%	LL
Fort Collins, City of	10/01/97	15,292,635.61	21	4.140%	5,361,910.00	1,357,635.61		25.3%	LL
Fort Collins, City of	10/01/97	10,125,299.77	20	4.120%	3,614,928.00	915,299.77		25.3%	LL
Chatfield South WD	07/13/98	728,500.00	20	4.500%	581,310.00	147,190.00		25.3%	DL
Left Hand W&SD	09/11/98	188,700.00	20	4.500%	150,574.00	38,126.00		25.3%	DL
Buena Vista, Town of	06/01/98	1,324,119.65	20	4.010%	490,204.00	124,119.65		25.3%	LL
Fort Morgan, City of	06/01/98	15,433,355.38	21	4.020%	5,641,214.00	1,428,355.38		25.3%	LL
Julesburg, Town of	05/01/99	693,000.00	1	4.500%	543,757.00	149,243.00		27.4%	DL
La Junta, City of	10/15/99	490,000.00	20	4.500%	384,475.00	105,525.00		27.4%	DL
Thunderbird W&SD (#1)	06/01/99	285,000.00	20	4.500%	223,623.00	61,377.00		27.4%	DL
Aurora, City of	05/01/99	14,999,898.55	15	3.633%	4,751,500.00	1,024,898.55		21.6%	LL
Fort Collins, City of	05/01/99	4,998,394.59	20	3.808%	1,870,165.00	403,394.59		21.6%	LL
Glenwood Springs, City of	05/01/99	4,999,017.40	19	3.773%	1,710,790.00	369,017.40		21.6%	LL
Grand County W&SD	05/01/99	2,998,566.15	19	3.783%	1,036,468.00	223,566.15		21.6%	LL
Greeley, City of	05/01/99	14,999,038.36	20	3.802%	5,280,660.00	1,139,038.36		21.6%	LL
Julesburg, Town of	05/01/99	994,599.70	20	3.809%	392,210.00	84,599.70		21.6%	LL
Left Hand WD	05/01/99	6,571,538.04	20	3.802%	2,139,722.00	461,538.04		21.6%	LL
Craig, City of	12/15/00	450,000.00	5	4.000%	353,089.00	96,911.00		27.4%	DL
Sedalia W&SD	03/09/00	326,000.00	20	4.500%	255,794.00	70,206.00		27.4%	DL
Springfield, Town of	07/28/00	349,470.76	20	4.500%	274,209.00	75,261.76		27.4%	DL
Evergreen MD	04/15/00	5,577,981.71	21	4.390%	1,786,069.00	452,981.71		25.4%	LL
Fountain Valley Auth	04/15/00	7,607,966.23	21	4.400%	2,633,735.00	667,966.23		25.4%	LL
Limon, Town of	04/15/00	1,440,808.84	21	4.410%	436,910.00	110,808.84		25.4%	LL
Pueblo Board of WW	04/15/00	9,558,794.83	23	4.600%	2,499,000.00	633,794.83		25.4%	LL
Westminster, City of	04/15/00	14,998,357.36	21	4.400%	4,764,452.00	1,208,357.36		25.4%	LL
Wellington, City of	11/01/01	1,000,000.00	20	4.000%	716,007.00	283,993.00		39.7%	DL
Basalt, Town of	12/19/02	948,245.63	20	4.000%			1,000,000.00	n/a	DL
Dillon, Town of	10/18/02	1,000,000.00	10	4.000%			1,000,000.00	n/a	DL
Hayden, Town of	04/30/02	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL
Thunderbird W&SD (#2)	08/27/02	343,684.15	20	4.000%			343,684.15	n/a	DL
Woodland Park, City of	03/13/02	800,000.00	20	4.000%	597,200.00	202,800.00		34.0%	DL
Evergreen MD	04/01/02	2,036,129.62	21	4.000%	764,260.00	181,129.62		23.7%	LL
Grand Junction, City of	04/01/02	3,566,521.69	21	4.020%	1,082,370.00	256,521.69		23.7%	LL
Idaho Springs, City of	04/01/02	2,339,796.89	21	3.990%	906,316.00	214,796.89		23.7%	LL
La Junta, City of	04/01/02	9,812,211.15	21	4.000%	3,300,469.00	782,211.15		23.7%	LL
Mustang WA	12/08/03	700,000.00	20	4.000%			700,000.00	n/a	DL
Oak Creek, Town of	11/18/03	900,688.96	20	4.000%			900,688.96	n/a	DL
Ouray, City of	12/19/03	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL
Westwood Lakes WD	05/15/03	500,000.00	20	4.000%			500,000.00	n/a	DL
Florence, City of	11/01/03	12,999,992.97	22	3.510%	5,502,502.00	1,304,092.97		23.7%	LL
Fountain Valley Auth	06/01/03	3,221,861.82	22	3.030%	1,463,552.00	346,861.82		23.7%	LL
Longmont, City of	06/01/03	14,998,044.44	21	3.110%	6,046,601.00	1,433,044.44		23.7%	LL
Lyons, Town of	06/01/03	4,915,599.18	22	3.030%	2,196,621.00	520,599.18		23.7%	LL
Pinewood Springs WD	07/26/04	123,200.00	20	3.500%			123,200.00	n/a	DL
Swink, Town of	04/20/04	669,000.00	20	3.500%			669,000.00	n/a	DL
Florence, City of	01/25/05	800,000.00	20	3.500%			800,000.00	n/a	DL
Olde Stage WD	06/01/05	100,000.00	20	3.500%			100,000.00	n/a	DL
La Jara, Town of	04/20/05	200,000.00	20	0.000%			200,000.00	n/a	DC
Victor, City of	06/17/05	283,000.00	10	0.000%			283,000.00	n/a	DC
Log Lane Village, Town of	10/14/05	1,000,000.00	30	1.750%			1,000,000.00	n/a	DC
Bristol W&SD	02/08/06	200,000.00	30	0.000%			200,000.00	n/a	DC
Pinewood Springs WD #2	04/03/06	752,425.00	20	3.500%			752,425.00	n/a	DL
Pritchett, Town of	03/31/06	200,000.00	30	0.000%			200,000.00	n/a	DC
Craig, City of	04/27/06	6,056,378.40	21	3.650%	2,263,200.00	536,378.40		23.7%	LL
Little Thompson WD	04/27/06	6,383,774.04	21	3.650%	2,653,055.00	628,774.04		23.7%	LL
Sedgwick, Town of	05/15/06	419,000.00	30	0.000%			419,000.00	n/a	DC
Castle Pines MD	05/25/06	2,000,000.00	20	3.750%			2,000,000.00	n/a	DL
Palisade, Town of	05/26/06	2,000,000.00	30	0.000%	1,526,000.00	474,000.00		31.1%	DC
Platte Canyon W&SD	06/30/06	400,000.00	20	3.750%			400,000.00	n/a	DL

ATTACHMENT 4. - LOAN SUMMARY REPORT AS OF JUNE 30, 2006  
 DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
 2007 INTENDED USE PLAN (IUP)

SUMMARY OF DW SRF LOANS MADE BY TYPE OF LOAN									
Loan Type	No. of Loans Financed	Total Amount of Financing Assistance-Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	No. of Loans Financed with Reloan Monies (c)	Percent of Loans Funded With Reloan Monies (c)
DIRECT LOANS (DC)	7	\$4,302,000	25.7	0.00%	\$1,526,000	\$474,000	\$2,302,000	7	100.00%
DIRECT LOANS (DL)	26	17,042,915	18.3	3.91%	4,475,026	1,330,645	11,288,998	14	53.85%
LEVERAGED LOANS (LL)	27	199,298,115	20.6	3.88%	70,977,242	16,908,115	0	0	0.00%
<b>TOTAL FOR PROGRAM</b>	<b>60</b>	<b>220,643,030</b>	<b>21.5</b>	<b>3.82%</b>	<b>76,978,268</b>	<b>18,712,760</b>	<b>13,590,998</b>	<b>21</b>	<b>35.00%</b>

SUMMARY OF DW SRF LOANS MADE EACH FISCAL YEAR									
FISCAL YEAR (Jan 01 - Dec 31)	No. of Loans Financed	Total Amount of Financing Assistance-Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies	No. of Loans Financed with Reloan Monies (c)	Percent of Loans Funded With Reloan Monies (c)
1997	4	\$26,961,268	20.3	4.14%	\$9,760,185	\$2,471,280	\$0	0	0.0%
1998	4	17,674,675	20.3	4.04%	6,863,302	1,737,791	0	0	0.0%
1999	10	52,029,053	17.4	3.77%	18,333,370	4,022,198	0	0	0.0%
2000	8	40,309,380	19.0	4.44%	13,003,258	3,316,288	0	0	0.0%
2001	1	1,000,000	20.0	4.00%	716,007	283,993	0	0	0.0%
2002	9	21,846,589	19.3	4.00%	6,650,615	1,637,459	3,343,684	4	44.4%
2003	8	39,235,287	20.9	3.30%	15,209,276	3,604,598	3,100,689	4	50.0%
2004	2	792,200	20.0	3.50%	0	0	792,200	2	100.0%
2005	5	2,383,000	20.0	2.06%	0	0	2,383,000	5	100.0%
2006 *	9	18,411,577	24.7	3.10%	6,442,255	1,639,152	3,971,425	6	66.7%
<b>TOTAL</b>	<b>60</b>	<b>220,643,030</b>	<b>20.2</b>	<b>3.63%</b>	<b>76,978,268</b>	<b>18,712,760</b>	<b>13,590,998</b>	<b>21</b>	<b>35.0%</b>

\* Through report date.



Borrower Abbreviations Clarification:

W&SD = Water and Sanitation District

MD= Metropolitan District

WW = Water Works

WD = Water District

Type of Loan:

LL = Leveraged Loan - Funded from bond proceeds

DL = Direct Loan - Funded from available sources: (1) Authority state funds, (2) Grant Funds or (3) Drinking Water SRF Reloan funds.

In 2002, the DWRF program began funding all direct loans with DW SRF Reloan Monies>

DC = Disadvantage Communities Direct Loan - Beginning in 2005, the Authority began funding zero-interest or low-interest loans to municipalities meeting certain minimum qualifications (see IUP narrative for more information about this program).

Explanation of DW SRF Loan Funding and/or Subsidization

(a) DW SRF Funds = Drinking Water State Revolving Fund - Received from EPA Capitalization Grant Awards

(b) State Match Funds = (Required 20% match for Each Dollar Received From EPA Grants from State Funds) - Provided Mainly from Authority Funds

(c) Reloan Monies = Recycled DW SRF funds - No State Match Required

## **Attachment 2**

### **2008 Intended Use Plan**

**STATE OF COLORADO**

**2008**

**DRINKING WATER REVOLVING FUND**

**INTENDED USE PLAN**

WQCC Approved: November 2007

Effective Date: January 1, 2008

**DWRF IUP**  
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## **APPENDIX**

- A. 2008 DWRF Project Eligibility List
- B. 2008 DWRF Project Priority / Fundable List
- C. Additions and Deletions from the 2007 DWRF Project Eligibility List

## **ATTACHMENTS**

- 1. DWRF Rules
- 2. Eligible and Ineligible Projects and Project Related Costs
- 3A. Summary of Set-Aside and Fee Activity
- 3B. Funds Available to the DWRF
- 4. Loan Summary Report

**STATE OF COLORADO  
DWRF INTENDED USE PLAN  
JANUARY 1 - DECEMBER 31, 2008**

## **I. INTRODUCTION**

As required by Section 1452(b) of the Safe Drinking Water Act (SDWA) and by Interim Final Regulations 40 CFR 35.3555 published August 7, 2000, an Intended Use Plan (IUP) is to be filed annually with the U.S. Environmental Protection Agency (EPA). The IUP describes how the State intends to use the Capitalization Grant and Drinking Water Revolving Fund (DWRF) to meet the objectives of the SDWA and further the goals of protecting public health. The IUP is made available to the public for review and comment prior to submitting it to the EPA as required by the capitalization grant agreement.

The purpose of the DWRF program is to provide financial assistance to governmental agencies for the construction of water projects for public health and compliance purposes as described in the DWRF Rules (Attachment 1), and to set-aside funds from the capitalization grant to fund a variety of activities that are necessary to accomplish the requirements of the SDWA.

The DWRF may be used for: below market rate loans; loan guarantees; a source of reserve and security for leveraged loans (proceeds of which must be placed in the DWRF loan fund); the purchase or refinancing of existing local debt obligations where the initial debt was incurred and construction started after July 1, 1993; and earning interest prior to disbursement of assistance. Colorado limits this assistance to governmental agencies as defined by statute under C.R.S. 37-95-103 (5)(a) and (b).

The SDWA allows a state to set aside up to 31 percent of any yearly capitalization grant for non-project activities as follows: administration and technical assistance (4%), state program activities (10%), small systems technical assistance (2%), and local assistance (15%). Additionally, up to 30 percent of each grant may be used for loan assistance (including forgiveness of principal) to disadvantaged communities.

This IUP serves as the planning document to describe how the funds allotted for Federal Fiscal Year (FFY) 2008 and the funds remaining from all prior federal fiscal years' capitalization grant appropriations will be used for the DWRF and non-project program set-asides. The DWRF fiscal year is January 1, 2008 to December 31, 2008. As currently developed, the IUP identifies the specific projects and activities associated with the federal appropriation and funds available from repayments to the program.

The "State" as referenced in this document is comprised of three agencies involved in operating the DWRF under a Memorandum of Agreement - the Colorado Water Resources and Power Development Authority (Authority), the Water Quality Control Division (WQCD) at the Department of Public Health and Environment, and the Division of Local Government at the Department of Local Affairs (DLG). The SDWA, Section 1542(g)(1)(B), expressly places the authority for establishing assistance priorities and carrying out oversight and related activities (other than financial administration) with the State agency having primary enforcement responsibility; the WQCD is the agency that has this responsibility in Colorado. The DLG helps to evaluate the financial and managerial capacity of loan applicants, identifies potential projects for the program, and provides outreach to raise awareness of the program. The Authority is named administrator under state statute; therefore, it is the grant recipient and provides financial administration for the DWRF.

The requirements of the SDWA that are included in this IUP are as follows:

- ◆ A comprehensive priority list of those projects eligible to be assisted by the DWRF which must include the name of the public water system, the priority assigned to the project, a description of the project (type), the expected terms of financial assistance, the size of the community and an expected funding schedule. The State must identify which projects on the priority list will, or are projected to, receive funding in 2008;
- ◆ A description of the criteria and method established for the distribution of funds;
- ◆ A description of the financial status of the DWRF;
- ◆ A description of the short and long-term goals of the State's DWRF;

- ◆ A description of amounts transferred between the DWRF and the Water Pollution Control Revolving Fund (WPCRF); and
- ◆ A description of the non-project activities to be funded from the DWRF Capitalization Grant including the percentage of such funds allocated to these activities.

The State will prepare and submit a capitalization grant application for FFY 2008 based on this IUP.

## II. DRINKING WATER REVOLVING FUND PROJECT LISTS

States are required to develop a comprehensive priority list of eligible projects for funding and to identify projects that will receive funding. In determining funding priority, states must ensure, to the maximum extent practical, that priority for the use of funds be given to projects that: 1) address the most serious risks to human health; 2) are necessary to ensure compliance under SDWA; and 3) assist systems with the greatest financial need, on a per household basis. Projects that are primarily intended to serve future growth are not eligible. Examples of eligible and ineligible projects and project related costs are found in Attachment 2.

Appendix A to this IUP is the 2008 DWRF Project Eligibility List illustrating the various projects and their associated estimated costs as required by Colorado's authorizing statute. The DWRF Project Eligibility List includes, for each individual entry: the name of the public water system, a description of the project, population, the estimated cost of the project and a categorical ranking by priority as described in the DWRF Rules (included in Attachment 1).

Appendix B (DWRF Project Priority / Fundable List) is a list of the projects that have or will have a planning document for a specific project, have been prioritized for funding within each category, and are eligible to receive or have recently received a loan from the DWRF. The supporting documentation covering the assignment of priority points is available from the WQCD. This list includes the anticipated loan terms, interest rate, type of loan and an enumeration of the drinking water problem and project description to correct the problem. Projects that receive funding during the year that are not included on the currently DWRF Project Priority/Fundable List will be added to the list in the following year.

Projects are added and deleted from the DWRF Project Priority / Fundable List during the annual IUP approval process (Appendix C.). Deletions to the list are made for those entities that received a DWRF loan and completed the project. In other cases, projects are deleted from the list when the entity is able to secure project funding from sources other than the DWRF.

## III. CRITERIA, METHODS AND EVALUATION FOR DWRF DISTRIBUTION

Federal regulations require that the IUP include "...the process and rationale for distribution of funds between the fund and set-aside accounts." In accordance with the Memorandum of Agreement, the State has a decision-making team comprised of staff from the three agencies to determine the DWRF projects that are forwarded to the Authority Board for funding.

Regarding the non-project activities, the WQCD prepares the capitalization grant application including the amount of funds to be set aside for activities documented in the IUP. The application is forwarded to the Authority for signature and submission to EPA. Section VII (Non-Project Activities) outlines the WQCD's proposed use of funds from the DWRF capitalization grant to meet various SDWA requirements.

### A. Project Priority System

Colorado's project priority system is set forth in the DWRF Rules (Attachment 1). The Rules include the following categories by priority ranking:

#### **Priority 1 Acute Health Hazard:**

The WQCD has identified continuous violation of an acute maximum contaminant level (MCL) or a surface water treatment rule (SWTR) treatment technique requirement.

#### **Priority 2 Chronic (Long Term) Health Hazard:**

The WQCD has identified a continuous violation of an MCL or an SWTR treatment technique requirement for a chronic contaminant.

**Priority 3 Potential Acute Health Hazard:**

The public water system (PWS) has periodically exceeded an acute MCL, has levels greater than 50 percent of an acute MCL on a regular basis, or has short term problems meeting an SWTR treatment technique requirement that can be controlled temporarily by operational means.

**Priority 4 Potential Chronic Health Hazard:**

The PWS has periodically exceeded a chronic MCL, has levels greater than 50 percent of a chronic MCL on a regular basis, or has short-term problems meeting other treatment technique requirements.

**Priority 5 Other Future Needs:**

The PWS is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair, in order to maintain compliance or further the public health protection goals of the SDWA.

**B. Priority Point Assignments Within Each Category**

As provided in the DWRF Rules, once a pre-planning, planning, or pre-design document is received, projects within each category will be prioritized by the assignment of points based upon the review of the following factors:

- (1) Population
- (2) Financial Need
- (3) Consolidation
- (4) Water Conservation
- (5) Source Water Protection
- (6) Beneficial Use of Sludge
- (7) Health Risk

Projects on the DWRF Project Priority / Fundable List (Appendix B) will be financed in priority order to the maximum extent practical. Exceptions for funding out of priority order shall be due to one of the following reasons:

- Governmental agencies are not ready to proceed with the project.
- Governmental agencies do not wish to participate in the DWRF or they have received funding from other sources.
- Governmental agencies (on the DWRF Project Eligibility or DWRF Priority / Fundable List) had an emergency situation during the funding year.
- Certain governmental agencies are not approved for funding because of technical, managerial or financial (TMF) deficiencies. Note: It is important that all PWS be managed and operated in an efficient and effective manner to ensure continued service of high quality, affordable water to their customers, now and in the future. The DWRF has established an EPA approved TMF capacity review and evaluation process to help systems understand this role and build the capacity where needed to properly serve their customers. Meeting these requirements for a loan will help the system ensure it will operate into the future with fewer difficulties, be financially secure, and be managed in the best interest of the water users. This will result in a PWS being considered an asset to its community rather than a future liability. The WQCD will attempt to work with the governmental entity to resolve any deficiencies through the capacity development program.
- Projects that have an existing DWRF loan and need additional funding to complete the original project as approved by the WQCD.

Eligibility List Categories are determined based on information provided by the applicant during the Annual Eligibility List Survey process. Based upon receipt and review of a Preliminary Engineering Report, Eligibility Assessment and/or loan application the assigned Eligibility List Category may be revised, during the prioritization process, to more accurately reflect the proposed project.

### C. Application Deadlines

Two application deadlines of **January 15th** and **June 15th** have been implemented in order to prioritize projects in the event that there are more applications than funds available. Applications will be accepted throughout the year based on the following Authority Board Meeting schedule. If sufficient funds are not available to cover all requests, those projects not funded will be included in the next prioritization of applications. Authority Board meetings and application submittal dates are as follows:

- November 15 for consideration at the Authority's January Board meeting.
- January 15 for consideration at the Authority's March Board meeting. **This is also the last application deadline for inclusion into project prioritization, funding for the spring bond issue and for all direct loan consideration.**
- February 15 for consideration at the Authority's April Board meeting.
- April 15 for consideration at the Authority's June Board meeting.
- June 15 for consideration at the Authority's August Board meeting. **This is also the last application deadline for inclusion into project prioritization, funding for the fall bond issue and for all direct loan consideration.**
- August 15 for consideration at the Authority's October Board meeting.
- October 15 for consideration at the Authority's December Board meeting.

All loan approvals are valid for 18 months. However, leveraged loans that have been prioritized and that have received Authority Board approval after January 1, 2008, but do not execute their loan will be reprioritized upon the next application deadline. An exception will be made if a leveraged loan project prioritizes but is unable to execute its loan due to technical difficulties (as determined by WQCD), then that project will have one calendar year to execute the loan prior to being reprioritized.

Applicants should coordinate with a Project Manager from the WQCD to determine the appropriate application submittal schedule to ensure Board action and loan execution in a timely manner.

### D. Allocation of Loan Proceeds

In addition to the DWRF Rules, the following policies will be applied to the allocation of loan proceeds and administrative fee revenue:

#### 1. Planning and Design Grants

The intent of the planning and design grants is to assist DWRF applicants with costs associated with complying with program requirements. To be eligible for a planning and/or design grant, a governmental agency must meet the following criteria:

- Project is on the current year DWRF Eligibility List, and
- Population is 10,000 or less and
- Median household income (MHI) is less than the statewide median household income (the 2000 MHI for the state is \$47,203), or
- Current or post project monthly water rates are equal to or greater than the state average as calculated by DLG.

Upon approval by the Authority Board, \$100,000 will be made available on January 1 for planning and/or design grants. One grant in the amount of \$10,000 will be awarded per community. However, if planning and design grant funds are available on September 1 of each year, an additional grant of up to \$10,000 (maximum of \$20,000 total per community) may be made to communities that have met criteria in demonstrating progress towards receiving funding through the program.

Grants will be awarded on a first come, first served basis. If the entity does not seek funding through the DWRF, they may be requested to repay the grant or seek a waiver of the repayment requirement from the Authority Board.

Grant funds may be used to support a variety of project development activities including, but not limited to: preliminary engineering reports; technical, managerial and financial reviews; environmental assessments; engineering design documents and legal fees (including costs associated with the formation of a legal entity capable of receiving DWRF assistance.)

These funds are provided from the administrative fee account from income received from DWRF loans.

## **2. Disadvantaged Communities Loans**

In accordance with federal statutes states are authorized to provide “loans at or below market interest rates, including interest free loans, and terms up to 30 years.” A disadvantaged community is defined as a governmental agency that has a population of 5,000 or less with a median household income that is 80 percent or less of the statewide median household income.

DWRF re-loan funds will be the primary source of capital used to fund Disadvantaged Communities Loans. These funds are paid back by borrowers in the form of debt service payments on outstanding debt obligations. EPA capitalization grant funds in an amount not to exceed 30 percent of the annual capitalization grant may also be considered to underwrite loans in the event re-loan funds are not sufficient to meet demand. To the maximum extent practical and based on available data, projects eligible to receive the reduced interest rate will be identified on the Project Priority/Fundable List (Appendix B).

Median household income as a percentage of the statewide median household income will be used to distribute funding to governmental agencies that are disadvantaged in accordance with two categorical affordability tiers:

**Category 1** - Disadvantaged communities with median household income levels that range from 61 to 80 percent of the statewide median household income qualifies for loans up to \$2 million per project. Loan terms up to 30 years, but not to exceed the project's design life, are permitted. The loan interest rate is established at 50 percent of the direct loan rate as set annually by the Authority Board for qualifying governmental agencies.

**Category 2** - Disadvantaged communities with median household income levels that are less than 61 percent of the statewide median household income qualify for loans up to \$2 million per project. Loan terms up to 30 years, but not to exceed the project's design life, are permitted. The loan interest rate is established at 0 percent for qualifying governmental agencies.

Note: All loan requests exceeding the \$2 million direct loan limit will not be eligible for a Disadvantaged Communities Loan.

## **3. Miscellaneous Information**

Communities receiving assistance from federal capitalization grant funds shall comply with all applicable federal requirements.

Re-loan funds will be provided in the following priority order:

- i. Disadvantaged Communities Loans
- ii. Direct Loans
- iii. Leveraged loans

Governmental agencies distributing or supplying 2,000 acre feet or more of water per year must have an approved (by the Colorado Water Conservation Board) and updated water conservation plan as defined by Section 37-60-126, CRS.

## **E. Emergency Procedures**

The Water Quality Control Commission (WQCC) may amend the DWRF Project Eligibility and DWRF Priority / Fundable Lists at any time throughout the year to include PWS projects that it determines and declares to be emergency projects needed to prevent or address threats to public health. In cases where the WQCC determines the amendments will result in substantial changes to the DWRF Project

Eligibility or DWRF Priority / Fundable Lists, public notice and opportunity for comment on the proposed inclusions shall be provided.

#### **F. Small Systems Funding Goal**

To the extent that there are a sufficient number of eligible projects to fund, the State shall use at least 15 percent of all funds credited to the DWRF account on an annual basis to provide loan assistance to systems serving 10,000 persons or fewer. It is anticipated that at least nine (9) small systems (population less than 10,000) will be funded between October 1, 2007 and December 31, 2008 for a total of \$7.4 million in DWRF loans.

To further the small system-funding goal in 2008, planning and/or design grants will be made available to assist small systems in meeting some of the requirements of the DWRF. In addition, DLG is planning to conduct a series of training workshops in 2008 to help build financial and managerial capacity of small rural public water and wastewater systems. For 2008, the focus of the workshops will be topics of current importance to rural drinking water systems. DWRF set-aside funds may be requested to partially support this effort.

All funding agencies meet periodically to review current projects and coordinate the financial support for communities that are planning water quality improvement projects. This funding coordination committee includes staff from the WQCD, Authority, DLG, Colorado Water Conservation Board, USDA Rural Development and the Rural Community Assistance Corporation. The committee uses a web page on the DLG website to keep the public aware of the projects it is assisting with arranging funding and to raise awareness of funding opportunities. Surveys are conducted to identify and update the needs of all public water systems including small systems.

#### **G. DWRF Results**

The following activities will occur in 2008 to ensure Colorado achieves the national goals:

1. It is the goal to execute at least nine (9) DWRF loans between October 1, 2007 and December 31, 2008. The anticipated loans will all be funded through the state's Disadvantaged Communities Loan Program.
2. In calendar year 2006, the Colorado DWRF fund utilization rate was 88%. The 2008 Region 8 target for the DWRF fund utilization rate has been established at 86%; it is the goal of the State to maintain the current fund utilization rate.
3. In calendar year 2006, the rate at which the Colorado DWRF projects progressed as measured in fund disbursements as a percent of assistance provided was 78%. It is the goal of the State to meet or exceed the national DWRF average of 77%.

Anticipated 2008 Outcomes:

1. Nine (9) projects are anticipated to initiate construction between October 1, 2007 and December 31, 2008. (six (6) projects will be Disadvantaged Communities Loans.)
2. Fifteen (15) projects are anticipated to initiate operations/complete construction between October 1, 2007 and December 31, 2008.

### **IV. FINANCIAL STATUS OF THE DWRF**

The DWRF was created by State statute in 1995 prior to the enactment of the 1996 Amendments to the SDWA. Under this legislation, the Colorado General Assembly directed the transfer of \$7,253,915 to the DWRF. The final transfer occurred in March 1998. The State has made seventeen (17) direct loans for \$5,818,692 with State funds, which are kept separate from the federal portion of the DWRF. This segregation allows repayments from these loans to be made available for State match in the future.

A federally capitalized DWRF was authorized by the 1996 Amendments to the SDWA and was established in Colorado with the receipt of the first capitalization grant in September 1997. This program requires the state to match the total amount of each federal grant with a 20 percent contribution of state funds. This state match amount must be deposited entirely into the loan fund, which must be maintained in perpetuity. As of June 30, 2006, **\$2,195,374.50** is available for future State match.

The DWRF provides both direct loans and leveraged loans to finance projects. Direct loans are generally made for smaller projects. This allows the program to provide low interest loans to small public water systems without going to the bond market and incurring associated closing costs. Direct loans (up to \$2 million) are generally funded from re-loan funds. If necessary, direct loans may be funded from capitalization grant funds. Based on an effort to keep the rates for direct loans at or below the leveraged loan rate, the interest rate will be set by the Authority's Board of Directors annually in December for the following year.

Leveraged loans are generally provided to investment grade borrowers with larger projects. A leveraged loan (composed of grant funds, state match funds and bond proceeds) uses the reserve fund concept, whereby grant funds and re-loan funds in the DWRF are used as the source of security for bonds that are sold to increase the loan capacity. The leveraged loan interest rate is 80 percent of the market rate on the bonds and includes the administrative fee of eight tenths of a percent per year. The market rate on the bonds is determined on the day of pricing (sale) as the "all-in bond yield" (all costs considered) of the "AAA" - rated drinking water revenue bonds sold by the Authority.

Currently the administrative surcharge on all loans, eight tenths of a percent, ensures long-term administration of the DWRF and provides potential opportunities for grant assistance to small public water systems. The administrative fee supplements the 4 percent administrative set-aside from the capitalization grant. The administrative fee income is deposited into an account separate from the DWRF and is used for costs associated with the DWRF (i.e., Authority, WQCD and DLG staffing and expenses and other operations expenses of the DWRF). Administrative fee income will continue to be used to fund a planning and/or design grant program in 2008. Additionally, administrative fee income, as available, will be used beginning with the FFY2008 DWRF capitalization grant to reimburse the Authority for state match funds (state match loan) deposited to the DWRF. The program reserves the right to charge up to 1.5% administrative fee on all DWRF loans if it is determined that additional funds are needed to fund administrative costs and/or repay the state match provided by the Authority. Beginning in 2008, up to \$1,000,000 of WPCRF administrative fees collected from loans may be transferred to the DWRF to pay for administrative costs of the DWRF.

Administrative fees received from DWRF loans for 2008 are estimated to be \$2,166,550. These funds will be used to fund direct program costs including legal and accounting fees, trustee fees, and other consultant fees, in addition to labor and overhead allocations of the Authority, WQCD and DLG. Total costs for administration of the DWRF are estimated to be \$2,000,000 a portion of which will be paid from DWRF set aside grant monies available. Following is a table showing the administrative fee account activity since inception:

TABLE I  
Administrative Fee Account

For Year ending	Loan Admin Fee Revenue	Cap. Grant Draw for Admin Expenses	Investment Income	Other Income / (Expenses)	(Admin Expenses)	(PWSS Set Aside Payouts)	Planning & Design Grants Paid	Annual Net Income / (Loss)
12/31/1997	23,408	84,411	24		(214,301)			(106,458)
12/31/1998	251,210	205,130	1,817	178,808	(559,680)			77,285
12/31/1999	609,066	287,502	5,852	90,900	(735,077)			258,243
12/31/2000	931,797	302,679	23,115		(769,629)			487,962
12/31/2001	1,029,413	260,092	29,145		(898,512)			420,138
12/31/2002	1,172,059	321,794	17,119		(980,321)		(7,457)	523,194
12/31/2003	1,494,366	351,245	14,794		(1,041,963)	(120,913)	(66,860)	630,669
12/31/2004	1,632,181	320,302	32,436		(953,920)	(112,743)	(101,027)	817,229
12/31/2005	1,656,165	392,028	107,670	(3.259)	(1,015,887)	0	(95,250)	1,041,467
12/31/2006	1,796,592	439,779	209,958	0	(1,046,962)	0	(88,000)	1,311,367
Totals	\$ 10,596,257	\$ 2,964,962	\$ 441,930	\$ 266,449	\$ (8,216,252)	\$ (233,656)	\$ (358,594)	\$ 5,461,096

Leveraging the fund is appropriate where financing needs significantly exceed available funds; however, it impacts the DWRF by reducing the interest rate subsidy provided or reducing future loan capacity. Each year the DWRF

Eligibility List needs (currently over \$1.033 billion) are compared against the loan capacity of the DWRF. Even though demand for loans (DWRF Priority / Fundable List) in the year 2008 is less than the projected loan capacity, it is in the best interest of the program to continue leveraging in order to maintain the flexibility to meet anticipated future needs. By continuing to leverage, the program will be able to assist more communities currently on the DWRF Project Eligibility List and help those communities achieve compliance with the SDWA. To date, the leveraged loan rates have been in the range of 3.03 to 4.60 percent. Although no interest income on the grant funds and state match funds accrue to the DWRF from the leveraged loans, the long-term or perpetual nature of the DWRF remains in place.

Through August 31, 2007, the State has received a total of \$140,332,600 in federal capitalization grants (includes the \$6,666,667 transfer back to the WPCRF in 2003). Of this amount, \$31,351,415 has been set aside for non-loan activities. The State anticipates receiving a FFY08 capitalization grant of \$14,497,000 with \$4,494,070 set aside for non-project activities. This amount may change based on final federal appropriations. (See Attachments 3A and 3B.)

Under the federal portion of the DWRF, forty-two (42) direct loans (which includes thirteen Disadvantaged Communities loans totaling \$7,504,394) for \$26,336,208 and thirty-one(31) leveraged loans for \$241,185,203 have been made to-date from the DWRF utilizing the federal capitalization grants (See Attachment 4).

The Priority / Fundable List (Appendix B) documents nine (9) projects that have had an Eligibility Assessment completed and eligible projects costs of \$14.8 were identified. In addition to these nine (9) projects it is anticipated that following projects may apply for DWRF funding during 2008: Cities of Rifle (\$14 million), and Sterling (\$12.5 million) and the Towns of Arriba (\$1.2 million Disadvantaged Communities Loan), Bennett (\$2 million), Berthoud (\$8.5 million), DeBeque (\$270,000 Disadvantaged Communities Loan), Estes Park (\$4.7 million), Fairplay (\$6.7 million) Florissant (\$250,000), Georgetown (\$1.5 million), Hayden (\$2.4 million), Holly (\$355,000 Disadvantaged Communities Loan ), Hudson (\$800,000 Disadvantaged Communities Loan), Kim (\$815,000 Disadvantaged Communities Loan ), Kit Carson (\$930,000 Disadvantaged Communities Loan), Paonia (\$4.5 million Disadvantaged Communities Loan), Platteville (\$2.2 million), Turkey Canon Ranch (\$300,000), Wiggins (\$4 million Disadvantaged Communities Loan) and Williamsburg (\$1 million Disadvantaged Communities Loan.) These projects are not included on the Priority /Fundable List because an Eligibility Assessment has not yet been completed. Projects receiving an Eligibility Assessment during the calendar year will be added to the following years Priority / Fundable List for approval by the WQCC. It is anticipated that an additional \$68.9 million in DWRF loans could be executed during 2008 if all of the above mentioned projects apply for funding.

It is anticipated that a transfer of an amount up to \$10 million (as discussed below) from the DWRF to the WPCRF will be made in 2008 reducing the 2008 DWRF loan capacity from \$94 million to \$69 million.

#### **A. Transfer Activities**

As authorized by Congress, up to 33 percent of the cumulative drinking water capitalization grants for FFY 1997 through FFY 2007 (total drinking water grants at \$140.3 million) may be reserved from the DWRF and transferred to the WPCRF. The following table itemizes (\$ in millions) the amount of net SRF funds available for transfer between the two programs:

TABLE II  
Net Funds Available for Transfer

Year	Transaction	Banked Transfer Ceiling	Transferred from WPCRF – DWRF	Transferred from DWRF-WPCRF	WPCRF Funds Available for Transfer	DWRF Funds Available for Transfer
1997	CG Award	\$5.6	-----	-----	\$5.6*	\$5.6*
1998	CG Award	8.8	-----	-----	8.8	8.8
1999	CG Award	12.1	-----	-----	12.1	12.1
1999	Transfer	12.1	\$6.7**	-----	5.4	18.8
2000	CG Award	15.6	-----	-----	8.9	22.3
2001	CG Award	19.1	-----	-----	12.4	25.8
2002	CG Award	23.6	-----	-----	16.9	30.3

2003	CG Award	28.0	-----	-----	21.3	34.7
2003	Transfer	28.0	-----	\$6.7**	28	28
2004	CG Award	32.2	-----	-----	32.2	32.2
2005	CG Award	36.7	-----	-----	36.7	36.7
2006	CG Award	41.5	-----	-----	41.5	41.5
2007	CG Award	46.3	-----	-----	46.3	46.3

\* Transfers could not occur until one year after the DWRF had been established.

\*\* \$6.7 million capitalization grant funds.

The authorization to transfer funds for FY 2006 and thereafter, has been approved in the 2007 EPA Appropriations Bill. Since a number of water pollution control projects are expected to request funds in 2008, the WPCRF loan demand is expected to exceed available loan capacity. If a transfer is pursued, a stakeholders group will be notified of the State's intent to transfer capitalization funds from the DWRF to the WPCRF. Based on the Water Quality Control Commission and the Governor's approvals, a transfer of no more than \$10,000,000 will be made from the DWRF into the WPCRF in 2008. The exact amount of the transfer will be determined after either the January 15 or June 15 application deadlines, and the WPCRF and DWRF loan demands are determined. The following Tables (Table III & Table IV) provide a comparison of loan capacity impacts if a transfer of \$10, \$7 or \$5 million is made from the DWRF. None of the transferred funds will be used for administrative purposes.

**Table III**

**Calculation of Drinking Water Revolving Fund Loan Capacity for 2008 as of June 30, 2007**  
**Assuming Various Transfer to WPCRF**

	<b>\$0 Transfer</b>	<b>\$10 Million</b>	<b>\$7 Million</b>	<b>\$5 Million</b>
Capitalization grants for loans through 2007	\$ 108,981,185	\$ 108,981,185	\$ 108,981,185	\$ 108,981,185
Obligated for loans through 6/30/07	\$ 93,189,611	\$ 93,189,611	\$ 93,189,611	\$ 93,189,611
Remainder	\$ 15,791,574	\$ 15,791,574	\$ 15,791,574	\$ 15,791,574
Expected 2008 Capitalization Grant				
1.76% of \$850 million	\$ 14,960,000	\$ 14,960,000	\$ 14,960,000	\$ 14,960,000
Less Set-Asides	\$ 3,848,943	\$ 3,848,943	\$ 3,848,943	\$ 3,848,943
Total 2008 Grant	\$ 11,111,057	\$ 11,111,057	\$ 11,111,057	\$ 11,111,057
Total Grant Funds Available	\$ 26,902,631	\$ 26,902,631	\$ 26,902,631	\$ 26,902,631
Less Grant Funds used remainder of 2007	\$ 583,695	\$ 583,695	\$ 583,695	\$ 583,695
Less Transfer to WPCRF in 2008	\$ -	\$ 10,000,000	\$ 7,000,000	\$ 5,000,000
Grant \$ Available	\$ 26,902,631	\$ 16,318,936	\$ 19,318,936	\$ 21,318,936
Re-loan funds as of 06/30/07	\$ 6,029,823	\$ 6,029,823	\$ 6,029,823	\$ 6,029,823
plus: Deallocation on 9/2/07	\$ 4,621,788	\$ 4,621,788	\$ 4,621,788	\$ 4,621,788
plus: Deallocation on 9/2/08	\$ 4,418,205	\$ 4,418,205	\$ 4,418,205	\$ 4,418,205
less: Re-loan funds used Remainder of 2007	\$ -	\$ -	\$ -	\$ -
<b>Total Re-Loan Funds Available</b>	<b>\$ 15,069,817</b>	<b>\$ 15,069,817</b>	<b>\$ 15,069,817</b>	<b>\$ 15,069,817</b>
<b>Loan Capacity for 2008</b>				
Leveraged Loans from Grants X 2.4	\$ 64,566,314	\$ 39,165,446	\$ 46,365,446	\$ 51,165,446
Leveraged Loans from Re-Loan Funds X 2.0	\$ 30,139,633	\$ 30,139,633	\$ 30,139,633	\$ 30,139,633
<b>2008 DWRF Loan Capacity</b>	<b>\$ 94,705,947</b>	<b>\$ 69,305,079</b>	<b>\$ 76,505,079</b>	<b>\$ 81,305,079</b>

TABLE IV

**Calculation of Water Pollution Control Revolving Fund Loan Capacity for 2008 as of June 30, 2007**

**Assuming Various Transfer to WPCRF**

	<u>\$0 Transfer</u>	<u>\$10 million</u>	<u>\$7 million</u>	<u>\$5 million</u>
Capitalization grants through 2007	\$ 211,794,423	\$ 211,794,423	\$211,794,423	\$ 211,794,423
Obligated for loans and admin through 06/30/07	\$ 211,248,151	\$ 211,248,151	\$ 211,248,151	\$ 211,248,151
Remainder	\$ 546,272	\$ 546,272	\$ 546,272	\$ 546,272
Expected 2008 Capitalization Grant				
*0.8% of \$1.068 billion	\$ 8,547,900	\$ 8,547,900	\$ 8,547,900	\$ 8,547,900
Less 4% Administrative Fee	\$ 410,299	\$ 410,299	\$ 410,299	\$ 410,299
Total 2008 Grant	\$ 8,137,601	\$ 8,137,601	\$ 8,137,601	\$ 8,137,601
Plus Transfer from DWRF in 2008	\$ -	\$ 10,000,000	\$ 7,000,000	\$ 5,000,000
<b>Total Grant Funds Available</b>	<b>\$ 8,683,873</b>	<b>\$ 18,683,873</b>	<b>\$ 15,683,873</b>	<b>\$ 13,683,873</b>
Re-loan funds as of 06/30/07	\$ 3,873,861	\$ 3,873,861	\$ 3,873,861	\$ 3,873,861
plus: Deallocation on 9/02/07	\$ 14,326,427	\$ 14,326,427	\$ 14,326,427	\$ 14,326,427
plus: Deallocation on 9/02/08	\$ 15,028,825	\$ 15,028,825	\$ 15,028,825	\$ 15,028,825
less: Re-loan funds used for direct loans remainder 2007	\$ 5,023,880	\$ 5,023,880	\$ 5,023,880	\$ 5,023,880
<b>Total Re-Loan Funds Available</b>	<b>\$ 28,205,233</b>	<b>\$ 28,205,233</b>	<b>\$ 28,205,233</b>	<b>\$ 28,205,233</b>
<b>Loan Capacity for 2008 (includes 9/2/08 deallocation)</b>				
Leveraged Loans from Grants X 2.4	\$ 20,841,295	\$ 44,841,295	\$ 37,641,295	\$ 32,841,295
Leveraged Loans from Re-Loan Funds X 2.0	<b>\$ 56,410,466</b>	<b>\$ 56,410,466</b>	<b>\$ 56,410,466</b>	<b>\$ 56,410,466</b>
<b>2008 WPCRF Loan Capacity</b>	<b>\$ 77,251,761</b>	<b>\$ 101,251,761</b>	<b>\$ 94,051,761</b>	<b>\$ 89,251,761</b>

It is estimated that a transfer of \$5-\$10 million from the DWRF to the WPCRF will reduce the DWRF revolving level \$1-\$2.5 million/year over the next 20 years. The DWRF set-asides would not be affected and the remainder of the allocation would be deposited into the revolving fund. All identified and eligible drinking water projects that are ready for construction in 2008 will be funded out of the expected 2008 DWRF loan capacity. The transfer of capitalization funds from the DWRF to the WPCRF is not expected to cause any eligible drinking water projects to be delayed over the next few years.

This transfer of capitalization grant funds will be deposited in the WPCRF and will only be available for loans. With the statutory language approved by the Colorado State General Assembly in 2002, any transfers can be made from one account to the other with all of the appropriate approvals.

#### **B. Cross-Collateralization Activities**

Beginning in the calendar year commencing on January 1, 1999, the WPCRF, along with the DWRF, may cross-collateralize or pledge moneys on deposit in one fund to act as additional security for bonds secured by moneys on deposit in the other fund. This mechanism was utilized for both programs in 1999 and, as a result, the bond ratings for both programs were upgraded to AAA by all three bond-rating agencies. This upgrade translates to lower interest rates and thereby more savings to the borrowers of both programs.

#### **C. Operator Certification**

The 1996 Amendments to the Federal Safe Drinking Water Act required that states develop certification programs for operators of water treatment plants and distribution systems. House Bill 00-1431 adopted by the Colorado General Assembly revised the existing Colorado operators certification program, in part to meet the new federal requirements. The WQCD and the Water and Wastewater Facility Operators Certification Board have developed a program to implement the federal requirements, in accordance with the revised state statute. EPA has approved the program.

### **V. LONG TERM GOALS**

The State continues to develop long-term goals that will protect public health and ensure the integrity of the DWRF. To achieve these goals, the following objectives were developed for 2008:

1. Provide affordable financial assistance for eligible applicants while maintaining a perpetual, self-sustaining revolving fund program.
2. Provide technical assistance to governmental agencies for facilitating effective planning, design, financing, and construction of facilities to comply with the provisions of the Colorado Primary Drinking Water regulations.
3. Maintain compliance with State and Federal laws and the provisions of the State/EPA operating agreement.

### **VI. SHORT TERM GOALS**

In an effort to continually improve the DWRF program, the State will pursue the following short-term goals throughout the 2008 calendar year:

1. Within 90 days of the EPA allotment of capitalization grant funds, the Authority, in conjunction with the WQCD, will submit an application for the 2008 capitalization grant funds.
2. Conduct an availability analysis of Disadvantaged Business Enterprise firms in order to establish the 2009-2011 Disadvantaged Business Enterprise goals.
3. The WQCD will continue to make revisions to the Handbook of Procedures to conform to regulations/guidance and submit it to EPA for approval.
4. The WQCD will initiate the process for identifying projects in the FY 2009 Intended Use Plan by May 2008.
5. Submit the Annual Audit to EPA by April 30, 2008.
6. The State Revolving Fund Committee, consisting of staff from WQCD, DLG, and Authority will work toward implementing the following program improvements:

- a. Continue to meet periodically with the Funding Coordination Committee, to coordinate the financial needs of communities that are planning improvement projects identified in the 2008 IUP. The Funding Coordination Committee includes staff from the WQCD, Authority, DLG, Colorado Water Conservation Board, USDA Rural Development and the Rural Community Assistance Corporation.
- b. Evaluate the impacts of implementing a “Joint Funding Application”, through the Funding Coordination Committee, that could be available statewide for water and wastewater entities interested in receiving funding through the State Revolving Fund, Energy Impact Assistance Fund, Community Development Block Grant, and the Rural Development Programs.
- c. Improve coordination between state and federal agencies to facilitate the use of multiple sources of capital financing when appropriate.

7. Leverage funds in the DWRF to accommodate the estimated demand for eligible projects in 2008 and thereafter.

8. The following projects will be funded to address specific Safe Drinking Water Act and Colorado State Drinking Water Regulations

- a. Aging/Failing Infrastructure: City of Las Animas and the Towns of Arriba, De Beque, Holly, Kim, Williamsburg and La Veta
- b. Surface Water Treatment Rule: Towns of Fairplay, Hotchkiss, La Veta, and Paonia
- c. Filtration/Disinfection Rule: Town of Stratton
- d. Chemical Contaminants and Radionuclide Rule: Towns of Kit Carson and Larkspur, Mountain Water and Sanitation District and the East Alamosa Water District
- e. Microbiological Contaminant Rule (Total Coliform): Sedalia Water and Sanitation District
- f. Water Conservation: Towns of Eckley and Fraser

9. The WQCD will review and revise as necessary the “Guidance For Preparing Preliminary Engineering Reports” and update the “State Environmental Review Policy” specific to the DWRF.

10. The DLG will conduct a series of 4 to 8 training workshops in 2008 to help build financial and managerial capacity of small rural public water and wastewater systems.

11. The WQCD, in partnership with the Authority, will continue to utilize the shared access database for tracking project milestones.

12. The WQCD, DLG and the Authority will attend conferences such as Rural Water, Colorado Municipal League, and the Special District Association’s annual conferences to provide program information to potential borrowers.

13. The WQCD, DLG and the Authority will host training events throughout the year to provide consulting engineers and others with information about the funding process and program requirements.

## **VII. DESCRIPTION OF NON-PROJECT (SET-ASIDE) ACTIVITIES TO BE SUPPORTED BY THE DWRF**

### **A. Introduction**

The State may set aside portions of each capitalization grant for non-project (set-aside) activities. As described in the introduction, these set-asides are to be used to fund those activities necessary to accomplish the requirements of the SDWA. The WQCD has identified in this plan, the maximum amounts of set-aside funds the WQCD currently believes appropriate to best meet the goals of the safe drinking water act. Since these amounts represent the maximum amount of funding that would be devoted to each of the set-asides for this capitalization grant, no further public notification would be made by the WQCD if lesser amounts than those proposed herein are actually used.

The purpose of the set-asides is to provide the funds needed for the administration of the DWRF (4% administration), as well as to meet overall drinking water program requirements of the 1996 Amendments to the SDWA and to conduct targeted activities specified in the SDWA. The authority will provide the required 20 percent up-front state match to receive the federal capitalization grant, from which the set-asides are drawn. Beginning with the FFY02 grant, the 20 percent match for the set-aside portion has come from the loan administrative fee account. A list of the set-asides and the percentage of allocation is as follows:

- ◆ Administration (4 %)

- ◆ Small System Training and Technical Assistance (2%)
- ◆ State Drinking Water Program Management (10%)
- ◆ Local Assistance and Other State Programs (15%):
  - I. Land/Conservation Easement Acquisition for SWAP
  - II. Assistance to a Community Water System to Implement Voluntary, Incentive-Based Source Water Protection Measures
  - III. Provide Assistance to Any Public Water System as Part of a Capacity Development Strategy
  - IV. Source Water Assessment and Protection Program (SWAP)
  - V. Wellhead Protection Program

A description of each set-aside and the funding earmarked from the FFY07 capitalization grant for each activity are described below. The FFY07 capitalization grant amount is estimated based on the 2007 award, to be \$14,497,000. It is the responsibility of the WQCD to determine the amount of funds necessary under each set-aside and to meet the obligations of the SDWA. The financial status of the set-asides is summarized in Attachment 3A. The State must develop, and EPA approve, work plans that describe the activities to be accomplished to be able to use those funds.

#### **B. Administration Set-Aside**

<b>Set-Aside</b>	<b>Amount</b>	<b>Purpose</b>
Administration	\$579,880 (4%) for FFY08	To cover the cost of (1) administering the DWRF, and (2) providing technical assistance to public water systems (PWSS). Administration is an on-going activity.

FFY08 Request: Colorado is entitled to set aside up to 4 percent (\$579,880) from the capitalization grant for this set-aside. Based on project needs identified by the WQCD, the WQCD intends to set aside the full \$579,880.

Use of Funds in 2008 and Expected Accomplishments: These funds will be used to cover administrative expenses related to projects and activities authorized under the SDWA, including the provision of technical assistance to public water systems.

The outputs/activities and the anticipated outcomes (short-term/long-term) for the DWRF administration are described above in Section III. "Criteria, Methods and Evaluation for DWRF Distribution" under Part F. "DWRF Results."

#### **C. Small System Training and Technical Assistance (SSTTA)**

<b>Set-Aside</b>	<b>Amount</b>	<b>Purpose</b>
SSTTA	\$289,946 (2%) for FFY08	To provide (1) training, (2) technical assistance, and (3) provide Planning and Design Grants to small systems. SSTTA is an on-going activity.

FFY08 Request: Colorado is entitled to set aside up to 2 percent (\$289,946) from the capitalization grant for this set-aside. Based on project needs identified by the WQCD, the WQCD intends to set aside the full \$289,946.

Use of Funds in 2008 and Expected Accomplishments: Currently, training programs are being designed for 2008 and the WQCD will use funds from the 2002, 2003 and 2004 SSTTA set asides for technical assistance and Planning and Design grants for water system serving 10,000 or less in population. The Drinking Water Program is developing a comprehensive training curriculum that will be designed to cover all the topics required by competent operators. This will increase the use of these SSTTA funds in 2008. Outputs/Activities

- Number of systems receiving technical assistance.
- Number of systems receiving planning and design grants.

- Anticipated Outcomes (short-term/long-term)
- Improved operational and/or financial efficiency for participating systems.
- Improved compliance for systems receiving SSTTA.

#### D. State Drinking Water Program Management

Set-Aside	Amount	Purpose
State Program Management	\$1,449,700 (10%) for FFY08	To administer the State Public Water Supply Supervision (PWSS) Program, which includes regulations development, compliance monitoring, data management, compliance assistance and enforcement. Can also be used to: --Administer or provide technical assistance for SWAP, --Develop and implement a capacity development strategy, --Administer and implement operator certification program. PWSS program implementation and the other activities are on-going.

FFY08 Request: Colorado is entitled to set aside up to 10 percent (\$1,449,700) from the capitalization grant for this set-aside. The act requires that this set-aside be matched one-for-one with available State expenditures as described below. Based on the qualifying expenditures, the WQCD intends to set aside the full \$1,449,700.

In addition to the up-front 20 percent match required for the State to qualify for the full capitalization grant, a dollar-for-dollar match must be provided by the State. The dollar-for-dollar federal match requirement will be met by utilizing drinking water program general funds, drinking water operator certification fees, drinking water related expenditures from the State laboratory, and 1993 Drinking Water Grant matching funds from the WQCD. The laboratory contribution includes analyses of drinking water samples. According to the Act, State program match funds that were expended in 1993 can be used to provide up to 50 percent of the set-aside match. Current year State funds in excess of the minimum required for the PWSS Program grant included in the Department's Performance Partnership grant may also be used. The program funding sources that qualify as match (program general funds in excess of PWSS grant match requirements, operator certification program fees, drinking water related laboratory expenditures, and 1993 Drinking Water Program State expenditures) allows the WQCD to take \$1,449,700.

Currently, a portion of this set-aside is being used to fund numerous staff for implementation of the many new program requirements associated with the 1996 reauthorization of the SDWA. The staffing for the Drinking Water Program is spread among the program core staff, the Engineering Section, and the Compliance Assurance and Data Management Section.

Use of Funds in 2008 and Expected Accomplishments: For 2008, the efforts initiated and accomplished in prior years will be continued. New efforts will include increased focus on compliance assurance through the Systems of Concern process, improved data management and enhanced communication with drinking water systems.

##### Outputs/Activities

- Number of systems identified for compliance assurance and enhanced communication.
- Data management system upgrades/maintenance.

##### Anticipated Outcomes (short-term/long-term)

- Improved system communication resulting in drinking water compliance progress and attainment.
- Improved data quality demonstrated through data verification.

#### E. Local Assistance and Other State Programs

Set-Aside	Amount	Purpose
Local Assistance Set-Asides:	\$2,174,550 15% of total (no)	Consists of the following five

	more than 10% for any one of the following activities)	activities:
SWAP Land Acquisition (PWS Loan)	See below for funding requests	See below for set-aside descriptions
SWAP Implementation (PWS Loan)		
Capacity Development		
Source Water...(SWAP)*		
Wellhead...*		

\* The Wellhead Protection Program (for groundwater systems) was created by the Safe Drinking Water Act Amendments of 1986. The Colorado Wellhead Protection Program Plan was issued in 1994. The Source Water Assessment and Protection Program (SWAP) was created by the SDWA Amendments of 1996. The Colorado Source Water Assessment and Protection Program Plan was issued in 2000. Programmatically, SWAP combines both groundwater and surface water activities (although the original Wellhead Protection Program has some features which are somewhat different from SWAP). For budgetary purposes, however, SWAP set-aside funds were required to be dedicated to surface water systems and Wellhead set-aside funds to groundwater systems. Once all the SWAP assessments are complete, the two programs will be integrated into one program plan.

FFY08 Request: Colorado is entitled to set aside up to 15 percent (\$2,174,550) from the capitalization grant for these five combined activities. However, no more than 10 percent (\$1,449,700) may be used for any one of the individual local assistance set-asides. The specific amounts indicated below are based on project needs identified by the WQCD and total \$2,174,550 (\$1,449,700 Capacity Development plus \$724,850 Wellhead Protection.) The five set-asides are described as follows:

**1. Loans to public water systems to acquire land or conservation easements for source water protection purposes.**

Set-Aside	Amount	Purpose
Local Land Acquisition for SWAP	\$0 for FFY08	To provide loans to PWSS to acquire land or conservation easements to protect source water areas

FFY08 Request: None. The WQCD is not setting aside any funds for this purpose from its FFY08 capitalization grant.

**2. Loans to community water systems to implement voluntary, incentive based source water quality protection measures.**

Set-Aside	Amount	Purpose
Local SWAP Implementation	\$0 for FFY08	To provide loans to PWSS to implement source water protection measures.

FFY08 Request: None. The WQCD is not setting aside any funds for this purpose from its FFY08 capitalization grant.

**3. Capacity Development**

Set-Aside	Amount	Purpose
Capacity Development	\$1,449,700 (10%) for FFY08	To implement the capacity development strategy to assist new and existing systems to achieve and maintain technical, managerial, and financial capacity. A portion will be used to support the SWAP activities described below.

FFY08 Request: Colorado is entitled to set aside up to 10 percent (\$1,449,700) from the capitalization grant for this activity. Based on the Authority match described below, the WQCD intends to set aside the entire \$1,499,700. A portion of this (\$182,864) will be used to support the SWAP activities described below.

Use of Funds in 2008 and Expected Accomplishments: For 2008, the efforts initiated and accomplished previously will be continued. Additional output activities included in the EPA approved work plan to be expanded or initiated are as follows:

- ◆ Development of a performance enhancement program for surface water systems of Colorado to ensure plants are operating at peak capabilities to ensure continuously safe drinking water.
- ◆ Preparation of a series of informational booklets for public water systems on the applicable drinking water regulations and guidelines.
- ◆ Continued improvements to the CDPHE drinking water web site to include access to new information and operator training.
- ◆ Continued implementation of a "Systems of Concern" program to identify and provide technical assistance to selected water systems in violation of regulations, including those either on the significant non-compliance (SNC) list or soon to be on the SNC list. This effort will utilize WQCD staff and contractors with the goal of both resolving the violation and ensuring the water system has technical, managerial, and financial capacity.
- ◆ Development of TMF Assessments and delivery of unique assistance programs tailored to each system.
- ◆ Continued implementation of the Colorado Strategy for Arsenic Reduction (CO-STAR) project to assist public water systems to comply with the revised arsenic standards.
- ◆ Development and implementation of a program to assist systems with radionuclides in their source waters, to help them comply with existing and anticipated radionuclide regulations.
- ◆ Continuation of operator training to conduct analyses required for compliance with the recently promulgated disinfectants/disinfection by-products (DDBP) and interim enhanced surface water treatment rules.
- ◆ Continuation of operator training for the DDBP (i.e., surface water treatment rule) at various locations throughout Colorado.
- ◆ Implementation of an electronic sanitary survey for the WQCD's Engineering Section to use with handheld devices. Also extension of these tools to our non-community ground water inspection program.

Anticipated Outcomes (short-term/long-term):

- Improved performance based on implementation of enhancement program for surface water systems.
- Improved compliance associated with the drinking water regulations and guidelines booklets provided to public water systems.
- Improved CDPHE drinking water web site to access new information and operator training schedules.
- Enhanced system compliance for "Systems of Concern" by identifying and providing technical assistance to water systems either on the significant non-compliance (SNC) list or soon to be on the SNC list.
- Enhanced system compliance with revised regulatory requirements for public water systems.
- Enhanced system compliance through operator training with the disinfectants/disinfection by-products (DDBP) and interim enhanced surface water treatment rules.
- Improved DDBP (i.e., surface water treatment rule) compliance at various locations throughout Colorado based on operator training.
- Improved management efficiency and effectiveness through the use of electronic sanitary surveys in the field by WQCD's Technical Services Unit by using handheld devices and software developed by EPA.

#### **4. Source Water Assessment and Protection Program (SWAP)**

<b>Set-Aside</b>	<b>Amount</b>	<b>Purpose</b>
SWAP	\$0 for FFY08	To delineate and assess source water areas for surface and ground water systems. SWAP assessment reports were completed in December 2004.

FFY08 request: The WQCD set-aside the full FFY97 allotment of \$1,678,410, based on project needs identified by the WQCD. The SWAP allotment was a one-time allotment. The SWAP set-aside was fully expended during the FFY06 period.

### 5. Wellhead Protection Program (WHP)

Set-Aside	Amount	Purpose
Wellhead Protection	\$724,850 for FFY08	To delineate and assess source water areas for ground water systems. Produce new WHP assessment reports as necessary. Support development and implementation of local ground water protection plans.

FFY08 Request: The WQCD intends to use \$724,850.

Use of Funds in 2008 and Expected Accomplishments: The Wellhead Program will work towards implementation of the following output activities:

- Completion of revised ground water susceptibility assessments.
- Completion of new ground water source water delineations.
- Development and implementation of ground water protection plans.
- Public water system data improvement.
- Public water system community information and education.
- Compilation and reporting of the national source water protection measures to EPA.

Anticipated Outcomes (short-term/long-term)

- Enhanced ground water susceptibility assessments to improve compliance.
- Improved ground water protection plans.
- Enhanced WHP data management.
- Enhance community information and education.
- Improved data compilation and reporting.

## VIII. MISCELLANEOUS INFORMATION

The State will provide the necessary assurance and certifications as part of the Capitalization Grant Agreement and Operating Agreement between the State and EPA.

The proposed payment schedule using FFY 2008 Drinking Water funds will be included in the application for the capitalization grant. The payment schedule identifies the anticipated amount of EPA Automated Clearinghouse (ACH) draws from the capitalization grant and state dollars to be deposited into the DWRF.

The State legislation (SB 95-083) established the DWRF as an enduring and viable fund. The DWRF shall be maintained and be available in perpetuity for providing financial assistance as authorized and limited by the SDWA.

## IX. PUBLIC REVIEW AND COMMENT

The Colorado State Water Quality Control Commission published this information and held an Administrative Action Hearing on November 13, 2007 at which time the State's 2008 IUP including the 2008 DWRF Eligibility List and Project Priority / Fundable List were approved.

Each year, the IUP will be amended to include additional DWRF projects and other appropriate changes. The WQCD will continually seek public review and comment for the proposed list of eligible projects and IUP brought before the State Water Quality Control Commission for annual approval.

**Appendix A**  
**Drinking Water Revolving Fund**  
**2008 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030001D	5	Academy WSD	Pleasant View Estates	Colorado Springs	El Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$75,000	750
050001D	2	Akron, Town of		Akron	Washington	Improvement / Expansion of Water Treatment Facility	\$1,000,000	1,785
000001D	2	Alamosa, City of		Alamosa	Alamosa	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$16,500,000	8,300
040001D	5	Alma, Town of		Alma	Park	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	235
070006D	3	Arabian Acres Metropolitan District		Woodland Park	Teller	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$362,000	300
960126D	5	Arapahoe County WWA		Englewood	Arapahoe	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$26,300,000	20,000
030002D	5	Arriba, Town of		Arriba	Lincoln	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$1,200,000	245
010003D	5	Aspen Springs MD		Pagosa Springs	Archuleta	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$15,000,000	1,800
070017D	5	Aspen Village MD		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	300
010002D	5	Aspen, City of		Aspen	Pitkin	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,658,000	6,600
960004D	5	Ault, Town of		Ault	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	1,450
960005D	3	Baca Grande WSD		Crestone	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	563
050002D	5	Basalt, Town of		Basalt	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,235,000	2,000
050003D	5	Baseline WD		Boulder	Boulder	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	1,000
990002D	5	Bayfield, Town of		Bayfield	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$750,000	1,800
960127D	5	Bear Creek WSD		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$407,561	167
960182D	3	Bellyache Ridge MD		Edwards	Eagle	Distribution / Transmission Lines Construction / Rehabilitation	\$250,000	180
960007D	3	Bennett, Town of		Bennett	Adams	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,030,000	2,085
030004D	5	Berkeley WSD		Denver	Adams	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	2,000

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990003D	5	Berthoud, Town of		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,500,000	4,839
050004D	5	Bethune, Town of		Bethune	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$619,952	225
960184D	5	Beulah WD		Beulah	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$210,000	960
030005D	3	Black Hawk, City of		Black Hawk	Gilpin	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$10,250,000	108
960009D	3	Blanca, Town of		Blanca	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities; Water Meters	\$600,000	402
040003D	1	Brighton, City of		Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,900,000	29,000
050006D	5	Bristol WSD		Bristol	Prowers	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$566,000	200
990008D	5	Buffalo Creek WD		Buffalo Creek	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$57,000	250
960189D	5	Burlington, City of		Burlington	Kit Carson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$7,600,000	3,675
070018D	5	Buttermilk MD		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$118,000	215
000003D	5	Byers WSD		Byers	Adams	Distribution / Transmission Lines Construction / Rehabilitation	\$40,000	1,250
960012D	5	Canon City, City of		Canon City	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,200,000	35,010
010006D	4	Carbondale, Town of		Carbondale	Garfield	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$1,500,000	5,196
960130D	3	Carter Lake Filter Plant WD		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility	\$12,492,568	50,000
050074D	3	Cascade #1 MD		Cascade	El Paso	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$980,000	1,500
050007D 050007D-2	5	Castle Pines MD		Castle Rock	Douglas	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$10,015,000	3,200

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000004D	4	Cedaredge, Town of		Cedaredge	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$3,615,326	2,001
050008D	5	Center, Town of		Center	Saguache	Water Storage Facilities	\$55,000	840
050009D	5	Central City, City of		Central City	Gilpin	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,700,000	700
060015D	3	Cherokee MD		Colorado Springs	El Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$300,000	17,500
080006D	3	Cheyenne Wells, Town of		Cheyenne Wells	Cheyenne	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$870,000	985
050067D	1	Clear Creek County	Mill Creek Park WIA	Dumont, Mill Creek	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$83,000	62
050010D	5	Clearwater MD		Denver	Elbert	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,500,000	1,000
050011D	2	Clifton WD		Clifton	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$12,500,000	35,000
050012D	5	Coal Creek, Town of		Coal Creek	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$58,000	383
030009D	4	Colorado Centre MD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$350,000	2,500
050013D	3	Colorado City MD		Colorado City	Pueblo	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$7,500,000	2,318
080007D	5	Colorado Springs Utilities		Colorado Springs	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Water Storage Facilities	\$59,000,000	362,000
050014D	5	Columbine Lake WD		Grand Lake	Grand	Distribution / Transmission Lines Construction / Rehabilitation	\$1,600,000	1,100
050015D	5	Copper Mountain Consolidated MD		Copper Mountain	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,400,000	5,000
050016D	5	Cortez, City of		Cortez	Montezuma	Improvement / Expansion of Water Treatment Facility	\$2,858,925	8,081
960017D	5	Costilla County WSD		San Luis	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$741,000	1,000
990013D	5	Cottonwood WSD		Englewood	Douglas	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$8,540,000	2,375
010009D 010009D-2	3	Craig, City of		Craig	Moffat	Improvement / Expansion of Water Treatment Facility	\$9,000,000	9,400
050017D	5	Creede, Town of		Creede	Mineral	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	417
960163D	5	Crested Butte South MD		Crested Butte South	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,600,000	1,200

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080009D	5	Crested Butte, Town of		Crested Butte	Gunnison	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facility	\$1,750,000	1,600
070015D	3	Crestone, Town of		Crestone	Saguache	Connect to Existing Facility; Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters; Land Acquisition	\$1,500,394	130
990014D	3	Cripple Creek, Town of		Cripple Creek	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$435,000	1,300
060002D	3	Cucharas WSD		Cucharas	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$350,000	200
080012D	3	Cucharas WSD		Cucharas	Huerfano	Improvement / Expansion of Existing Water Treatment Facility	\$480,000	200
050018D	3	Dacono, City of		Dacono	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,754,869	3,800
040005D	3	De Beque, Town of		DeBeque	Mesa	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant	\$270,000	500
080003D	5	Del Norte, Town of		Del Norte	Rio Grande	Water Meters	\$1,413,341	1,800
080011D	5	Delta County	Upper Surface Creek Domestic WUA	Cedaredge	Delta	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,700
960021D	5	Dillon, Town of		Dillon	Summit	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$2,441,000	803
030016D	3	Dinosaur, Town of		Dinosaur	Moffat	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	330
050019D	3	Divide MPC MD		Divide	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$116,500	10
960024D	4	Dolores, Town of		Dolores	Montezuma	Improvement / Expansion of Water Treatment Facility	\$410,000	1,000
040006D	4	Dove Creek, Town of		Dove Creek	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$128,000	695
960026D	5	Durango West #1 MD		Durango	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,640,000	1,000
040007D	4	Durango West #2 MD		Durango	La Plata	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,020,000	900
020019D	4	Eagle River WSD		Vail	Eagle	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$17,700,000	20,500
070004D	3	Eagle, Town of	Western Eagle County Recreation District	Eagle	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$25,000	4,400
000007D	2	East Alamosa WSD		Alamosa	Alamosa	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,100,000	1,432
010011D	4	East Cherry Creek Valley WSD		Aurora	Arapahoe	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$15,000,000	50,000
960027D	5	East Valley Metro WSD		Centennial	Arapahoe	Water Storage Facilities	\$300,000	300

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050021D	2	Eckley, Town of		Eckley	Yuma	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,025,000	278
060016D	4	Edgewater, City of		Edgewater	Jefferson	Improvement / Expansion of Water Treatment Facility	\$100,000	5,445
060004D	2	Elizabeth, Town of		Elizabeth	Elbert	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities	\$1,800,000	1,500
020022D	5	Empire, Town of		Empire	Clear Creek	Improvement / Expansion of Existing Water Treatment Plant; Connection to a New or Existing Water Treatment Plant; Water Meters	\$870,000	400
030019D	5	Erie, Town of		Erie	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	15,000
990019D	3	Estes Park, Town of		Estes Park	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,750,000	5,578
960199D	5	Evans, City of		Evans	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	21,000
050022D	3	Fairplay, Town of		Fairplay	Park	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$6,750,000	715
960032D	5	Firestone, Town of		Firestone	Weld	New Regional Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$10,133,250	8,900
060019D	3	Flagler, Town of		Flagler	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	631
080014D	3	Florence, City of		Florence	Fremont	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,300,000	3,795
030021D	4	Florissant WSD		Florissant	Teller	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$250,000	43
960201D	3	Forest Lakes MD (La Plata)		Forest Lakes	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,500,000	1,883
030022D	3	Forest View Acres WD		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,800,000	900
050023D	5	Fort Collins, City of		Fort Collins	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$5,600,000	129,000
050024D	5	Fort Lupton, City of		Fort Lupton	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,500,000	8,000
070008D	3	Fort Morgan, City of		Fort Morgan	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,500,000	12,000
030023D	3	Fountain Valley Authority		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$1,500,000	65,000

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040032D	5	Fountain, City of		Fountain	El Paso	New Drinking Water Treatment Plant; Water Supply Facilities	\$30,000,000	15,675
010013D	5	Fowler, Town of	Westcamp	Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$100,000	1,700
960038D	4	Fowler, Town of		Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Water Meters	\$500,000	1,700
980250D	5	Franktown Business Area MD	Douglas County	Franktown	Douglas	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$6,500,000	200
050025D	2	Fraser, Town of		Fraser	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$1,534,500	1,000
080008D	5	Gateway Metropolitan District		Basalt	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,899,014	418
030025D	1	Genesee WSD		Golden	Jefferson	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$4,150,000	4,010
080018D	3	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	203
960161D	3	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation	\$585,000	203
030026D	5	Georgetown, Town of		Georgetown	Clear Creek	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,500,000	1,125
080010D	5	Gilcrest, Town of		Gilcrest	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$8,000,000	1,200
070019D	5	Grace Mar Water District		Lafayette	Boulder	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$80,000	27
990021D	5	Granada, Town of		Granada	Prowers	Water Storage Facilities	\$146,000	640
960136D	5	Grand Junction, City of		Grand Junction	Mesa	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$785,000	40,000
960174D	4	Grand Lake, Town of		Grand Lake	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	476
070013D	5	Grover, Town of		Grover	Weld	Water Supply Facilities	\$6,000	154
010015D	2	Gunnison County	Somerset Domestic WD	Somerset	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$465,000	520
050027D	5	Gunnison County	Dos Rios Water	Gunnison	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$3,900,000	750
990009D	4	Gunnison, City of		Marble	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$515,100	104
990045D	4	Hamilton Creek MD		Silverthorne	Summit	Improvement / Expansion of Water Treatment Facility	\$2,000,000	200
030028D	4	Hartman, Town of		Hartman	Prowers	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant; Water Storage Facilities	\$700,000	108

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010016D	1	Haswell, Town of		Haswell	Kiowa	Improvement / Expansion of Water Treatment Facility	\$180,000	84
050028D	3	Haxtun, Town of		Haxtun	Phillips	Distribution / Transmission Lines Construction / Rehabilitation	\$50,000	984
960137D	4	Hayden, Town of		Hayden	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,425,000	1,700
960171D	1	Highland Lakes WD		Divide	Teller	Construction of a New Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,950,000	1,100
020020D	5	Hi-Land Acres WSD		Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$700,000	350
040033D	2	Hillrose, Town of		Hillrose	Morgan	New Water Treatment Facility; Improvement/Expansion of Treatment Facility; Connect to Existing Facility; Consolidation of Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage; Water Supply Facilities; Water Meters	\$1,721,952	275
960045D	5	Holly, Town of		Holly	Prowers	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$355,201	1,015
990023D	5	Holyoke, City of		Holyoke	Phillips	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,575,000	2,261
080005D	4	Hooper, Town of		Alamosa		New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,000,000	125
020032D	5	Hoover Hill WSD		Boulder	Boulder	Water Meters	\$100,000	265
960047D	1	Hot Sulphur Springs, Town of		Hot Sulphur Springs	Grand	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,600,000	534
010017D	4	Hotchkiss, Town of		Hotchkiss	Delta	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility	\$2,000,000	2,000
020023D	5	Hudson, Town of		Hudson	Weld	Improvement / Expansion of Water Treatment Facility	\$800,000	1,600
010018D	5	Idaho Springs, City of		Idaho Springs	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$3,200,000	1,885
020018D	3	Idledale WSD		Morrison	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,296,570	350
960050D	3	Ignacio, Town of		Ignacio	La Plata	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	740
030029D	1	Indian Hills WD		Indian Hills	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$340,344	1,100
960051D	1	Jamestown, Town of		Jamestown	Boulder	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$933,500	260
050029D	3	Julesburg, Town of		Julesburg	Sedgwick	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$350,000	1,467

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030031D	5	Keenesburg, Town of		Keenesburg	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	1,150
030032D	2	Ken Caryl West Ranch WD		Morrison	Jefferson	New Regional Water Treatment Facilities; Water Storage Facilities	\$300,000	100
960208D	5	Kersey, Town of		Kersey	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,200,000	1,420
030033D	5	Kim, Town of		Kim	Las Animas	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$815,000	76
080013D	5	Kiowa, Town of		Kiowa	Elbert	Improvement / Expansion of Existing Water Treatment Facility; Connect To Existing Facility; Water Storage Facility	\$2,000,000	618
960056D	1	Kit Carson, Town of		Kit Carson	Cheyenne	Construction of a New Water Treatment Facility; Water Storage Facilities; Land Acquisition	\$930,000	250
960057D	3	Kremmling, Town of		Kremmling	Grand	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$6,000,000	1,600
040011D	5	La Jara, Town of		La Jara	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$1,000,000	850
030035D	2	La Junta, City of	Eureka Water Co (1)	La Junta	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,649,000	498
020024D	3	La Veta, Town of		La Veta	Huerfano	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,524,000	950
050030D	5	Lake City, Town of		Lake City	Hinsdale	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$2,000,000	404
060013D	3	Lakewood, City of		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$1,500,000	5,500
050031D	5	Lamar, City of		Lamar	Prowers	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,675,000	8,420
070003D	3	Larimer County	Glacier View Meadows Water and Sewer Assoc	Livermore	Larimer	Distribution / Transmission Lines Construction / Rehabilitation	\$310,000	400
960061D	2	Larkspur, Town of		Larkspur	Douglas	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,474,500	250
050032D	5	Las Animas, City of		Las Animas	Bent	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$5,020,000	4,301
050033D	5	Limon, Town of		Limon	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply	\$375,000	2,250
060009D	5	Little Thompson WD		Berthoud	Larimer	Improvement / Expansion of Water Treatment plant; Distribution / Transmission Lines Construction / Rehabilitation.	\$15,000,000	20,000
020004D	5	Lochbuie, Town of		Lochbuie	Weld	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$5,500,000	6,500

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030040D	1	Log Lane Village, Town of		Log Lane Village	Morgan	New Drinking Water Treatment Plant; Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$3,700,000	1,006
030070D	4	Longmont, City of		Longmont	Boulder	New Drinking Water Treatment Plant	\$60,000,000	70,000
060010D	5	Lookout Mountain WD		Golden	Jefferson	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$920,000	1,300
060014D	5	Loveland, City of		Loveland	Larimer	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$16,500,000	63,000
960067D	3	Lyons, Town of		Lyons	Boulder	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$8,000,000	1,617
000011D	4	Mancos, Town of		Mancos	Montezuma	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$850,000	1,250
050034D	3	Manitou Springs, City of		Manitou Springs	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,440,000	5,000
020005D	5	Meeker, Town of		Meeker	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$125,000	2,500
960214D	4	Mesa Cortina WSD		Silverthorne	Summit	Distribution / Transmission Lines Construction / Rehabilitation	\$250,000	800
070016D	5	Mesa County	Ute WCD - Brunner's Artesian WS	Grand Junction	Mesa	Construction of a New Water Treatment Facility; Connect To Existing Facility	\$1,000,000	100
070016D	5	Mesa County	Gateway -	Grand Junction	Mesa	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	251
010024D	5	Mesa WSD		Mesa	Mesa	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$175,000	400
050035D	5	Milliken, Town of		Milliken	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$4,180,000	6,000
080019D	5	Moffat, Town of		Moffat	Saguache	New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,500,000	113
050036D	5	Monte Vista, City of		Monte Vista	Rio Grande	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	4,700
960071D	5	Montezuma, Town of		Montezuma	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,015,000	42
030042D	5	Monument, Town of		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,325,000	1,900
960073D	5	Morgan County Quality WD		Fort Morgan	Morgan	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$15,450,000	2,500
050037D	3	Morrison Creek Metro WSD		Stagecoach	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,400,000	700

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960074D	3	Morrison, Town of		Morrison	Jefferson	Construction of a New Water Treatment Facility; Connect to Existing Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	400
960075D	4	Mount Crested Butte WSD		Mt Crested Butte	Gunnison	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$6,000,000	6,000
080015D	3	Mountain View Villages WSD		Leadville	Lake	New Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
040015D	2	Mountain WSD		Conifer	Jefferson	Improvement / Expansion of Water Treatment Facility	\$600,000	900
010025D	5	Munn's Addition WSD		Brush	Morgan	Consolidation of Water Treatment Facilities; Water Supply Facilities	\$500,000	80
070011D	5	Naturita, Town of		Naturita	Montrose	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	635
060027D	3	Nederland, Town of		Nederland	Boulder	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Plant	\$2,800,000	1,500
960078D	3	North Shore WSD		Granby	Grand	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facility	\$1,800,000	280
030043D	5	Northern Douglas County WSD	McArthur Ranch Inclusion	Littleton	Douglas	Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	230
040016D	5	Northern Douglas County WSD	Chatfield East Estates Inclusion	Littleton	Douglas	Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,100,000	400
960080D	3	Norwood, Town of	Norwood Water Commission	Norwood	San Miguel	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,101,100	1,500
960082D	5	Oak Creek, Town of		Oak Creek	Routt	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,900,000	900
080016D	5	Oak Meadows WA		Glenwood Springs	Garfield	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,300,000	70
960084D	3	Olde Stage WD		Boulder	Boulder	Water Storage Facilities	\$250,000	250
030044D	3	Ophir, Town of		Ophir	San Miguel	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities; Water Meters	\$526,085	175
960085D	5	Orchard City, Town of		Orchard City	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$10,000,000	3,100
030045D	5	Ordway, Town of		Ordway	Crowley	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,100,000	1,322
070001D	2	Otero County	South Swink Water Co.	Swink	Otero	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Connect To Existing Facility	\$400,000	600
070007D	2	Otero County	Valley Water Company	Manzanola	Otero	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facility	\$200,000	270
030051D	5	Ouray, City of		Ouray	Ouray	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	813

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050038D	5	Ovid, Town of		Ovid	Sedgwick	Distribution / Transmission Lines Construction / Rehabilitation	\$1,278,550	333
960087D	5	Pagosa Area WSD		Pagosa Springs	Archuleta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$23,542,330	10,000
030052D	4	Paint Brush Hills MD		Falcon	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,145,000	1,200
040022D 040022D-2	3	Palisade, Town of		Palisade	Mesa	Distribution / Transmission Lines Construction / Rehabilitation	\$1,200,000	3,000
010028D	3	Palmer Lake, Town of		Palmer Lake	El Paso	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,300
000015D	3	Paonia, Town of		Paonia	Delta	New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,540,000	2,200
030053D	5	Parachute, Town of		Parachute	Garfield	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$512,000	1,360
010033D	5	Parkville WD		Leadville	Lake	Water Supply Facilities	\$750,000	8,000
960092D	4	Penrose WD		Penrose	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,000,000	3,280
960219D	5	Perry Park WSD		Larkspur	Douglas	Water Storage Facilities; Water Supply Facilities	\$1,500,000	3,100
010030D	3	Phillips County	Amherst Unincorp Area	Amherst	Phillips	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$250,000	200
070002D	5	Pierce, Town of		Pierce	Weld	New Water Treatment Plant; Improvement / Expansion of Water Treatment Facility	\$1,630,000	884
990035D	1	Pine Drive WD		Beulah	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$208,000	350
960093D	2	Pinewood Springs WD		Pinewood Springs	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities;	\$2,405,000	750
010031D	5	Pioneer Lookout WD		Monument	El Paso	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$45,000	100
060011D	3	Platte Canyon WSD		Littleton	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$400,000	19,366
960094D	5	Platteville, Town of		Platteville	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,200,000	2,500
050039D	3	Poncha Springs, Town of		Poncha Springs	Chaffee	Construction of a New Water Treatment Facility; Connection to a New or Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,400,000	570
050040D	3	Powderhorn #1 MD		Mesa	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,000,000	1800

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050041D	3	Pritchett, Town of		Pritchett	Baca	Water Storage Facilities	\$533,000	150
990036D	5	Project 7 WA		Montrose	Montrose	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$10,000,000	44,500
020035D	3	Prowers County	May Valley Water Assoc	Wiley	Prowers	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$50,000	1,500
010050D	4	Pueblo West MD		Pueblo West	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation	\$3,500,000	4,500
050042D	5	PV Water and Sanitation MD		Adams or Weld Co	Weld	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	10,000
960225D	3	Rainbow Valley WD		Woodland Park	Teller	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$62,000	185
060012D	5	Ralston Valley WSD		Arvada	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$1,200,000	1,300
020006D	5	Rangely, Town of		Rangely	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	2,200
050043D	2	Raymer, Town of		Raymer	Weld	Improvement / Expansion of Water Treatment Facility	\$300,000	73
040023D	4	Red Cliff, Town of		Red Cliff	Eagle	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	350
040024D	3	Red Rock Valley Estates WD		Colorado Springs	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters; Land Acquisition	\$2,345,000	220
060022D	4	Redstone WSD		Redstone	Pitkin	Improvement / Expansion of Water Treatment Facility	\$100,000	300
050044D	5	Resource Colorado Water and Sanitation MD		Adams or Weld Co	Weld	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$40,000,000	10,000
960098D	1	Rico, Town of		Rico	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$200,000	250
960099D	5	Ridgewood WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,055,000	95
040025D	4	Ridgway, Town of		Ridgway	Ouray	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$750,000	500
020007D	1	Rifle, City of		Rifle	Garfield	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Eliminate Raw Water Taps	\$14,000,000	8,600
960227D	4	Rocky Ford, City of		Rocky Ford	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,050,000	4,213

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020028D	3	Round Mountain WSD		Westcliffe	Custer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,080,000	1,056
960160D	4	Routt County	Hahn's Peak	Steamboat Springs	Routt	Eliminate Individual Private Wells; Water Supply Facilities	\$1,800,000	150
960164D	5	Roxborough WSD		Littleton	Douglas / Jefferson / Arapahoe	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$16,046,000	8,900
960102D	5	Rye, Town of		Rye	Pueblo	Improvement / Expansion of Water Treatment Facility; Water Meters	\$100,000	202
960142D	3	Saguache, Town of		Saguache	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$150,000	578
990039D	4	Salida, City of		Salida	Chaffee	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,150,000	5,504
040026D	3	San Juan River Village MD		Pagosa Springs	Archuleta	Improvement / Expansion of Water Treatment Facility	\$550,000	500
030059D	4	San Luis WSD		San Luis	Costilla	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities; Water Meters	\$630,000	739
960104D	5	Sanford, Town of		Sanford	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$250,000	783
030060D	5	Sawpit, Town of		Sawpit	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$130,000	45
960105D	5	Sedalia WSD		Sedalia	Douglas	Improvement of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,525,000	220
040027D	3	Sedgwick, Town of		Sedgwick	Sedgwick	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$769,000	183
000017D	5	Seibert, Town of		Seibert	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$3,000,000	194
030061D	5	Severance, Town of		Severance	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$929,000	1,050
070009D	5	Sheridan, City of	Oxford to Union SID	Sheridan	Arapahoe	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$1,107,000	5,250
020008D	5	Silt, Town of		Silt	Garfield	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,600,000	2,200
050075D	5	Silver Heights WSD		Castle Rock	Douglas	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,600,000	350
960107D	1	Silver Plume, Town of		Silver Plume	Clear Creek	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,562,388	1,220
990041D	3	Silverton, Town of		Silverton	San Juan	Construction of a New Water Treatment Plant	\$3,000,000	550
040028D	1	Simla, Town of		Simla	Elbert	Improvement / Expansion of Water Treatment Facility	\$100,000	550
030062D	5	South Adams County WSD		Commerce City	Adams	Water Storage Facilities	\$2,000,000	47,000

**Appendix A**  
**Drinking Water Revolving Fund**  
**2008 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030063D	5	South Fork WSD		South Fork	Rio Grande	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	1,000
040029D	4	Southeast La Plata Rural WD		Durango	La Plata	Construction of a New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$15,048,000	4,900
050046D	1	Springfield, Town of		Springfield	Baca	Water Supply Facilities	\$300,000	1,600
960145D	3	St Charles Mesa WD	Blende, Vineland, Avondale, Pueblo	Pueblo	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,250,000	10,418
030064D	4	Steamboat Lake WSD		Clark	Routt	Construction of a New Water Treatment Facility; Water Storage Facilities; Water Supply Facilities; Water Meters	\$650,000	300
960156D	2	Sterling, City of		Sterling	Logan	New Regional Water Treatment Facilities; Connection to a New or Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$12,500,000	13,800
050047D	3	Stonegate Village MD		Parker	Douglas	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,000,000	8,000
980244D	5	Stratmoor Hills WD		Colorado Springs	El Paso	New Regional Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$797,374	6,300
050048D	5	Stratton, Town of		Stratton	Kit Carson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,000,000	669
960230D	5	Summit Ridge WD		Mancos	Montezuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$700,000	1,400
050049D	3	Tabernash Meadows WSD	Pole Creek Subdivision	Tabernash	Grand	New Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Water Supply Facilities	\$2,000,000	100
040030D	5	Teller County #1 WSD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$600,000	625
010036D	5	Telluride, Town of		Telluride	San Miguel	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$9,550,000	5,000
080017D	3	Thornton, City of		Thornton	Adams	Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities	\$10,800,000	132,000
020010D	5	Thunderbird WSD		Sedalia	Douglas	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$720,000	425
080001D	2	Timbers Water & Sanitation District		Steamboat Springs	Routt	Improvement / Expansion of Existing Water Treatment Plant	\$150,000	100
070005D	5	Tri-County WCD	Ouray Regional Water Treatment Plant / Town of Ridgeway	Ridgway	Ouray	New Regional Water Treatment Plant; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$7,000,000	17,000
990046D	4	Trinidad, City of		Trinidad	Las Animas	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$17,800,000	9,254

**Appendix A**  
**Drinking Water Revolving Fund**  
**2008 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
050050D	5	Turkey Canon Ranch WD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$300,000	75
040031D	2	Two Buttes, Town of		Two Buttes	Baca	Improvement / Expansion of Water Treatment Facility	\$100,000	100
050051D	5	Upper Eagle Regional WA		Avon, Edwards	Eagle	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$9,180,000	32,500
050052D	1	Vilas, Town of		Vilas	Baca	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,000	147
060023D	3	Vona, Town of		Vona	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	95
960115D	3	Walden, Town of		Walden	Jackson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$1,900,000	734
050053D	5	Walsenburg, City of		Walsenburg	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	4,119
050054D	5	Watkins, Town of	Prairie View Subdivision	Watkins	Arapahoe	Water Supply Facilities	\$125,000	5,530
060017D	3	Wellington, Town of		Wellington	Larimer	Improvement / Expansion of Existing Water Treatment Plant	\$2,500,000	6,450
030068D	5	West Fort Collins WD		Fort Collins	Larimer	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,000,000	4,000
960231D	3	Westcreek Lakes WD		Sedalia	Douglas	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$100,000	150
050055D	3	Westminster, City of		Westminster	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$26,500,000	110,000
990048D	3	Westwood Lakes WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation	\$650,000	378
060025D	3	Widefield WSD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$100,000	25,000
050056D	5	Wiggins, Town of		Wiggins	Morgan	Improvement / Expansion of Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Land Acquisition	\$4,000,000	900
020015D	5	Williamsburg, Town of		Williamsburg	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,000,000	714
050057D	5	Will-O-Wisp MD		Bailey	Park	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$48,000	320
990049D	5	Wilson Mesa MD	Wilson Mesa Ranch	Telluride	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$155,000	150
020030D	4	Winter Park WSD		Winter Park	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,499,000	6,000
060026D	4	Woodlin School District 104		Woodrow	Washington	Improvement / Expansion of Water Treatment Facility	\$100,000	200
020038D	5	Woodmoor #1 WSD		Monument	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities; Water Meters	\$2,100,000	7,500
050058D	5	Wray, City of		Wray	Yuma	Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$4,000,000	2,287
960238D	5	Yampa, Town of		Yampa	Routt	Water Storage Facilities	\$1,000,000	475
030069D	3	Yuma, City of		Yuma	Yuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,620,000	3,315

**Total: \$1,033,794,194**

**APPENDIX B**  
**Drinking Water Revolving Fund**  
**2008 Project Priority / Fundable List**

Project No	Cat	Pts	Facility	County	PWS ID#	Pop	Estimated Project Cost	*Approved Loan Amount	^DC	Expected/Actual Loan Date	Term (Yrs)	Loan Type	Interest Rate	Problem Description	Project Description
050005D	1	87	Boone, Town of	Pueblo	151150	326		\$514,297	Y	8/15/06	30	D	0	Exceeding MCL for nitrate / nitrite.	Improvements to water supply; installation of new treatment plant; rehabilitate existing storage tanks; and distribution system upgrades.
040033D	2	97	Hillrose, Town of	Morgan	144010	275		\$995,097	Y	5/13/07	30	D	0	Replace aged infrastructure to comply with primary and secondary drinking water standards; improve storage facilities to prevent contamination.	Connection to Morgan Co. Quality WD including well rehabilitation; piping; new treatment facility; storage tank; distribution system with meters and hydrants.
000001D	2	95	Alamosa, City of	Alamosa	102100	8,300		\$11,865,062	N	11/2/06	20	L	3.42	Exceeding MCL for arsenic	Construct new 5.04 MGD treatment plant; install transmission lines between 6 wells and new plant and install irrigation lines to large users to reduce treated water demand.
000007D	2	90	East Alamosa WSD	Alamosa	102200	1,432	\$2,100,000		Y	12/07	30	D	0	Exceeding MCL for arsenic	Connection to the City of Alamosa proposed treatment plant including cost sharing of capital costs; a new water supply pipeline for district system; new water tank; pumps; control system and meters.
960061D	2	80	Larkspur, Town of	Douglas	118030	280	\$2,474,500		N	5/2008	20	D	3.75	Exceeding MCL for radium.	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters
010017D	2	30	Hotchkiss, Town of	Delta	0115352	2,000		\$925,000	Y	11/2007	20	D	0	Inadequate treatment capacity due to more stringent turbidity regulations.	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility
040005D	3	55	De Beque, Town of	Mesa	0139205	500	\$270,000		Y	5/2008	20	D	1.875	System requires minor rehabilitation of aging facilities and infrastructure and replacement of existing filtration technology	Improvement / Expansion of Water Treatment Facility; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities
060011D	3	55	Platte Canyon WSD	Jefferson	103614	196	\$400,000		N	5/2008	20	D	3.5	Distribution system deficiencies and Total Coliform Rule compliance challenges.	Replace distribution system serving Columbine Townhouses IV, loop lines, add water meters, service lines, taps and fire hydrants.
010009D	3	50	Craig, City of	Moffat	141188	9,189		\$6,056,378	N	4/27/06	21	L	3.65	Aged water treatment plant and inadequate chlorine contact time.	Water treatment plant conversion to dissolved air flotation; addition of multi-media filters; ultraviolet disinfection and mechanical system upgrades.

\*Projects with an approved loan remain on the Priority / Fundable List until the project is complete.

**APPENDIX B**  
**Drinking Water Revolving Fund**  
**2008 Project Priority / Fundable List**

960115D	3	47	Walden, Town of	Jackson	129834	734		\$900,000	Y	9/6/06	25	D	1.75	The 24 year old plant must be replaced to reduce chemical usage and enhance filtration.	Improvement to drinking water treatment plant; water storage facilities.
020024D	3	45	La Veta, Town of	Huerfano	0128500	960	\$3,524,000		N	5/2008	30	D	3.75	Aging infrastructure and system fails to meet SWTR treatment requirements for minimum contact time.	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities
060002D	3	35	Cucharas SWD	Huerfano	128100	145		\$269,000	N	11/29/06	20	D	3.75	Inadequate looping, flushing and circulation as well as winter freezing of distribution lines.	Distribution system improvements.
050025D	3	25	Fraser, Town of	Grand	125288	996	\$1,534,500		N	5/2008	20	D	3.75	The system is not metered. This creates problems in effectively managing water usage and promoting water conservation.	Installation of approximately 350 water meters, installation and replacement of transmitting units and installation of back-flow prevention devices.
050021D	4	36	Eckley, Town of	Yuma	163001	278	\$1,025,000		Y	10/2007	30	D	0	Exceeding MCL for arsenic	Treatment plant improvements to remove arsenic.
960161D	5	60	Genoa, Town of	Lincoln	137005	211		\$175,000	Y	12/20/06	30	D	0	Aged transmission and distribution system that may cause contamination if not replaced.	Install new distribution lines
960105D	5	55	Sedalia WSD	Douglas	118060	220	\$2,525,000		N	5/2008	30	D	3.75	Replace aged infrastructure for compliance with Total Coliform Rule and upcoming Groundwater Rule.	New chemical feed system, well redevelopment; pump upgrades; new storage tanks; transmission line installation and distribution system improvements including hydrants.
050048D	5	55	Stratton, Town of	Kit Carson	132020	669	\$1,000,000		Y	11/2007	30	D	1.875	Ensure compliance with ground water rule, install disinfection to meet MCLs on coliform, aging distribution system	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities;
960126D	5	45	Arapahoe County WWA	Arapahoe	203002	24,536		\$16,049,975	N	11/2/06	15	L	3.31	Replace aged infrastructure to ensure compliance with Enhanced Surface Water Treatment Rules.	Construct water treatment plant; new water supply wells; install pipelines serving new plant; and property acquisition for new plant.
990013D	5	45	Cottonwood WSD	Douglas	118020	2,375		\$9,996,005	N	11/2/06	20	L	3.42	Iron, manganese and hydrogen sulfide contamination.	Construct water treatment plant; new water supply wells; pipelines serving plant and property acquisition.

\*Projects with an approved loan remain on the Priority / Fundable List until the project is complete.

**APPENDIX B**  
**Drinking Water Revolving Fund**  
**2008 Project Priority / Fundable List**

050032D	5	40	Las Animas, City of	Bent	0106300	2,758		\$812,000	Y	11/2007	30	D	0	Aged transmission and distribution system that may cause contamination if not replaced.	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters
060012D	5	35	Ralston Valley WSD	Jefferson	130667	1,300		\$1,300,000	N	8/9/06	20	D	3.75	Aged transmission and distribution system that may cause contamination if not replaced. Compliance with Total Coliform Rule.	Install pressure reducing stations, new distribution lines; control valves and fire hydrants.
030045D	5	20	Ordway, Town of	Crowley	113700	1,322		\$114,300	Y	12/2/06	30	D	0	Aged transmission and distribution system that may cause contamination if not replaced.	Install new distribution lines

Total:      \$14,853,000      \$49,972,114

**^DC - Disadvantaged Communities**

**Y-Yes, N-No**

**Appendix C1**  
**Drinking Water Revolving Fund**  
**Additions to the 2007 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
080006D	3	Cheyenne Wells, Town of		Cheyenne Wells	Cheyenne	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$870,000	985
080007D	5	Colorado Springs Utilities		Colorado Springs	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Water Storage Facilities	\$59,000,000	362,000
080009D	5	Crested Butte, Town of		Crested Butte	Gunnison	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facility	\$1,750,000	1,600
080012D	3	Cucharas WSD		Cucharas	Huerfano	Improvement / Expansion of Existing Water Treatment Facility	\$480,000	200
080003D	5	Del Norte, Town of		Del Norte	Rio Grande	Water Meters	\$1,413,341	1,800
080011D	5	Delta County	Upper Surface Creek Domestic WUA	Cedaredge	Delta	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,700
080014D	3	Florence, City of		Florence	Fremont	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,300,000	3,795
080008D	5	Gateway Metropolitan District		Basalt	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,899,014	418
080018D	3	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	203
080010D	5	Gilcrest, Town of		Gilcrest	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$8,000,000	1,200
080005D	4	Hooper, Town of		Alamosa		New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,000,000	125
080013D	5	Kiowa, Town of		Kiowa	Elbert	Improvement / Expansion of Existing Water Treatment Facility; Connect To Existing Facility; Water Storage Facility	\$2,000,000	618
070016D	5	Mesa County	Gateway	Grand Junction	Mesa	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	251
080019D	5	Moffat, Town of		Moffat	Saguache	New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,500,000	113
080015D	3	Mountain View Villages WSD		Leadville	Lake	New Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
080016D	5	Oak Meadows WA		Glenwood Springs	Garfield	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,300,000	70
080017D	3	Thornton, City of		Thornton	Adams	Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities	\$10,800,000	132,000
080001D	2	Timbers Water & Sanitation District		Steamboat Springs	Routt	Improvement / Expansion of Existing Water Treatment Plant	\$150,000	100

**Total: \$103,762,355**

**Appendix C2**  
**Drinking Water Revolving Fund**  
**Deletions from the 2007 Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
960001D	4	Aguilar, Town of		Aguilar	Las Animas	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,282,100	547
050005D	1	Boone, Town of		Boone	Pueblo	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$1,054,297	326
960011D	5	Branson, Town of		Branson	Las Animas	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$250,000	125
980253D	1	Deer Trail, Town of		Deer Trail	Arapahoe	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$866,000	592
030017D	5	East Boulder County WD		Boulder	Boulder	Water Storage Facilities	\$170,000	250
020021D	5	East Larimer County WD		Fort Collins	Larimer	Distribution / Transmission Lines Construction / Rehabilitation	\$2,112,000	15,000
050020D	5	Eaton, Town of		Eaton	Weld	New Drinking Water Treatment Plant	\$2,500,000	4,000
040009D	4	Glenwood Springs, City of		Glenwood Springs	Garfield	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$9,445,000	8,000
960055D	5	Kiowa, Town of		Kiowa	Elbert	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,300,000	660
000002D	2	La Junta, City of	Bent's Fort WUA	La Junta	Otero	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$655,000	1,500
000039D	2	La Junta, City of	Homestead Improvement Assoc Inc	La Junta	Otero	Consolidation of Water Treatment Facilities	\$98,000	65
990026-2D	2	La Junta, City of		La Junta	Otero	Consolidation of Water Treatment Facilities; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,400,000	8,400
070012D	4	Lake County	Mountain View Village	Leadville	Lake	Construction of a new Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
980252D	5	Lake Creek MD		Edwards	Eagle	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$350,000	230
070020D	2	Otero County	Valley Water Co		Otero	Improvement / Expansion of Water Treatment Facility	\$100,000	270
050045D	3	Romeo, Town of		Romeo	Conejos	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$234,000	345
990047D	5	Walsh, Town of		Walsh	Baca	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$425,000	731
960233D	4	Wiley, Town of		Wiley	Prowers	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$900,000	500

**Total: \$27,941,397**

**ATTACHMENT 1**  
**Drinking Water Revolving Fund Rules**



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**Colorado Department  
of Public Health  
and Environment**

**DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT**  
**Water Quality Control Division**

**5 CCR 1003-3**

**STATE BOARD OF HEALTH**  
**DRINKING WATER REVOLVING FUND RULES**

**(Last Amended September 15, 2004, effective November 30, 2004)**

# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

## Water Quality Control Division

5 CCR 1003-3

### STATE BOARD OF HEALTH DRINKING WATER REVOLVING FUND RULES

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# DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

## Water Quality Control Division

### 5 CCR 1003-3

#### STATE BOARD OF HEALTH DRINKING WATER REVOLVING FUND RULES

##### A. Authority

In Senate Bill 95-083, the Colorado General Assembly created the Drinking Water Revolving Fund to provide financial assistance to certain drinking water projects in the State of Colorado. The fund is held and administered by the Colorado Water Resources and Power Development Authority (the Authority), which is authorized to issue bonds to finance the program. Moneys in the fund may be used to provide financial assistance to projects included on a Project Eligibility List, which is part of the annual Intended Use Plan. Codified at sections 37-95-103 and 37-95-107.8, C.R.S., the statutes direct the State Board of Health (Board of Health) to submit additions and modifications to the Project Eligibility List annually for adoption by the General Assembly by Joint Resolution signed by the Governor. This regulation complies with 40 CFR part 35, subpart I, and provides for the Board of Health's approval of the Intended Use Plan including additions and modifications to the Project Eligibility List and the Priority / Fundable List.

The 1996 amendments to the federal Safe Drinking Water Act (SDWA) include authorization of a state revolving fund program similar to that included in the Clean Water Act for wastewater projects. The Drinking Water Revolving Fund established by Senate Bill 95-083 meets the requirements of the SDWA concerning revolving fund financing programs and allows for federal funding of Colorado's revolving fund financing program.

Section 25-1.5-203, C.R.S., also provides authority for this regulation.

##### B. Definitions

Section 1.2.2 of the Colorado Primary Drinking Water Regulations 5 CCR 1003-1, contains additional definitions that apply to this rule.

- (1) **Beneficial Use** - The use of water treatment plant sludge in conjunction with wastewater treatment plant sludge to act as a soil conditioner or low grade fertilizer for the promotion of vegetative growth on land and that meet the requirements of the state Biosolids Regulations.
- (2) **Consolidation** - A proposed new construction or expansion of a drinking water supply system that will eliminate one or more existing water supply

or treatment works. A letter of intent or a resolution adopted by the project participants must be provided to the Water Quality Control Division (Division) to guarantee the facilities will consolidate.

- (3) "Emergencies" - Situations or occurrences of a serious nature, developing suddenly and unexpectedly that cause a treatment facilities to be in noncompliance with drinking water standards and require immediate action.
- (4) "Governmental Agencies" - Departments, divisions, or other units of state government, special districts, water conservation districts, metropolitan water districts, conservancy districts, irrigation districts, municipal corporations, counties, cities and other political subdivisions, the United States or any agency thereof, and any agency, commission, or authority established pursuant to an interstate compact or agreement.
- (5) "Health Hazard" - A situation where the Division has identified a maximum contaminant level (MCL) violation or a treatment technique violation. Funding for these projects must result in compliance with existing standards.

An acute health hazard includes violations of SWTR treatment processes, bacteriological standards, and nitrite/nitrate levels. Acute contaminant health effects can occur immediately or within a short period of time.

A chronic health hazard includes violations of all MCLs (other than those listed as acute) and treatment technique requirements. Chronic contaminant health effects occur after years of exposure.
- (6) "Other Future Needs" - Those needs in situations where a facility is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair in order to maintain compliance or further the public health protection goals of the SDWA.
- (7) "Operational Means" - Temporary managerial or technical steps to protect public health during the time period when the public water system is out of compliance, e.g., boil order or bottled water.
- (8) "Pollution" - The man-made, man-induced, or natural alteration of the physical, chemical, biological, and radiological integrity of water.
- (9) "Potential Health Hazard" – A situation where a public water system has periodically exceeded an MCL, has levels greater than 50 percent of an MCL on a regular basis, or has short term problems meeting a treatment technique requirement.
- (10) "Project Eligibility List" - The list of projects eligible for financial assistance from the Authority through the Drinking Water Revolving Fund (DWRF), as

adopted and from time to time modified in accordance with Section 37-95-107.8(4), C.R.S. The list shall consist of projects that address public health and SDWA compliance issues in the State of Colorado, and shall include only those domestic drinking water supply projects eligible for financial assistance through a state revolving fund pursuant to the terms of the SDWA.

- (11) **“Public water system”** - (PWS) A system for the provision to the public of water for human consumption through pipes or other constructed conveyances, if such system has at least fifteen service connections or regularly serves an average of at least twenty-five individuals daily at least 60 days out of the year. Such term includes:
  - (a) Any collection, treatment, storage, and distribution facilities under control of the operator of such system and used primarily in connection with such system.
  - (b) Any collection or pretreatment storage facilities not under such control, which are used primarily in connection with such system.
- (12) **“Source Water Protection”** - Structural or nonstructural source water protection activities done in addition to area delineation and contaminant assessment.
- (13) **“Treatment Facilities”** - Any devices or systems used in the collection, storage, treatment, transmission, diversion, or distribution of water intended for drinking water purposes.
- (14) **“Wastewater Treatment Plant Sludge”** - The accumulated solids resulting from treatment of domestic wastewater.
- (15) **“Water Conservation”** - Any structural or nonstructural water conservation measure that achieves a reduction in water consumption for a PWS or a publicly owned treatment works. Structural measures shall include installation of interior low-flow plumbing fixtures that are distributed and/or installed by a governmental agency or that are funded in whole or in part by the governmental agency and water meters that are funded and owned by the governmental agency. Nonstructural measures shall include but are not necessarily limited to: incentives for previously installed low-flow fixtures, leak detection or infiltration/inflow programs, public awareness, public education, and incentive water service charges.
- (16) **“Water Treatment Plant Sludge”** - The accumulated solids resulting from treatment of water for domestic use.

## **C. Purpose**

- (1) The purpose of the DWRF is to provide financial assistance to governmental agencies for the construction of treatment facilities for health and compliance purposes as defined above.
- (2) An annual Intended Use Plan (IUP) is required by the SDWA to provide information about how the state will assist communities with their drinking water needs. Included in the IUP is the Project Eligibility List, which is a comprehensive list identifying governmental agencies with drinking water project needs, and the Priority / Fundable List, identifying prioritized PWS projects that are eligible for financial assistance from the DWRF. The project priority system is intended to establish priorities for the DWRF to protect and improve the health, safety, and reliability of drinking water supplies in Colorado. It is the policy of the Board of Health to maintain and improve the existing high quality standards for drinking water in the State by providing accessibility to the DWRF.
- (3) It is also the policy of the Board of Health to encourage consolidation of drinking water systems and to promote water conservation where practicable.
- (4) It is the policy of the Board of Health and the Water Quality Control Commission to promote beneficial use of sludge created by treatment processes of a PWS.
- (5) Any applicant for financial assistance from the DWRF must comply with policies and procedures and other requirements of the Authority.

## **D. Intended Use Plan Procedures**

The Division, in cooperation with the Division of Local Government and the Authority, shall develop an annual IUP. The Division shall recommend the IUP to the Board of Health each year for final agency action at a public hearing, and shall also provide for public notice and an opportunity to comment to comply with the SDWA.

The IUP shall include:

- (1) The Project Eligibility List and Priority / Fundable List of projects.
- (2) Descriptions of:
  - (a) Criteria and method used for distribution of funds
  - (b) Financial status of the DWRF program
  - (c) Short and long term goals of the DWRF program
  - (d) Amounts transferred between the DWRF and the Water Pollution Control Revolving Fund

- (e) Set-aside activities and the percentage of the capitalization grant to be used
- (f) How a state disadvantaged community program will be defined and utilized, if applicable; and

(3) Any other material that may be required by the SDWA.

## **E. Project Eligibility List and Priority / Fundable List Procedures**

- (1) The Project Eligibility List is the comprehensive list of projects showing current and future needs of PWS improvements. Each year the Division shall (after consultation with the Division of Local Government and the Authority) review, update, and compile additions and modifications to the Project Eligibility List and recommend such additions and modifications to the Board of Health for final agency action at a public hearing. The list shall be forwarded to the General Assembly each year on or before January 15; once approved by the General Assembly, the Authority is able to provide assistance to the governmental agencies with projects on the Project Eligibility List.
- (2) As required by federal regulations, all projects, except projects funded on an emergency basis, shall be prioritized before receiving assistance from the DWRF. The Priority / Fundable List includes projects from the Project Eligibility List that are ready for funding and have been prioritized by the Division based on information provided by the PWS. The Priority / Fundable List shall include:
  - (a) The name of the public water system;
  - (b) Priority points and rank assigned to the project;
  - (c) A description of the project;
  - (d) The expected terms of the financial assistance; and
  - (e) Population of the PWSs service area
- (3) Projects on the Priority / Fundable List will be financed in priority order; however, exceptions for funding out of priority order shall be allowed due to one or more of the following reasons:
  - (a) Certain governmental agencies are not ready to proceed with the project;
  - (b) Certain governmental agencies do not wish to participate in the DWRF, or they have received funding from other sources;
  - (c) Certain governmental agencies (on the list) had an emergency situation occur during the funding year; or
  - (d) Certain governmental agencies are not approved for funding because of technical, financial, or managerial deficiencies. (The Division will attempt to work with the governmental entity to resolve the issue through the capacity development program.)

## F. Priority System

- (1) All PWSs with identified water quality problems related to health and compliance issues may be included in one of the categories listed below.
- (2) All PWS projects that fall into one of the categories listed below and have a pre-planning, planning, or pre-design document that describes a project to correct the water quality problem, shall be prioritized as ready for funding on the Priority / Fundable List.
- (3) Funding for the projects under each category shall result in the PWSs complying with existing regulatory requirements.
- (4) Eligible Project Criteria

Categories were developed to emphasize the most immediate public health and compliance issues. Projects on the Project Eligibility List will be classified by category 1, 2, 3, 4, or 5 below, with "1" being the highest priority. Once a planning document is received, projects within each category will be further prioritized by the assignment of points from the priority point listings under each category. No consideration will be given to governmental agencies that have violations caused by poor operation and maintenance procedures or are under an administrative order for violating reporting requirements.

- (5) Categories By Priority Ranking
  - (a) 1 - Acute Health Hazard. The Division has identified continuous violation of an acute maximum contaminant level (MCL) or a surface water treatment rule (SWTR) treatment technique requirement.
  - (b) 2 - Chronic (long term) Health Hazard. The Division has identified a continuous violation of an MCL or an SWTR treatment technique requirement for a chronic contaminant.
  - (c) 3 - Potential Acute Health Hazard. The PWS has periodically exceeded an acute MCL, has levels greater than 50 percent of an acute MCL on a regular basis, or has short term problems meeting an SWTR treatment technique requirement that can be controlled temporarily by operational means.
  - (d) 4 - Potential Chronic Health Hazard. The PWS has periodically exceeded a chronic MCL, has levels greater than 50 percent of a chronic MCL on a regular basis, or has short term problems meeting other treatment technique requirements.
  - (e) 5 - Other Future Needs. The PWS is beyond the useful/design life and is in need of equipment replacement, rehabilitation or repair, in

order to maintain compliance or further the public health protection goals of the SDWA.

(6) Priority Point Assignments Within Each Category

Once a pre-planning, planning, or pre-design document is received, projects within each category will be prioritized by the assignment of points from the following:

(a) Population. Points shall be assigned to PWSs based on the following schedule of population served by the project, with emphasis given to small communities:

25 to 1,000	20 points
1,001 to 3,300	15 points
3,301 to 10,000	10 points
Over 10,000	5 points

(b) Financial Need. Points shall be assigned to PWSs in accordance with the following “financial need criteria:”

(i) Ability to pay (annual water service fee as a percentage of median household income):

over 3 percent	20 points
over 2 percent; up to 3 percent	15 points
over 1 percent; up to 2 percent	10 points

(ii) Local burden (total project cost per equivalent residential tap):

Over \$5,000	20 points
Over \$3,500	15 points
Over \$2,000	10 points

(c) Consolidation. Fifteen points shall be assigned to a PWS if the project includes consolidating two or more PWSs.

(d) Water Conservation. Five points shall be assigned to a PWS if the PWS implements a water conservation measure.

(e) Source Water Protection. Two points shall be assigned to a PWS if the governmental agency implements source water protection measures.

(f) Beneficial Use of Sludge. Two points shall be assigned to a PWS if the governmental agency intends to utilize water treatment plant sludge for a beneficial use as defined herein.

(g) Health Risk. To further clarify the ranking of PWS projects, the Division shall assign up to twenty points for a PWSs health risks. Determination of the health risk will be made based upon the type and level of contaminant present within categories.

## **G. Disadvantaged Communities Procedures**

Under the SDWA, states are authorized to establish Disadvantaged Communities Programs. The following procedures describe the approval and amendment process for Colorado's annual IUP as it relates to the administration of its Disadvantaged Communities Program. The Division, Authority and the Division of Local Government may recommend Program changes based on actual program implementation and the results of periodic reviews conducted hereunder. Approval of any and all changes in the IUP is subject to final agency action by the Board of Health.

- (1) The DWRF may provide additional loan subsidies for governmental entities that are determined to be "disadvantaged." The definition/criteria of a disadvantaged community and the nature of the loan subsidies to be made available thereto shall be recommended for inclusion in the IUP by the Division and the Authority in consultation with the Division of Local Government. Subsidies, such as extended loan repayment terms and reduced interest rates at or above zero percent, are not subject to the thirty percent cap of the federal capitalization grant.
- (2) While compiling projects on the Priority / Fundable List (utilizing the procedures listed in Section E above), the Division will identify the community projects that qualify for assistance under the Disadvantaged Communities Program in accordance with program definition/criteria.
- (3) The Division, the Authority and the Division of Local Government will conduct periodic reviews, as appropriate, of the Disadvantaged Communities Program. The reviews may result in recommended program changes relative to the nature of available subsidies to be incorporated into the IUP. In conducting such reviews and preparing recommendations, the following factors may be examined:
  - (a) The overall financial condition of the communities participating in the program, including but not limited to:
    - The total drinking water utility system fee and tax burden upon rate payers;
    - Post project drinking water utility charges;
    - Drinking water utility indebtedness;
    - Median household income.
  - (b) The impact of the subsidy upon the continued financial viability of the DWRF.

- (c) The merit of utilizing all financial assistance options allowed under the SDWA to ensure a safe drinking water supply for all citizens.
- (4) Upon receipt of comment from the Division, Authority and/or Division of Local Government, the Board of Health shall render final agency action upon the Disadvantaged Communities Program provisions of the IUP.

## **H. Emergency Procedures**

- (1) The Board of Health may amend the project eligibility and Priority/Fundable Lists at any time throughout the year to include PWS projects that it determines and declares to be emergency projects needed to prevent or address threats to public health.
- (2) In cases where the board determines the amendments will result in substantial changes to the project eligibility or Priority / Fundable Lists, public notice and opportunity for comment on the proposed inclusions shall be provided.

**ATTACHMENT 2**  
**Eligible and Ineligible Projects and Project-Related Costs**  
**Under the Drinking Water State Revolving Loan Fund (DWRF) Program**

**EXAMPLES OF ELIGIBLE PROJECTS AND PROJECT RELATED COSTS**

- ♦ Projects that address present Safe Drinking Water Act (SDWA) exceedances
- ♦ Projects that prevent future SDWA exceedances (applies only to regulations in effect)
- ♦ Projects to replace aging infrastructure
  - Rehabilitate or develop drinking water sources (excluding reservoirs, dams, dam rehabilitation and water rights) to replace contaminated sources
  - Install or upgrade drinking water treatment facilities if the project would improve the quality of drinking water to comply with primary or secondary SDWA standards
  - Install or upgrade storage facilities, including finished water reservoirs, to prevent microbiological contaminants from entering the water system
  - Install or replace transmission and distribution piping to prevent contamination caused by leaks or breaks, or to improve water pressure to safe levels
  - Install meters
- ♦ Projects to restructure and consolidate water supplies to rectify a contamination problem, or to assist systems unable to maintain SDWA compliance for financial or managerial reasons (assistance must ensure compliance)
- ♦ Projects that purchase a portion of another system's capacity, if such purchase will cost-effectively rectify a SDWA compliance problem
- ♦ Land acquisition
  - ♦ Land must be integral to the project (i.e., needed to meet or maintain compliance and further public health protection such as land needed to locate eligible treatment or distribution facilities)
  - ♦ Acquisition must be from a willing seller
- ♦ Note: The cost of complying with the Uniform Relocation Assistance and Real Property Acquisition Policies Act of 1970 (the Uniform Act) is an eligible cost.
- ♦ Planning (including required environmental assessment reports), design, and construction costs associated with eligible projects.

**ATTACHMENT 2**  
**Eligible and Ineligible Projects and Project-Related Costs**  
**Under the Drinking Water State Revolving Loan Fund (DWRF) Program**  
**(continued)**

**EXAMPLES OF INELIGIBLE PROJECTS AND PROJECT RELATED COSTS**

- ◆ Dams, or rehabilitation of dams
- ◆ Water rights, except if the water rights are owned by a system that is being purchased through consolidation as part of a capacity development strategy
- ◆ Reservoirs, except for finished water reservoirs and those reservoirs that are part of the treatment process and are located on the property where the treatment facility is located
- ◆ Drinking water monitoring costs
- ◆ Operation and maintenance costs
- ◆ Projects needed mainly for fire protection
- ◆ Projects for systems that lack adequate technical, managerial and financial capability, unless assistance will ensure compliance
- ◆ Projects for systems in significant noncompliance under the SDWA. Unless funding will ensure compliance
- ◆ Projects primarily intended to serve future growth

**DRINKING WATER REVOLVING FUND**  
**2008 INTENDED USE PLAN**  
**ATTACHMENT 3A - DWSRF SET-ASIDE AND PROGRAM ADMINISTRATION ACCOUNT ACTIVITY**  
From Inception through June 30, 2007

<b>SET -ASIDE ACTIVITY</b>									
Set-Aside	Set Aside Allocation from Grants Through June 30, 2007	Set Aside Funds Transferred (To)/From Loan Fund or Other Set Asides	Set Aside Funds Expended Through June 30, 2007	Balance available	Set Aside Allocations from the 2007 and 2008 Grants (a)	Total Funds Available for State Fiscal Year 2008	Set Aside Reserved Through 2007	Set Aside Reserved FFY07 Allotment	Total Set-Aside Reserved
Grant Administration	\$5,033,424		(\$2,964,962)	\$2,068,462	\$1,159,760	\$3,228,222	\$0	\$0	\$0
State Program:									
> PWS Supervision	5,567,928		(4,022,345)	1,545,583	2,899,400	4,444,983	0	0	0
> Source Water Protection	0		0	0	0	0	0	0	0
> Capacity Development	0		0	0	0	0	0	0	0
> Operator Certification	0		0	0	0	0	0	0	0
Small System Tech. Asst.	2,516,712	(281,532)	(1,046,802)	1,188,379	579,880	1,768,259	0	0	0
Local Assistance:									
> Loan Assistance for SWP	0		0	0	0	0	0	0	0
> Capacity Development	8,928,941	(970,860)	(4,280,036)	3,678,045	2,899,400	6,577,445	0	0	0
> Source Water Assessment	1,678,410	(18,345)	(1,660,065)	0	0	0	0	0	0
> Wellhead Protection	4,252,667		(2,825,202)	1,427,465	1,449,700	2,877,165	0	0	0
In-kind Services	150,000		(150,000)	0	0				
<b>TOTALS</b>	<b>\$27,978,082</b>	<b>(\$1,120,737)</b>	<b>(\$16,949,411)</b>	<b>\$9,907,934</b>	<b>\$8,988,140</b>	<b>\$18,896,074</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

<b>PROGRAM ADMINISTRATION ACCOUNT ACTIVITY</b>							
Transfers to State Match Holding Account	Loan Fees Collected	Grant Funds Received	Investment Income plus Other Transfers In	Program Expenses Paid from Account	Balance Available	Anticipated Collection for 07/01/07 - 06/30/08*	Anticipated Program Funds Available
(419,119)	10,994,336	2,964,962	987,563	(8,805,006)	5,722,735	2,116,457	7,839,192

Note: All amounts for this report are cash basis.

\* Based on loans issued as of 06/30/07

(a) The 2007 DWRF Grant was awarded after the date of this report.

**DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM**  
**2008 INTENDED USE PLAN**  
**ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007**

DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM										
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	Funded or Subsidized with DW SRF Reloan Monies (c)	State Match Provided to DW SRF Funds	Loan Type	
Arapahoe Estates WD	10/01/97	\$ 1,048,332.75	20	4.150%	\$ 388,359.00	\$ 98,332.75	\$ -	0.253	LL	
Englewood, City of	10/01/97	15,292,635.61	21	4.140%	5,361,910.00	1,357,635.61		0.253	LL	
Fort Collins, City of	10/01/97	10,125,299.77	20	4.120%	3,614,928.00	915,299.77		0.253	LL	
Grand Lake, Town of	10/29/97	495,000.00	20	4.500%	394,988.00	100,012.00		0.253	DL	
Buena Vista, Town of	06/01/98	1,324,119.65	20	4.010%	490,204.00	124,119.65		0.253	LL	
Fort Morgan, City of	06/01/98	15,433,355.38	21	4.020%	5,641,214.00	1,428,355.38		0.253	LL	
Chatfield South WD	07/13/98	728,500.00	20	4.500%	581,310.00	147,190.00		0.253	DL	
Left Hand W&SD	09/11/98	188,700.00	20	4.500%	150,574.00	38,126.00		0.253	DL	
Julesburg, Town of	05/01/99	693,000.00	1	4.500%	543,757.00	149,243.00		0.274	DL	
Aurora, City of	05/01/99	14,999,898.55	15	3.633%	4,751,500.00	1,024,898.55		0.216	LL	
Fort Collins, City of	05/01/99	4,998,394.59	20	3.808%	1,870,165.00	403,394.59		0.216	LL	
Glenwood Springs, City of	05/01/99	4,999,017.40	19	3.773%	1,710,790.00	369,017.40		0.216	LL	
Grand County W&SD	05/01/99	2,998,566.15	19	3.783%	1,036,468.00	223,566.15		0.216	LL	
Greeley, City of	05/01/99	14,999,038.36	20	3.802%	5,280,660.00	1,139,038.36		0.216	LL	
Julesburg, Town of	05/01/99	994,599.70	20	3.809%	392,210.00	84,599.70		0.216	LL	
Left Hand WD	05/01/99	6,571,538.04	20	3.802%	2,139,722.00	461,538.04		0.216	LL	
Thunderbird W&SD	06/01/99	285,000.00	20	4.500%	223,623.00	61,377.00		0.274	DL	
La Junta, City of	10/15/99	490,000.00	20	4.500%	384,475.00	105,525.00		0.274	DL	
Sedalia W&SD	03/09/00	326,000.00	20	4.500%	255,794.00	70,206.00		0.274	DL	
Evergreen MD	04/15/00	5,577,981.71	21	4.390%	1,786,069.00	452,981.71		0.254	LL	
Fountain Valley Auth	04/15/00	7,607,966.23	21	4.400%	2,633,735.00	667,966.23		0.254	LL	
Limon, Town of	04/15/00	1,440,808.84	21	4.410%	436,910.00	110,808.84		0.254	LL	
Pueblo Board of WW	04/15/00	9,558,794.83	23	4.600%	2,499,000.00	633,794.83		0.254	LL	
Westminster, City of	04/15/00	14,998,357.36	21	4.400%	4,764,452.00	1,208,357.36		0.254	LL	
Springfield, Town of	07/28/00	349,470.76	20	4.500%	274,209.00	75,261.76		0.274	DL	
Craig, City of	12/15/00	450,000.00	5	4.000%	353,089.00	96,911.00		0.274	DL	
Wellington, City of	11/01/01	1,000,000.00	20	4.000%	716,007.00	283,993.00		0.397	DL	
Woodland Park, City of	03/13/02	800,000.00	20	4.000%	597,200.00	202,800.00		0.340	DL	
Evergreen MD	04/01/02	2,036,129.62	21	4.000%	764,260.00	181,129.62		0.237	LL	
Grand Junction, City of	04/01/02	3,566,521.69	21	4.020%	1,082,370.00	256,521.69		0.237	LL	
Idaho Springs, City of	04/01/02	2,339,796.89	21	3.990%	906,316.00	214,796.89		0.237	LL	
La Junta, City of	04/01/02	9,812,211.15	21	4.000%	3,300,469.00	782,211.15		0.237	LL	
Hayden, Town of	04/30/02	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Thunderbird W&SD	08/27/02	343,684.15	20	4.000%			343,684.15	n/a	DL	
Dillon, Town of	10/18/02	1,000,000.00	10	4.000%			1,000,000.00	n/a	DL	
Basalt, Town of	12/19/02	948,245.63	20	4.000%			1,000,000.00	n/a	DL	
Westwood Lakes WD	05/15/03	500,000.00	20	4.000%			500,000.00	n/a	DL	
Fountain Valley Auth	06/01/03	3,221,861.82	22	3.030%	1,463,552.00	346,861.82		0.237	LL	

DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
2008 INTENDED USE PLAN  
ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007

DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM (CONTINUED)										
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	New Loans Funded or Subsidized with DW SRF Reloan	Percent of State Match Provided to DW SRF	Loan Type	
Longmont, City of	06/01/03	\$ 14,998,044.44	21	3.110%	\$ 6,046,601.00	\$ 1,433,044.44	\$ -	0.237	LL	
Lyons, Town of	06/01/03	4,915,599.18	22	3.030%	2,196,621.00	520,599.18		0.237	LL	
Florence, City of	11/01/03	12,999,092.97	22	3.510%	5,502,502.00	1,304,092.97		0.237	LL	
Oak Creek, Town of	11/18/03	900,688.96	20	4.000%			900,688.96	n/a	DL	
Mustang WA	12/08/03	700,000.00	20	4.000%			700,000.00	n/a	DL	
Ouray, City of	12/19/03	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Swink, Town of	04/20/04	669,000.00	20	3.500%			669,000.00	n/a	DL	
Pinewood Springs WD	07/26/04	123,200.00	20	3.500%			123,200.00	n/a	DL	
Florence, City of	01/25/05	769,899.33	20	3.500%			769,899.33	n/a	DL	
La Jara, Town of	04/20/05	200,000.00	20	0.000%			200,000.00	n/a	DC	
Olde Stage WD	06/01/05	100,000.00	20	3.500%			100,000.00	n/a	DL	
Victor, City of	06/17/05	283,000.00	10	0.000%			283,000.00	n/a	DC	
Log Lane Village, Town of	10/14/05	1,000,000.00	30	1.750%			1,000,000.00	n/a	DC	
Bristol W&SD	02/08/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Pritchett, Town of	03/31/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Pinewood Springs WD	04/03/06	752,425.00	20	3.500%			752,425.00	n/a	DL	
Craig, City of	04/27/06	6,056,378.40	21	3.650%	2,263,200.00	536,378.40		0.237	LL	
Little Thompson WD	04/27/06	6,383,774.04	21	3.650%	2,653,055.00	628,774.04		0.237	LL	
Sedgwick, Town of	05/15/06	419,000.00	30	0.000%			419,000.00	n/a	DC	
Castle Pines MD	05/25/06	2,000,000.00	20	3.750%			2,000,000.00	n/a	DL	
Palisade, Town of	05/26/06	2,000,000.00	30	0.000%	1,526,000.00	474,000.00		0.311	DC	
Platte Canyon W&SD	06/30/06	400,000.00	20	3.750%			400,000.00	n/a	DL	
Bethune, Town of	07/18/06	418,000.00	30	0.000%			418,000.00		DC	
Ralston Valley W&SD	08/09/06	1,300,000.00	20	3.750%			1,300,000.00		DL	
Boone, Town of	08/15/06	514,297.00	30	0.000%			514,297.00		DC	
Walden, Town of	09/06/06	900,000.00	25	1.750%			900,000.00	n/a	DC	
Alamosa, City of	11/02/06	11,865,062.50	20	3.420%	4,683,808.00	1,110,062.50		0.237	LL	
Arapahoe County W&SD	11/02/06	16,049,975.43	15	3.310%	6,223,525.00	1,474,975.43		0.237	LL	
Cottonwood W&SD	11/02/06	9,996,005.27	20	3.420%	3,801,710.00	901,005.27		0.237	LL	
Palisade, Town of	11/02/06	3,976,045.10	21	3.470%	1,502,300.00	356,045.10		0.237	LL	
Castle Pines MD	11/06/06	250,000.00	20	3.750%			250,000.00	n/a	DL	
Cucharas S&WD	11/29/06	269,000.00	20	3.750%			269,000.00	n/a	DL	
Genoa, Town of	12/20/06	175,000.00	30	0.000%			175,000.00		DC	
Ordway, Town of	12/20/06	200,000.00	30	0.000%			200,000.00		DC	
Hillrose, Town of	05/31/07	995,097.00	30	0.000%			995,097.00		DC	

**Borrower Abbreviations Clarification:**

W&SD = Water and Sanitation District

MD= Metropolitan District

WW = Water Works

WD = Water District

DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
2008 INTENDED USE PLAN  
ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007

SUMMARY OF DW SRF LOANS MADE BY TYPE OF LOAN									
Loan Type	No. of Loans Financed	Total Amount of Financing Assistance-Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Number of Loans Financed with Reloan Monies (c)	Percent of Loans Funded With Reloan Monies (c)
DISADVANTAGE COMMUNITY DL (DC)	13	\$ 7,504,394	27	0.44%	\$ 1,526,000	\$ 474,000	\$ 5,504,394	12	100.00%
DIRECT LOANS (DL)	29	18,831,814	18	3.97%	4,475,026	1,330,645	13,077,897	18	62.07%
LEVERAGED LOANS (LL)	31	241,185,203	20	3.80%	87,188,585	20,750,203	-	0	0.00%
<b>TOTAL FOR PROGRAM</b>	<b>73</b>	<b>\$ 267,521,411</b>	<b>22</b>	<b>3.71%</b>	<b>\$ 93,189,611</b>	<b>\$ 22,554,848</b>	<b>\$ 18,582,291</b>	<b>30</b>	<b>41.10%</b>

SUMMARY OF DW SRF LOANS MADE EACH FISCAL YEAR									
Fiscal Year	No. of Loans Financed	Total Amount of Financing Assistance-Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Number of Loans Financed with Reloan Monies	Percent of Loans Funded With Reloan Monies (c)
1997	4	\$ 26,961,268	20.3	0.00%	\$ 9,760,185	\$ 2,471,280	\$ -	0	0.0%
1998	4	17,674,675	20.3	0.00%	6,863,302	1,737,791	-	0	0.0%
1999	10	52,029,053	17.4	0.00%	18,333,370	4,022,198	-	0	0.0%
2000	8	40,309,380	19.0	0.00%	13,003,258	3,316,288	-	0	0.0%
2001	1	1,000,000	20.0	4.00%	716,007	283,993	-	0	0.0%
2002	9	21,846,589	19.3	0.00%	6,650,615	1,637,459	3,343,684	4	44.4%
2003	8	39,235,287	20.9	0.00%	15,209,276	3,604,598	3,100,689	4	50.0%
2004	2	792,200	20.0	0.00%	-	-	792,200	2	100.0%
2005	5	2,352,899	20.0	2.04%	-	-	2,352,899	5	100.0%
2006	21	64,324,963	24.0	3.22%	22,653,598	5,481,241	7,997,722	14	66.7%
2007	1	995,097	30.0	0.00%	-	-	995,097	1	0.0%
<b>TOTAL</b>	<b>73</b>	<b>\$ 267,521,411</b>	<b>21.0</b>	<b>3.71%</b>	<b>\$ 93,189,611</b>	<b>\$ 22,554,848</b>	<b>\$ 18,582,291</b>	<b>30</b>	<b>41.1%</b>

Type of Loan:

LL = Leveraged Loan - Funded from bond proceeds

DL = Direct Loan - Funded from available sources: (1) Authority state funds, (2) Grant Funds or (3) Drinking Water SRF Reloan funds.

DD = Disadvantage Community Loans

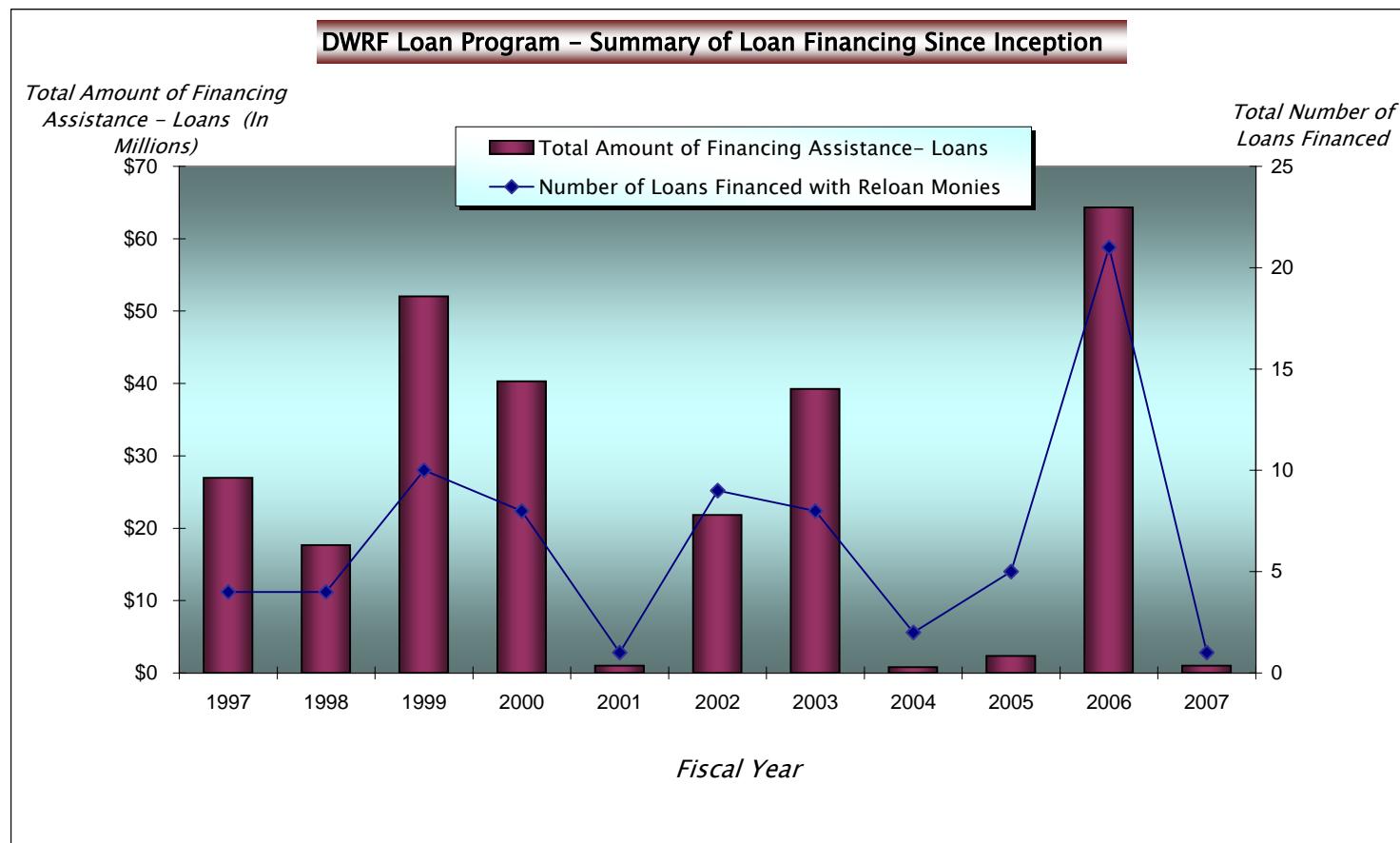
Explanation of DW SRF Loan Funding and/or Subsidization

(a) DW SRF Funds = Drinking Water State Revolving Fund - Received from EPA Capitalization Grant Awards

(b) State Match Funds = (Required 20% match for Each Dollar Received From EPA Grants from State Funds) - Provided Mainly from Authority Funds

(c) Reloan Monies = Recycled DW SRF funds - No State Match Required

DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
2008 INTENDED USE PLAN  
ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007



DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
 2008 INTENDED USE PLAN  
 ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007

<b>SUMMARY OF LOANS MADE UNDER THE STATE DIRECT LOAN PROGRAM</b>				
Borrower	Loan Date	Amount of Loan	Loan Term	Loan Rate
Idledale W&SD	07/10/95	\$250,000	20 YEARS	4.500%
Fairplay #1, Town of	08/01/95	250,000	20 YEARS	4.500%
Minturn, Town of	08/11/95	300,000	20 YEARS	4.500%
Empire, Town of	08/24/95	331,432	20 YEARS	4.500%
Elizabeth, Town of	10/01/95	500,000	20 YEARS	4.500%
Lake Creek MD	01/12/96	500,000	20 YEARS	4.500%
Fraser, Town of	04/15/96	200,000	5 YEARS	4.500%
Baca Grande, W&SD	02/01/96	500,000	10 YEARS	4.500%
Firestone, Town of	06/13/96	95,000	10 YEARS	4.500%
Nunn, Town of	08/12/96	330,260	20 YEARS	4.500%
Lochbuie, Town of	08/28/96	351,889	20 YEARS	4.500%
Lyons, Town of	08/19/96	500,000	21 YEARS	4.500%
Bayfield, Town of	11/15/96	350,000	20 YEARS	4.500%
Fairplay #2, Town of	07/30/97	200,000	20 YEARS	4.500%
Idaho Springs, Town of	10/15/97	500,000	20 YEARS	4.500%
Westlake W&SD	08/19/97	250,000	20 YEARS	4.500%
Redstone W&SD	12/01/97	410,000	20 YEARS	4.500%
<b>TOTAL STATE DIRECT LOANS FUNDED</b>		<b>\$5,818,581</b>		
<b>NUMBER OF NON-SRF DIRECT LOANS FUNDED:</b>		<b>17</b>		

Drinking Water Revolving Fund  
2008 Intended Use Plan (IUP)  
Attachment 3b - Funds Available to the DWRF Program

	Cumulative Total from Inception through June 30, 2007	Projected	Projected	Cumulative Total Through December 31, 2008
		For Time Period July 1, 2007 - December 31, 2007	For Time Period January 1, 2008 - December 31, 2008	
<b>SOURCES</b>				
Federal Capitalization Grants	\$ 125,835,600	\$ 14,497,000	\$ 14,497,000	\$ 154,829,600
less: Set-asides	(26,857,345)	(4,494,070)	(4,494,070)	(35,845,485)
State Match:				
Appropriation/Agency Cash - Committed	25,167,120	2,899,400	2,899,400	30,965,920
Agency Cash for CWSRF transfer	-	-	-	-
Leveraging Bonds Proceeds	220,435,000	-	27,885,044	248,320,044
Plus / (Less) Additional Principal from DW Refundings	(230,000)	-	-	(230,000)
Leveraged Loans Repayments:				
Principal (1)	45,237,500	4,583,287	9,042,598	58,863,385
Interest	25,538,543	2,126,630	4,654,089	32,319,262
Principal (2) (State Match)	4,052,835	429,113	843,713	5,325,661
Direct Loans Repayments:				
Principal	3,417,230	485,719	1,014,943	4,917,892
Interest	1,447,446	157,390	324,888	1,929,724
Federal Funds Deallocation (from DSRF)	13,869,788	3,026,605	4,525,872	21,422,265
Fees Deposited to the DWRF	-	-	-	-
Interest Income on Investments	27,430,114	3,019,454	5,287,440	35,737,008
Transfer to/from Clean Water SRF Grant program	-	-	-	-
<b>TOTAL SOURCES</b>	<b>465,343,831</b>	<b>26,730,528</b>	<b>66,480,917</b>	<b>558,555,276</b>
<b>USES</b>				
Loans Executed:				
Direct	26,336,208	2,376,300	15,226,897	43,939,405
Leveraged	241,185,203	-	30,650,000	271,835,203
Grant Funds Committed to Loans	87,188,585	-	11,666,482	98,855,067
Leveraging Bond Debt Service				
Principal	39,110,000	9,145,000	9,080,000	57,335,000
Interest	50,832,006	4,174,701	7,968,288	62,974,995
Net Effect of Accumulated Investment Interest and Loan				
Repayments Held / (Used) for Payment of Debt Service	6,261,089	(4,391,413)	1,971,792	3,841,468
Funds Available / (Provided) for New Loans	14,430,740	15,425,940	(10,082,542)	19,774,138
<b>TOTAL USES</b>	<b>\$ 465,343,831</b>	<b>\$ 26,730,528</b>	<b>\$ 66,480,917</b>	<b>\$ 558,555,276</b>

\* All amounts for this schedule are cash basis.

\*\* This schedule is based on the assumption that Drinking Water SRF Grant funds will not be transferred to the WPCRF program during this period.

**DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM**  
**2008 INTENDED USE PLAN**  
**ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007**

DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM										
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	Funded or Subsidized with DW SRF Reloan Monies (c)	State Match Provided to DW SRF Funds	Loan Type	
Arapahoe Estates WD	10/01/97	\$ 1,048,332.75	20	4.150%	\$ 388,359.00	\$ 98,332.75	\$ -	0.253	LL	
Englewood, City of	10/01/97	15,292,635.61	21	4.140%	5,361,910.00	1,357,635.61		0.253	LL	
Fort Collins, City of	10/01/97	10,125,299.77	20	4.120%	3,614,928.00	915,299.77		0.253	LL	
Grand Lake, Town of	10/29/97	495,000.00	20	4.500%	394,988.00	100,012.00		0.253	DL	
Buena Vista, Town of	06/01/98	1,324,119.65	20	4.010%	490,204.00	124,119.65		0.253	LL	
Fort Morgan, City of	06/01/98	15,433,355.38	21	4.020%	5,641,214.00	1,428,355.38		0.253	LL	
Chatfield South WD	07/13/98	728,500.00	20	4.500%	581,310.00	147,190.00		0.253	DL	
Left Hand W&SD	09/11/98	188,700.00	20	4.500%	150,574.00	38,126.00		0.253	DL	
Julesburg, Town of	05/01/99	693,000.00	1	4.500%	543,757.00	149,243.00		0.274	DL	
Aurora, City of	05/01/99	14,999,898.55	15	3.633%	4,751,500.00	1,024,898.55		0.216	LL	
Fort Collins, City of	05/01/99	4,998,394.59	20	3.808%	1,870,165.00	403,394.59		0.216	LL	
Glenwood Springs, City of	05/01/99	4,999,017.40	19	3.773%	1,710,790.00	369,017.40		0.216	LL	
Grand County W&SD	05/01/99	2,998,566.15	19	3.783%	1,036,468.00	223,566.15		0.216	LL	
Greeley, City of	05/01/99	14,999,038.36	20	3.802%	5,280,660.00	1,139,038.36		0.216	LL	
Julesburg, Town of	05/01/99	994,599.70	20	3.809%	392,210.00	84,599.70		0.216	LL	
Left Hand WD	05/01/99	6,571,538.04	20	3.802%	2,139,722.00	461,538.04		0.216	LL	
Thunderbird W&SD	06/01/99	285,000.00	20	4.500%	223,623.00	61,377.00		0.274	DL	
La Junta, City of	10/15/99	490,000.00	20	4.500%	384,475.00	105,525.00		0.274	DL	
Sedalia W&SD	03/09/00	326,000.00	20	4.500%	255,794.00	70,206.00		0.274	DL	
Evergreen MD	04/15/00	5,577,981.71	21	4.390%	1,786,069.00	452,981.71		0.254	LL	
Fountain Valley Auth	04/15/00	7,607,966.23	21	4.400%	2,633,735.00	667,966.23		0.254	LL	
Limon, Town of	04/15/00	1,440,808.84	21	4.410%	436,910.00	110,808.84		0.254	LL	
Pueblo Board of WW	04/15/00	9,558,794.83	23	4.600%	2,499,000.00	633,794.83		0.254	LL	
Westminster, City of	04/15/00	14,998,357.36	21	4.400%	4,764,452.00	1,208,357.36		0.254	LL	
Springfield, Town of	07/28/00	349,470.76	20	4.500%	274,209.00	75,261.76		0.274	DL	
Craig, City of	12/15/00	450,000.00	5	4.000%	353,089.00	96,911.00		0.274	DL	
Wellington, City of	11/01/01	1,000,000.00	20	4.000%	716,007.00	283,993.00		0.397	DL	
Woodland Park, City of	03/13/02	800,000.00	20	4.000%	597,200.00	202,800.00		0.340	DL	
Evergreen MD	04/01/02	2,036,129.62	21	4.000%	764,260.00	181,129.62		0.237	LL	
Grand Junction, City of	04/01/02	3,566,521.69	21	4.020%	1,082,370.00	256,521.69		0.237	LL	
Idaho Springs, City of	04/01/02	2,339,796.89	21	3.990%	906,316.00	214,796.89		0.237	LL	
La Junta, City of	04/01/02	9,812,211.15	21	4.000%	3,300,469.00	782,211.15		0.237	LL	
Hayden, Town of	04/30/02	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Thunderbird W&SD	08/27/02	343,684.15	20	4.000%			343,684.15	n/a	DL	
Dillon, Town of	10/18/02	1,000,000.00	10	4.000%			1,000,000.00	n/a	DL	
Basalt, Town of	12/19/02	948,245.63	20	4.000%			1,000,000.00	n/a	DL	
Westwood Lakes WD	05/15/03	500,000.00	20	4.000%			500,000.00	n/a	DL	
Fountain Valley Auth	06/01/03	3,221,861.82	22	3.030%	1,463,552.00	346,861.82		0.237	LL	

DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
2008 INTENDED USE PLAN  
ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007

DETAIL OF LOANS FINANCED UNDER THE DWRF PROGRAM (CONTINUED)										
Borrower	Loan Date	Loan Amount	Loan Term (In Years)	Effective Loan Interest Rate	DW SRF Funds Obligated to Loan (a)	State Match Provided for Loan (b)	New Loans Funded or Subsidized with DW SRF Reloan	Percent of State Match Provided to DW SRF	Loan Type	
Longmont, City of	06/01/03	\$ 14,998,044.44	21	3.110%	\$ 6,046,601.00	\$ 1,433,044.44	\$ -	0.237	LL	
Lyons, Town of	06/01/03	4,915,599.18	22	3.030%	2,196,621.00	520,599.18		0.237	LL	
Florence, City of	11/01/03	12,999,092.97	22	3.510%	5,502,502.00	1,304,092.97		0.237	LL	
Oak Creek, Town of	11/18/03	900,688.96	20	4.000%			900,688.96	n/a	DL	
Mustang WA	12/08/03	700,000.00	20	4.000%			700,000.00	n/a	DL	
Ouray, City of	12/19/03	1,000,000.00	20	4.000%			1,000,000.00	n/a	DL	
Swink, Town of	04/20/04	669,000.00	20	3.500%			669,000.00	n/a	DL	
Pinewood Springs WD	07/26/04	123,200.00	20	3.500%			123,200.00	n/a	DL	
Florence, City of	01/25/05	769,899.33	20	3.500%			769,899.33	n/a	DL	
La Jara, Town of	04/20/05	200,000.00	20	0.000%			200,000.00	n/a	DC	
Olde Stage WD	06/01/05	100,000.00	20	3.500%			100,000.00	n/a	DL	
Victor, City of	06/17/05	283,000.00	10	0.000%			283,000.00	n/a	DC	
Log Lane Village, Town of	10/14/05	1,000,000.00	30	1.750%			1,000,000.00	n/a	DC	
Bristol W&SD	02/08/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Pritchett, Town of	03/31/06	200,000.00	30	0.000%			200,000.00	n/a	DC	
Pinewood Springs WD	04/03/06	752,425.00	20	3.500%			752,425.00	n/a	DL	
Craig, City of	04/27/06	6,056,378.40	21	3.650%	2,263,200.00	536,378.40		0.237	LL	
Little Thompson WD	04/27/06	6,383,774.04	21	3.650%	2,653,055.00	628,774.04		0.237	LL	
Sedgwick, Town of	05/15/06	419,000.00	30	0.000%			419,000.00	n/a	DC	
Castle Pines MD	05/25/06	2,000,000.00	20	3.750%			2,000,000.00	n/a	DL	
Palisade, Town of	05/26/06	2,000,000.00	30	0.000%	1,526,000.00	474,000.00		0.311	DC	
Platte Canyon W&SD	06/30/06	400,000.00	20	3.750%			400,000.00	n/a	DL	
Bethune, Town of	07/18/06	418,000.00	30	0.000%			418,000.00		DC	
Ralston Valley W&SD	08/09/06	1,300,000.00	20	3.750%			1,300,000.00		DL	
Boone, Town of	08/15/06	514,297.00	30	0.000%			514,297.00		DC	
Walden, Town of	09/06/06	900,000.00	25	1.750%			900,000.00	n/a	DC	
Alamosa, City of	11/02/06	11,865,062.50	20	3.420%	4,683,808.00	1,110,062.50		0.237	LL	
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Cottonwood W&SD	11/02/06	9,996,005.27	20	3.420%	3,801,710.00	901,005.27		0.237	LL	
Palisade, Town of	11/02/06	3,976,045.10	21	3.470%	1,502,300.00	356,045.10		0.237	LL	
Castle Pines MD	11/06/06	250,000.00	20	3.750%			250,000.00	n/a	DL	
Cucharas S&WD	11/29/06	269,000.00	20	3.750%			269,000.00	n/a	DL	
Genoa, Town of	12/20/06	175,000.00	30	0.000%			175,000.00		DC	
Ordway, Town of	12/20/06	200,000.00	30	0.000%			200,000.00		DC	
Hillrose, Town of	05/31/07	995,097.00	30	0.000%			995,097.00		DC	

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<b>TOTAL FOR PROGRAM</b>	<b>73</b>	<b>\$ 267,521,411</b>	<b>22</b>	<b>3.71%</b>	<b>\$ 93,189,611</b>	<b>\$ 22,554,848</b>	<b>\$ 18,582,291</b>	<b>30</b>	<b>41.10%</b>

SUMMARY OF DW SRF LOANS MADE EACH FISCAL YEAR									
Fiscal Year	No. of Loans Financed	Total Amount of Financing Assistance-Loans	Average Loan Life (In Years)	Weighted Average Loan Rate	Total DW SRF Funds Obligated (a)	Total State Match Funds Provided (b)	New Loans Funded or Subsidized with DW SRF Reloan Monies (c)	Number of Loans Financed with Reloan Monies	Percent of Loans Funded With Reloan Monies (c)
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1998	4	17,674,675	20.3	0.00%	6,863,302	1,737,791	-	0	0.0%
1999	10	52,029,053	17.4	0.00%	18,333,370	4,022,198	-	0	0.0%
2000	8	40,309,380	19.0	0.00%	13,003,258	3,316,288	-	0	0.0%
2001	1	1,000,000	20.0	4.00%	716,007	283,993	-	0	0.0%
2002	9	21,846,589	19.3	0.00%	6,650,615	1,637,459	3,343,684	4	44.4%
2003	8	39,235,287	20.9	0.00%	15,209,276	3,604,598	3,100,689	4	50.0%
2004	2	792,200	20.0	0.00%	-	-	792,200	2	100.0%
2005	5	2,352,899	20.0	2.04%	-	-	2,352,899	5	100.0%
2006	21	64,324,963	24.0	3.22%	22,653,598	5,481,241	7,997,722	14	66.7%
2007	1	995,097	30.0	0.00%	-	-	995,097	1	0.0%
<b>TOTAL</b>	<b>73</b>	<b>\$ 267,521,411</b>	<b>21.0</b>	<b>3.71%</b>	<b>\$ 93,189,611</b>	<b>\$ 22,554,848</b>	<b>\$ 18,582,291</b>	<b>30</b>	<b>41.1%</b>

Type of Loan:

LL = Leveraged Loan - Funded from bond proceeds

DL = Direct Loan - Funded from available sources: (1) Authority state funds, (2) Grant Funds or (3) Drinking Water SRF Reloan funds.

DC = Disadvantage Community Loans

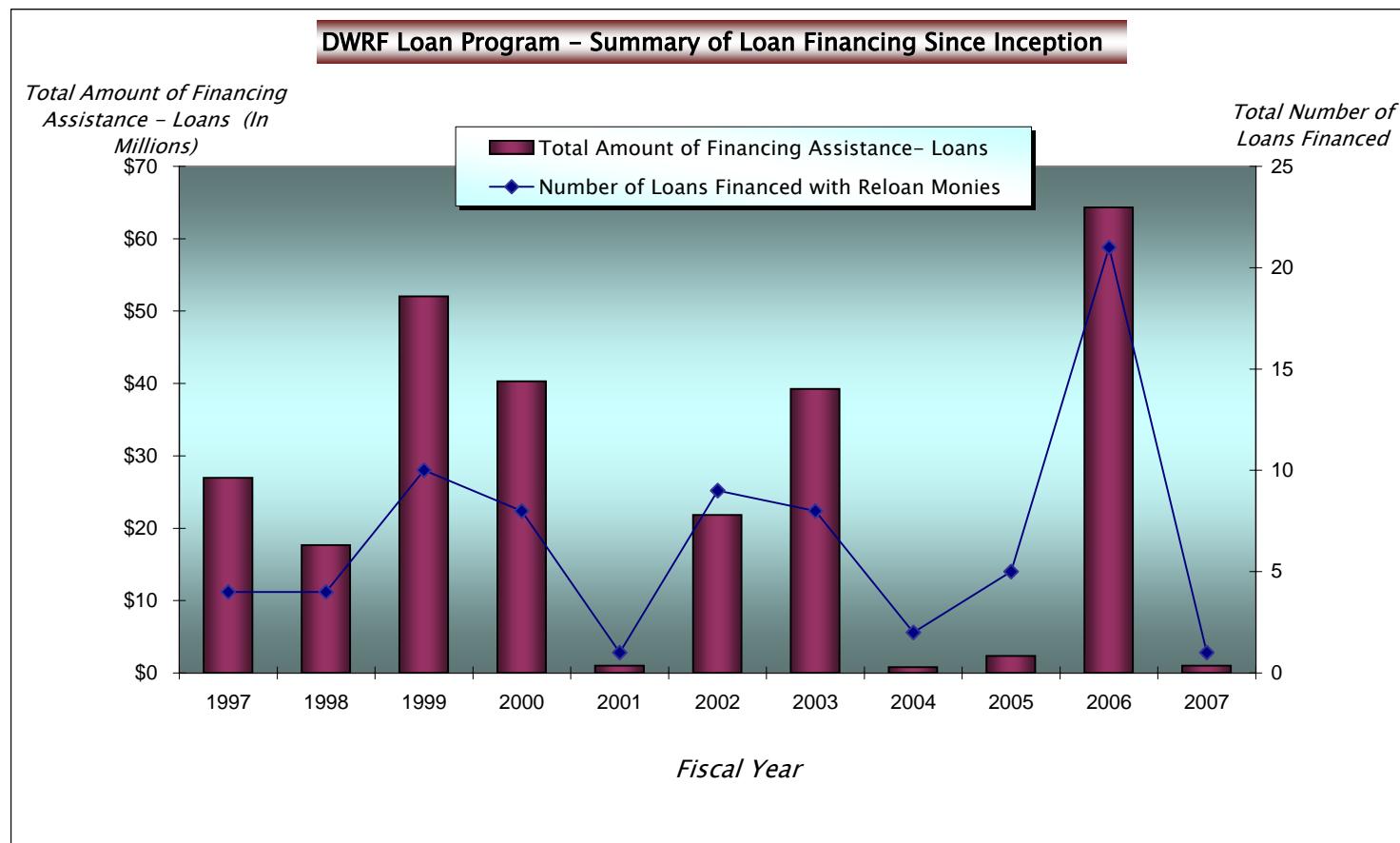
Explanation of DW SRF Loan Funding and/or Subsidization

(a) DW SRF Funds = Drinking Water State Revolving Fund - Received from EPA Capitalization Grant Awards

(b) State Match Funds = (Required 20% match for Each Dollar Received From EPA Grants from State Funds) - Provided Mainly from Authority Funds

(c) Reloan Monies = Recycled DW SRF funds - No State Match Required

DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
2008 INTENDED USE PLAN  
ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007



DRINKING WATER REVOLVING FUND (DWRF) LOAN PROGRAM  
 2008 INTENDED USE PLAN  
 ATTACHMENT 4 - LOAN SUMMARY REPORT AS OF JUNE 30, 2007

<b>SUMMARY OF LOANS MADE UNDER THE STATE DIRECT LOAN PROGRAM</b>				
Borrower	Loan Date	Amount of Loan	Loan Term	Loan Rate
Idledale W&SD	07/10/95	\$250,000	20 YEARS	4.500%
Fairplay #1, Town of	08/01/95	250,000	20 YEARS	4.500%
Minturn, Town of	08/11/95	300,000	20 YEARS	4.500%
Empire, Town of	08/24/95	331,432	20 YEARS	4.500%
Elizabeth, Town of	10/01/95	500,000	20 YEARS	4.500%
Lake Creek MD	01/12/96	500,000	20 YEARS	4.500%
Fraser, Town of	04/15/96	200,000	5 YEARS	4.500%
Baca Grande, W&SD	02/01/96	500,000	10 YEARS	4.500%
Firestone, Town of	06/13/96	95,000	10 YEARS	4.500%
Nunn, Town of	08/12/96	330,260	20 YEARS	4.500%
Lochbuie, Town of	08/28/96	351,889	20 YEARS	4.500%
Lyons, Town of	08/19/96	500,000	21 YEARS	4.500%
Bayfield, Town of	11/15/96	350,000	20 YEARS	4.500%
Fairplay #2, Town of	07/30/97	200,000	20 YEARS	4.500%
Idaho Springs, Town of	10/15/97	500,000	20 YEARS	4.500%
Westlake W&SD	08/19/97	250,000	20 YEARS	4.500%
Redstone W&SD	12/01/97	410,000	20 YEARS	4.500%
<b>TOTAL STATE DIRECT LOANS FUNDED</b>		<b>\$5,818,581</b>		
<b>NUMBER OF NON-SRF DIRECT LOANS FUNDED:</b>		<b>17</b>		

## **Attachment 3**

### **2008 Grant Program Intended Use Plan**

**STATE OF COLORADO**

**2008**

**DRINKING WATER GRANT PROGRAM**

**INTENDED USE PLAN**

WQCC Approval: November 13, 2007  
Effective Date: January 1, 2008

**DRINKING WATER GRANT PROGRAM  
INTENDED USE PLAN  
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**APPENDIX**

- A. Drinking Water Grant Program Rules
- B. 2008 Governmental Project Eligibility List
- C. 2008 Not-for-Profit Project Eligibility List
- D. FY 2006-2007 Drinking Water Grant Awards

**STATE OF COLORADO**  
**DRINKING WATER GRANT PROGRAM**  
**INTENDED USE PLAN**  
**JANUARY 1 - DECEMBER 31, 2008**

**I. Introduction**

Section 25-1.5-208 Colorado Revised Statutes provides authority for the Drinking Water Grant Program (DWGP.) The purpose of the DWGP is to provide financial assistance to governmental and not-for-profit public water systems serving populations of not more than 5,000 people for projects including consolidation, planning, design and/or construction of water treatment systems. Funding is dependent upon appropriations by the State Legislature.

Each year that funds are appropriated, in accordance with Attachment A the DWGP Rules, the Water Quality Control Division (WQCD) shall prepare an Intended Use Plan (IUP.) The IUP includes a list of eligible projects, the criteria and methods for distributing funds, program goals and activities.

**II. List of Drinking Water Grant Projects**

Appendix B is the 2008 DWGP Project Eligibility List that identifies the current construction needs for governmentally owned public water systems. Appendix C to the IUP list projects that have been identified as "Private, Not for Profit Public Water Systems." Projects are deemed eligible for inclusion on the Project Eligibility List and are assigned one of three categories with category "1" being the highest priority. The categories follow:

- Category 1      Public Health Impacts
- Category 2      Compliance with Drinking Water Regulations
- Category 3      Other Needs - such as: Storage and supply, systems beyond their useful/design life and in need of equipment replacement, rehabilitation or repair.

(Fire protection will not be considered in determining eligible projects; however, it may be a consideration when sizing the project.)

Eligibility List Categories are determined based on information provided by the applicant during the Annual Eligibility List Survey process. Based upon receipt and review of the Preliminary Engineering Report and the grant application the assigned Eligibility List Category may be revised, during the prioritization process, to more accurately reflect the proposed project. If all of the projects listed apply for funding and sufficient funds are not available, the projects will be funded in a priority order as outlined in the Criteria and Methods For Distributing Funds.

**III. Criteria and Methods for Distributing Funds**

**1. Funding for the DWGP project will be provided when:**

- The project is identified on the current years Eligibility List,
- The public water system is ready to proceed with the project,
- A complete grant application is submitted to the WQCD,
- The WQCD obtains a certificate of financial need issued by the Department of Local Affairs, and
- Funds are available.

If it is determined that the DWGP lacks sufficient funds to cover grants for all eligible projects that are ready to proceed, Category 1 projects will be funded prior to Category 2 projects, which will be funded prior to Category 3 projects. Within each category, higher priority will be given to those entities that have a greater financial need as determined by procedures and recommendations of the Department of Local Affairs.

Attachment A, DWGP Rules, authorizes the WQCD to provide assistance to governmental agencies

that were not identified on the current years Eligibility List and yet still need to move ahead with a project. The intent is to provide funds for emergency related projects and then ensure that the project(s) are identified on a subsequent approved IUP. This approach provides flexibility while preserving the credibility of the process.

## 2. Planning Grants

Up to 10% percent of the annual appropriation may be reserved for planning grants. The intent of the planning grant to assist applicants with costs associated with preparing a Preliminary Engineering Report. Applications will be considered on a first come first service basis.

## 3. Application Deadlines

In order to prioritize projects, an application deadline of August 1<sup>st</sup> has been implemented. Applications will be accepted throughout the year. However, grants will not be executed until all applications received by the application deadline have been prioritized and it is determined that sufficient funds are available. Those projects not receiving funding may reapply the following August 1 by submitting an updated DWGP Grant application.

## IV. Drinking Water Grant Program Activities

The State Legislature created the small community DWGP during the 1998 session; however, there were no funds allocated to the Fund at that time. The WQCD received \$1,500,000 in 1999 and 2000. The allotment received on July 1, 2001 was reduced by \$1,220,727 due to the State Budget shortfall. Funding was not allocated for the DWGP between FY 2002-2005. On July 1, 2006, for FY 2006-2007, \$1,500,000 was allocated to the DWGP. No funds were appropriated for the Drinking Water Grant Fund in FY 2007-2008.

In July 2006 grant application packets were sent to public water systems that returned a 2007 Eligibility List Survey that indicated their project had a completed Preliminary Engineering Report or a Comprehensive Planning document and were anticipating initiating construction by summer 2007. In addition, eligible projects that had received a Drinking Water Revolving Fund (DWRF) planning and design grant or projects that are currently under review by the WQCD for a DWRF loan were also provided a DWGP application packet. An application deadline of August 25, 2006 was established to effectively apply the project prioritization criteria outlined above. The FY 2006-2007 Drinking Water Grant Awards (Appendix D) provides a list of all systems that received or are anticipated to receive a grant from the FY 2006-2007 appropriation.

As provided for in Section 25-1.5-208, C.R.S. the WQCD will utilize up to five (5) percent of the annual appropriation for administration and management. These funds may be used to support other Division programs and activities including, but not limited to, personal services and work performed through contracts or by temporary employees to develop and/or maintain information system infrastructure necessary for the WQCD to perform its overall duties.

## V. Drinking Water Grant Program Goals

The goals for 2008 are listed below:

1. Throughout the year, the WQCD will work with eligible projects that are ready to proceed and assist communities with funding alternatives.
2. The 2009 IUP will be submitted to the WQCC for their approval at an Administrative Action Hearing in November 2008.
3. The WQCD will begin the process of requesting funds for FY 2009-2010, based on the demonstrated need, from the Legislature by July 2008.
4. The WQCD, with input from stakeholders, may conduct a formal Rulemaking Hearing to amend the DWGP Rules to align the Eligibility Categories and Criteria and Methods for Distributing Funds more closely with the DWRF categories and criteria.

## VI. Public Review and Comment

Each year, after public notice and comment period, the WQCC will hold an Administrative Hearing for approval of the IUP. After considering all pertinent comments, the WQCC shall approve the IUP.

The WQCC held the Administrative Hearing on November 13, 2007, at which time the State's 2008 DWGP IUP was adopted. Each year, the IUP will be amended to include additional projects and the State will seek public review and comment.

## Appendix A

# STATE OF COLORADO DRINKING WATER GRANT PROGRAM RULES

**5 CCR 1003-8**

ADOPTED BY THE BOARD OF HEALTH  
September 15, 1999

STATE OF COLORADO  
**DRINKING WATER GRANT PROGRAM**

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STATE OF COLORADO  
DRINKING WATER GRANT PROGRAM

1.0 AUTHORITY

Section 25-1-107 (1) (x) (IX), Colorado Revised Statutes, was amended by Senate Bill 98-179 to create the Drinking Water Grant Program to provide financial assistance to eligible public water systems. Section 25-1-107(1)(x)(IX)(C) provides that the Board of Health shall promulgate rules for the administration of any appropriated grant funds and for prioritizing water treatment system projects based upon public health impact and compliance with applicable regulations.

2.0 PURPOSE

The purpose of the Drinking Water Grant Program is to provide financial assistance to governmental and not-for-profit public water systems serving populations of not more than 5,000 people for projects including consolidation, planning, design and/or construction of water treatment systems.

The funding system is intended to identify those governmental and not-for-profit public water systems with public health impacts and drinking water compliance problems and that have financial needs.

3.0 DEFINITIONS - Section 1.2.2 of the Colorado Primary Drinking Water Regulations (CPDWR) contains additional definitions that may apply to this rule.

- 3.1    "Governmental Public Water Systems" - A public water system operated by any regional commission, county (representing unincorporated areas), water district, water and sanitation district, metropolitan district, special district, or municipality and serving a population of not more than 5,000 people.
- 3.2    "Not-For-Profit Public Water Systems" - Public water systems serving a population of not more than 5,000 people that are operated by entities such as homeowners associations that are registered as a nonprofit association or nonprofit corporation with the Colorado Secretary of State.
- 3.3    "Project" - A specific improvement to a public water system that may include planning, design, construction or consolidation.
- 3.4    "Public Water System" - A system for the provision to the public of water for human consumption through pipes or other constructed conveyances, if such system has at least fifteen service connections or regularly serves at least twenty-five individuals.

## 4.0 PROJECT IDENTIFICATION PROCEDURES

- 4.1 Each year the Water Quality Control Division (Division) shall prepare an Intended Use Plan (Plan) for expending the appropriated grant funds available for that year. The Plan shall include eligible projects from the Drinking Water Revolving Fund (DWRF) project list and the Division of Local Government's Water Needs List. Projects may also be identified through watershed groups, state field representatives, or individual public water systems and be included in the Plan after the Division has determined their eligibility.
- 4.2 Identified projects are deemed eligible for inclusion in the plan once they are assigned one of three categories with category "1" being the highest priority. The categories follow:
  - Category 1. Public Health Impacts
  - Category 2. Compliance with Drinking Water Regulations
  - Category 3. Other Needs - such as: Storage and supply; systems beyond their useful/design life and in need of equipment replacement, rehabilitation or repair.  
(Fire protection will not be considered in determining eligible projects; however, it may be a considered when sizing the project.)
- 4.3 The Board of Health will schedule a meeting for public review and comment on the Plan. Each governmental and not-for-profit public water system in the proposed Plan and other interested parties will be notified of the public hearing. After considering all pertinent comments, the Board of Health shall approve the Plan no later than December 31 of each year.
- 4.4 Throughout the funding year, the Division will add eligible projects to the Plan that are ready to proceed.

## 5.0 FUNDING CRITERIA

- 5.1 Funding is dependent upon appropriations from the State Legislature and will be provided for eligible projects that may include consolidation costs, planning, design and/or construction costs. Funding may be provided when:
  - a) The public water system is ready to proceed with the project; and
  - b) A grant application is submitted to the Division; the Division shall submit

the application to the Division of Local Government for its review and determination of financial need; and

- c) Funds are available. If it is determined that the Drinking Water Grant Program lacks sufficient funds to cover grants for all eligible projects that are ready to proceed, projects will be funded beginning with the highest priority categories.

## DRINKING WATER GRANT PROGRAM RULES REGULATORY ANALYSIS

(I) These rules establish the procedures for administering the Drinking Water Grant Program and Board of Health approval of the Plan which includes eligible projects. The program rules allow funds to be distributed to eligible public water systems that are ready to proceed with their project. The rules also provide for a categorization of projects for prioritizing when the situation arises where there are more projects ready to proceed than there are funds available.

There is no cost to communities associated with these rules; however, there is a benefit to residents of Colorado since qualifying communities will receive financial assistance for providing good quality drinking water.

(II) The impact of the Drinking Water Grant Program Rules is a beneficial structure to distribute funds to water systems based on public health benefits and readiness to proceed. There is no affected class of persons associated with these rules.

(III) These rules are not expected to either cost or generate resources at either the programmatic or state level.

(IV) Rules for the administration of any appropriated grant moneys and for prioritizing proposed public water system projects is a statutory requirement. Inaction is not an option.

(V) The alternative to having the Board of Health hold public meetings and approve the Plan is to have the State Legislature perform the same function. The matters of cost, timeliness, and staff expertise make the Board of Health alternative the preferred one.

(VI) No other alternatives were seriously considered.

## DRINKING WATER GRANT PROGRAM RULES STATEMENT OF BASIS AND PURPOSE

These rules establish a system to administer grant funds and to provide for a mechanism to prioritize eligible projects. The rules allow lower priority drinking water systems to receive funding ahead of systems with higher priority if the higher priority system does not apply for the funding or is not ready to proceed with its project.

The Drinking Water Grant Program will provide financial assistance to governmental agencies and not-for-profit public water systems serving populations of not more than 5,000 people for projects including consolidation, planning, design and/or construction of public water systems.

The Drinking Water Grant Program Plan, which includes eligible projects, will be developed by the Water Quality Control Division and submitted to the Board of Health (Board) once each year. A public will be held by the Board to receive input on the Plan. Following the meeting, any changes will be incorporated and the final Plan shall be approved by the Board.

These rules are similar to those adopted by the Board for the Drinking Water Revolving Fund. The rules are also similar to those adopted by the Water Quality Control Commission (Commission) for the Water Pollution Control Revolving Fund and the Domestic Wastewater Treatment Grant Program. The rule adoption authority for wastewater rests with the Commission while the drinking water rules are adopted under the authority of the Board of Health.

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030001D	3	Academy WSD	Pleasant View Estates	Colorado Springs	El Paso	Distribution / Transmission Lines Construction / Rehabilitation	\$75,000	750
050001D	2	Akron, Town of		Akron	Washington	Improvement / Expansion of Water Treatment Facility	\$1,000,000	1,785
040001D	3	Alma, Town of		Alma	Park	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	235
070006D	1	Arabian Acres Metropolitan District		Woodland Park	Teller	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$362,000	300
030002D	3	Arriba, Town of		Arriba	Lincoln	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$1,200,000	245
010003D	3	Aspen Springs MD		Pagosa Springs	Archuleta	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$15,000,000	1,800
070017D	3	Aspen Village MD		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	300
960004D	3	Ault, Town of		Ault	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	1,450
960005D	1	Baca Grande WSD		Crestone	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	563
050002D	3	Basalt, Town of		Basalt	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,235,000	2,000
050003D	3	Baseline WD		Boulder	Boulder	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	1,000
990002D	3	Bayfield, Town of		Bayfield	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$750,000	1,800
960127D	3	Bear Creek WSD		Lakewood	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$407,561	167
960182D	1	Bellyache Ridge MD		Edwards	Eagle	Distribution / Transmission Lines Construction / Rehabilitation	\$250,000	180
960007D	1	Bennett, Town of		Bennett	Adams	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,030,000	2,085
030004D	3	Berkeley WSD		Denver	Adams	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	2,000
990003D	3	Berthoud, Town of		Berthoud	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,500,000	4,839
050004D	3	Bethune, Town of		Bethune	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$619,952	225
960184D	3	Beulah WD		Beulah	Pueblo	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$210,000	960

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030005D	1	Black Hawk, City of		Black Hawk	Gilpin	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$10,250,000	108
960009D	1	Blanca, Town of		Blanca	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities; Water Meters	\$600,000	402
050006D	3	Bristol WSD		Bristol	Prowers	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$566,000	200
990008D	3	Buffalo Creek WD		Buffalo Creek	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$57,000	250
960189D	3	Burlington, City of		Burlington	Kit Carson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$7,600,000	3,675
070018D	3	Buttermilk MD		Aspen	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$118,000	215
000003D	3	Byers WSD		Byers	Adams	Distribution / Transmission Lines Construction / Rehabilitation	\$40,000	1,250
050074D	1	Cascade #1 MD		Cascade	El Paso	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$980,000	1,500
050007D 050007D-2	3	Castle Pines MD		Castle Rock	Douglas	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$10,015,000	3,200
000004D	2	Cedaredge, Town of		Cedaredge	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$3,615,326	2,001
050008D	3	Center, Town of		Center	Saguache	Water Storage Facilities	\$55,000	840
050009D	3	Central City, City of		Central City	Gilpin	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,700,000	700
080006D	1	Cheyenne Wells, Town of		Cheyenne Wells	Cheyenne	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$870,000	985
050067D	1	Clear Creek County	Mill Creek Park WIA	Dumont, Mill Creek	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$83,000	62
050010D	3	Clearwater MD		Denver	Elbert	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,500,000	1,000
050012D	3	Coal Creek, Town of		Coal Creek	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$58,000	383

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030009D	2	Colorado Centre MD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$350,000	2,500
050013D	1	Colorado City MD		Colorado City	Pueblo	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$7,500,000	2,318
050014D	3	Columbine Lake WD		Grand Lake	Grand	Distribution / Transmission Lines Construction / Rehabilitation	\$1,600,000	1,100
050015D	3	Copper Mountain Consolidated MD		Copper Mountain	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,400,000	5,000
960017D	3	Costilla County WSD		San Luis	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$741,000	1,000
990013D	3	Cottonwood WSD		Englewood	Douglas	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$8,540,000	2,375
050017D	3	Creede, Town of		Creede	Mineral	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	417
960163D	3	Crested Butte South MD		Crested Butte South	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,600,000	1,200
080009D	3	Crested Butte, Town of		Crested Butte	Gunnison	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facility	\$1,750,000	1,600
070015D	1	Crestone, Town of		Crestone	Saguache	Connect to Existing Facility; Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters; Land Acquisition	\$1,500,394	130
990014D	1	Cripple Creek, Town of		Cripple Creek	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$435,000	1,300
060002D	1	Cucharas WSD		Cucharas	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$350,000	200
080012D	1	Cucharas WSD		Cucharas	Huerfano	Improvement / Expansion of Existing Water Treatment Facility	\$480,000	200
050018D	1	Dacono, City of		Dacono	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,754,869	3,800
040005D	1	De Beque, Town of		DeBeque	Mesa	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant	\$270,000	500
080003D	3	Del Norte, Town of		Del Norte	Rio Grande	Water Meters	\$1,413,341	1,800
080011D	3	Delta County	Upper Surface Creek Domestic WUA	Cedaredge	Delta	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,700
960021D	3	Dillon, Town of		Dillon	Summit	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$2,441,000	803
030016D	1	Dinosaur, Town of		Dinosaur	Moffat	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	330
050019D	1	Divide MPC MD		Divide	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$116,500	10
960024D	2	Dolores, Town of		Dolores	Montezuma	Improvement / Expansion of Water Treatment Facility	\$410,000	1,000

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
040006D	2	Dove Creek, Town of		Dove Creek	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$128,000	695
960026D	3	Durango West #1 MD		Durango	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,640,000	1,000
040007D	2	Durango West #2 MD		Durango	La Plata	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,020,000	900
070004D	1	Eagle, Town of	Western Eagle County Recreation District	Eagle	Eagle	Distribution / Transmission Lines Construction / Rehabilitation; Connect to Existing Facility	\$25,000	4,400
000007D	2	East Alamosa WSD		Alamosa	Alamosa	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,100,000	1,432
960027D	3	East Valley Metro WSD		Centennial	Arapahoe	Water Storage Facilities	\$300,000	300
050021D	2	Eckley, Town of		Eckley	Yuma	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,025,000	278
060004D	2	Elizabeth, Town of		Elizabeth	Elbert	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant; Water Supply Facilities	\$1,800,000	1,500
020022D	3	Empire, Town of		Empire	Clear Creek	Improvement / Expansion of Existing Water Treatment Plant; Connection to a New or Existing Water Treatment Plant; Water Meters	\$870,000	400
050022D	1	Fairplay, Town of		Fairplay	Park	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$6,750,000	715
060019D	1	Flagler, Town of		Flagler	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	631
080014D	1	Florence, City of		Florence	Fremont	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,300,000	3,795
030021D	2	Florissant WSD		Florissant	Teller	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities	\$250,000	43
960201D	1	Forest Lakes MD (La Plata)		Forest Lakes	La Plata	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,500,000	1,883
030022D	1	Forest View Acres WD		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,800,000	900
010013D	3	Fowler, Town of	Westcamp	Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$100,000	1,700
960038D	2	Fowler, Town of		Fowler	Otero	Improvement / Expansion of Water Treatment Facility; Water Meters	\$500,000	1,700

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980250D	3	Franktown Business Area MD	Douglas County	Franktown	Douglas	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$6,500,000	200
050025D	2	Fraser, Town of		Fraser	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$1,534,500	1,000
080008D	3	Gateway Metropolitan District		Basalt	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,899,014	418
030025D	1	Genesee WSD		Golden	Jefferson	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$4,150,000	4,010
080018D	1	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$500,000	203
960161D	1	Genoa, Town of		Genoa	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation	\$585,000	203
030026D	3	Georgetown, Town of		Georgetown	Clear Creek	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,500,000	1,125
080010D	3	Gilcrest, Town of		Gilcrest	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$8,000,000	1,200
070019D	3	Grace Mar Water District		Lafayette	Boulder	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$80,000	27
990021D	3	Granada, Town of		Granada	Prowers	Water Storage Facilities	\$146,000	640
960174D	2	Grand Lake, Town of		Grand Lake	Grand	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	476
070013D	3	Grover, Town of		Grover	Weld	Water Supply Facilities	\$6,000	154
050027D	3	Gunnison County	Dos Rios Water	Gunnison	Gunnison	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$3,900,000	750
010015D	2	Gunnison County	Somerset Domestic WD	Somerset	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$465,000	520
990009D	2	Gunnison, City of		Marble	Gunnison	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$515,100	104
990045D	2	Hamilton Creek MD		Silverthorne	Summit	Improvement / Expansion of Water Treatment Facility	\$2,000,000	200
030028D	2	Hartman, Town of		Hartman	Prowers	Construction of a New Water Treatment Facility; Improvement / Expansion of Existing Water Treatment Plant; Water Storage Facilities	\$700,000	108
010016D	1	Haswell, Town of		Haswell	Kiowa	Improvement / Expansion of Water Treatment Facility	\$180,000	84
050028D	1	Haxtun, Town of		Haxtun	Phillips	Distribution / Transmission Lines Construction / Rehabilitation	\$50,000	984
960137D	2	Hayden, Town of		Hayden	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,425,000	1,700

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960171D	1	Highland Lakes WD		Divide	Teller	Construction of a New Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,950,000	1,100
020020D	3	Hi-Land Acres WSD		Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$700,000	350
040033D	2	Hillrose, Town of		Hillrose	Morgan	New Water Treatment Facility; Improvement/Expansion of Treatment Facility; Connect to Existing Facility; Consolidation of Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage; Water Supply Facilities; Water Meters	\$1,721,952	275
960045D	3	Holly, Town of		Holly	Prowers	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$355,201	1,015
990023D	3	Holyoke, City of		Holyoke	Phillips	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,575,000	2,261
080005D	2	Hooper, Town of		Alamosa		New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,000,000	125
020032D	3	Hoover Hill WSD		Boulder	Boulder	Water Meters	\$100,000	265
960047D	1	Hot Sulphur Springs, Town of		Hot Sulphur Springs	Grand	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,600,000	534
010017D	2	Hotchkiss, Town of		Hotchkiss	Delta	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility	\$2,000,000	2,000
020023D	3	Hudson, Town of		Hudson	Weld	Improvement / Expansion of Water Treatment Facility	\$800,000	1,600
010018D	3	Idaho Springs, City of		Idaho Springs	Clear Creek	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$3,200,000	1,885
020018D	1	Idledale WSD		Morrison	Jefferson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,296,570	350
960050D	1	Ignacio, Town of		Ignacio	La Plata	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	740
030029D	1	Indian Hills WD		Indian Hills	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$340,344	1,100
960051D	1	Jamestown, Town of		Jamestown	Boulder	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$933,500	260
050029D	1	Julesburg, Town of		Julesburg	Sedgwick	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$350,000	1,467
030031D	3	Keenesburg, Town of		Keenesburg	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	1,150
030032D	2	Ken Caryl West Ranch WD		Morrison	Jefferson	New Regional Water Treatment Facilities; Water Storage Facilities	\$300,000	100
960208D	3	Kersey, Town of		Kersey	Weld	Distribution / Transmission Lines Construction / Rehabilitation	\$2,200,000	1,420

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030033D	3	Kim, Town of		Kim	Las Animas	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$815,000	76
080013D	3	Kiowa, Town of		Kiowa	Elbert	Improvement / Expansion of Existing Water Treatment Facility; Connect To Existing Facility; Water Storage Facility	\$2,000,000	618
960056D	1	Kit Carson, Town of		Kit Carson	Cheyenne	Construction of a New Water Treatment Facility; Water Storage Facilities; Land Acquisition	\$930,000	250
960057D	1	Kremmling, Town of		Kremmling	Grand	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$6,000,000	1,600
040011D	3	La Jara, Town of		La Jara	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$1,000,000	850
030035D	2	La Junta, City of	Eureka Water Co (1)	La Junta	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,649,000	498
020024D	1	La Veta, Town of		La Veta	Huerfano	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,524,000	950
050030D	3	Lake City, Town of		Lake City	Hinsdale	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$2,000,000	404
070003D	1	Larimer County	Glacier View Meadows Water and Sewer Assoc	Livermore	Larimer	Distribution / Transmission Lines Construction / Rehabilitation	\$310,000	400
960061D	2	Larkspur, Town of		Larkspur	Douglas	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$2,474,500	250
050032D	3	Las Animas, City of		Las Animas	Bent	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$5,020,000	4,301
050033D	3	Limon, Town of		Limon	Lincoln	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply	\$375,000	2,250
030040D	1	Log Lane Village, Town of		Log Lane Village	Morgan	New Drinking Water Treatment Plant; Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$3,700,000	1,006
060010D	3	Lookout Mountain WD		Golden	Jefferson	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$920,000	1,300
960067D	1	Lyons, Town of		Lyons	Boulder	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$8,000,000	1,617
000011D	2	Mancos, Town of		Mancos	Montezuma	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$850,000	1,250
050034D	1	Manitou Springs, City of		Manitou Springs	EI Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,440,000	5,000
020005D	3	Meeker, Town of		Meeker	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$125,000	2,500

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960214D	2	Mesa Cortina WSD		Silverthorne	Summit	Distribution / Transmission Lines Construction / Rehabilitation	\$250,000	800
070016D	3	Mesa County	Gateway -	Grand Junction	Mesa	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	251
070016D	3	Mesa County	Ute WCD - Brunner's Artesian WS	Grand Junction	Mesa	Construction of a New Water Treatment Facility; Connect To Existing Facility	\$1,000,000	100
010024D	3	Mesa WSD		Mesa	Mesa	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$175,000	400
080019D	3	Moffat, Town of		Moffat	Saguache	New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,500,000	113
050036D	3	Monte Vista, City of		Monte Vista	Rio Grande	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,500,000	4,700
960071D	3	Montezuma, Town of		Montezuma	Summit	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,015,000	42
030042D	3	Monument, Town of		Monument	El Paso	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$3,325,000	1,900
960073D	3	Morgan County Quality WD		Fort Morgan	Morgan	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$15,450,000	2,500
050037D	1	Morrison Creek Metro WSD		Stagecoach	Routt	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,400,000	700
960074D	1	Morrison, Town of		Morrison	Jefferson	Construction of a New Water Treatment Facility; Connect to Existing Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,000,000	400
080015D	1	Mountain View Villages WSD		Leadville	Lake	New Water Treatment Facility; Connect To Existing Facility; Water Storage Facilities	\$1,800,000	1,000
040015D	2	Mountain WSD		Conifer	Jefferson	Improvement / Expansion of Water Treatment Facility	\$600,000	900
010025D	3	Munn's Addition WSD		Brush	Morgan	Consolidation of Water Treatment Facilities; Water Supply Facilities	\$500,000	80
070011D	3	Naturita, Town of		Naturita	Montrose	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	635

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060027D	1	Nederland, Town of		Nederland	Boulder	Construction of a New Water Treatment Facility; Improvement / Expansion of Water Treatment Plant	\$2,800,000	1,500
960078D	1	North Shore WSD		Granby	Grand	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facility	\$1,800,000	280
040016D	3	Northern Douglas County WSD	Chatfield East Estates Inclusion	Littleton	Douglas	Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$3,100,000	400
030043D	3	Northern Douglas County WSD	McArthur Ranch Inclusion	Littleton	Douglas	Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,100,000	230
960080D	1	Norwood, Town of	Norwood Water Commission	Norwood	San Miguel	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$1,101,100	1,500
960082D	3	Oak Creek, Town of		Oak Creek	Routt	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,900,000	900
080016D	3	Oak Meadows WA		Glenwood Springs	Garfield	Improvement / Expansion of Existing Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,300,000	70
960084D	1	Olde Stage WD		Boulder	Boulder	Water Storage Facilities	\$250,000	250
030044D	1	Ophir, Town of		Ophir	San Miguel	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities; Water Meters	\$526,085	175
960085D	3	Orchard City, Town of		Orchard City	Delta	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$10,000,000	3,100
030045D	3	Ordway, Town of		Ordway	Crowley	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,100,000	1,322
070001D	2	Otero County	South Swink Water Co.	Swink	Otero	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Connect To Existing Facility	\$400,000	600
070007D	2	Otero County	Valley Water Company	Manzanola	Otero	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facility	\$200,000	270

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030051D	3	Ouray, City of		Ouray	Ouray	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	813
050038D	3	Ovid, Town of		Ovid	Sedgwick	Distribution / Transmission Lines Construction / Rehabilitation;	\$1,278,550	333
030052D	2	Paint Brush Hills MD		Falcon	El Paso	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,145,000	1,200
040022D 040022D-2	1	Palisade, Town of		Palisade	Mesa	Distribution / Transmission Lines Construction / Rehabilitation	\$1,200,000	3,000
010028D	1	Palmer Lake, Town of		Palmer Lake	El Paso	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,000,000	2,300
000015D	1	Paonia, Town of		Paonia	Delta	New Water Treatment Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$4,540,000	2,200
030053D	3	Parachute, Town of		Parachute	Garfield	Distribution / Transmission Lines Construction / Rehabilitation; Water Meters	\$512,000	1,360
960092D	2	Penrose WD		Penrose	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,000,000	3,280
960219D	3	Perry Park WSD		Larkspur	Douglas	Water Storage Facilities; Water Supply Facilities	\$1,500,000	3,100
010030D	1	Phillips County	Amherst Unincorp Area	Amherst	Phillips	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Storage Facilities	\$250,000	200
070002D	3	Pierce, Town of		Pierce	Weld	New Water Treatment Plant; Improvement / Expansion of Water Treatment Facility	\$1,630,000	884
990035D	1	Pine Drive WD		Beulah	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$208,000	350
960093D	2	Pinewood Springs WD		Pinewood Springs	Larimer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities;	\$2,405,000	750
010031D	3	Pioneer Lookout WD		Monument	El Paso	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$45,000	100

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960094D	3	Platteville, Town of		Platteville	Weld	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,200,000	2,500
050039D	1	Poncha Springs, Town of		Poncha Springs	Chaffee	Construction of a New Water Treatment Facility; Connection to a New or Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$2,400,000	570
050040D	1	Powderhorn #1 MD		Mesa	Mesa	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$4,000,000	1800
050041D	1	Pritchett, Town of		Pritchett	Baca	Water Storage Facilities	\$533,000	150
020035D	1	Prowers County	May Valley Water Assoc	Wiley	Prowers	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$50,000	1,500
010050D	2	Pueblo West MD		Pueblo West	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation	\$3,500,000	4,500
960225D	1	Rainbow Valley WD		Woodland Park	Teller	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$62,000	185
060012D	3	Ralston Valley WSD		Arvada	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$1,200,000	1,300
020006D	3	Rangely, Town of		Rangely	Rio Blanco	Distribution / Transmission Lines Construction / Rehabilitation	\$1,000,000	2,200
050043D	2	Raymer, Town of		Raymer	Weld	Improvement / Expansion of Water Treatment Facility	\$300,000	73
040023D	2	Red Cliff, Town of		Red Cliff	Eagle	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$100,000	350
040024D	1	Red Rock Valley Estates WD		Colorado Springs	El Paso	Improvement / Expansion of Existing Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters; Land Acquisition	\$2,345,000	220
060022D	2	Redstone WSD		Redstone	Pitkin	Improvement / Expansion of Water Treatment Facility	\$100,000	300
960098D	1	Rico, Town of		Rico	Dolores	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$200,000	250

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960099D	3	Ridgewood WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,055,000	95
040025D	2	Ridgway, Town of		Ridgway	Ouray	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$750,000	500
960227D	2	Rocky Ford, City of		Rocky Ford	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$2,050,000	4,213
020028D	1	Round Mountain WSD		Westcliffe	Custer	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,080,000	1,056
960160D	2	Routt County	Hahn's Peak	Steamboat Springs	Routt	Eliminate Individual Private Wells; Water Supply Facilities	\$1,800,000	150
960102D	3	Rye, Town of		Rye	Pueblo	Improvement / Expansion of Water Treatment Facility; Water Meters	\$100,000	202
960142D	1	Saguache, Town of		Saguache	Saguache	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$150,000	578
040026D	1	San Juan River Village MD		Pagosa Springs	Archuleta	Improvement / Expansion of Water Treatment Facility	\$550,000	500
030059D	2	San Luis WSD		San Luis	Costilla	Improvement / Expansion of Water Treatment Facility; Water Supply Facilities; Water Meters	\$630,000	739
960104D	3	Sanford, Town of		Sanford	Conejos	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$250,000	783
030060D	3	Sawpit, Town of		Sawpit	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$130,000	45
960105D	3	Sedalia WSD		Sedalia	Douglas	Improvement of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,525,000	220
040027D	1	Sedgwick, Town of		Sedgwick	Sedgwick	Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$769,000	183
000017D	3	Seibert, Town of		Seibert	Kit Carson	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$3,000,000	194
030061D	3	Severance, Town of		Severance	Weld	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$929,000	1,050

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020008D	3	Silt, Town of		Silt	Garfield	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$2,600,000	2,200
050075D	3	Silver Heights WSD		Castle Rock	Douglas	Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,600,000	350
960107D	1	Silver Plume, Town of		Silver Plume	Clear Creek	New Regional Water Treatment Facilities; Improvement / Expansion of Water Treatment Facility; Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$2,562,388	1,220
990041D	1	Silverton, Town of		Silverton	San Juan	Construction of a New Water Treatment Plant	\$3,000,000	550
040028D	1	Simla, Town of		Simla	Elbert	Improvement / Expansion of Water Treatment Facility	\$100,000	550
030063D	3	South Fork WSD		South Fork	Rio Grande	New Regional Water Treatment Facilities; Consolidation of Water Treatment Facilities; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$8,000,000	1,000
040029D	2	Southeast La Plata Rural WD		Durango	La Plata	Construction of a New Water Treatment Facility; Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$15,048,000	4,900
050046D	1	Springfield, Town of		Springfield	Baca	Water Supply Facilities	\$300,000	1,600
030064D	2	Steamboat Lake WSD		Clark	Routt	Construction of a New Water Treatment Facility; Water Storage Facilities; Water Supply Facilities; Water Meters	\$650,000	300
050048D	3	Stratton, Town of		Stratton	Kit Carson	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,000,000	669
960230D	3	Summit Ridge WD		Mancos	Montezuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$700,000	1,400
050049D	1	Tabernash Meadows WSD	Pole Creek Subdivision	Tabernash	Grand	New Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Connect To Existing Facility; Water Supply Facilities	\$2,000,000	100
040030D	3	Teller County #1 WSD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$600,000	625

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
010036D	3	Telluride, Town of		Telluride	San Miguel	Construction of a New Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$9,550,000	5,000
020010D	3	Thunderbird WSD		Sedalia	Douglas	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$720,000	425
080001D	2	Timbers Water & Sanitation District		Steamboat Springs	Routt	Improvement / Expansion of Existing Water Treatment Plant	\$150,000	100
050050D	3	Turkey Canon Ranch WD		Colorado Springs	El Paso	Improvement / Expansion of Water Treatment Facility	\$300,000	75
040031D	2	Two Buttes, Town of		Two Buttes	Baca	Improvement / Expansion of Water Treatment Facility	\$100,000	100
050052D	1	Vilas, Town of		Vilas	Baca	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,000	147
060023D	1	Vona, Town of		Vona	Kit Carson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$100,000	95
960115D	1	Walden, Town of		Walden	Jackson	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$1,900,000	734
050053D	3	Walsenburg, City of		Walsenburg	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	4,119
030068D	3	West Fort Collins WD		Fort Collins	Larimer	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$5,000,000	4,000
960231D	1	Westcreek Lakes WD		Sedalia	Douglas	Improvement / Expansion of Water Treatment Facility; Water Storage Facilities; Water Supply Facilities	\$100,000	150
990048D	1	Westwood Lakes WD		Woodland Park	Teller	Distribution / Transmission Lines Construction / Rehabilitation	\$650,000	378
050056D	3	Wiggins, Town of		Wiggins	Morgan	Improvement / Expansion of Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Land Acquisition; Water Rights.	\$4,000,000	900
020015D	3	Williamsburg, Town of		Williamsburg	Fremont	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,000,000	714
050057D	3	Will-O-Wisp MD		Bailey	Park	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$48,000	320
990049D	3	Wilson Mesa MD	Wilson Mesa Ranch	Telluride	San Miguel	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$155,000	150
060026D	2	Woodlin School District 104		Woodrow	Washington	Improvement / Expansion of Water Treatment Facility	\$100,000	200
050058D	3	Wray, City of		Wray	Yuma	Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Water Storage Facilities	\$4,000,000	2,287

**Appendix B**  
**Drinking Water Grant Program**  
**2008 Governmental Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
960238D	3	Yampa, Town of		Yampa	Routt	Water Storage Facilities	\$1,000,000	475
030069D	1	Yuma, City of		Yuma	Yuma	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,620,000	3,315

**Total: \$438,514,747**

**APPENDIX C**  
**Drinking Water Grant Program**  
**2008 Private, Not For Profit Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
080099D	2	Adams County	Hope Ditch Company	Brighton	Adams	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$175,000	75
050068D	3	Adams County	Mountain View WUA	Brighton	Adams	Distribution / Transmission Lines Construction / Rehabilitation; Meters	\$105,000	50
010039D	1	Adams County	North Washington Water Users Assoc	Eastlake	Adams	Water Supply Facilities	\$550,000	130
050063D	3	Arapahoe County	Galbraith Estates	Strasburg	Arapahoe	Improvement / Expansion Of Water Treatment Facility	\$300,000	35
050073D	3	Arapahoe County	Travois Subdivision	Aurora	Arapahoe	Improvement / Expansion Of Water Treatment Facility	\$300,000	300
050059D	2	Archuleta County	Alpine Lakes Ranch Water Co	Pagosa Springs	Archuleta	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$90,000	144
010004D	3	Bent County	Hasty Water Co	Hasty	Bent	Construction of a New Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation;	\$950,000	220
030003D	3	Bent County	McClave Water Assoc	McClave	Bent	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply	\$510,000	500
030006D	1	Boulder County	Eldorado Artesian Springs, Inc.	Boulder	Boulder	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Water Meters	\$373,500	150
030007D	3	Boulder County	Meadow Mountain Water System	Allenspark	Boulder	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$150,000	80
040004D	2	Chaffee County	Mount Princeton HOA	Nathrop	Chaffee	Improvement / Expansion Of Water Treatment Facility	\$48,177	38
050064D	3	Costilla County	Garcia Domestic Water Users Assoc	Garcia	Costilla	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$200,000	100
960121D	3	Costilla County	Mesita Township WUA	Mesita	Costilla	Improvement / Expansion Of Water Treatment Facility; Water Storage Facilities	\$80,000	200
000029D	3	Costilla County	San Acacio Domestic Water Assoc	San Acacio	Costilla	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$15,000	60
990015D	3	Crowley County	Crowley County Water Assoc	Ordway	Crowley	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,300,000	530
030014D	3	Delta and Montrose Counties	Cathedral Water Co	Crawford	Delta	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$190,000	220
030013D	1	Delta and Montrose Counties	Fruitland Domestic Water Co	Fruitland Mesa / Crawford	Delta	New Drinking Water Treatment Plant	\$500,000	400
050061D	1	Delta County	Coalby Domestic Water Co	Cedaredge	Delta	New Regional Water Treatment Facilities	\$100,000	1,380

**APPENDIX C**  
**Drinking Water Grant Program**  
**2008 Private, Not For Profit Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
050066D	3	Douglas County	Louviers Mutual Service Co	Louviers	Douglas	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$2,550,000	300
020013D	3	Eagle County	Red Table Acres HOA	Eagle	Eagle	Distribution / Transmission Lines Construction / Rehabilitation	\$680,000	150
050070D	3	Eagle County	Ruedi Shores Subdivision	Basalt	Eagle	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$150,000	160
000035D	3	Elbert County	Agate Water Assoc	Agate	Elbert	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$286,000	100
030024D	3	Garfield County	No Name Creek Water Assoc	Glenwood Springs	Garfield	Water Storage Facilities	\$100,000	160
080097DD	3	Garfield County	Oak Meadows Water Association	Glenwood Springs	Garfield	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$1,300,000	64
010045D	2	Grand County	Lake Forest Mutual Water Co	Granby	Grand	Improvement / Expansion Of Water Treatment Facility	\$50,000	215
020016D	1	Grand County	Moraine Park Water System	Granby	Grand	Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$510,000	550
070030D	3	Gunnison County	Murdie HOA	Almont	Gunnison	New Drinking Water Treatment Plant; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$20,000	60
050062D	3	Jackson County	Eagle's Watch Mutual Water Co	Walden	Jackson	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$106,000	100
060001D	3	Jefferson County	Lookout Mt. Crest HOA	Golden	Jefferson	Distribution / Transmission Lines Construction / Rehabilitation	\$400,000	1,500
030030D	2	Jefferson County	Park Water Co	Evergreen	Jefferson	Improvement / Expansion Of Water Treatment Facility	\$100,000	125
030034D	3	Kiowa County	Brandon Water Assoc	Brandon	Kiowa	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$176,799	30
040012D	3	La Plata County	Claude Decker Subdivision Pipeline	Bayfield	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$50,000	25
050076D	1	La Plata County	Hesperus Baptist Church	Hesperus	La Plata	Improvement / Expansion Of Water Treatment Facility; Water Supply Facilities	\$60,000	137
980242D	3	La Plata County	Pine River Ranch	Bayfield	La Plata	Distribution / Transmission Lines Construction / Rehabilitation; New Drinking Water Treatment Plant	\$11,608,000	2,000
030037D	3	La Plata County	Vandenberg Subdivision HOA	Ignacio	La Plata	Connect To Existing Facility	\$445,000	110
020039D	3	Lake County	Mount Elbert Water Assoc	Twin Lakes	Lake	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities	\$290,000	200

**APPENDIX C**  
**Drinking Water Grant Program**  
**2008 Private, Not For Profit Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
030038D	3	Larimer County	Bald Mountain Water Assoc	Loveland	Larimer	Improvement / Expansion Of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$275,000	56
010041D	2	Larimer County	Big Elk Meadows Water Assoc	Big Elk Meadows Subdiv	Larimer	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$100,000	400
050060D	3	Larimer County	Buckhorn United Methodist Camp	Bellevue	Larimer	Water Supply Facilities	\$15,000	100
000038D	3	Larimer County	Glacier View Meadows WS Assoc	Livermore	Larimer	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply	\$485,000	1,000
020036D	3	Larimer County	Sky Ranch Lutheran Camp	Fort Collins	Larimer	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$190,000	250
050071D	1	Las Animas County	Spanish Peaks Landowners Assoc	Pueblo West	Las Animas	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$100,000	150
010021D	1	Lincoln County	Karval Water Users Inc	Karval	Lincoln	Improvement / Expansion Of Water Treatment Facility	\$300,000	129
010012D	2	Otero County	Eureka Water Co (2)	La Junta	Otero	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$1,649,000	500
040017D	2	Otero County	Fayette Water Assoc	Rocky Ford	Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	70
040018D	2	Otero County	Hancock Water Inc	Rocky Ford	Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	135
030046D	3	Otero County	Hilltop Water Co	Rocky Ford	Otero	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$155,000	290
030047D	2	Otero County	New Dale - Grand Valley Water Co	Rocky Ford	Otero	Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$280,000	420
040019D	2	Otero County	Parkdale Water Co	La Junta	Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	4,178
000040D	2	Otero County	Patterson Valley Water Co	La Junta	Otero	Improvement / Expansion Of Water Treatment Facility; Connect to Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$272,000	96
070001D	2	Otero County	South Swink Water Co.	Swink	Otero	New Drinking Water Treatment Plant; Improvement / Expansion of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Connect To Existing Facility	\$400,000	600
040020D	2	Otero County	Valley Water Co	Rocky Ford	Otero	Improvement / Expansion Of Water Treatment Facility	\$100,000	270
030048D	2	Otero County	Vroman Water Co	Manzanola	Otero	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Point Of Use Ro Systems	\$60,000	155
030049D	3	Otero County	West Grand Valley Water	Rocky Ford	Otero	Consolidation of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters; Land Aquisition	\$265,000	85

**APPENDIX C**  
**Drinking Water Grant Program**  
**2008 Private, Not For Profit Project Eligibility List**

Project Number	Elig Cat	Entity	Project Name	City	County	Project Description	Project Cost (\$)	Pop
010046D	2	Park County	Red Hill Forest Property Owners Assoc	Fairplay	Park	Improvement / Expansion Of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Water Supply Facilities	\$224,000	165
000030D	3	Park County	Shawnee WCA	Shawnee	Park	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$15,000	40
030056D	3	Pitkin County	KK Water Assoc	Basalt	Pitkin	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Meters	\$240,000	52
060020D	2	Pitkin County	Pitkin Iron Homeowners' Association	Aspen	Pitkin	Improvement / Expansion Of Water Treatment Facility	\$100,000	50
050077D	3	Pitkin County	Prince Creek HOA	Carbondale	Pitkin	Improvement / Expansion Of Water Treatment Facility	\$300,000	50
030057D	3	Prowers County	Granada Water Assoc	Lamar	Prowers	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities; Water Meters	\$170,000	500
050069D	1	Pueblo County	O'Neal Water System	Baxter	Pueblo	Distribution / Transmission Lines Construction / Rehabilitation	\$295,000	640
030058D	3	Routt County	Fox Estates HOA	Steamboat Springs	Routt	Improvement / Expansion Of Water Treatment Facility; Water Supply Facilities	\$130,000	50
010048D	3	Teller County	Forest Glen Sports Assoc	Florissant	Teller	Improvement / Expansion Of Water Treatment Facility; Consolidation Of Water Treatment Facilities; Distribution / Transmission Lines Construction / Rehabilitation	\$240,000	49
030066D	3	Teller County	Rosewood Hills Prop & HOA	Woodland Park	Teller	Water Storage Facilities; Water Supply Facilities	\$81,000	110
010049D	3	Teller County	Tranquil Acres Water Supply	Woodland Park	Teller	Connect To Existing Facility; Improvement / Expansion of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$1,400,000	320
080098D	3	Teller County	Woodland West Water Users Association	Woodland Park	Teller	Connect To Existing Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,000	120
050072D	3	Walsenburg, City Of	Toltec WUA	Walsenburg	Huerfano	Distribution / Transmission Lines Construction / Rehabilitation	\$500,000	3,300
000019D	3	Weld County	Wattenburg Improve Assoc	Wattenburg	Weld	Water Storage Facilities	\$175,000	500
050065D	3	Yuma County	Liberty School District J-4	Joes	Yuma	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$18,000	100

**Total: \$33,952,476**

**APPENDIX D**  
**Drinking Water Grants FY 2006 - 2007 Appropriations**

Project Number	Elig	Entity	Original Project Description from the 2006 Eligibility List	Grant Award	Pop
050004D	1	Bethune, Town of	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities; Water Supply Facilities; Meters	\$115,000	225
050005D	1	Boone, Town of	Improvement / Expansion Of Water Treatment Facility; Construction of a new water treatment facility; Construction/Rehabilitation of distribution lines; Water Supply Facilities	\$120,000	326
050021D	1	Eckley, Town of	Construction of a New Water Treatment Facility; Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation; Water Supply Facilities	\$300,000	278
030013D	1	Fruitland Domestic Water Co	New Water Treatment Plant	\$200,000	400
960161D	1	Genoa, Town of	Distribution / Transmission Lines Construction / Rehabilitation	\$75,000	211
960074D	1	Morrison, Town of	Improvement / Expansion Of Water Treatment Facility; Distribution / Transmission Lines Construction / Rehabilitation	\$50,000	427
030045D	1	Ordway, Town of	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$50,000	1,322
960098D	1	Rico, Town of	Improvement / Expansion Of Water Treatment Facility	\$92,892	250
010041D	2	Big Elk Meadows Water Assoc	Distribution / Transmission Lines Construction / Rehabilitation; Water Storage Facilities	\$60,000	400
000039D	2	La Junta, City of - Homestead Improvement Assoc Inc	Consolidation Of Water Treatment Facilities	\$100,000	65

*Total:* \$1,162,892

## **Attachment 4**

### **Audited Financial Statements as of and for the Years Ended December 31, 2007 and 2006**

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

Financial Statements and Independent Accountants' Report

December 31, 2007 and 2006

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**December 31, 2007 and 2006**

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**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**December 31, 2007 and 2006**

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## Independent Accountants' Report on Financial Statements and Supplementary Information

The Board of Directors  
Colorado Water Resources and  
Power Development Authority  
Denver, Colorado

We have audited the accompanying financial statements of each major fund of the Colorado Water Resources and Power Development Authority (the Authority), a component unit of the State of Colorado, as of and for the years ended December 31, 2007 and 2006, which collectively comprise the Authority's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Authority's management. Our responsibility is to express opinions on these financial statements based on our audits.

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of each major fund of the Colorado Water Resources and Power Development Authority as of December 31, 2007 and 2006, and the respective changes in financial position and cash flows thereof for the years then ended in conformity with accounting principles generally accepted in the United States of America.

The Board of Directors  
Colorado Water Resources and  
Power Development Authority  
Page 2

In accordance with *Government Auditing Standards*, we have also issued our report dated April 14, 2008, on our consideration of the Authority's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The accompanying management's discussion and analysis as listed in the table of contents is not a required part of the basic financial statements but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying supplementary information, including the schedule of expenditures of federal awards required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

BKD, LLP

April 14, 2008

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY**  
(A Component Unit of the State of Colorado)

Management's Discussion and Analysis  
Years ended December 31, 2007 and 2006

As management of the Colorado Water Resources and Power Development Authority (the Authority), we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the years ended December 31, 2007 and 2006.

**Financial Highlights**

- Combined net assets of the Authority's enterprise funds increased \$35.2 million (7.9%) bringing the total to \$477.6 million at December 31, 2007. Capitalization grant revenue received from the United States Environmental Protection Agency (EPA) totaling \$18.9 million was the largest source of funds contributing to this increase.
- Total restricted assets decreased by \$102.1 million and total project costs payable-leveraged loans decreased by \$108.2 million. These net decreases are due to payments of project requisitions in the Water Revenue Bonds Program (WRBP), Water Pollution Control Revolving Fund (WPCRF) and Drinking Water Revolving Fund (DWRF).
- Operating income totaled \$16.3 million during 2007, an increase of \$6.3 million (62.7%) from 2006. Operating revenues increased to \$77.5 million, while expenses rose to \$61.2 million for the fiscal year. The majority of the increase in operating income resulted from the \$5.3 million increase in interest on investments.
- Total interest on investments increased by \$5.3 million (26.1%) to \$25.4 million. The majority of the increase of interest income was generated from repurchase agreement investments funded from proceeds of the 2006 and 2007 bond issues.
- Bonds payable, net of unamortized refunding costs, at December 31, 2007, totaled \$1.1 billion. During 2007, \$48.2 million of bond principal payments was offset by the issuance of new bonds in the amount of \$35.3 million and an increase in deferred benefits from refundings of \$0.1 million resulting in a \$12.8 million net decrease in bonds payable for 2007. Revenue bonds were issued in the following enterprise fund during 2007:
  - ⊕ Water Pollution Control Revolving Fund (WPCRF), within the Water Pollution Control Enterprise Fund, – \$35.3 million.
- Total loans receivable were \$1.2 billion at December 31, 2007. During 2007, although new loans totaling \$44.1 million were executed in 2007, principal repayments from existing loans in the amount of \$55.2 million resulted in a net decrease in loans receivable of \$11.1 million (1.0%). New loans were executed in the following enterprise funds:
  - ⊕ Water Operations Fund \$ 0.2 million
  - ⊕ Water Pollution Control \$ 42.3 million
  - ⊕ Drinking Water \$ 1.6 million

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### **Overview of the Basic Financial Statements**

Management's discussion and analysis is intended to serve as an introduction of the Authority's basic financial statements. Prior years' activity is provided in a comparative presentation in this discussion. The basic financial statements consist of the fund financial statements and the notes to the basic financial statements.

#### ***Fund Financial Statements***

A fund is a grouping of related accounts used to maintain control over resources that have been segregated for specific activities or objectives. The Authority, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the Authority are enterprise funds. These enterprise funds include three separately maintained funds: 1) The Water Operations Fund, 2) The Water Pollution Control Fund, and 3) The Drinking Water Fund. The basic financial statements for each fund are included in this report. Each fund is considered a major fund.

#### ***Notes to the Basic Financial Statements***

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the basic financial statements.

### **Financial Analysis of Enterprise Funds**

#### ***Summary of Net Assets***

##### ***Overview***

The Authority's basic financial statements are comprised of three enterprise funds. To better assist the user of these statements, a separate schedule and analysis for each of the funds is presented below. These schedules summarize the financial position of each enterprise fund as of December 31, 2007 and 2006 in a comparative format. Furthermore, schedules of total enterprise fund data and analyses is provided in comparative year format for 2007-2006 and 2006-2005.

Unrestricted current and other assets primarily consist of cash and cash equivalents, investment and loan interest receivable, loan principal payments due in the subsequent year, and other assets and receivables. Restricted assets are comprised of current and noncurrent cash and cash equivalents, investments, and investment income receivable. Restricted assets include amounts relating to borrowers' project accounts, debt service reserve funds, debt service funds and other accounts legally restricted by the revenue bond resolutions. Noncurrent loans receivable includes loan principal payments due more than one year subsequent to the fiscal year end. Loans receivable provide security for associated bonds; and loan payments received, net of state match principal and administrative fees, are restricted for payment of bond debt service.

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Current and other liabilities contain amounts such as bond interest payable, bond principal payments due in the subsequent year, project costs payable (remaining borrower direct loan proceeds available), and various other miscellaneous liabilities. The project costs payable – leveraged loans line item contains the total (current and noncurrent) remaining borrower loan proceeds available for loans financed with bond proceeds. Noncurrent debt is the total of bonds payable more than one year subsequent to the fiscal year end. Net assets are classified into three categories: invested in capital assets, restricted, and unrestricted.

Each of the enterprise funds contains one or more leveraged loan programs that are funded, all or in part, with bond proceeds. Bonds are issued only to provide capital for pre-approved loans. Each additional loan-bond financing package directly increases four major line items on the respective fund's summary statement of net assets: bonds payable, restricted assets, loans receivable, and project costs payable – leveraged loans.

As project construction costs are incurred, borrowers submit requisitions for reimbursement. Construction of these infrastructure projects often lasts up to three years. When approved requisitions are paid, reductions to restricted assets and project costs payable-leveraged loans are recorded. Therefore, the net changes to these two accounts from year-to-year are dependent upon the increases resulting from new loans and decreases from project requisitions paid.

An explanation and graphical representation of the comparative balances for these four, major line items is shown for total enterprise funds and for each enterprise fund.

*Total Enterprise Funds*

Schedules 1A and 1B show the summary net assets for the three enterprise funds of the Authority in total and on a comparative year basis.

Total assets of these funds decreased by \$94.4 million in 2007, as compared to smaller decrease of \$1.5 million in 2006. A decrease in the number and amounts of new loans executed combined with the large disbursements of project funds for existing loans contributed to the decrease in assets. In 2007, new loans executed totaled \$44.1 million, while \$117.5 million in loans were executed in 2006. In addition, project draws paid to borrowers totaling \$155.9 million and \$190.0 million in 2007 and 2006 respectively, contributed to the net decrease in 2007 and 2006 total assets.

Similarly, total liabilities decreased by \$129.6 million in 2007, and decreased by \$24.0 million in 2006. Bonds totaling \$35.3 million were issued in 2007, while \$86.8 million, excluding refunding bonds, were issued in 2006. In 2007, project draws of \$155.9 million led to the net decrease in 2007 total liabilities and project draws of \$190.0 million contributed to the net decrease in 2006 total liabilities. Included in and contributing to the balance of total liabilities is project costs payable-leveraged loans. Project costs payable-leveraged

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loans are directly impacted in the same manner resulting in a 2007 net decrease of \$108.2 million and a 2006 net decrease of \$84.9 million. Total net assets increased by \$35.2 million in 2007, exceeding the \$22.5 million increase in 2006.

<i>Total Enterprise Funds (2007 - 2006)</i>		<i>Schedule 1A</i>		
Summary of Net Assets as of December 31				
	2007	2006	Change	Pct Chg
Unrestricted current and other assets	\$ 198,136,756	\$ 179,069,039	\$ 19,067,717	10.6%
Restricted assets	411,894,280	513,944,900	(102,050,620)	(19.9%)
Capital assets, net	25,495	23,431	2,064	8.8%
Noncurrent loans receivable	1,125,266,117	1,136,674,375	(11,408,258)	(1.0%)
Total assets	<u>1,735,322,648</u>	<u>1,829,711,745</u>	<u>(94,389,097)</u>	<u>(5.2%)</u>
Current and other liabilities	99,342,497	106,565,475	(7,222,978)	(6.8%)
Project costs payable-leveraged loans	119,778,875	228,024,650	(108,245,775)	(47.5%)
Noncurrent bonds payable, net	1,038,579,877	1,052,672,409	(14,092,532)	(1.3%)
Total liabilities	<u>1,257,701,249</u>	<u>1,387,262,534</u>	<u>(129,561,285)</u>	<u>(9.3%)</u>
Net assets:				
Invested in capital assets	25,495	23,431	2,064	8.8%
Restricted	407,529,965	372,926,857	34,603,108	9.3%
Unrestricted	70,065,939	69,498,923	567,016	0.8%
Total Net assets	<u>\$ 477,621,399</u>	<u>\$ 442,449,211</u>	<u>\$ 35,172,188</u>	<u>7.9%</u>

<i>Total Enterprise Funds (2006 - 2005)</i>		<i>Schedule 1B</i>		
Summary of Net Assets as of December 31				
	2006	2005	Change	Pct Chg
Unrestricted current and other assets	\$ 179,069,039	\$ 172,524,131	\$ 6,544,908	3.8%
Restricted assets	513,944,900	585,102,753	(71,157,853)	(12.2%)
Capital assets, net	23,431	30,410	(6,979)	(22.9%)
Noncurrent loans receivable	1,136,674,375	1,073,562,535	63,111,840	5.9%
Total assets	<u>1,829,711,745</u>	<u>1,831,219,829</u>	<u>(1,508,084)</u>	<u>(0.1%)</u>
Current and other liabilities	106,565,475	83,368,407	23,197,068	27.8%
Project costs payable-leveraged loans	228,024,650	312,952,958	(84,928,308)	(27.1%)
Noncurrent bonds payable, net	1,052,672,409	1,014,948,438	37,723,971	3.7%
Total liabilities	<u>1,387,262,534</u>	<u>1,411,269,803</u>	<u>(24,007,269)</u>	<u>(1.7%)</u>
Net assets:				
Invested in capital assets	23,431	30,410	(6,979)	(22.9%)
Restricted	372,926,857	350,672,449	22,254,408	6.3%
Unrestricted	69,498,923	69,247,167	251,756	0.4%
Total Net assets	<u>\$ 442,449,211</u>	<u>\$ 419,950,026</u>	<u>\$ 22,499,185</u>	<u>5.4%</u>

Contributing to the \$6.3 million dollar (62.7%) increase in operating income for 2007 was the \$5.3 million increase in interest on investments. Adding the \$6.4 million (51.2%) increase in EPA capitalization grant funds received in 2007 to the increase in operating income results in the \$12.7 million (56.3%) increase in the change in net assets for 2007.

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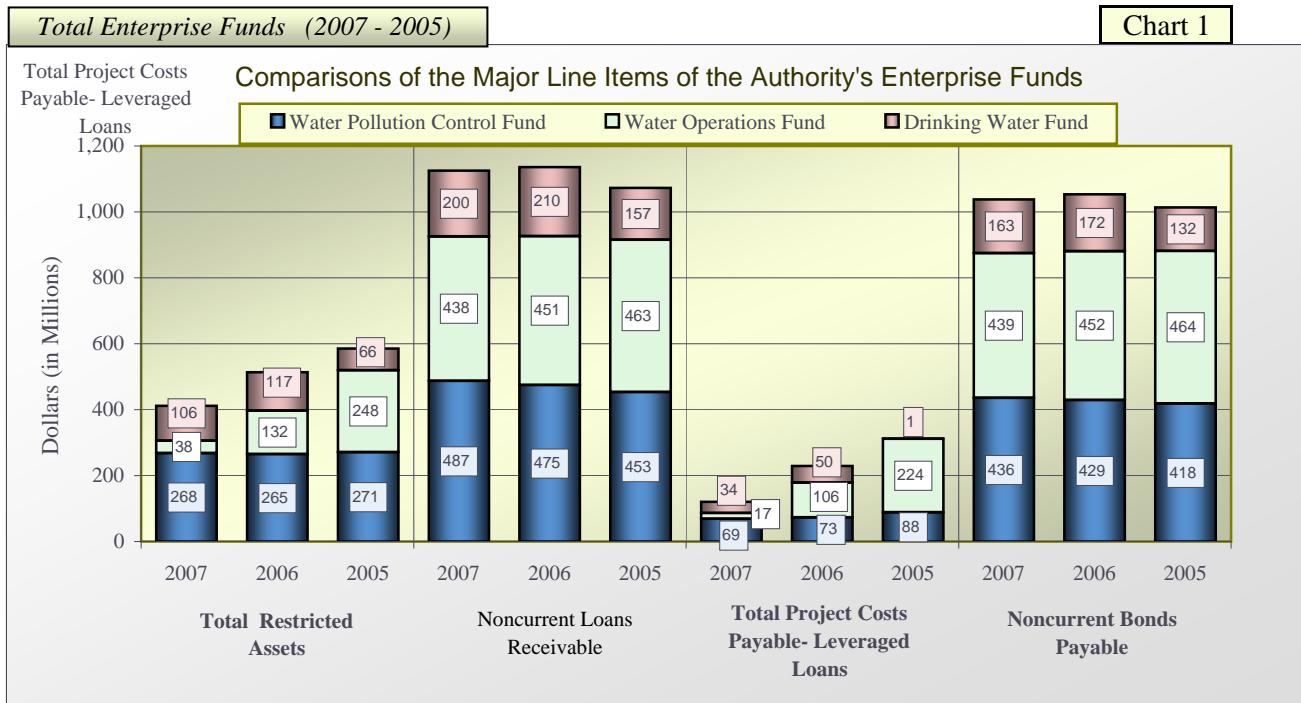


Chart 1 is a graphical representation of the four major accounts affected by new project financing, as discussed in the overview section of this discussion. The totals of these four accounts are compared for the years 2007, 2006, and 2005. Each bar is subdivided by colors that represent the amounts that each of the three enterprise funds contributes to the total for that year.

In addition to new project financing, the balances of restricted assets and project costs payable-leveraged loans are subject to fluctuations caused by the demands of borrower project draws. The chart shows a continued decline in restricted assets and project cost payable-leveraged loans in both 2007 and 2006. The Water Operations Fund had the biggest impact on total enterprise funds' balances because that fund did not provide funding for new projects and experienced substantial amounts of project draws in both years. This chart also illustrates the slight decline of loans receivable and noncurrent bonds payable in 2007 after the increase over the 2006 and 2005 period, reflecting the decline in loans made and bonds issued in 2007.

The discussion below describes the changes to each of the three enterprise fund's summary schedule of net assets for the current year and associated charts provide visual information of the effects of new financing activities in 2007.

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*Water Operations Fund*

The Water Operations Fund is described in note 1 of the basic financial statements. This fund is the combination of the business operations of the Authority (general and administrative), the Small Water Resources Projects Program (SWRP) and the WRBP. The SWRP and the WRBP are both leveraged loan programs, whereby revenue bonds are issued and the bond proceeds are used to fund related, approved loans.

Water Operations Fund	Summary of Net Assets as of December 31			Schedule 2
	2007	2006	Change	Pct Chg
Unrestricted current and other assets	\$ 98,679,617	\$ 94,529,766	\$ 4,149,851	4.4%
Restricted assets	37,773,570	132,018,162	(94,244,592)	(71.4%)
Capital assets, net	22,101	13,251	8,850	66.8%
Noncurrent loans receivable	438,118,332	450,995,833	(12,877,501)	(2.9%)
Total assets	<u>574,593,620</u>	<u>677,557,012</u>	<u>(102,963,392)</u>	<u>(15.2%)</u>
Current and other liabilities	29,070,159	32,532,100	(3,461,941)	(10.6%)
Project costs payable-leveraged loans	16,915,040	105,805,897	(88,890,857)	(84.0%)
Noncurrent bonds payable, net	439,033,061	452,006,646	(12,973,585)	(2.9%)
Total liabilities	<u>485,018,260</u>	<u>590,344,643</u>	<u>(105,326,383)</u>	<u>(17.8%)</u>
Net assets:				
Invested in capital assets	22,101	13,251	8,850	66.8%
Restricted	23,876,658	23,953,490	(76,832)	(0.3%)
Unrestricted	65,676,601	63,245,628	2,430,973	3.8%
Total Net assets	<u>\$ 89,575,360</u>	<u>\$ 87,212,369</u>	<u>\$ 2,362,991</u>	<u>2.7%</u>

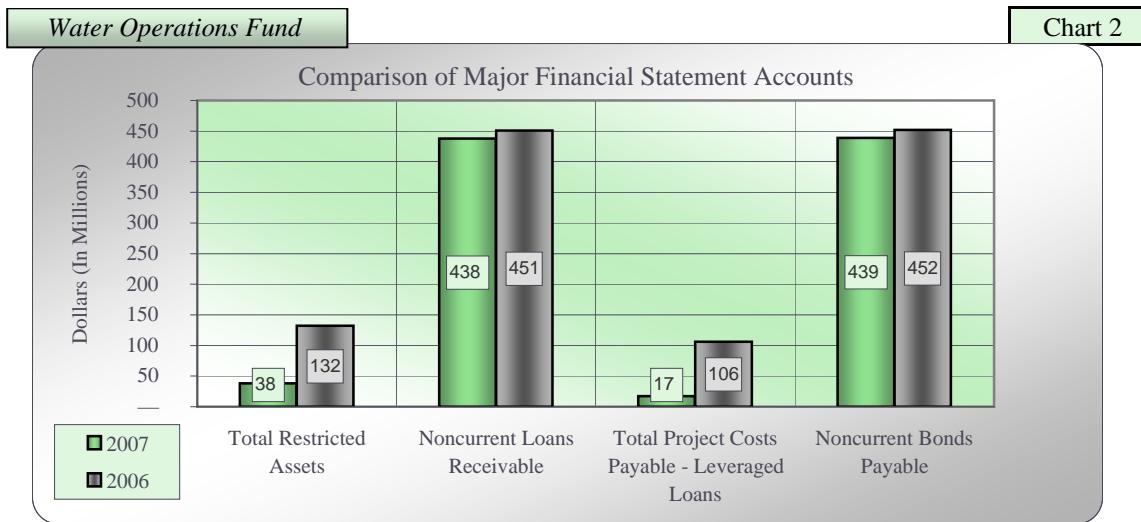
To reduce the cost of financing for these borrowers, the Authority began absorbing a portion or all costs of issuing these bonds in 2003. In 2007 and 2006, there were no new bonds issued or leveraged loans made in this fund. Loans made from these programs are not subsidized by EPA capitalization grants.

SWRP leveraged loans are generally more cost effective when a pool of approved borrowers is formed prior to issuing the bonds. Unlike SWRP, WRBP bonds are issued to fund each loan. In addition, borrowers frequently have projects that require funding before bonds are ready to be issued. To assist these communities, the Authority may approve interim (or bridge) loans, until permanent financing is available. There are no interim loans outstanding at year-end.

Also included in restricted assets of the Water Operations Fund is the \$2.0 million unexpended balance of the Animas-La Plata escrow account. During 2007, \$1.7 million was paid to the Bureau of Reclamation (Bureau) bringing the total payments to \$6.9 million. Payments made to the Bureau represent progress payments for the purchase of average annual depletion of 2,600 acre-feet of water from the project. These progress payments are recorded as water depletion rights and are included in current and other assets.

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The comparative balances of the four-major accounts affected by leveraged loans are shown in Chart 2. Since no new bonds were issued or new loans made, loans receivable and bonds payable decreased by current year principal payments. SWRP and WRBP construction draws totaling \$88.9 million caused the \$94.2 million decrease in restricted assets and the corresponding \$88.9 million decrease in project costs payable-leveraged loans. All project funds have been drawn in the SWRP program while \$16.9 million remain in WRBP project accounts.

*Water Pollution Control Fund*

The \$9.8 million increase in unrestricted current and other assets is the net effect of several factors. Primarily, the increase is attributable to deallocation. The financial model for the WPCRF program allows for reductions in debt service reserve fund balances annually in September, after bond debt service has been paid. This procedure is referred to as “deallocation” and consists of the liquidation of debt service reserve fund restricted investments and depositing the cash proceeds, along with the state match portion of loan principal repayments and direct loan principal and interest repayments, in the unrestricted reloan account.

In 2007, \$14.6 million was deallocated and transferred to the reloan account. Another \$1.3 million was added to the reloan account from investment interest earned in the reloan account and from transfers from other program accounts. Offsetting the increase were reloan account transfers of \$11.5 million used to finance new loans (which become restricted). The net increase of \$4.4 million contributed to the increase in unrestricted current and other assets. Other factors contributing to the net increase in unrestricted current and other assets include an increase in federal grants receivable of \$2.3 million, an increase of \$1.8 million in the current portion of loans receivable and increases in other miscellaneous accounts included in unrestricted current and other assets.

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Water Pollution Control Fund	Summary of Net Assets as of December 31			Schedule 3
	2007	2006	Change	Pct Chg
Unrestricted current and other assets	\$ 62,986,217	\$ 53,233,456	\$ 9,752,761	18.3%
Restricted assets	267,979,075	264,911,882	3,067,193	1.2%
Capital assets, net	1,697	5,090	(3,393)	(66.7%)
Noncurrent loans receivable	486,712,543	475,405,287	11,307,256	2.4%
Total assets	<u>817,679,532</u>	<u>793,555,715</u>	<u>24,123,817</u>	3.0%
Current and other liabilities	50,927,477	52,419,067	(1,491,590)	(2.8%)
Project costs payable-leveraged loans	69,122,484	72,700,969	(3,578,485)	(4.9%)
Noncurrent bonds payable, net	436,495,331	428,516,156	7,979,175	1.9%
Total liabilities	<u>556,545,292</u>	<u>553,636,192</u>	<u>2,909,100</u>	0.5%
Net assets:				
Invested in capital assets	1,697	5,090	(3,393)	(66.7%)
Restricted	261,132,543	239,914,433	21,218,110	8.8%
Total Net assets	<u>\$ 261,134,240</u>	<u>\$ 239,919,523</u>	<u>\$ 21,214,717</u>	8.8%

During 2007, the \$1.5 million decrease in current and other liabilities was a result of two major factors. Although, the payment to the Water Operations Fund reduced the advance payable by \$2.3 million, new direct loans, offset by related project draws, mitigated the decrease in current and other liabilities by \$1.0 million.

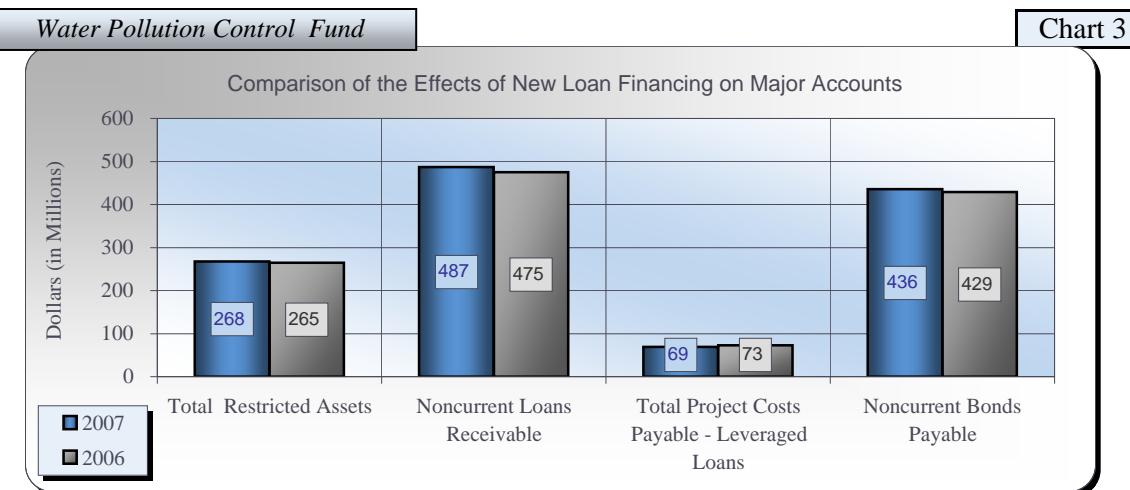


Chart 3 displays the comparative balances of the four-major accounts affected by loan activities. During 2007, the WPCRF issued revenue bonds totaling \$35.3 million. The bond proceeds, plus \$1.8 million of state match dollars, funded new leveraged loans totaling \$37.1 million. These loans and bonds added to the balances of each of the four major accounts; however, project draws in 2007, which affect restricted assets and project costs payable-leveraged loans, offset the increase in these accounts in 2007.

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Net increases in noncurrent loans receivable (\$11.3 million), and noncurrent bonds payable (\$8.0 million) were the result of the new loans and bonds, net of current principal repayments of \$29.3 million for loans and \$26.5 million for bonds. Operating income of \$9.4 million and EPA capitalization grant revenue of \$11.8 million resulted in the increase in restricted net assets of \$21.2 million.

*Drinking Water Fund*

Unrestricted current and other assets increased \$5.2 million (16.5%) in 2007. The net increase was mostly attributable to an increase in cash and cash equivalents. Similar to the process explained in the WPCRF discussion above, deallocation also occurs in the DWRF each September. In 2007, \$5.2 million was converted to cash equivalents assets and deposited to the unrestricted reloan account. Other various additions to unrestricted current and other assets were offset by the funding of direct loans totaling \$1.6 million in 2007.

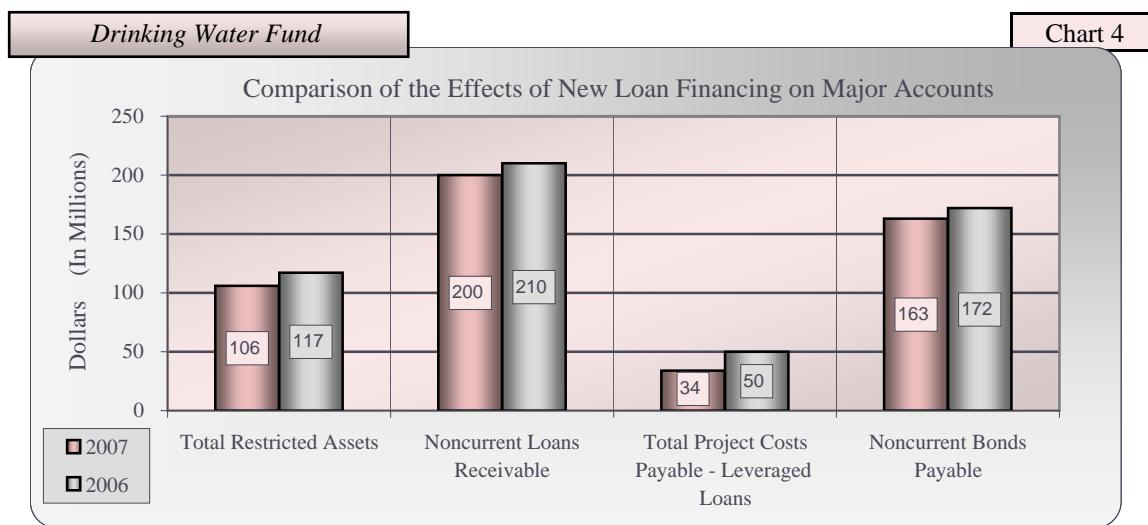
Drinking Water Fund	Summary of Net Assets as of December 31			Schedule 4
	2007	2006	Change	Pct Chg
Unrestricted current and other assets	\$ 36,470,922	\$ 31,305,817	\$ 5,165,105	16.5%
Restricted assets	106,141,635	117,014,856	(10,873,221)	(9.3%)
Capital assets, net	1,697	5,090	(3,393)	(66.7%)
Noncurrent loans receivable	200,435,242	210,273,255	(9,838,013)	(4.7%)
Total assets	<u>343,049,496</u>	<u>358,599,018</u>	<u>(15,549,522)</u>	<u>(4.3%)</u>
Current and other liabilities	19,344,861	21,614,308	(2,269,447)	(10.5%)
Project costs payable-leveraged loans	33,741,351	49,517,784	(15,776,433)	(31.9%)
Noncurrent bonds payable, net	163,051,485	172,149,607	(9,098,122)	(5.3%)
Total liabilities	<u>216,137,697</u>	<u>243,281,699</u>	<u>(27,144,002)</u>	<u>(11.2%)</u>
Net assets:				
Invested in capital assets	1,697	5,090	(3,393)	(66.7%)
Restricted	122,520,764	109,058,934	13,461,830	12.3%
Unrestricted	4,389,338	6,253,295	(1,863,957)	(29.8%)
Total Net assets	<u>\$ 126,911,799</u>	<u>\$ 115,317,319</u>	<u>\$ 11,594,480</u>	<u>10.1%</u>

Overall, loans receivable decreased during 2007 by principal repayments of \$11.5 million. New direct loans financed through the DWRF program totaled \$1.6 million, which mitigated the decrease in loans receivable. The net decrease of \$27.1 million (11.2%) in total liabilities is the result of several factors. First, the DWRF program did not issue bonds in 2007; therefore, annual bond principal payments reduced non-current bonds payable by \$9.1 million. Second, project cost payable-leveraged loans decreased by \$15.8 million as a result of borrower project draws. Finally, current and other liabilities decreased by \$2.3 million primarily due to direct loan project draws exceeding new loan funding.

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Chart 4 displays the comparative balances of the four-major accounts and the following decreases: restricted assets (\$10.9 million), noncurrent loans receivable (\$9.8 million), project costs payable-leveraged loans (\$15.8 million), and noncurrent bonds payable (\$9.1 million). Construction draws totaling \$15.8 million contributed to the decrease in restricted assets and project costs payable-leveraged loans. DWRF operating income of \$4.5 million and EPA capitalization grant revenue of \$7.1 million resulted in an \$11.6 million (10.1%) increase in total net assets.



***Summary of Changes in Net Assets***

***Overview***

As described in the notes to the basic financial statements, the Authority issues bonds to fund program loans. All bonds are repaid from loan repayments (principal and interest); however, in the WPCRF and DWRF, a portion of bond interest is paid by investment income earned on restricted assets held in the borrowers' project accounts and in bond debt service reserve funds. This investment income, used to pay bond debt service in the revolving funds, represents the loan interest subsidy provided to the borrowers.

Below are schedules showing the summary of changes in net assets by individual enterprise fund and in total. Like the complete statements located in the basic financial statements, these summary schedules show operating revenues, operating expenses, operating income, other sources of revenue, and the changes in net assets in a comparative year format. These schedules quantify the changes in financial position of the Authority as a financing entity. For 2007, investment income and loan interest income made up 83.3% of total operating revenues, bond interest expense was 86.7% of total operating expenses, and 53.7% of total changes in net assets came from EPA capitalization grant revenue.

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The WPCRF and DWRF programs are allowed to collect a loan administrative fee surcharge to supplement the EPA grant funds available for the reimbursement of administrative expenses. The annual administrative fee surcharge rate of 0.8% is computed on the original loan receivable balance and is a component of loan repayments. Generally, these fees remain constant over the term of the loan.

Pursuant to the implementation of Governmental Accounting Standards Board Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*, for the WPCRF and the DWRF, federal capitalization grant revenues have been recorded as nonoperating revenue. Grant revenue from the DWRF set asides and grant reimbursements for program administrative costs for both revolving funds are recorded as operating revenue.

For loans funded with grant dollars, each project requisition generates a draw from the respective program's grant(s). Capitalization grant revenue is shown below operating income on the Summary of Changes in Net Assets on Schedule 5A. Two major factors contribute to the amount of EPA capitalization grant revenue recognized: 1) the number and size of loans funded with grant monies for the year; and 2) the demand for project cost reimbursements, including projects funded in prior years.

*Total Enterprise Funds*

Schedules 5A and 5B combine the results of operations of the three enterprise funds, shown in a comparative year format. Although restrictions exist on transfers of monies among the enterprise funds, these schedules provide information about the overall changes in financial position.

Interest on investments totaled \$25.4 million, \$20.2 million, and \$17.1 million for 2007, 2006, and 2005, respectively. Both the investment balances and changing interest rates impact the amounts of interest earned. The \$5.3 million increase in interest on investments in 2007, compared to 2006, was the sum of increases from all funds: Water Operations (\$0.6 million), WPCRF (\$2.9 million) and DWRF (\$1.8 million). One of the major factors for the increase in income was the increasing average annual interest rates for COLOTRUST, which were 5.12%, 4.88% and 3.12% respectively, for 2007, 2006 and 2005.

The WPCRF interest on investments increased \$2.9 million in 2007, and was the major factor in the \$5.3 million total increase for 2007. Although the Water Operations Fund restricted assets decreased by \$94.2 million in 2007 and \$116.2 million in 2006, the earnings on the investments in the SWRP and WRBP are recorded as accounts payable-borrowers, as explained in the following Water Operations Fund section, and therefore, do not affect interest on investments.

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<i>Total Enterprise Funds (2007 - 2006)</i>		Summary of Changes in Net Assets as of December 31			<i>Schedule 5A</i>
		2007	2006	Change	Pct Chg
Operating revenues:					
Interest on investments	\$ 25,449,194	\$ 20,175,434	\$ 5,273,760		26.1%
Interest on loans	39,104,435	38,207,397	897,038		2.3%
Administrative fees and other income	7,992,412	7,205,852	786,560		10.9%
EPA grants	4,988,780	3,271,788	1,716,992		52.5%
Total operating revenues	<u>77,534,821</u>	<u>68,860,471</u>	<u>8,674,350</u>		12.6%
Operating expenses:					
Interest on bonds	53,122,040	51,764,073	1,357,967		2.6%
Grant administration	2,214,516	2,397,033	(182,517)		(7.6%)
General, administrative, and other expenses	1,526,966	2,284,712	(757,746)		(33.2%)
EPA set asides	4,404,102	2,417,598	1,986,504		82.2%
Total operating expenses	<u>61,267,624</u>	<u>58,863,416</u>	<u>2,404,208</u>		4.1%
Operating income	<u>16,267,197</u>	<u>9,997,055</u>	<u>6,270,142</u>		62.7%
EPA capitalization grants	<u>18,904,991</u>	<u>12,502,130</u>	<u>6,402,861</u>		51.2%
Change in net assets	<u>35,172,188</u>	<u>22,499,185</u>	<u>12,673,003</u>		56.3%
Net assets – beginning of year	<u>442,449,211</u>	<u>419,950,026</u>	<u>22,499,185</u>		5.4%
Net assets – end of year	<u>\$ 477,621,399</u>	<u>\$ 442,449,211</u>	<u>\$ 35,172,188</u>		7.9%

<i>Total Enterprise Funds (2006 - 2005)</i>		Summary of Changes in Net Assets as of December 31			<i>Schedule 5B</i>
		2006	2005	Change	Pct Chg
Operating revenues:					
Interest on investments	\$ 20,175,434	\$ 17,060,365	\$ 3,115,069		18.3%
Interest on loans	38,207,397	31,914,844	6,292,553		19.7%
Administrative fees and other income	7,205,852	6,713,776	492,076		7.3%
EPA grants	3,271,788	3,242,616	29,172		0.9%
Total operating revenues	<u>68,860,471</u>	<u>58,931,601</u>	<u>9,928,870</u>		16.8%
Operating expenses:					
Interest on bonds	51,764,073	44,260,282	7,503,791		17.0%
Grant administration	2,397,033	2,429,438	(32,405)		(1.3%)
General, administrative, and other expenses	2,284,712	1,320,597	964,115		73.0%
EPA set asides	2,417,598	2,370,844	46,754		2.0%
Total operating expenses	<u>58,863,416</u>	<u>50,381,161</u>	<u>8,482,255</u>		16.8%
Operating income	<u>9,997,055</u>	<u>8,550,440</u>	<u>1,446,615</u>		16.9%
EPA capitalization grants	<u>12,502,130</u>	<u>17,926,356</u>	<u>(5,424,226)</u>		(30.3%)
Change in net assets	<u>22,499,185</u>	<u>26,476,796</u>	<u>(3,977,611)</u>		(15.0%)
Net assets – beginning of year	<u>419,950,026</u>	<u>393,473,230</u>	<u>26,476,796</u>		6.7%
Net assets – end of year	<u>\$ 442,449,211</u>	<u>\$ 419,950,026</u>	<u>\$ 22,499,185</u>		5.4%

Interest on loans totaled \$39.1 million, \$38.2 million, and \$31.9 million for 2007, 2006, and 2005, respectively. The increases in both 2007 and 2006 were largely the result of the new loans executed in the WPCRF and DWRF programs in 2007 (\$43.9 million) and in 2006 (\$116.8 million). In the years subsequent

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to the year of execution, these loans produced a full year's interest income. WPCRF interest on loans also increased because certain borrowers received additional one-time loan interest credits (subsidy) in 2006 but paid scheduled loan interest in 2007.

As shown in the Water Operations Fund section below, interest on loans decreased by \$0.3 million in 2007 after an increase of \$4.4 million in 2006, while the WPCRF and DWRF both show increases to interest on loans, which is discussed in each respective section below.

Similar to interest on loans discussed above, increases in interest on bonds is generally the result of bonds issued in the current year and/or preceding year. Bonds, excluding refunding bonds, totaling \$35.3 million, \$86.8 million and \$251.8 million, were issued in 2007, 2006, and 2005, respectively. These bonds contributed to increased expenses of \$1.4 million, \$7.5 million and \$5.9 million in respective concurrent years.

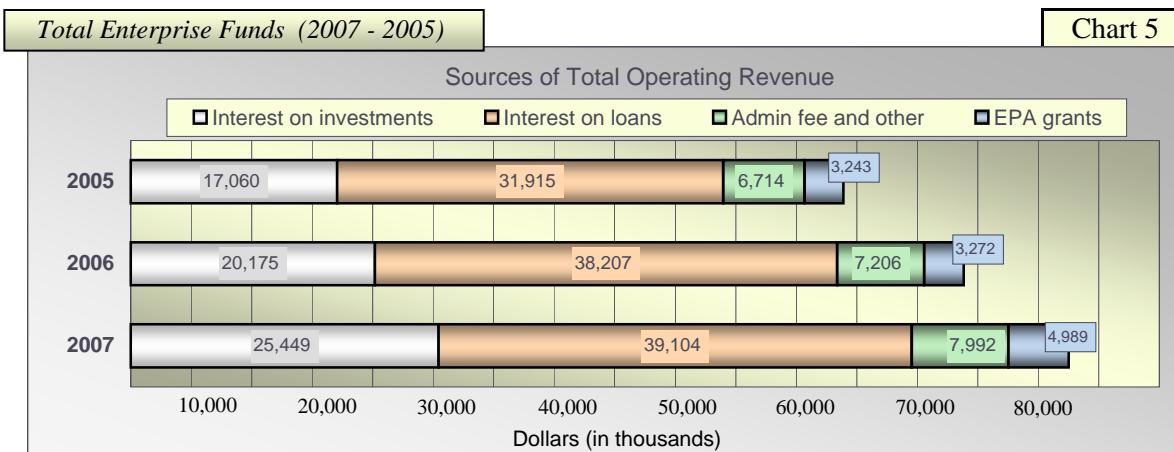


Chart 5 compares the major sources of total operating revenue among the years and illustrates the effects of investment and loan interest earnings discussed above. Note the increase in interest on investments and in interest on loans in 2007, 2006, and 2005. Leveraged loans in the WPCRF and the DWRF are subsidized by investment income earned in the debt service reserve funds (reserve fund financing model). The reserve fund earnings make up a significant portion of total interest on investments. The investment income plus loan interest income provides the funds to pay the bond interest expense in each corresponding year.

As expected, loan administrative fee income increased in proportion to the additional WPCRF and DWRF loans executed. The EPA grant revenue shown in operating income is comprised of grant funds drawn for program administration, and for funding the DWRF set aside activities as discussed in the notes to basic financial statements. EPA capitalization grants used for the loan programs are not part of operating income.

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EPA capitalization grants totaled \$18.9 million, \$12.5 million, and \$17.9 million, for 2007, 2006, and 2005, respectively. As explained earlier in this section, grant funds are drawn as requisitions are paid to borrowers with projects financed with capitalization grant monies. These grant amounts are consistent with the project draws made in WPCRF and the DWRF for those years. Since DWRF and WPCRF grant-funded loans were executed in 2006, total capitalization grant revenue increased in 2007 after a decrease in 2006. The Water Operations Fund loans are not subsidized by EPA capitalization grants. Capitalization grant revenue contributed 53.7%, 55.6%, and 67.7% of the total change in net assets for 2007, 2006, and 2005, respectively.

The discussion below describes the changes to each of the three-enterprise fund's summary schedule of changes in net assets and associated charts to provide visual information of the components of income and expense that impact the change in net assets for 2007 and 2006.

*Water Operations Fund*

The Summary of Net Assets (Schedule 2) for the Water Operations Fund reflects the noncurrent loans receivable and bonds payable decrease of \$12.9 million (2.9%) and \$13.0 million (2.9%), respectively. No bonds were issued or loans executed in this fund during 2007. Accordingly, both loan interest income and bond interest expense, shown below, decreased 1.5% and 2.5%, respectively.

The largest source of investment income in the Water Operations Fund is generated by the \$52.8 million (average) invested in the investment pool managed by the Colorado State Treasurer. Additional investment income is earned from investments in the COLOTRUST accounts. The average interest rates on these accounts increased 0.4% and 0.2%, respectively, and contributed \$0.4 million to the increase in interest on investments.

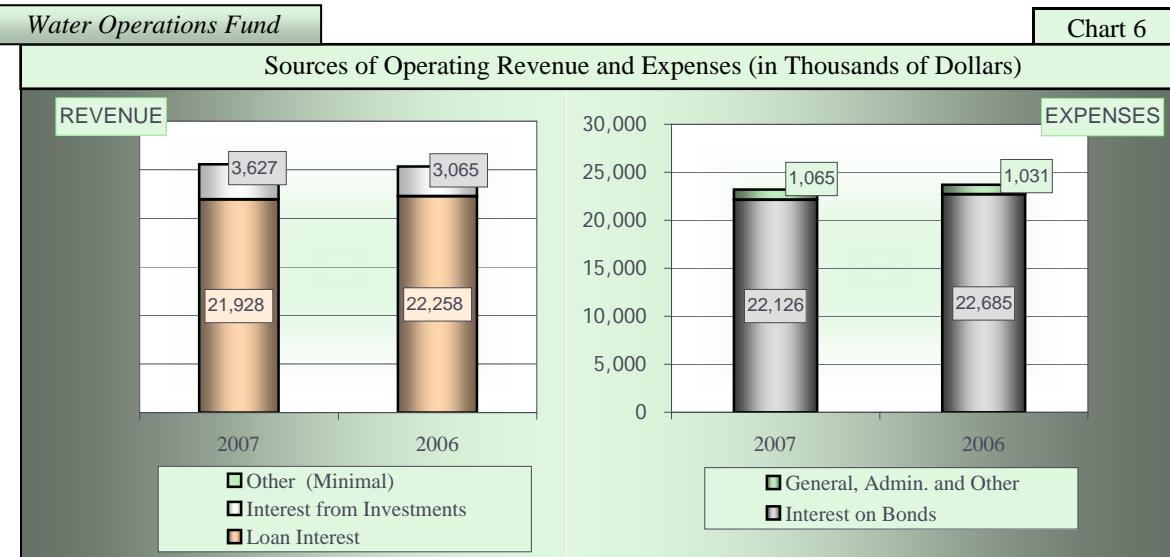
The structure of the WRBP program allows borrowers to requisition accumulated investment income to pay for project costs, or to reduce their loan interest payable. The earnings on these investments are recorded as a liability (accounts payable – borrower) rather than as income. If a borrower elects to reduce scheduled loan interest payments by applying investment earnings from its project account, those earnings are recorded as loan interest income. However, if a borrower elects to use these earnings for payment of project costs, the reimbursement to the borrower reduces the liability accordingly.

The Animas-La Plata account is contractually committed for payment to the Bureau. In exchange for the payments, the Authority will receive rights to an average annual depletion of 2,600 acre-feet of water from the reservoir project. During 2007, \$0.1 million in investment income earned on the escrow account affected the changes in net assets. Payments of \$1.7 million to the Bureau were recorded as additions to water depletion rights on the Statement of Net Assets in the basic financial statements.

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Water Operations Fund		Summary of Changes in Net Assets as of December 31			Schedule 6
		2007	2006	Change	Pct Chg
Operating revenues:					
Interest on investments	\$ 3,626,834	\$ 3,064,960	\$ 561,874	18.3%	
Interest on loans	21,927,594	22,258,478	(330,884)	(1.5%)	
Other income	100	820	(720)	(87.8%)	
Total operating revenues	<u>25,554,528</u>	<u>25,324,258</u>	<u>230,270</u>	0.9%	
Operating expenses:					
Interest on bonds	22,126,089	22,684,637	(558,548)	(2.5%)	
General, administrative, and other expenses	1,065,448	1,031,323	34,125	3.3%	
Total operating expenses	<u>23,191,537</u>	<u>23,715,960</u>	<u>(524,423)</u>	(2.2%)	
Operating income	2,362,991	1,608,298	754,693	46.9%	
Change in net assets	2,362,991	1,608,298	754,693	46.9%	
Net assets – beginning of year	<u>87,212,369</u>	<u>85,604,071</u>	<u>1,608,298</u>	1.9%	
Net assets – end of year	<u>\$ 89,575,360</u>	<u>\$ 87,212,369</u>	<u>\$ 2,362,991</u>	2.7%	



As shown in Chart 6, investment and loan interest income are the principal sources of operating revenue in the Water Operations Fund. Investment income increased 18.3% while loan interest income decreased by 1.5% in 2007. General, administrative and other expenses increased 3.3%, the increase is a combination of annual inflationary type costs and the portion of costs allocated to other funds. Operating income for 2007 increased \$0.8 million (46.9%) due to rising interest rates on unrestricted investments. The average interest rate earned on funds invested with the State Treasurer increased 0.4%, while the COLOTRUST rate increased 0.2%.

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*Water Pollution Control Fund*

Interest on loans increased \$0.9 million (7.5%) in 2007. Loans executed in previous years contributed to this net increase. Loans funded in 1995, 1999, 2001 and 2002 paid no interest in 2006, because additional interest credits, generated in borrower project accounts, offset the loan interest. In 2007, those loans generated over \$0.6 million in interest because the final application of those additional interest credits had occurred in 2006. The approximately \$93.8 million in new loans executed in late 2005, and in 2006 and 2007, produced \$0.7 million in additional loan interest.

The increase in investment income for 2007 of \$2.9 million (23.3%) can be attributed to several factors. First, 2007 unrestricted cash and equivalents (COLOTRUST) balance increased \$4.9 million (28.6%) over the 2006 year-end balances. In addition to the increase in investments, the average annual COLOTRUST interest rate increased from 4.4% to 4.8%. These changes increased interest on investments by \$0.4 million. Second, the US Treasury bonds adjustment to fair value added \$0.6 million. Finally, the largest impact to investment income was a \$1.8 million increase generated by the investment of bond proceeds in 2006 and 2007.

Bond interest expense increased \$0.7 million in 2007 for reasons similar to the new loan interest increase. In late 2005, and in 2006 and 2007, bonds totaling approximately \$88.8 million were issued and were outstanding throughout 2007. The interest on these bonds added \$1.9 million to the expense for 2007. However, the decreases in amortized interest expense on other bonds limited the net increase to \$0.7 million.

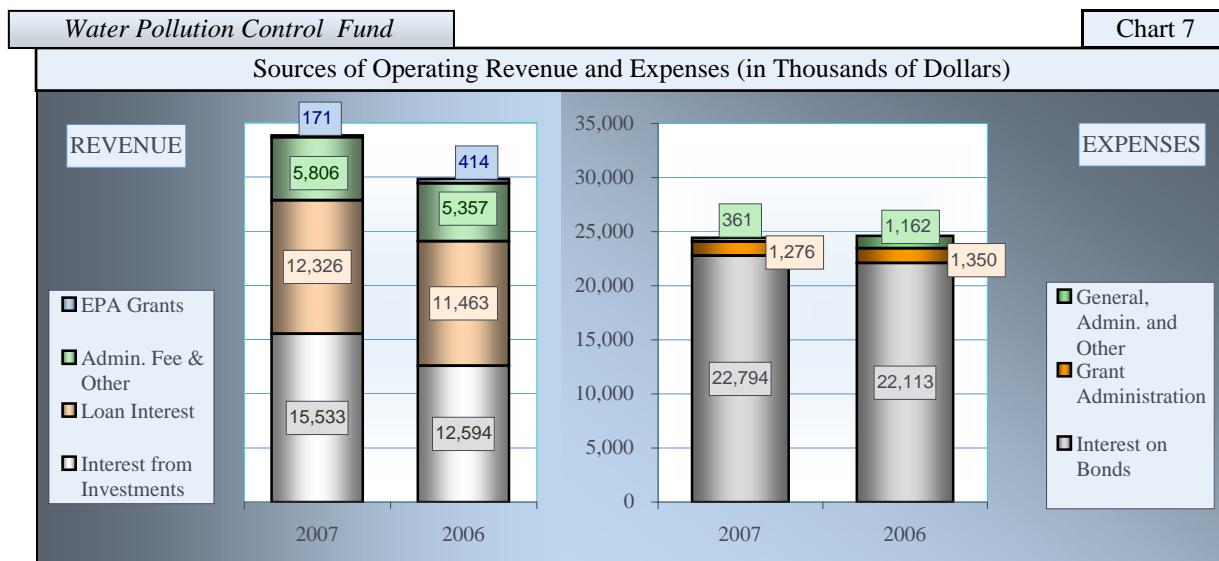
<i>Water Pollution Control Fund</i>		Summary of Changes in Net Assets as of December 31			Schedule 7
		2007	2006	Change	Pct Chg
Operating revenues:					
Interest on investments	\$ 15,533,261	\$ 12,593,698	\$ 2,939,563		23.3%
Interest on loans	12,325,893	11,462,880	863,013		7.5%
Administrative fee and other income	5,805,659	5,356,786	448,873		8.4%
EPA grants-administrative	171,303	414,411	(243,108)		(58.7%)
Total operating revenues	<u>33,836,116</u>	<u>29,827,775</u>	<u>4,008,341</u>		13.4%
Operating expenses:					
Interest on bonds	22,794,027	22,113,311	680,716		3.1%
Grant administration	1,276,115	1,350,070	(73,955)		(5.5%)
General, administrative, and other expenses	360,934	1,161,996	(801,062)		(68.9%)
Total operating expenses	<u>24,431,076</u>	<u>24,625,377</u>	<u>(194,301)</u>		(0.8%)
Operating income	9,405,040	5,202,398	4,202,642		80.8%
EPA capitalization grants	11,809,677	8,878,874	2,930,803		33.0%
Change in net assets	21,214,717	14,081,272	7,133,445		50.7%
Net assets – beginning of year	<u>239,919,523</u>	<u>225,838,251</u>	<u>14,081,272</u>		6.2%
Net assets – end of year	<u>\$ 261,134,240</u>	<u>\$ 239,919,523</u>	<u>\$ 21,214,717</u>		8.8%

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Chart 7 shows the components of operating income and expenses in a comparative format. As discussed above, loan interest income increased \$0.9 million and bond interest expense increased \$0.7 million, while investment income increased \$2.9 million. Loan administrative fee income, which is computed based upon the original loan balances, increased 10.5%, due to the addition of the 2007 loans. Interest on investments plus interest on loans comprised 82.3% of operating income in 2007 and 80.7% in 2006. Bond interest expense contributed 93.3% and 89.8% to operating expense in 2007 and 2006, respectively.

The cost to administer the WPCRF for 2007 was \$1.3 million. Included in this amount are reimbursed costs paid to the Water Quality Control Division of the Colorado Department of Public Health and Environment (\$0.5 million), and the Division of Local Government of the Colorado Department of Local Affairs (\$0.1 million). These agencies of the State provide environmental, technical, outreach and financial analysis services in operating the WPCRF Program.



As previously discussed, a proportionate amount of EPA capitalization grant revenue is recognized for each borrower project requisition. EPA capitalization grant revenue totaled \$11.8 million, including \$3.2 million accrued at year-end, and is consistent with project draws totaling over \$26.7 million from grant funded loans. The \$2.9 million increase is the net result of a \$2.2 million increase in accrued grant funds plus a higher average leveraged ratio (percent of grant funds included in the requisitions) for 2007 requisitions.

*Drinking Water Fund*

In 2007, interest on investments increased \$1.8 million (39.2%). The largest increase in investment income was generated from the investment of 2006 bond proceeds included in restricted assets. Those investments

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added \$1.4 million to investment interest for 2007. In addition, the \$7.3 million increase in the cash and cash equivalents balances, coupled with a small increase in average interest rates, added to the increase in investment income.

Interest on loans increased \$0.4 million (8.1%) in 2007. Loans executed in 2006 contributed to this net increase. In 2007, three direct loans totaling \$1.6 million were executed. No leveraged loans were executed in 2007.

No bonds were issued in 2007, however, \$49.3 million in DWRF bonds were issued in 2006. Interest expense on the 2006 bonds, which were outstanding for all of 2007, increased by \$1.5 million resulting in a net increase in bond interest expense of \$1.2 million (17.7%).

Drinking Water Fund	Summary of Changes in Net Assets as of December 31				Schedule 8
	2007	2006	Change	Pct Chg	
Operating revenues:					
Interest on investments	\$ 6,289,099	\$ 4,516,776	\$ 1,772,323	39.2%	
Interest on loans	4,850,948	4,486,039	364,909	8.1%	
Administrative fee and other income	2,186,653	1,848,246	338,407	18.3%	
EPA grants	4,817,477	2,857,377	1,960,100	68.6%	
Total operating revenues	<u>18,144,177</u>	<u>13,708,438</u>	<u>4,435,739</u>	<u>32.4%</u>	
Operating expenses:					
Interest on bonds	8,201,924	6,966,125	1,235,799	17.7%	
Grant administration	938,401	1,046,963	(108,562)	(10.4%)	
General, administrative, and other expenses	100,584	91,393	9,191	10.1%	
EPA set asides	4,404,102	2,417,598	1,986,504	82.2%	
Total operating expenses	<u>13,645,011</u>	<u>10,522,079</u>	<u>3,122,932</u>	<u>29.7%</u>	
Operating income	4,499,166	3,186,359	1,312,807	41.2%	
EPA capitalization grants	7,095,314	3,623,256	3,472,058	95.8%	
Change in net assets	11,594,480	6,809,615	4,784,865	70.3%	
Net assets – beginning of year	115,317,319	108,507,704	6,809,615	6.3%	
Net assets – end of year	<u>\$ 126,911,799</u>	<u>\$ 115,317,319</u>	<u>\$ 11,594,480</u>	<u>10.1%</u>	

Please refer to the notes to the basic financial statements for an explanation of the set aside programs funded by the DWRF. These grant dollars reimburse the costs incurred to implement these special programs designed to enhance safe drinking water supplies. As program costs are incurred, EPA grant funds are drawn for those specific purposes. The amount of set aside program income and expense is dependent upon the actions of the Water Quality Control Division. The set aside activity between 2007 and 2006 increased by \$2.0 million, an 82.2% increase in expenditures.

The cost to administer the DWRF for 2007 was \$0.9 million which is a 10.4% decrease from 2006. Included in this amount are reimbursed costs paid to the Water Quality Control Division of the Colorado Department of

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Public Health and Environment (\$0.4 million), and the Division of Local Government of the Colorado Department of Local Affairs (\$0.1 million). These State agencies provide environmental, technical, outreach and financial analysis services in operating the DWRF.

EPA capitalization grant revenues increased \$3.5 million (95.8%) in 2007. As discussed at the beginning of this section, a proportionate amount of EPA capitalization grant revenue is recognized for each borrower project requisition funded with grant dollars. Project requisitions for leveraged loans funded with grants increased from \$6.5 million in 2006 to \$15.8 million in 2007. The increase in EPA capitalization grant revenue was the net effect of the \$9.3 million (142.7%) increase in project requisitions of grant funded loans.

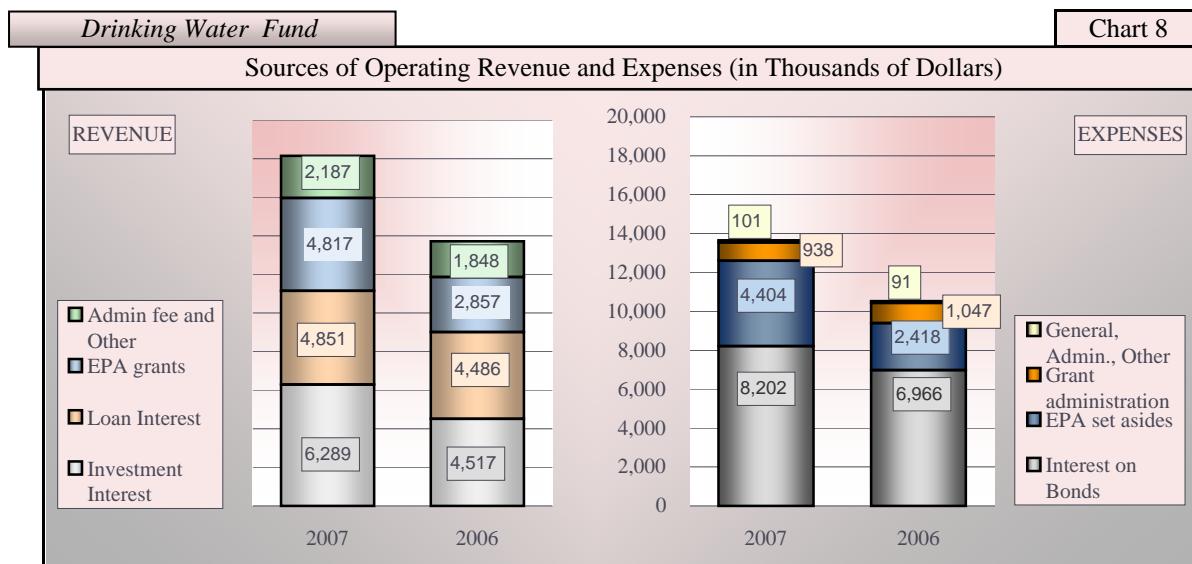


Chart 8 shows the components of operating income and expenses in a comparative format. Interest on investments plus interest on loans comprised 61.4% of operating income in 2007 and 65.7% in 2006. While bond interest expense contributed 60.1% and 66.2% to operating expense in 2007 and 2006, respectively.

**Economic Factors:**

The demand for financing water and wastewater infrastructure projects is not significantly affected by general economic conditions. The primary factors that affect this demand are:

- More stringent, federal water quality standards often mandate the replacement of or upgrades to infrastructure.
- Colorado's population continues to increase, requiring plant expansions.

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- The need to replace aging infrastructure is expanding.
- Periods of drought affecting Colorado for the past few years has created interest in building additional reservoir storage, transmission projects and acquisition of water rights.
- Low interest rates on municipal bonds issued by the Authority result in lower loan interest rates, especially those loans subsidized by the WPCRF and DWRF, thereby making project financing more affordable for local communities.

The Authority plans to continue subsidizing loan interest rates for borrowers in both the WPCRF and DWRF in 2008. As of December 31, 2007, out of the total amount of EPA capitalization grant funds awarded to the DWRF through 2007 \$15.8 million remains unobligated and available for loans. As of December 31, 2007, out of the total amount of EPA capitalization grant funds awarded to the WPCRF through 2007, \$0.5 million remains unobligated and available for loans.

During 2005 and 2006, disadvantaged community (DC) loan programs were implemented in the DWRF and WPCRF programs. These programs are explained in note 1 in the basic financial statements. Both revolving fund programs strongly support assistance to small communities. By the end of 2007, 25 DC loans had been executed, 15 in the DWRF and ten in the WPCRF with original principal amounts of \$8.1 million and \$7.4 million, respectively. Of the 25 loans, 18 contain zero percent interest rates, and seven contain reduced rates. Administrative fees are not assessed on zero percent loans. The foregone loan interest and administrative fees reduce the funds available for new loans and to pay administrative expenses; however, the financial impact to the programs is currently deemed acceptable in light of the benefits to the disadvantaged communities.

Congress has appropriated funds for EPA Clean Water and Drinking Water capitalization grants for 2008. The Authority submitted an application to the EPA, in March, 2008, for the \$5.4 million Clean Water capitalization grant allocated to Colorado. Of the total amount anticipated to be awarded, \$5.2 will be allocated for funding loan activity leaving \$0.2 million (4%) for grant administration. At the same time, the Authority submitted an application to the EPA for the \$14.3 million Drinking Water capitalization grant allocated to Colorado. Of the total amount anticipated to be awarded, \$9.9 million will be allocated for funding loan activity, while \$4.4 million (31%) will be allocated to grant administration and other program set-aside activity.

Additional funding for WPCRF loan activity of approximately \$31.7 million is estimated to be available from the WPCRF reloan account in 2008. Additional funding for DWRF loan activity of approximately \$17.7 million is estimated to be available from the DWRF reloan account in 2008.

During the last six months of 2007, the financial markets were impacted by mortgage defaults. Many financial-related companies, including bond insurers and banks, were impacted due to their ownership of collateralized debt obligations (bundled mortgages) or due to their insuring such obligations. The Authority

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staff is monitoring closely the ratings of the insurers providing bond insurance for the SWRP, WRBP and the WPCRF and the ratings of the counterparties involved with the long-term repurchase agreements in the project and matching accounts of the WPCRF and the DWRF. The Authority provided a material events notice to the appropriate repositories regarding the changes in ratings of Financial Guaranty Insurance Corporation (FGIC), the insurer of the SWRP bonds, on March 3, 2008, and another material events notice on March 28, 2008. The material events notices provided the following:

- > On January 30, 2008, Fitch Ratings downgraded to "AA" from "AAA" its insured rating on all series of Colorado Water Resources and Power Development Authority Small Water Resources Revenue Bonds insured by FGIC. On March 26, 2008, Fitch Ratings downgraded to "BBB" from "AA" its insured rating on all series of Colorado Water Resources and Power Development Authority Small Water Resources Revenue Bonds insured by FGIC.
- > On January 31, 2008, Standard & Poor's Rating Services downgraded to "AA" from "AAA" its insured ratings on all series of Colorado Water Resources and Power Development Authority Small Water Resources Revenue Bonds insured by FGIC. On February 25, 2008, Standard and Poor's Rating Services downgraded to "A" from "AA" its insured ratings on all series of Colorado Water Resources and Power Development Authority Small Water Resources Revenue Bonds insured by FGIC.
- > On February 14, 2008, Moody's Investors Service downgraded to "A3" from "Aaa" its insured ratings on all series of Colorado Water Resources and Power Development Authority Small Water Resources Revenue Bonds insured by FGIC.

**Requests for Information**

This financial report was designed to provide a general overview for all those with an interest in the Authority's finances. Questions concerning any of the information provided in this report or request for additional financial information should be addressed to:

Duane Dohrer, Controller  
Colorado Water Resources & Power Development Authority  
1580 Logan Street, Suite 620  
Denver, CO 80203

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**Statement of Net Assets**

**December 31, 2007**

Assets	Water Operations	Water Pollution Control	Drinking Water	Totals
Current assets:				
Cash and cash equivalents	\$ 63,186,435	\$ 21,843,563	\$ 20,709,428	\$ 105,739,426
Federal grants receivable	—	3,233,386	2,106,157	5,339,543
Investment income receivable	242,795	724,310	410,830	1,377,935
Loans receivable	12,669,167	30,717,122	11,217,241	54,603,530
Due from other funds	1,559,564	—	—	1,559,564
Accounts receivable – borrowers	5,621,539	6,467,836	2,027,266	14,116,641
Other assets	13,139	—	—	13,139
<b>Restricted assets:</b>				
Cash and cash equivalents	13,770,188	19,335,988	15,034,092	48,140,268
Investments	10,078,165	54,734,990	29,892,142	94,705,297
Investment income receivable	154,055	1,187,230	663,685	2,004,970
<b>Total current assets</b>	<b>107,295,047</b>	<b>138,244,425</b>	<b>82,060,841</b>	<b>327,600,313</b>
Noncurrent assets:				
<b>Restricted assets:</b>				
Cash and cash equivalents	13,715,290	11,229,809	265,711	25,210,810
Investments	—	178,106,213	59,404,510	237,510,723
Investment income receivable	55,872	3,384,845	881,495	4,322,212
Advance receivable	3,078,683	—	—	3,078,683
Loans receivable	438,118,332	486,712,543	200,435,242	1,125,266,117
Water depletion rights – Animas-La Plata	6,871,308	—	—	6,871,308
Capital assets – equipment, net of accumulated depreciation of \$96,787	22,101	1,697	1,697	25,495
Other assets	5,436,987	—	—	5,436,987
<b>Total noncurrent assets</b>	<b>467,298,573</b>	<b>679,435,107</b>	<b>260,988,655</b>	<b>1,407,722,335</b>
<b>Total assets</b>	<b>574,593,620</b>	<b>817,679,532</b>	<b>343,049,496</b>	<b>1,735,322,648</b>
<b>Liabilities and Net Assets</b>				
Current liabilities:				
Project costs payable – direct loans	—	8,348,512	4,392,848	12,741,360
Project costs payable – leveraged loans	13,948,641	45,394,484	28,147,340	87,490,465
Bonds payable	13,110,000	27,320,000	9,080,000	49,510,000
Accrued interest payable	5,741,481	7,573,436	2,656,096	15,971,013
Accounts payable – borrowers	5,569,447	—	—	5,569,447
Accounts payable – other	1,480,424	—	—	1,480,424
Due to other funds	—	242,089	1,317,475	1,559,564
Other liabilities	—	584,593	180,252	764,845
<b>Total current liabilities</b>	<b>39,849,993</b>	<b>89,463,114</b>	<b>45,774,011</b>	<b>175,087,118</b>
Noncurrent liabilities:				
Project costs payable – leveraged loans	2,966,399	23,728,000	5,594,011	32,288,410
Bonds payable, net	439,033,061	436,495,331	163,051,485	1,038,579,877
Advance payable	—	3,078,683	—	3,078,683
Debt service reserve deposit	1,861,513	—	—	1,861,513
Deferred revenue	—	626,380	96,503	722,883
Other liabilities	1,307,294	3,153,784	1,621,687	6,082,765
<b>Total noncurrent liabilities</b>	<b>445,168,267</b>	<b>467,082,178</b>	<b>170,363,686</b>	<b>1,082,614,131</b>
<b>Total liabilities</b>	<b>485,018,260</b>	<b>556,545,292</b>	<b>216,137,697</b>	<b>1,257,701,249</b>
Net assets:				
Invested in capital assets	22,101	1,697	1,697	25,495
<b>Restricted</b>	<b>23,876,658</b>	<b>261,132,543</b>	<b>122,520,764</b>	<b>407,529,965</b>
<b>Unrestricted</b>	<b>65,676,601</b>	<b>—</b>	<b>4,389,338</b>	<b>70,065,939</b>
<b>Total net assets</b>	<b>\$ 89,575,360</b>	<b>\$ 261,134,240</b>	<b>\$ 126,911,799</b>	<b>\$ 477,621,399</b>

See Notes to Financial Statements.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Statement of Net Assets**

**December 31, 2006**

Assets	Water Operations	Water Pollution Control	Drinking Water	Totals
Current assets:				
Cash and cash equivalents	\$ 56,624,499	\$ 16,989,483	\$ 16,521,062	\$ 90,135,044
Federal grants receivable	—	958,949	1,375,797	2,334,746
Investment income receivable	249,955	562,129	342,950	1,155,034
Loans receivable	14,077,060	28,966,305	11,278,414	54,321,779
Due from other funds	1,013,587	—	—	1,013,587
Accounts receivable – borrowers	5,761,925	5,756,590	1,787,594	13,306,109
Other assets	88,749	—	—	88,749
<b>Restricted assets:</b>				
Cash and cash equivalents	86,951,812	11,984,513	11,301,341	110,237,666
Investments	27,554,808	69,392,145	48,135,922	145,082,875
Investment income receivable	781,727	1,342,150	692,988	2,816,865
<b>Total current assets</b>	<b>193,104,122</b>	<b>135,952,264</b>	<b>91,436,068</b>	<b>420,492,454</b>
Noncurrent assets:				
<b>Restricted assets:</b>				
Cash and cash equivalents	15,939,804	7,601,059	839,000	24,379,863
Investments	775,000	171,636,606	55,390,024	227,801,630
Investment income receivable	15,011	2,955,409	655,581	3,626,001
Advance receivable	5,369,103	—	—	5,369,103
Loans receivable	450,995,833	475,405,287	210,273,255	1,136,674,375
Water depletion rights – Animas-La Plata	5,133,853	—	—	5,133,853
Capital assets – equipment, net of accumulated depreciation of \$141,738	13,251	5,090	5,090	23,431
Other assets	6,211,035	—	—	6,211,035
<b>Total noncurrent assets</b>	<b>484,452,890</b>	<b>657,603,451</b>	<b>267,162,950</b>	<b>1,409,219,291</b>
<b>Total assets</b>	<b>677,557,012</b>	<b>793,555,715</b>	<b>358,599,018</b>	<b>1,829,711,745</b>
<b>Liabilities and Net Assets</b>				
Current liabilities:				
Project costs payable – direct loans	—	5,561,412	6,538,430	12,099,842
Project costs payable – leveraged loans	101,435,711	58,362,969	45,482,784	205,281,464
Bonds payable	12,620,000	26,465,000	9,145,000	48,230,000
Accrued interest payable	5,802,659	7,308,228	2,502,755	15,613,642
Accounts payable – borrowers	9,316,673	—	—	9,316,673
Accounts payable – other	1,090,298	97,590	124,524	1,312,412
Due to other funds	—	318,603	694,984	1,013,587
Other liabilities	384,480	917,000	435,000	1,736,480
<b>Total current liabilities</b>	<b>130,649,821</b>	<b>99,030,802</b>	<b>64,923,477</b>	<b>294,604,100</b>
Noncurrent liabilities:				
Project costs payable – direct loans	—	1,830,808	839,000	2,669,808
Project costs payable – leveraged loans	4,370,186	14,338,000	4,035,000	22,743,186
Bonds payable, net	452,006,646	428,516,156	172,149,607	1,052,672,409
Advance payable	—	5,369,103	—	5,369,103
Debt service reserve deposit	1,861,513	—	—	1,861,513
Deferred revenue	—	682,890	103,083	785,973
Other liabilities	1,456,477	3,868,433	1,231,532	6,556,442
<b>Total noncurrent liabilities</b>	<b>459,694,822</b>	<b>454,605,390</b>	<b>178,358,222</b>	<b>1,092,658,434</b>
<b>Total liabilities</b>	<b>590,344,643</b>	<b>553,636,192</b>	<b>243,281,699</b>	<b>1,387,262,534</b>
Net assets:				
Invested in capital assets	13,251	5,090	5,090	23,431
Restricted	23,953,490	239,914,433	109,058,934	372,926,857
Unrestricted	63,245,628	—	6,253,295	69,498,923
<b>Total net assets</b>	<b>\$ 87,212,369</b>	<b>\$ 239,919,523</b>	<b>\$ 115,317,319</b>	<b>\$ 442,449,211</b>

See Notes to Financial Statements.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Statement of Revenues, Expenses, and Changes in Fund Net Assets**

**Year ended December 31, 2007**

	<b>Water Operations</b>	<b>Water Pollution Control</b>	<b>Drinking Water</b>	<b>Totals</b>
Operating revenues:				
Interest on loans	\$ 21,927,594	\$ 12,325,893	\$ 4,850,948	\$ 39,104,435
Interest on investments	3,626,834	15,533,261	6,289,099	25,449,194
Loan administrative fees	—	5,761,742	2,144,811	7,906,553
EPA grants	—	171,303	4,817,477	4,988,780
Other	100	43,917	41,842	85,859
Total operating revenues	25,554,528	33,836,116	18,144,177	77,534,821
Operating expenses:				
Interest on bonds	22,126,089	22,794,027	8,201,924	53,122,040
Grant administration	—	1,276,115	938,401	2,214,516
Project expenses	276,495	—	—	276,495
General and administrative	788,953	3,393	3,393	795,739
EPA set asides	—	—	4,404,102	4,404,102
Other	—	357,541	97,191	454,732
Total operating expenses	23,191,537	24,431,076	13,645,011	61,267,624
Operating income	2,362,991	9,405,040	4,499,166	16,267,197
EPA capitalization grants	—	11,809,677	7,095,314	18,904,991
Change in net assets	2,362,991	21,214,717	11,594,480	35,172,188
Net assets – beginning of year	87,212,369	239,919,523	115,317,319	442,449,211
Net assets – end of year	\$ 89,575,360	\$ 261,134,240	\$ 126,911,799	\$ 477,621,399

See Notes to Financial Statements.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Statement of Revenues, Expenses, and Changes in Fund Net Assets**

**Year ended December 31, 2006**

	<b>Water Operations</b>	<b>Water Pollution Control</b>	<b>Drinking Water</b>	<b>Totals</b>
Operating revenues:				
Interest on loans	\$ 22,258,478	\$ 11,462,880	\$ 4,486,039	\$ 38,207,397
Interest on investments	3,064,960	12,593,698	4,516,776	20,175,434
Surcharge from borrowers	—	43,201	—	43,201
Loan administrative fees	—	5,215,015	1,836,567	7,051,582
EPA grants	—	414,411	2,857,377	3,271,788
Other	820	98,570	11,679	111,069
<b>Total operating revenues</b>	<b>25,324,258</b>	<b>29,827,775</b>	<b>13,708,438</b>	<b>68,860,471</b>
Operating expenses:				
Interest on bonds	22,684,637	22,113,311	6,966,125	51,764,073
Grant administration	—	1,350,070	1,046,963	2,397,033
Project expenses	354,172	—	—	354,172
General and administrative	677,151	3,393	3,393	683,937
EPA set asides	—	—	2,417,598	2,417,598
Other	—	1,158,603	88,000	1,246,603
<b>Total operating expenses</b>	<b>23,715,960</b>	<b>24,625,377</b>	<b>10,522,079</b>	<b>58,863,416</b>
<b>Operating income</b>	<b>1,608,298</b>	<b>5,202,398</b>	<b>3,186,359</b>	<b>9,997,055</b>
EPA capitalization grants	—	8,878,874	3,623,256	12,502,130
<b>Change in net assets</b>	<b>1,608,298</b>	<b>14,081,272</b>	<b>6,809,615</b>	<b>22,499,185</b>
Net assets – beginning of year	85,604,071	225,838,251	108,507,704	419,950,026
<b>Net assets – end of year</b>	<b>\$ 87,212,369</b>	<b>\$ 239,919,523</b>	<b>\$ 115,317,319</b>	<b>\$ 442,449,211</b>

See Notes to Financial Statements.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Statement of Cash Flows  
Year ended December 31, 2007**

	<b>Water Operations</b>	<b>Water Pollution Control</b>	<b>Drinking Water</b>	<b>Totals</b>
Cash flows from operating activities:				
Loan administrative fees received	\$ —	\$ 5,543,469	\$ 2,052,755	\$ 7,596,224
Federal funds received	—	133,272	4,119,213	4,252,485
Miscellaneous income	200	—	—	200
Cash payments for salaries and related benefits	(510,566)	(405,090)	(247,887)	(1,163,543)
Cash payments to other state agencies for services	—	(585,937)	(631,102)	(1,217,039)
Cash payments to vendors	(614,632)	(374,516)	(3,902,751)	(4,891,899)
Net cash provided (used) by operating activities	(1,124,998)	4,311,198	1,390,228	4,576,428
Cash flows from noncapital financing activities:				
Proceeds from the sale of bonds	—	37,340,427	—	37,340,427
Deposits for option to purchase water depletion rights	4,703	—	—	4,703
Federal funds received	—	9,573,270	7,063,219	16,636,489
Principal paid on bonds	(12,620,000)	(26,465,000)	(9,145,000)	(48,230,000)
Interest paid on bonds	(21,661,541)	(22,559,644)	(8,066,707)	(52,287,892)
Cash payment for bond issuance costs	(77,818)	(478,496)	(84,951)	(641,265)
Net cash used by noncapital financing activities	(34,354,656)	(2,589,443)	(10,233,439)	(47,177,538)
Cash flows from capital and related financing activities:				
Purchase of capital assets	(17,089)	—	—	(17,089)
Cash flows from investing activities:				
Proceeds from sales or maturities of investments	18,604,321	63,478,579	20,300,324	102,383,224
Interest received on investments	5,615,852	14,700,784	6,571,714	26,888,350
Interest received on loans	21,973,000	11,776,410	4,696,752	38,446,162
Principal repayments from localities on loans	14,468,333	29,060,865	11,456,119	54,985,317
Cash received from (paid to) other funds	2,290,420	(2,290,420)	—	—
Purchase of investments	(352,678)	(55,093,323)	(6,071,031)	(61,517,032)
Investment in water rights	(1,737,455)	—	—	(1,737,455)
Cash disbursed to localities for loans	(88,978,816)	(46,559,192)	(20,353,411)	(155,891,419)
Cash payment for arbitrage rebate	(235,436)	(961,153)	(409,428)	(1,606,017)
Cash payments of interest to borrowers	(4,995,000)	—	—	(4,995,000)
Net cash provided (used) by investing activities	(33,347,459)	14,112,550	16,191,039	(3,043,870)
Net increase (decrease) in cash and cash equivalents	(68,844,202)	15,834,305	7,347,828	(45,662,069)
Cash and cash equivalents, beginning of year	159,516,115	36,575,055	28,661,403	224,752,573
Cash and cash equivalents, end of year	<u>\$ 90,671,913</u>	<u>\$ 52,409,360</u>	<u>\$ 36,009,231</u>	<u>\$ 179,090,504</u>
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income	\$ 2,362,991	\$ 9,405,040	\$ 4,499,166	\$ 16,267,197
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	8,239	3,393	3,393	15,025
Accrued sick leave expense	700	—	—	700
Interest on bonds	22,126,089	22,794,027	8,201,924	53,122,040
Cost of issuance proceeds	—	(43,917)	(41,842)	(85,759)
Reduction in office lease deposit	260	—	—	260
Interest on loans	(21,927,594)	(12,325,893)	(4,850,948)	(39,104,435)
Interest on investments	(3,626,834)	(15,533,261)	(6,289,099)	(25,449,194)
Put fees on Treasury bonds	—	49,985	—	49,985
Loan principal forgiven	—	229,087	35,463	264,550
Amortization of deferred revenue	—	(56,510)	(6,580)	(63,090)
Change in assets and liabilities:				
Increase in due from other funds	(611,533)	—	—	(611,533)
Increase in accounts receivable – borrowers	—	(161,764)	(85,475)	(247,239)
(Increase) decrease in other receivables	75,610	(38,031)	(698,265)	(660,686)
Increase in accounts payable – other	467,074	—	—	467,074
Increase (decrease) in due to other funds	—	(10,958)	622,491	611,533
Net cash provided (used) by operating activities	<u>\$ (1,124,998)</u>	<u>\$ 4,311,198</u>	<u>\$ 1,390,228</u>	<u>\$ 4,576,428</u>
Noncash Investing Activities				
Loans receivable issued related to projects payable	<u>\$ —</u>	<u>\$ 42,348,024</u>	<u>\$ 1,592,396</u>	<u>\$ 43,940,420</u>
Reconciliation of Cash and Cash Equivalents to Statement of Net Assets				
Unrestricted cash & equivalents	\$ 63,186,435	\$ 21,843,563	\$ 20,709,428	\$ 105,739,426
Current Restricted cash & equivalents	13,770,188	19,335,988	15,034,092	48,140,268
Non Current Restricted cash & equivalents	13,715,290	11,229,809	265,711	25,210,810
Total Cash and Cash Equivalents	<u>\$ 90,671,913</u>	<u>\$ 52,409,360</u>	<u>\$ 36,009,231</u>	<u>\$ 179,090,504</u>

See Notes to Financial Statements.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Statement of Cash Flows  
Year ended December 31, 2006**

	<b>Water Operations</b>	<b>Water Pollution Control</b>	<b>Drinking Water</b>	<b>Totals</b>
Cash flows from operating activities:				
Loan administrative fees received	\$ —	\$ 5,096,864	\$ 1,743,273	\$ 6,840,137
Federal funds received	—	467,664	2,633,754	3,101,418
Cash payments for salaries and related benefits	(464,026)	(379,850)	(263,609)	(1,107,485)
Cash payments to other state agencies for services	—	(696,327)	(517,570)	(1,213,897)
Cash payments to vendors	(535,739)	(418,300)	(2,477,215)	(3,431,254)
Net cash provided (used) by operating activities	(999,765)	4,070,051	1,118,633	4,188,919
Cash flows from noncapital financing activities:				
Proceeds from the sale of bonds	14,724,998	38,137,443	50,382,472	103,244,913
Deposits to refunding bond escrow accounts	(14,420,135)	—	—	(14,420,135)
Deposits for option to purchase water depletion rights	4,070	—	—	4,070
Federal funds received	—	11,235,410	2,749,581	13,984,991
Principal paid on bonds	(12,010,000)	(25,355,000)	(6,630,000)	(43,995,000)
Interest paid on bonds	(21,654,892)	(21,993,406)	(6,637,187)	(50,285,485)
Cash payment for bond issuance costs	(227,917)	(326,200)	(379,502)	(933,619)
Net cash provided (used) by noncapital financing activities	(33,583,876)	1,698,247	39,485,364	7,599,735
Cash flows from capital and related financing activities:				
Purchase of capital assets	(5,758)	—	—	(5,758)
Cash flows from investing activities:				
Proceeds from sales or maturities of investments	90,025,696	64,390,731	8,132,285	162,548,712
Interest received on investments	8,467,193	14,039,972	4,558,557	27,065,722
Interest received on loans	21,620,936	10,904,376	4,251,638	36,776,950
Principal repayments from localities on loans	11,767,083	26,328,008	8,414,528	46,509,619
Cash received from (paid to) other funds	2,604,920	(2,604,920)	—	—
Purchase of investments	(46,686,792)	(56,798,367)	(57,624,580)	(161,109,739)
Investment in water rights	(1,500,262)	—	—	(1,500,262)
Cash disbursed to localities for loans	(119,077,438)	(61,198,734)	(9,693,637)	(189,969,809)
Cash payment for arbitrage rebate	—	(867,126)	—	(867,126)
Cash payments of interest to borrowers	(208,131)	—	—	(208,131)
Net cash used by investing activities	(32,986,795)	(5,806,060)	(41,961,209)	(80,754,064)
Net decrease in cash and cash equivalents	(67,576,194)	(37,762)	(1,357,212)	(68,971,168)
Cash and cash equivalents, beginning of year	227,092,309	36,612,817	30,018,615	293,723,741
Cash and cash equivalents, end of year	<u>\$ 159,516,115</u>	<u>\$ 36,575,055</u>	<u>\$ 28,661,403</u>	<u>\$ 224,752,573</u>
Reconciliation of operating income to net cash provided (used) by operating activities:				
Operating income	\$ 1,608,298	\$ 5,202,398	\$ 3,186,359	\$ 9,997,055
Adjustments to reconcile operating income to net cash provided (used) by operating activities:				
Depreciation expense	5,954	3,393	3,393	12,740
Accrued sick leave expense	7,301	—	—	7,301
Interest on bonds	22,684,637	22,113,311	6,966,125	51,764,073
Cost of issuance proceeds	—	(98,570)	(11,679)	(110,249)
Interest on loans	(22,258,478)	(11,462,880)	(4,486,039)	(38,207,397)
Interest on investments	(3,064,529)	(12,593,698)	(4,516,776)	(20,175,003)
Put fees on Treasury bonds	—	49,985	—	49,985
Loan principal forgiven	—	970,807	—	970,807
Amortization of deferred revenue	—	(56,509)	(6,580)	(63,089)
Change in assets and liabilities:				
(Increase) in due from other funds	(287,570)	—	—	(287,570)
(Increase) in accounts receivable – borrowers	—	(104,843)	(86,713)	(191,556)
(Increase) in other receivables	(18,609)	53,253	(223,623)	(188,979)
Increase in accounts payable – other	323,231	—	—	323,231
Increase in due to other funds	—	(6,596)	294,166	287,570
Net cash provided (used) by operating activities	<u>\$ (999,765)</u>	<u>\$ 4,070,051</u>	<u>\$ 1,118,633</u>	<u>\$ 4,188,919</u>
Noncash Investing Activities				
Loans receivable issued related to projects payable	<u>\$ —</u>	<u>\$ 44,592,498</u>	<u>\$ 56,234,254</u>	<u>\$ 100,826,752</u>
Reconciliation of Cash and Cash Equivalents to Statement of Net Assets				
Unrestricted cash & equivalents	\$ 56,624,499	\$ 16,989,483	\$ 16,521,062	\$ 90,135,044
Current Restricted cash & equivalents	86,951,812	11,984,513	11,301,341	110,237,666
Non Current Restricted cash & equivalents	15,939,804	7,601,059	839,000	24,379,863
Total Cash and Cash Equivalents	<u>\$ 159,516,115</u>	<u>\$ 36,575,055</u>	<u>\$ 28,661,403</u>	<u>\$ 224,752,573</u>

See Notes to Financial Statements.

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 1: Organization**

The Colorado Water Resources and Power Development Authority (the Authority) is a political subdivision of the State of Colorado (the State) established pursuant to the Colorado Water Resources and Power Development Act, Title 37, article 95 of the Colorado Revised Statutes, as amended. The Authority is governed by a nine-member board of directors (the Board) who are appointed by the Governor of the State of Colorado with consent of the Colorado State Senate.

***Reporting Entity***

The Authority follows the Governmental Accounting Standards Board (GASB) accounting pronouncements which provide guidance for determining which governmental activities, organizations, and functions should be included within the financial reporting entity. GASB pronouncements set forth the financial accountability of a governmental organization's governing body as the basic criterion for including a possible governmental component unit in a primary government's financial reporting entity. Financial accountability includes, but is not limited to, appointment of a voting majority of the organization's governing body, ability to impose its will on the organization, or a potential for the organization to provide specific financial benefits or burdens and fiscal dependency.

The Authority is not financially accountable for any other organization. Under current GASB pronouncements, the Authority has been determined to be a component unit of the State of Colorado (the primary government). As such, the Authority's financial statements are included in the basic financial statements issued by the State.

The Authority was created to initiate, acquire, construct, maintain, repair, and operate, or cause to be operated, projects for the protection, preservation, conservation, upgrading, development, and utilization of the water resources of the State. The Authority is authorized to issue bonds, notes or other obligations which constitute its debt and not debt of the State.

***Water Operations Enterprise Fund***

One of the activities of the Water Operations Enterprise Fund is to administer the Small Water Resources Projects Program (SWRP). Although the Authority is statutorily authorized to finance individual water resources project loans up to \$500 million, the SWRP is currently limited by contract to \$150 million of total outstanding debt (excluding refunding bonds). All costs of project development may be financed through the SWRP.

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 1: Organization (Continued)**

***Water Operations Enterprise Fund (continued)***

Pursuant to the SWRP, proceeds of the bonds issued by the Authority are to be used to fund loans to local governmental agencies. Each local government evidences its obligations under its loan agreement by the issuance to the Authority of a governmental agency bond which is to be secured by a pledge of a specific revenue source or by a general obligation pledge. The repayments pursuant to the loan agreements by the local governmental agencies participating in the SWRP are structured to provide amounts sufficient to pay the principal and interest on the bonds issued by the Authority. The SWRP Debt Service Reserve for the bonds issued by the Authority is funded by the Authority from available monies of the Authority. The principal and interest on the bonds issued by the Authority have been insured as to repayment to the bondholders.

In addition to the Small Water Resources Projects Program, in 1998 the Authority established the Water Revenue Bonds Program (WRBP) as part of the Water Operations Enterprise Fund. The WRBP was created to fund those projects that cannot be approved under the Small Water Resources Projects Program and are not eligible for funding or there is insufficient loan capacity under the Drinking Water Revolving Fund (DWRF) or the Water Pollution Control Revolving Fund (WPCRF), two other funds administered by the Authority. The Authority is authorized to finance individual water resources project loans of \$500 million or less without approval from the State legislature. All costs of project development may be financed through the WRBP. Each local government evidences its obligations under its loan agreement by the issuance to the Authority of a governmental agency bond, which is secured by a pledge of a specific revenue source or by a general obligation pledge. The repayments, pursuant to the loan agreements by the local governmental agencies, are sufficient to pay the principal and interest on the bonds issued by the Authority. During the construction period, investment interest earned in the borrowers' project accounts may be requisitioned for project costs or be used to decrease loan interest payable to the Authority. Therefore, the Authority records investment interest as a liability in the accounts payable – borrowers account in the statement of net assets.

***Animas-La Plata Project***

In a 2001 contract with the Animas-La Plata Water Conservancy District (the District) the Authority agreed to fund the District's payment of the non-tribal water capital obligation of the reconfigured Animas-La Plata Project in exchange for the District's 2,600 ac-ft of average annual depletion allocation. As a result of this agreement, the Authority entered into a Funding Agreement and Repayment Contract with the United States Bureau of Reclamation (the Bureau), to fund this upfront capital obligation. During 2002, construction was initiated on the project. The Authority makes construction progress payments to the Bureau for the construction of Animas-La Plata Project facilities. Payments to the Bureau totaled \$1,737,455 and \$1,500,262 in 2007 and 2006, respectively. These payments are capitalized as Water depletion rights on the statement of net assets.

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**Years Ended December 31, 2007 and 2006**

**Note 1: Organization (Continued)**

***Water Operations Enterprise Fund (continued)***

***Animas-La Plata Project (continued)***

In 2002 the Authority entered into a marketing agreement with the District to promote the sale of these water depletion rights. In early 2005 the 2,600 ac-ft of average annual depletion was committed to two entities. The District contracted to purchase 700 ac-ft of average annual depletion and provided an earnest money deposit of \$90,453. In addition the City of Durango executed an agreement giving it the option to purchase 1,900 ac-ft of average annual depletion and provided an option payment of \$1,051,175. Both parties will be required to pay the remaining amounts due at project completion.

***Water Pollution Control Enterprise Fund***

The Water Pollution Control Enterprise Fund includes the operations of the WPCRF, also known as the State Revolving Fund, and the Nonrevolving Fund. The Nonrevolving Fund accounts for administrative grant proceeds and loan administrative fees.

The WPCRF was created by State statute (CRS 37-98-107.6) in response to the mandate from the Federal Clean Water Act of 1987 (Act). The Authority was authorized statutorily to implement the revolving loan portion of the Act. The WPCRF was established for the purpose of financing loans to local governmental agencies for the construction of publicly owned wastewater treatment projects and nonpoint source projects that meet specified eligibility requirements and that are placed on a project eligibility list established in accordance with State statute.

Pursuant to statutes, with the written consent of the Colorado Department of Public Health and Environment, the Authority is authorized, on behalf of the State, to execute all operating agreements and capitalization grant agreements with the United States Environmental Protection Agency (EPA). The Authority, the Water Quality Control Division of the Colorado Department of Public Health and Environment, and the Division of Local Government of the Colorado Department of Local Affairs have entered into a Memorandum of Agreement under which each has agreed to assume specified responsibilities in connection with the operation of the WPCRF. In 2007 and 2006, the Authority paid \$583,350 and \$679,750, respectively, in accordance with the agreement. The statutes also authorize the Authority to issue bonds for such purposes and to designate assets in the WPCRF that may be pledged and assigned as security for payment of such bonds.

The WPCRF is capitalized by grants awarded by the EPA. Matching funds are provided by the Authority or its borrowers. In order to receive capitalization grants, matching funds must be provided in a ratio of \$1 of state match for every \$5 of capitalization grants. Administrative expense reimbursements funded by EPA capitalization grants are limited to four percent of the capitalization grants.

The Authority issues bonds to provide loans to local governmental entities, either individually or in pools. Loans to borrowers may be provided from federal grants, bond proceeds, reloan funds (recycled grant funds) and state funds. The matching requirement for the federal grants is provided by the Authority in the form of cash.

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**Note 1: Organization (Continued)**

***Water Pollution Control Enterprise Fund (continued)***

When a loan to a local governmental agency is funded from the proceeds of bonds, the Authority allocates a specified amount from its federal capitalization grant for deposit to the project account(s). An amount of bond proceeds equal to the allocated capitalization grant is transferred to a reserve account as project draws are made. In lieu of federal grant funds, the Authority may deposit a predetermined amount “reloan” (recycled grant funds) to the reserve account upon bond closing. Earnings on such reserves are used to reduce the loan interest payable by the borrower.

Each local governmental agency evidences its obligation to the Authority under its loan agreement by the issuance to the Authority of a governmental agency bond, which is secured by a pledge of a specific revenue source or by a general obligation pledge. The loan repayments made by the local governmental agencies pursuant to direct loan agreements are structured, in the aggregate, to provide amounts sufficient to repay the Authority principal and stated interest (which includes an administrative surcharge). The loan repayments made by the local governmental agencies pursuant to leveraged loan agreements (loans funded from bond proceeds) are structured, in the aggregate, to provide amounts sufficient to repay principal, premium (if any) and interest (less certain expected investment earnings) on the bonds issued by the Authority for the leveraged loans, as well as cash advances or bonds issued to provide the state matching requirements (if needed), and an administrative surcharge.

Loans are made at or below market interest rates (at terms generally not exceeding 20 years plus the construction period) with principal and interest payments commencing not later than one year after completion of the borrowers’ projects. During 2005, the Board approved a Disadvantaged Community Loan Program, whereby local governmental entities, with populations of 5,000 or less, may receive loans up to \$2 million for a term of 20 years. This program became effective January 1, 2006. These loans carry a 0% interest rate, if the community’s median household income is less than or equal to 60% of the State’s median household income, and an interest rate of 50% of the approved direct loan rate, if the community’s median household income is 61% to 80% of the State’s median household income.

***Drinking Water Enterprise Fund***

***Drinking Water Revolving Fund***

The Drinking Water Enterprise Fund includes the operations of the DWRF, also known as the State Revolving Fund, and the Nonrevolving Fund. The Nonrevolving Fund accounts for Safe Drinking Water set asides, including administrative grant proceeds, state direct loan program and loan administrative fees.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 1: Organization (Continued)**

***Drinking Water Enterprise Fund (continued)***

***Drinking Water Revolving Fund - continued***

The DWRF was created by State statute (CRS 37-95-107.8) in 1995, in anticipation of the reauthorization of the Federal Safe Drinking Water Act (SDWA). The SDWA was reauthorized in 1996 with a state revolving fund loan program. The DWRF was established to provide assistance to governmental agencies for projects that appear on the *Drinking Water Project Eligibility List* (the List). The List, established in accordance with State statute, consists of new or existing water management facilities that extend, protect, improve, or replace domestic drinking water supplies in the State of Colorado and for any other means specified in the SDWA.

Pursuant to statutes, with the written consent of the Colorado Department of Public Health and Environment, the Authority is authorized, on behalf of the State, to execute all operating agreements and capitalization grant agreements with the EPA. The Authority, the Water Quality Control Division of the Colorado Department of Public Health and Environment and the Division of Local Government of the Colorado Department of Local Affairs have entered into a Memorandum of Agreement under which each has agreed to assume specified responsibilities in connection with the operation of the DWRF. In 2007 and 2006, the Authority paid \$4,204,271 and \$3,023,736 in accordance with the agreement, which includes set-asides paid to the Water Quality Control Division of the Colorado Department of Public Health and Environment as discussed below. The statutes also authorize the Authority to issue bonds for such purposes and to designate assets in the DWRF that may be pledged and assigned as security for payment of such bonds.

The DWRF is capitalized by grants awarded by the EPA. Matching funds are provided by the Authority. In order to receive capitalization grants, matching funds must be provided in a ratio of \$1 of state match for every \$5 of total capitalization grants. Administrative expense reimbursements funded by EPA capitalization grants are limited to a percentage (4%) of the capitalization grants.

The Authority issues bonds to provide loans to local governmental agencies, either individually or in pools. Loans/grants to borrowers may be provided from federal grants, bond proceeds, reloan funds and state funds. The matching requirement for the federal grants is provided by the Authority in the form of cash.

When a loan to a local governmental agency is funded from the proceeds of bonds, the Authority allocates a specific amount from its federal capitalization grant for deposit to the project account(s). An amount of bond proceeds equal to the allocated capitalization grant is transferred to a reserve fund as project draws are made. In lieu of federal grant funds, the Authority may deposit a predetermined amount of reloan funds to the reserve account upon bond closing. Earnings on such reserves are used to reduce the loan interest payable by the borrower.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 1: Organization (Continued)**

***Drinking Water Enterprise Fund (continued)***

***Drinking Water Revolving Fund - continued***

Each local governmental agency evidences its obligation to the Authority under its loan agreement by the issuance to the Authority of a governmental agency bond, which is secured by a pledge of a specific revenue source or by a general obligation pledge. The loan repayments made by the local governmental agencies pursuant to direct loan agreements are structured, in the aggregate, to provide amounts sufficient to repay the Authority principal and stated interest (which includes an administrative surcharge). The loan repayments made by the local governmental agencies pursuant to leveraged loan agreements (loans funded from bond proceeds) are structured, in the aggregate, to provide amounts sufficient to repay principal, premium (if any) and interest (less certain expected investment earnings) on the bonds issued by the Authority for the leveraged loans, as well as cash advances or bonds issued to provide the state matching requirements (if needed), and an administrative surcharge.

Loans are made at or below market interest rates (at terms generally not exceeding 20 years plus the construction period) with principal and interest payments commencing not later than one year after completion of the borrowers' projects. During 2005, the Board approved a Disadvantaged Community Loan Program, whereby local governmental entities, with populations of 5,000 or less, may receive loans up to \$2 million for a term of up to 30 years. These loans carry a 0% interest rate, if the community's median household income is less than or equal to 60% of the State's median household income, and an interest rate of 50% of the approved direct loan rate, if the community's median household income is 61% to 80% of the State's median household income.

***Set Asides***

The SDWA allows the State to "set aside" up to 31% of the annual capitalization grant for water quality programs and administration. With these set asides, the Authority, through the Water Quality Control Division of the Colorado Department of Public Health and Environment, provides assistance in the form of grants, with no repayment obligations, to eligible entities. Up to 10% of the Authority's capitalization grants may be used for source water protection, capacity development, public water system supervision, and wellhead protection. In 1997, the entire 10% was used for source water protection, but since then no further funds have been set aside for this activity. Up to 15% (no more than 10% for any one purpose) of each grant may be used for the following items: loans for public water systems to acquire land or conversion easements, loans for community systems to implement source water protection measures or to implement recommendations in source water petitions, technical, and financial assistance to public water systems for capacity development, expenditures to delineate or assess source water protection areas, and expenditures to establish and implement wellhead protection programs. Up to 4% of the Authority's capitalization grants may be used for administration, and up to 2% of the capitalization grants each year may be used for an operator training and technical assistance set aside to aid small community systems.

The Authority deposits the matching requirement (20%) for set aside grants in the State Revolving Fund at closing for the Drinking Water Revenue Bond issues.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 1: Organization (Continued)**

***Drinking Water Enterprise Fund (continued)***

***State Loans***

Prior to receiving the award of the federal capitalization grant, the DWRF loaned State-funded monies directly to local governmental agencies.

**Note 2: Summary of Significant Accounting Policies**

The significant accounting policies of the Authority are described as follows:

***(a) Fund Accounting***

The Authority is engaged only in business-type activities. To account for these activities, the accounts of the Authority are organized on the basis of three separate enterprise funds, each of which is considered a separate accounting entity. The accounting policies of the Enterprise Funds (Water Operations Fund, Water Pollution Control Fund and Drinking Water Fund) conform to accounting principles generally accepted in the United States of America as applicable to governmental units accounted for as enterprise funds. Enterprise funds are used since the Authority's powers are related to those operated in a manner similar to a financing institution where net income and capital maintenance are appropriate determinations of accountability. Each Enterprise Fund is considered a major fund in accordance with GASB Statement No. 34 (GASB 34), *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*.

***(b) Basis of Accounting***

The Authority's financial statements are reported using the economic resources measurement focus and the accrual basis of accounting where revenues are recognized when earned and expenses when incurred for all exchange transactions, while those from government-mandated nonexchange transactions (principally federal grants) are recognized when all applicable eligibility requirements are met. As permitted by GASB Statement No. 20, *Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities that Use Proprietary Fund Accounting*, the Authority elected not to apply Financial Accounting Standards Board pronouncements issued after November 30, 1989.

***(c) Cash Equivalents***

The Authority considers cash deposits held by the State Treasurer, money market mutual funds, investment pools, and other highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 2: Summary of Significant Accounting Policies (Continued)**

***(d) Loans Receivable***

Loans receivable represent outstanding principal amounts lent to borrowers for the construction of water and wastewater projects. An allowance for uncollectible loans receivable has not been established since historical collection experience has shown amounts to be fully collectible when due.

***(e) Restricted Assets***

Restricted assets represent cash and cash equivalents, investments, and investment income receivable contained in project accounts, debt service accounts, debt service reserve accounts, state match holding accounts and the Animas-La Plata earnest money deposits and escrow accounts. Leveraged loans receivable provide security for the associated bonds; and loan payments received, net of state match principal and administrative fees, are restricted for payment of bond debt service.

***(f) Capital Assets – Equipment***

Equipment is recorded at cost. Depreciation expense is computed using the straight-line method over the estimated economic useful life of five years.

***(g) Amortization***

The deferred costs on bond refundings are amortized using the effective interest method over the life of the outstanding bonds. The amortization amount is a component of interest on bonds, and the unamortized deferred costs are reflected as a reduction of bonds payable. The cost of issuing bonds in the Water Operations Fund are recorded as other assets, and are being amortized over the life of the bonds, and amortization is a component of bond interest expense. An advance payment of administrative fees from refunding bond proceeds is recorded as deferred revenue, and is being amortized over the life of the respective bonds. Prepaid loan interest, resulting from a negotiated early loan pay off, is being amortized over the number of years for which interest was prepaid.

Depending on the bond pricing structure, original issue discounts or premiums subtract from, or add to, net bond proceeds. The net proceeds are deposited in borrowers' project accounts and are made available for requisitions. Because the monetary effects of the discounts and premiums are passed through to the borrowers, the Authority makes no provision for amortization of these amounts.

***(h) Compensated Absences***

The Authority has a policy which allows employees to accumulate unused vacation and sick leave benefits up to a certain maximum number of days. Compensated absences are recognized as current salary costs are incurred and are recorded in other liabilities in the statement of net assets.

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 2: Summary of Significant Accounting Policies (Continued)**

***(i) Project Costs Payable***

Project costs payable represents the liability of amounts loaned to borrowers that have not been requisitioned by the borrowers for their projects as of year-end. Project costs payable – leveraged loans is the liability for loans funded from bond proceeds, while project costs payable – direct loans is the liability for loans funded with available cash (reloan) or federal grant dollars, within the respective fund.

***(j) Advance Receivable and Payable***

The Water Operations Fund makes advances to the WPCRF for the purpose of financing the WPCRF's capitalization grant matching requirements. The advance is non-interest bearing. The advance is repaid from surplus WPCRF loan administrative fees.

***(k) Restricted Net Assets***

Net assets of the Authority are classified as restricted when external constraints imposed by debt agreements, grantors, or laws are placed on net asset use.

***(l) Operating Revenues and Expenses***

Substantially all revenues and expenses, including interest received on investments and loans and interest paid on bonds, are considered operating items since the Authority issues bonds to finance loans for specific projects. In accordance with GASB 34, federal EPA capitalization grants are shown below operating income on the statements of revenues, expenses, and changes in net assets.

***(m) Use of Estimates***

The preparation of financial statements, in conformity with accounting principles generally accepted in the United States of America, requires management of the Authority to make estimates and judgments that affect the reported amounts of assets and liabilities and the disclosures of contingencies at the date of the financial statements and revenues and expenses recognized during the reporting period. Actual results could differ significantly from those estimates.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 2: Summary of Significant Accounting Policies (Continued)**

***(n) Advance Refunding of Bonds***

When favorable market conditions develop, the Authority considers advance refunding earlier bond issues having higher interest rates. The Authority's refunding policy includes a targeted 5% present value savings rate, before the refunding process is considered cost beneficial. Proceeds from the refunding bonds are used to pay bond issuance costs, including estimated future administrative costs of the Authority, and the balance of the proceeds is deposited into the refunded bonds escrow account. At the time of the refunding, the bonds are legally defeased and the bond proceeds are transferred to an escrow account; therefore, the refunded bonds are removed from the general ledger. The Authority's current policy is to pass the refunding benefits through to respective leveraged loan borrowers. The reduction in bond debt service is credited to the loan repayments of the borrowers.

***(o) Resource Use***

When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first, then unrestricted resources as they are needed.

***(p) Arbitrage Rebate Payable***

The Authority accrues a liability for its estimated arbitrage rebate liability due the Federal government. An arbitrage rebate liability is created when, in certain circumstances, the Authority reinvests the proceeds of tax-exempt securities in materially higher yielding taxable securities. The amount the Authority will be required to remit to the Federal government could differ materially from the estimated liability in the near term. Arbitrage rebate payable is included in other liabilities on the statement of net assets.

**Note 3: Deposits and Investments**

***Deposits***

The Colorado Public Deposit Protection Act (PDPA) requires that all units of Colorado government deposit cash in eligible public depositories. State regulators determine the eligibility of depositories. Amounts on deposit in excess of federal insurance levels must be collateralized. The eligible collateral is determined by the PDPA. PDPA allows the financial institution to create a single collateral pool for all public funds. The pool for all the uninsured public deposits as a group is to be maintained by another financial institution or held in trust. The fair value of the collateral must be at least equal to 102% of the aggregate uninsured deposits.

The State regulatory commissions for banks and financial services are required by statute to monitor the naming of eligible depositories and reporting of the uninsured deposits and assets maintained in the collateral pools.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Deposits (continued)***

At December 31, 2007 and 2006, the Authority's deposits had a bank balance of \$12,362,393 and \$552,552 and a carrying amount of \$12,209,776 and \$211,045, respectively. The differences between the bank balances and carrying amounts are due to outstanding reconciling items (primarily outstanding checks) at year-end. Of the bank balances, \$100,000 was insured by federal depository insurance at December 31, 2007 and 2006.

Custodial credit risk. Custodial credit risk is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority's investment policy (the policy) does not limit the amount of deposit custodial credit risk. Under the provisions of GASB Statement No. 40, *Deposit and Investment Risk Disclosures, an amendment of GASB Statement No. 3*, deposits collateralized under PDPA are not deemed to be exposed to custodial credit risk. Accordingly, in 2007, \$11,994,053 is deemed to be exposed to custodial credit risk.

	<b>2007</b>	<b>2006</b>
Collateralized by bank's single collateral pool for all public entities, but not held in the Authority's name	\$ 318,340	\$ 452,552
Collateralized with securities held by bank's trust department or agent, but not in the Authority's name	11,944,053	-
<b>Total</b>	<b>\$ 12,262,393</b>	<b>\$ 452,552</b>

***Investments***

Colorado statutes specify investment instruments meeting defined rating and risk criteria in which Colorado governmental units may invest, which include:

- Obligations of the United States and certain U.S. government agency securities
- Certain international agency securities
- General obligation and revenue bonds of U.S. local government entities
- Bankers' acceptances of certain banks
- Commercial paper

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

- Written repurchase agreements collateralized at no less than 102% by certain authorized securities
- Certain money market mutual funds
- Guaranteed investment contracts
- Local government investment pools

The Authority's investment policy authorizes similar investments, although certain investments such as guaranteed investment contracts are not authorized by the policy. The policy also differentiates the allowable investments for operating funds and the investment of bond proceeds and contributions to debt service reserve funds.

Colorado Local Government Liquid Asset Trust (the COLOTRUST) is an investment vehicle established for local government entities in Colorado to pool surplus funds and is considered a 2a7-like investment pool. The State Securities Commissioner administers and enforces all State statutes governing the Trust. The Trust operates similarly to a money market fund and each share is equal in value to \$1.00. The Trust offers shares in two portfolios, COLOTRUST PRIME and COLOTRUST PLUS+. Both portfolios may invest in U.S. Treasury securities and repurchase agreements collateralized by U.S. Treasury securities. COLOTRUST PLUS+ may also invest in certain obligations of U.S. government agencies, highest rated commercial paper and repurchase agreements collateralized by certain obligations of U.S. government agencies. A designated custodial bank serves as custodian for the Trust's portfolios pursuant to a custodian agreement. The custodian acts as a safekeeping agent for the Trust's investment portfolios and provides services as the depository in connection with direct investments and withdrawals. The custodian's internal records segregate investments owned by the Trust.

*Credit Risk.* Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The risk is evidenced by a rating issued by a nationally recognized statistical rating organization (NRSRO), which regularly rate such obligations. The table below shows the minimum rating required by State statutes, the policy, debt agreements or investment agreements, and the actual rating at year-end. The investment in pooled funds managed by the State Treasurer is not rated and direct obligations of the U.S. government and other debt guaranteed by the U.S. government are exempt from credit risk disclosure.

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**Notes to Financial Statements  
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**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

Although the policy requires repurchase agreements to be collateralized by authorized securities with a market value no less than 102% of the carrying value of the investment, all existing repurchase agreements specify a collateralization rate of 103% if the securities are direct obligations of the U.S. government and most agreements specify a 105% collateralization rate for authorized agency securities, if allowed. Repurchase agreements provide the flexibility needed by the Authority's loan programs for on demand principal redemption from borrower project accounts as well as scheduled annual redemptions, over a twenty-year period, from bond debt service reserve funds. The ratings of the repurchase agreements below, as of December 31, 2007 and 2006, reflect the rating of the underlying securities held as collateral.

Deposit or Investment Type	2007	Minimum Legal Rating	Exempt From Disclosure	Not Rated	NRSRO Rating
Deposits	\$ 12,209,776			X	
Cash held by State Treasurer (see below)	60,429,626	N/A		X	
COLOTRUST PLUS	106,451,102	N/A			AAA
Total cash and cash equivalents	<u><u>179,090,504</u></u>				
U.S. Treasury Notes - SLGS	11,305,435	N/A	X		
U.S. Treasury Bonds	9,227,134	N/A	X		
Repurchase Agreements-collateralized	311,683,451				See Detail Below
Total Investments	<u><u>332,216,020</u></u>				
Total cash and invested funds	<u><u>\$ 511,306,524</u></u>				

Deposit or Investment Type	2006	Minimum Legal Rating	Exempt From Disclosure	Not Rated	NRSRO Rating
Deposits	\$ 211,045			X	
Cash held by State Treasurer (see below)	60,812,697	N/A		X	
COLOTRUST PLUS	106,452,166	N/A			AAA
COLOTRUST PRIME	57,276,665	N/A			AAA
Total cash and cash equivalents	<u><u>224,752,573</u></u>				
U.S. Treasury Notes - SLGS	14,758,704	N/A	X		
U.S. Treasury Bonds	9,029,428	N/A	X		
Repurchase Agreements-collateralized	349,096,373				See Detail Below
Total Investments	<u><u>372,884,505</u></u>				
Total cash and invested funds	<u><u>\$ 597,637,078</u></u>				

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**Notes to Financial Statements  
Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

Below is a schedule that summarizes the credit quality of the securities held as collateral for the repurchase agreements, as of December 31, 2007 and 2006:

	2007		
	Exempt From Disclosure	Custodian Percent	NRSRO Rating
U.S. Treasuries and other direct obligations	X	5.1%	
Government agencies		94.9%	AAA
Financial Corporation (FDIC)		0.0%	AAA
Total		<u><u>100.0%</u></u>	

	2006		
	Exempt From Disclosure	Custodian Percent	NRSRO Rating
U.S. Treasuries and other direct obligations	X	7.6%	
Government agencies		92.3%	AAA
Financial Corporation (FDIC)		0.1%	AAA
Total		<u><u>100.0%</u></u>	

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**Notes to Financial Statements  
Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

The cash held by the State Treasurer is invested in the types of securities shown below as disclosed in the State Treasurer's report as of December 31, 2007 and 2006:

	2007						Portfolio Percent
	Credit Rating of Pool Securities						
	A1/P1	AAA	AA	A	BBB	Other	
Asset Backed		100.0%					15.0%
Corporates		10.6%	43.1%	42.4%	3.9%		9.1%
Mortgage Securities		100.0%					3.6%
Commercial Paper	100.0%						20.9%
Treasuries		100.0%					9.3%
Federal Agencies		100.0%					33.8%
Certificates of Deposit						100.0%	1.2%
Money Market Funds						100.0%	7.1%
Total Portfolio	20.9%	62.6%	3.9%	3.9%	0.4%	8.3%	100.0%

	2006						Portfolio Percent
	Credit Rating of Pool Securities						
	A1/P1	AAA	AA	A	BBB	Other	
Asset Backed		100.0%					17.0%
Corporates		8.9%	37.6%	53.5%			11.3%
Mortgage Securities		100.0%					2.1%
Commercial Paper		18.7%	24.2%	23.7%		33.4% *	26.1%
Treasuries		100.0%					11.9%
Federal Agencies		100.0%					26.4%
Certificates of Deposit						100.0%	0.9%
Money Market Funds		100.0%				100.0%	4.3%
Total Portfolio	0.0%	63.3%	10.6%	12.2%	0.0%	13.9%	100.0%

\* The senior debt of the issuers are Ba1 & B1, but the asset backed commercial paper programs are rated A1+, P1

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

*Custodial Credit Risk.* The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty (e.g., broker-dealer) to a transaction, a government will not be able to recover the value of its investment or collateral securities that are in the possession of another party. The schedules below show repurchase agreements totaling \$311,683,451 and \$349,096,373 as of December 31, 2007 and 2006, respectively, were acquired by the Authority's trustee, and the investments are held in the trustee's bank account at the Federal Reserve in book entry form. Consequently, the trustee is considered to be the purchaser as well as the custodian of the investments. Because the investments are not held in the Authority's name, the entire balance of repurchase agreements is subject to custodial credit risk. The policy does not limit custodial credit risk; however, the Board approves each repurchase agreement in conjunction with an associated bond resolution.

*Concentration of Credit Risk.* Concentration of credit risk is the risk of loss attributed to the magnitude of the investment in a single issuer. Pooled investments and direct obligations of the U.S. government are exempt from concentration of credit risk disclosure. Investments that represent 5% or more of total investments are shown in the tables below.

The schedules below show that five repurchase agreement providers (eligible providers) exceed 5% of total funds invested as of December 31, 2007 and 2006. Only a limited number of eligible providers offer this type of investment agreement, which results in a higher level of investment concentration. To ensure a price that equals fair market value the Authority makes a good faith effort to meet the safe harbor provision of Treasury Regulation Sec. 1.148-5(d)(6)(iii), which requires a minimum of three bids be obtained from eligible providers. The fair market value is then used to determine the yield for arbitrage purposes. The policy does not limit the concentration of repurchase agreements with any one eligible provider.

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**Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

2007			
Investment Type	Fair Value	Exempt From Disclosure	Percent of Total Invested
Cash held by State Treasurer	\$ 60,429,626		12.1%
COLOTRUST PLUS	106,451,102	X	N/A
U.S. Treasury Notes - SLGS	11,305,435	X	N/A
U.S. Treasury Bonds	9,227,134	X	N/A
	<u>187,413,297</u>		
Repurchase Agreements-collateralized			
Trinity Plus Funding Company LLC	67,913,436		13.6%
MBIA Asset Management LLC	19,387,449	X	N/A
HSBC Bank USA N.A.	919,393	X	N/A
Westdeutsche Landesbank	931,135	X	N/A
Salomon Reinvestment Co./Citigroup Global	41,556,358		8.3%
American International Group	74,037,684		14.8%
FSA Capital Management Services LLC	62,374,415		12.5%
Societe Generale	44,563,581		8.9%
	<u>311,683,451</u>		
Total funds invested	\$ <u>499,096,748</u>		
2006			
Investment Type	Fair Value	Exempt From Disclosure	Percent of Total Invested
Cash held by State Treasurer	\$ 60,812,697		10.2%
COLOTRUST PLUS	106,452,166	X	N/A
COLOTRUST PRIME	57,276,665	X	N/A
U.S. Treasury Notes - SLGS	14,758,704	X	N/A
U.S. Treasury Bonds	9,029,428	X	N/A
	<u>248,329,660</u>		
Repurchase Agreements-collateralized			
Trinity Plus Funding Company LLC	87,399,107		14.6%
MBIA Asset Management LLC	30,759,663		5.1%
HSBC Bank USA N.A.	809,351	X	N/A
Westdeutsche Landesbank	1,020,710	X	N/A
Salomon Reinvestment Co./Citigroup Global	49,076,690		8.2%
American International Group	94,931,877		15.9%
FSA Capital Management Services LLC	85,098,975		14.2%
	<u>349,096,373</u>		
Total funds invested	\$ <u>597,426,033</u>		

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**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

**Interest Rate Risk.** Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Authority's investment policy, in accordance with Colorado law, limits the purchase of investments to securities with maturity dates of five years or less, unless the Board authorizes maturities in excess of five years. Pursuant to the terms of bond resolutions, the Board approves investments, held in debt service reserve funds, with maturities coinciding with bond maturities, normally of twenty years or more. These investments are exposed to interest rate risk; however, that risk is considered acceptable because the fixed earnings from these investments, included in the cash flow model, is required for future bond debt service.

As of December 31, 2007 and 2006, the Authority had the following investments and maturities.

2007					
Maturity	U.S. Treasury Notes - SLGS	U.S. Treasury Bonds	Repurchase Agreements	Total Investments	
2008	\$ 3,572,453	\$ 51,918	\$ 91,080,926	\$ 94,705,297	
2009	3,559,249	410,428	33,533,849	37,503,526	
2010	2,489,256	1,657,313	12,283,907	16,430,476	
2011	1,047,857	3,231,260	12,596,746	16,875,863	
2012	377,353	2,330,397	12,972,904	15,680,654	
2013-2017	259,267	1,545,818	65,536,960	67,342,045	
2018-2022	-	-	54,399,954	54,399,954	
2023-2027	-	-	27,878,342	27,878,342	
2028-2029	-	-	1,399,863	1,399,863	
Total	\$ <u>11,305,435</u>	\$ <u>9,227,134</u>	\$ <u>311,683,451</u>	\$ <u>332,216,020</u>	
2006					
Maturity	U.S. Treasury Notes - SLGS	U.S. Treasury Bonds	Repurchase Agreements	Total Investments	
2007	\$ 3,453,268	\$ -	\$ 141,629,607	\$ 145,082,875	
2008	3,572,453	50,870	24,662,955	28,286,278	
2009	3,559,249	402,144	16,468,953	20,430,346	
2010	2,489,256	1,623,861	11,639,668	15,752,785	
2011	1,047,857	3,164,190	11,944,416	16,156,463	
2012-2016	636,621	3,788,363	61,729,755	66,154,739	
2017-2021	-	-	51,458,287	51,458,287	
2022-2026	-	-	26,334,229	26,334,229	
2027-2028	-	-	3,228,503	3,228,503	
Total	\$ <u>14,758,704</u>	\$ <u>9,029,428</u>	\$ <u>349,096,373</u>	\$ <u>372,884,505</u>	

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**Years Ended December 31, 2007 and 2006**

**Note 3: Deposits and Investments (Continued)**

***Investments (continued)***

The U.S. treasury bonds, with maturity dates after 2007, are held in debt service reserve funds that secure certain revenue bonds in the WPCRF, and are subject to put agreements. These agreements allow the Authority to sell or “put” treasury bonds to the counterparty in the event of a loan receivable default, and the proceeds would be used to pay bond debt service. The agreements include schedules containing put prices that correspond to the WPCRF bond debt service dates. Each agreement also contains mandatory put dates and prices that allow for the sale of the treasury bonds, thereby allowing the Authority to use the proceeds to fund future loans.

As previously discussed, the Authority had \$60,429,626 and \$60,812,697 as of December 31, 2007 and 2006, respectively, invested in the pool maintained by the State Treasurer, and that pool had an average maturity of 13.3 and 15.4 months as of December 31, 2007 and 2006. The Authority’s investment represents approximately 1.3% of the total pool as of December 31, 2007 and 2006.

**Note 4: Loans Receivable**

The following is an analysis of changes in loans receivable for the years ended December 31, 2007 and 2006:

	<b>Balance January 1, 2007</b>		<b>Repayments/ loans canceled</b>	<b>Balance December 31, 2007</b>
	<b>New loans</b>			
Water Operations Fund:				
Small Water Resources				
Program	\$ 96,685,833	\$ —	\$ 6,308,334	\$ 90,377,499
Water Revenue Bond				
Program	366,570,000	—	6,160,000	360,410,000
Interim loans	1,817,060	182,940	2,000,000	—
Water Pollution Control Fund:				
Direct loans	25,378,837	5,225,000	1,676,456	28,927,381
Leveraged loans	478,992,755	37,123,024	27,613,495	488,502,284
Drinking Water Fund:				
Direct loans	24,554,279	1,592,397	1,341,197	24,805,479
Leveraged loans	196,997,390	—	10,150,386	186,847,004
	<u>1,190,996,154</u>	<u>\$ 44,123,361</u>	<u>\$ 55,249,868</u>	<u>1,179,869,647</u>
Less current portion	<u>54,321,779</u>			<u>54,603,530</u>
Noncurrent portion	<u>\$ 1,136,674,375</u>			<u>\$ 1,125,266,117</u>

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**Note 4: Loans Receivable (Continued)**

	<b>Balance January 1, 2006</b>		<b>Repayments/ loans canceled</b>	<b>Balance December 31, 2006</b>
	<b>New loans</b>			
Water Operations Fund:				
Small Water Resources Program	\$ 102,497,916	\$ —	\$ 5,812,083	\$ 96,685,833
Water Revenue Bond Program	372,525,000	—	5,955,000	366,570,000
Interim loans	1,099,845	717,215	—	1,817,060
Water Pollution Control Fund:				
Direct loans	13,627,056	12,808,699	1,056,918	25,378,837
Leveraged loans	465,560,415	39,674,238	26,241,898	478,992,755
Drinking Water Fund:				
Direct loans	15,460,363	9,997,722	903,806	24,554,279
Leveraged loans	150,210,971	54,327,241	7,540,822	196,997,390
	1,120,981,566	<u>\$ 117,525,115</u>	<u>\$ 47,510,527</u>	1,190,996,154
Less current portion	<u>47,419,031</u>			<u>54,321,779</u>
Noncurrent portion	<u>\$ 1,073,562,535</u>			<u>\$ 1,136,674,375</u>

Scheduled maturities of the loans receivable are as follows as of December 31, 2007:

	<b>Water Operations</b>		<b>WPCRF</b>		<b>DWRF</b>		<b>Total</b>	
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>
2008	\$ 12,669,167	\$ 21,163,658	\$ 30,717,122	\$ 13,003,822	\$ 11,217,241	\$ 5,013,035	\$ 54,603,530	\$ 39,180,515
2009	12,959,166	20,718,287	31,988,363	13,117,598	11,616,842	4,943,554	56,564,371	38,779,439
2010	14,915,834	20,108,182	32,815,251	12,351,628	12,621,037	4,705,278	60,352,122	37,165,088
2011	17,268,333	19,452,832	33,602,704	11,481,866	13,690,871	4,398,385	64,561,908	35,333,083
2012	17,884,167	18,661,689	32,260,405	10,549,654	14,059,238	4,080,160	64,203,810	33,291,503
2013-2017	82,952,500	81,334,833	146,357,065	39,919,620	71,357,773	14,786,521	300,667,338	136,040,974
2018-2022	75,299,167	62,909,620	130,675,865	20,407,338	55,449,355	6,170,047	261,424,387	89,487,005
2023-2027	53,744,165	46,593,798	76,224,015	5,432,408	19,042,440	1,154,828	149,010,620	53,181,034
2028-2032	56,490,000	34,523,963	2,788,875	64,408	1,653,958	26,358	60,932,833	34,614,729
2033-2037	74,905,000	16,869,006	—	—	933,153	7,698	75,838,153	16,876,704
2038-2042	25,720,000	5,758,988	—	—	10,575	79	25,730,575	5,759,067
2043	5,980,000	313,949	—	—	—	—	5,980,000	313,949
Total	<u>\$ 450,787,499</u>	<u>\$ 348,408,805</u>	<u>\$ 517,429,665</u>	<u>\$ 126,328,342</u>	<u>\$ 211,652,483</u>	<u>\$ 45,285,943</u>	<u>\$ 1,179,869,647</u>	<u>\$ 520,023,090</u>

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**Note 4: Loans Receivable (Continued)**

The schedule above does not include administrative fees due from the borrowers, which are recorded as revenue when due.

The Water Operations Fund – Small Water Resources Projects Program loans receivable have interest rates of 3.96% to 7.19% and have scheduled final maturity dates of 2008 to 2023. The Water Revenue Bonds Program loans receivable have interest rates of 1.92% to 7.08% and have scheduled maturity dates of 2009 to 2043.

The WPCRF direct loans receivable have interest rates of 0.00% to 5.17% and have maturity dates of 2010 to 2028. The WPCRF leveraged loans receivable have interest rates of 3.21% to 5.20% and have scheduled final maturity dates of 2009 to 2028.

The Drinking Water Fund direct loans receivable have interest rates of 0.00% to 4.50% and have scheduled final maturity dates of 2012 to 2038. The Drinking Water Fund leveraged loans receivable have interest rates of 3.03% to 4.60% and have scheduled final maturity dates of 2014 to 2028.

**Note 5: Capital Assets**

Capital assets activity for the years ended December 31, 2007 and 2006 was as follows:

	2007			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Equipment	\$ 165,169	\$ 17,089	\$ 59,976	\$ 122,282
Less accumulated depreciation for equipment	<u>(141,738)</u>	<u>(15,025)</u>	<u>(59,976)</u>	<u>(96,787)</u>
	<u><u>\$ 23,431</u></u>	<u><u>\$ 2,064</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 25,495</u></u>
	2006			
	<u>Beginning Balance</u>	<u>Additions</u>	<u>Retirements</u>	<u>Ending Balance</u>
Equipment	\$ 163,513	\$ 5,761	\$ 4,105	\$ 165,169
Less accumulated depreciation for equipment	<u>(133,103)</u>	<u>(12,740)</u>	<u>(4,105)</u>	<u>(141,738)</u>
	<u><u>\$ 30,410</u></u>	<u><u>\$ (6,979)</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 23,431</u></u>

Depreciation expense for the years ended December 31, 2007 and 2006 was \$15,025 and \$12,740, respectively.

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities**

***Other than Bonds***

Noncurrent liability activity, other than bonds, for the year ended December 31, 2007, was as follows:

	<b>Balance January 1, 2007</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance December 31, 2007</b>	<b>Current portion</b>
<b>Water Operations:</b>					
Project costs payable –					
leveraged loans	\$ 105,805,897	\$ —	\$ 88,890,857	\$ 16,915,040	\$ 13,948,641
Debt service reserve deposit	1,861,513	—	—	1,861,513	—
Other liabilities	1,840,957	336,314	869,977	1,307,294	—
<b>Total water operations</b>	<b><u>109,508,367</u></b>	<b><u>336,314</u></b>	<b><u>89,760,834</u></b>	<b><u>20,083,847</u></b>	<b><u>13,948,641</u></b>
<b>Water Pollution Control:</b>					
Project costs payable –					
direct loans	\$ 7,392,220	\$ 5,225,000	\$ 4,268,708	\$ 8,348,512	\$ 8,348,512
Project costs payable –					
leveraged loans	72,700,969	38,712,000	42,290,485	69,122,484	45,394,484
Advance payable	5,369,103	1,709,580	4,000,000	3,078,683	—
Deferred revenue	682,890	—	56,510	626,380	—
Other liabilities	4,785,433	1,054,241	2,101,297	3,738,377	584,593
<b>Total water pollution control</b>	<b><u>90,930,615</u></b>	<b><u>46,700,821</u></b>	<b><u>52,717,000</u></b>	<b><u>84,914,436</u></b>	<b><u>54,327,589</u></b>
<b>Drinking Water:</b>					
Project costs payable –					
direct loans	\$ 7,377,430	\$ 1,592,397	\$ 4,576,979	\$ 4,392,848	\$ 4,392,848
Project costs payable –					
leveraged loans	49,517,784	—	15,776,433	33,741,351	28,147,340
Deferred revenue	103,083	—	6,580	96,503	—
Other liabilities	1,666,532	780,009	644,602	1,801,939	180,252
<b>Total drinking water</b>	<b><u>58,664,829</u></b>	<b><u>2,372,406</u></b>	<b><u>21,004,594</u></b>	<b><u>40,032,641</u></b>	<b><u>32,720,440</u></b>
<b>Total enterprise funds:</b>					
Project costs payable –					
direct loans	\$ 14,769,650	\$ 6,817,397	\$ 8,845,687	\$ 12,741,360	\$ 12,741,360
Project costs payable –					
leveraged loans	228,024,650	38,712,000	146,957,775	119,778,875	87,490,465
Debt service reserve deposit	1,861,513	—	—	1,861,513	—
Advance payable	5,369,103	1,709,580	4,000,000	3,078,683	—
Deferred revenue	785,973	—	63,090	722,883	—
Other liabilities	8,292,922	2,170,564	3,615,876	6,847,610	764,845
<b>Total enterprise funds</b>	<b><u>259,103,811</u></b>	<b><u>49,409,541</u></b>	<b><u>163,482,428</u></b>	<b><u>145,030,924</u></b>	<b><u>100,996,670</u></b>

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**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities (Continued)**

***Other than Bonds (continued)***

Noncurrent liability activity, other than bonds, for the year ended December 31, 2006, was as follows:

	<b>Balance January 1, 2006</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance December 31, 2006</b>	<b>Current portion</b>
<b>Water Operations:</b>					
Project costs payable –					
leveraged loans	\$ 223,918,878	\$ —	\$ 118,112,981	\$ 105,805,897	\$ 101,435,711
Debt service reserve deposit	1,861,513	—	—	1,861,513	—
Other liabilities	1,820,649	20,921	613	1,840,957	384,480
Total water operations	<u>\$ 227,601,040</u>	<u>\$ 20,921</u>	<u>\$ 118,113,594</u>	<u>\$ 109,508,367</u>	<u>\$ 101,820,191</u>
<b>Water Pollution Control:</b>					
Project costs payable –					
direct loans	\$ 691,700	\$ 12,808,699	\$ 6,108,179	\$ 7,392,220	\$ 5,561,412
Project costs payable –					
leveraged loans	87,891,524	39,900,000	55,090,555	72,700,969	58,362,969
Advance payable	7,974,023	1,395,080	4,000,000	5,369,103	—
Deferred revenue	760,542		77,652	682,890	—
Other liabilities	4,390,735	1,598,770	1,204,072	4,785,433	917,000
Total water pollution control	<u>\$ 101,708,524</u>	<u>\$ 55,702,549</u>	<u>\$ 66,480,458</u>	<u>\$ 90,930,615</u>	<u>\$ 64,841,381</u>
<b>Drinking Water:</b>					
Project costs payable –					
direct loans	\$ 603,674	\$ 9,997,722	\$ 3,223,966	\$ 7,377,430	\$ 6,538,430
Project costs payable –					
leveraged loans	1,142,556	54,875,000	6,499,772	49,517,784	45,482,784
Deferred revenue	109,663		6,580	103,083	—
Other liabilities	1,080,566	734,890	148,924	1,666,532	435,000
Total drinking water	<u>\$ 2,936,459</u>	<u>\$ 65,607,612</u>	<u>\$ 9,879,242</u>	<u>\$ 58,664,829</u>	<u>\$ 52,456,214</u>
<b>Total enterprise funds:</b>					
Project costs payable –					
direct loans	\$ 1,295,374	\$ 22,806,421	\$ 9,332,145	\$ 14,769,650	\$ 12,099,842
Project costs payable –					
leveraged loans	312,952,958	94,775,000	179,703,308	228,024,650	205,281,464
Debt service reserve deposit	1,861,513	—	—	1,861,513	—
Advance payable	7,974,023	1,395,080	4,000,000	5,369,103	—
Deferred revenue	870,205	—	84,232	785,973	—
Other liabilities	7,291,950	2,354,581	1,353,609	8,292,922	1,736,480
Total enterprise funds	<u>\$ 332,246,023</u>	<u>\$ 121,331,082</u>	<u>\$ 194,473,294</u>	<u>\$ 259,103,811</u>	<u>\$ 219,117,786</u>

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**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable***

The following is an analysis of changes in bonds payable for the year ended December 31, 2007:

	<b>Balance January 1, 2007</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2007</b>
<b>Water Operations:</b>				
<b>Small Water Resources Projects Program:</b>				
1992 Series B	\$ 495,000	\$ —	\$ 240,000	\$ 255,000
1993 Series A	3,190,000	—	745,000	2,445,000
1994 Series A	2,495,000	—	315,000	2,180,000
1996 Series A	3,735,000	—	320,000	3,415,000
1997 Series A	3,340,000	—	460,000	2,880,000
1997 Series B	7,320,000	—	1,155,000	6,165,000
1998 Series A	5,580,000	—	360,000	5,220,000
1998 Series B	9,290,000	—	1,370,000	7,920,000
2000 Series A	11,560,000	—	685,000	10,875,000
2001 Series A	14,145,000	—	275,000	13,870,000
2002 Series A	13,945,000	—	180,000	13,765,000
2003 Series A	9,180,000	—	220,000	8,960,000
2006 Series A	13,970,000	—	150,000	13,820,000
	<u>98,245,000</u>	<u>—</u>	<u>6,475,000</u>	<u>91,770,000</u>
<b>Water Revenue Bonds Program:</b>				
1998 Taxable Series	1,815,000	—	210,000	1,605,000
2003 Series A	12,270,000	—	530,000	11,740,000
2003 Series B	2,040,000	—	665,000	1,375,000
2004 Series A	13,345,000	—	525,000	12,820,000
2004 Series B	19,705,000	—	5,000	19,700,000
2004 Series C	17,965,000	—	1,765,000	16,200,000
2004 Series D	103,465,000	—	1,050,000	102,415,000
2004 Series E	3,275,000	—	140,000	3,135,000
2005 Series A	53,115,000	—	880,000	52,235,000
2005 Series B	2,220,000	—	85,000	2,135,000
2005 Series C	8,020,000	—	150,000	7,870,000
2005 Series D	100,000,000	—	—	100,000,000
2005 Series E	26,270,000	—	—	26,270,000
2005 Series F	3,590,000	—	140,000	3,450,000
	<u>367,095,000</u>	<u>—</u>	<u>6,145,000</u>	<u>360,950,000</u>
Total Water Operations	465,340,000	\$ —	\$ 12,620,000	452,720,000
Less deferred costs	(713,354)			(576,939)
Less current portion	(12,620,000)			(13,110,000)
Noncurrent bonds payable - Water Operations	<u>\$ 452,006,646</u>			<u>\$ 439,033,061</u>

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**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

	<b>Balance January 1, 2007</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2007</b>
<b>Water Pollution Control</b>				
<b>Revolving Fund – Clean Water Revenue Bonds:</b>				
1989 Series A	\$ 240,000	\$ —	\$ 75,000	\$ 165,000
1990 Series A	80,000	—	35,000	45,000
1991 Series A	1,055,000	—	300,000	755,000
1991 Series B	695,000	—	230,000	465,000
1992 Series A	435,000	—	100,000	335,000
1992 Series B	1,265,000	—	260,000	1,005,000
1994 Series A	700,000	—	155,000	545,000
1995 Series A	1,055,000	—	185,000	870,000
1996 Series A	310,000	—	45,000	265,000
1997 Series A	4,365,000	—	1,685,000	2,680,000
1998 Series A	4,625,000	—	1,615,000	3,010,000
1998 Series B	2,770,000	—	675,000	2,095,000
1999 Series A	7,745,000	—	2,125,000	5,620,000
2000 Series A	7,730,000	—	1,455,000	6,275,000
2001 Series A	19,510,000	—	3,015,000	16,495,000
2002 Series A	47,640,000	—	2,125,000	45,515,000
2002 Series B	20,990,000	—	680,000	20,310,000
2003 Series A	13,275,000	—	655,000	12,620,000
2004 Series A	57,490,000	—	110,000	57,380,000
2005 Series A	38,715,000	—	1,410,000	37,305,000
2005 Series B	16,640,000	—	665,000	15,975,000
2006 Series A	23,270,000	—	900,000	22,370,000
2006 Series B	14,195,000	—	565,000	13,630,000
2007 Series A	—	35,330,000	—	35,330,000
	<b>284,795,000</b>	<b>35,330,000</b>	<b>19,065,000</b>	<b>301,060,000</b>
<b>Wastewater Revolving Fund</b>				
<b>Refunding Revenue Bonds:</b>				
1996 Series A	17,085,000	—	2,660,000	14,425,000
2001 Series A	38,450,000	—	4,390,000	34,060,000
2004 Series A	35,800,000	—	350,000	35,450,000
2005 Series A and A2	78,040,000	—	—	78,040,000
	<b>169,375,000</b>	<b>—</b>	<b>7,400,000</b>	<b>161,975,000</b>
<b>Total Water Pollution Control Revolving Fund</b>	<b>454,170,000</b>	<b>\$ 35,330,000</b>	<b>\$ 26,465,000</b>	<b>463,035,000</b>
Deferred (costs) benefits	811,156			780,331
Less current portion	<b>(26,465,000)</b>			<b>(27,320,000)</b>
Noncurrent bonds payable – Water Pollution Control Revolving Fund	<b>\$ 428,516,156</b>			<b>\$ 436,495,331</b>

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**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

	<b>Balance January 1, 2007</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2007</b>
<b>Drinking Water Revolving Fund:</b>				
Revenue Bonds:				
1997 Series A	\$ 15,690,000	\$ —	\$ 1,155,000	\$ 14,535,000
1998 Series A	10,640,000	—	700,000	9,940,000
1999 Series A	31,435,000	—	2,430,000	29,005,000
2000 Series A	8,275,000	—	1,440,000	6,835,000
2002 Series A	14,055,000	—	715,000	13,340,000
2003 Series A	19,875,000	—	320,000	19,555,000
2003 Series B	11,680,000	—	530,000	11,150,000
2006 Series A	11,275,000	—	380,000	10,895,000
2006 Series B	38,045,000	—	1,470,000	36,575,000
	<hr/> <u>160,970,000</u>	<hr/> <u>—</u>	<hr/> <u>9,140,000</u>	<hr/> <u>151,830,000</u>
Drinking Water Revolving Fund Refunding Revenue Bonds				
2005 Series A	20,125,000	—	5,000	20,120,000
Total Drinking Water Revolving Fund	181,095,000	\$ —	\$ 9,145,000	171,950,000
Deferred (costs) benefits	199,607	<hr/> <u>—</u>	<hr/> <u>9,145,000</u>	181,485
Less current portion	<hr/> <u>(9,145,000)</u>			<hr/> <u>(9,080,000)</u>
Noncurrent bonds payable – Drinking Water Revolving Fund	\$ 172,149,607			\$ 163,051,485
Total enterprise funds:				
Revenue bonds at par	\$ 1,100,605,000	\$ 35,330,000	\$ 48,230,000	\$ 1,087,705,000
Deferred (costs) benefits	297,409			384,877
Current portion	<hr/> <u>(48,230,000)</u>			<hr/> <u>(49,510,000)</u>
Noncurrent bonds payable, net	<hr/> <u>1,052,672,409</u>			<hr/> <u>1,038,579,877</u>

**Colorado Water Resources  
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**Notes to Financial Statements**

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**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

The following is an analysis of changes in bonds payable for the year ended December 31, 2006:

	<b>Balance January 1, 2006</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2006</b>
<b>Water Operations:</b>				
<b>Small Water Resources Projects Program:</b>				
1992 Series B	\$ 675,000	\$ —	\$ 180,000	\$ 495,000
1993 Series A	3,895,000	—	705,000	3,190,000
1994 Series A	3,130,000	—	635,000	2,495,000
1996 Series A	4,165,000	—	430,000	3,735,000
1997 Series A	6,840,000	—	3,500,000	3,340,000
1997 Series B	8,415,000	—	1,095,000	7,320,000
1998 Series A	5,920,000	—	340,000	5,580,000
1998 Series B	10,555,000	—	1,265,000	9,290,000
2000 Series A	22,425,000	—	10,865,000	11,560,000
2001 Series A	14,425,000	—	280,000	14,145,000
2002 Series A	14,120,000	—	175,000	13,945,000
2003 Series A	9,400,000	—	220,000	9,180,000
2006 Series A	—	13,970,000	—	13,970,000
	<u>103,965,000</u>	<u>13,970,000</u>	<u>19,690,000</u>	<u>98,245,000</u>
<b>Water Revenue Bonds Program:</b>				
1998 Taxable Series	2,015,000	—	200,000	1,815,000
2003 Series A	12,790,000	—	520,000	12,270,000
2003 Series B	2,695,000	—	655,000	2,040,000
2004 Series A	13,855,000	—	510,000	13,345,000
2004 Series B	19,710,000	—	5,000	19,705,000
2004 Series C	19,695,000	—	1,730,000	17,965,000
2004 Series D	104,465,000	—	1,000,000	103,465,000
2004 Series E	3,410,000	—	135,000	3,275,000
2005 Series A	53,970,000	—	855,000	53,115,000
2005 Series B	2,300,000	—	80,000	2,220,000
2005 Series C	8,170,000	—	150,000	8,020,000
2005 Series D	100,000,000	—	—	100,000,000
2005 Series E	26,270,000	—	—	26,270,000
2005 Series F	3,690,000	—	100,000	3,590,000
	<u>373,035,000</u>	<u>—</u>	<u>5,940,000</u>	<u>367,095,000</u>
Total Water Operations	477,000,000	\$ 13,970,000	\$ 25,630,000	465,340,000
Less deferred costs	(501,667)			(713,354)
Less current portion	(12,010,000)			(12,620,000)
Noncurrent bonds payable – Water Operations	\$ 464,488,333			\$ 452,006,646

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

	<b>Balance January 1, 2006</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2006</b>
<b>Water Pollution Control Revolving Fund - Clean Water Revenue Bonds:</b>				
1989 Series A	\$ 325,000	\$ —	\$ 85,000	\$ 240,000
1990 Series A	120,000	—	40,000	80,000
1991 Series A	1,385,000	—	330,000	1,055,000
1991 Series B	960,000	—	265,000	695,000
1992 Series A	545,000	—	110,000	435,000
1992 Series B	1,550,000	—	285,000	1,265,000
1994 Series A	875,000	—	175,000	700,000
1995 Series A	1,250,000	—	195,000	1,055,000
1996 Series A	1,580,000	—	1,270,000	310,000
1997 Series A	5,985,000	—	1,620,000	4,365,000
1998 Series A	6,205,000	—	1,580,000	4,625,000
1998 Series B	3,415,000	—	645,000	2,770,000
1999 Series A	9,815,000	—	2,070,000	7,745,000
2000 Series A	9,140,000	—	1,410,000	7,730,000
2001 Series A	22,445,000	—	2,935,000	19,510,000
2002 Series A	49,690,000	—	2,050,000	47,640,000
2002 Series B	21,660,000	—	670,000	20,990,000
2003 Series A	13,930,000	—	655,000	13,275,000
2004 Series A	57,600,000	—	110,000	57,490,000
2005 Series A	40,090,000	—	1,375,000	38,715,000
2005 Series B	17,350,000	—	710,000	16,640,000
2006 Series A	—	23,270,000	—	23,270,000
2006 Series B	—	14,195,000	—	14,195,000
	<b>265,915,000</b>	<b>37,465,000</b>	<b>18,585,000</b>	<b>284,795,000</b>
<b>Wastewater Revolving Fund Refunding Revenue Bonds:</b>				
1996 Series A	19,555,000	—	2,470,000	17,085,000
2001 Series A	42,625,000	—	4,175,000	38,450,000
2004 Series A	35,925,000	—	125,000	35,800,000
2005 Series A and A2	78,040,000	—	—	78,040,000
	<b>176,145,000</b>	<b>—</b>	<b>6,770,000</b>	<b>169,375,000</b>
<b>Total Water Pollution Control Revolving Fund</b>	<b>442,060,000</b>	<b>\$ 37,465,000</b>	<b>\$ 25,355,000</b>	<b>454,170,000</b>
<b>Deferred (costs) benefits</b>	<b>832,372</b>			<b>811,156</b>
<b>Less current portion</b>	<b>(24,425,000)</b>			<b>(26,465,000)</b>
<b>Noncurrent bonds payable – Water Pollution Control Revolving Fund</b>	<b>\$ 418,467,372</b>			<b>\$ 428,516,156</b>

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

	<b>Balance January 1, 2006</b>	<b>New issues</b>	<b>Retirements</b>	<b>Balance December 31, 2006</b>
<b>Drinking Water Revolving Fund:</b>				
Revenue Bonds:				
1997 Series A	\$ 16,820,000	\$ —	\$ 1,130,000	\$ 15,690,000
1998 Series A	11,325,000	—	685,000	10,640,000
1999 Series A	33,815,000	—	2,380,000	31,435,000
2000 Series A	9,675,000	—	1,400,000	8,275,000
2002 Series A	14,760,000	—	705,000	14,055,000
2003 Series A	20,195,000	—	320,000	19,875,000
2003 Series B	11,685,000	—	5,000	11,680,000
2006 Series A	—	11,275,000	—	11,275,000
2006 Series B	—	38,045,000	—	38,045,000
	<u>118,275,000</u>	<u>49,320,000</u>	<u>6,625,000</u>	<u>160,970,000</u>
Drinking Water Revolving Fund Refunding				
Revenue Bonds				
2005 Series A	20,130,000	—	5,000	20,125,000
Total Drinking Water Revolving Fund	138,405,000	\$ 49,320,000	\$ 6,630,000	181,095,000
Deferred (costs) benefits	217,733			199,607
Less current portion	<u>(6,630,000)</u>			<u>(9,145,000)</u>
Noncurrent bonds payable – Drinking Water Revolving Fund	\$ 131,992,733			\$ 172,149,607
Total enterprise funds:				
Revenue bonds at par	\$ 1,057,465,000	\$ 100,755,000	\$ 57,615,000	\$ 1,100,605,000
Deferred (costs) benefits	548,438			297,409
Current portion	<u>(43,065,000)</u>			<u>(48,230,000)</u>
Noncurrent bonds payable, net	<u>\$ 1,014,948,438</u>			<u>\$ 1,052,672,409</u>

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

All of the Authority Small Water Resources Projects Program Bonds and the Series 1989A and Series 1990A Clean Water Revenue Bonds are insured as to payment of principal and interest by the Financial Guaranty Insurance Company. The Clean Water Revenue Bonds, Series 1992A are insured as to payment of principal and interest by Financial Security Assurance, Inc. The Wastewater Revolving Fund Refunding Revenue Bonds, Series 1996A are insured as to payment of principal and interest by AMBAC Indemnity Corporation. The Water Resources Revenue Bonds Series 2003A, Series 2003B, Series 2004A, Series 2004B, Series 2004C, Series 2004D, Series 2004E, Series 2005A, Series 2005E and Series 2005F are insured as to payment of principal and interest by MBIA Insurance Corporation. The Water Resources Revenue Bonds Series 2005B and Series 2005C are insured as to payment of principal and interest by Assured Guaranty Corp. The Water Resources Revenue Bonds Series 2005D are insured as to payment of principal and interest by Financial Security Assurance Inc.

As of December 31, 2007, the outstanding bonds of the Authority had original principal amounts of \$156,285,000 for the Small Water Resources Projects Program, \$378,170,000 for the Water Revenue Bonds Program, \$655,675,000 for the Clean Water Revenue Bonds, \$196,140,000 for the Wastewater Revolving Fund Refunding Revenue Bonds, \$220,435,000 for the Drinking Water Revolving Fund Bonds and \$20,305,000 for Drinking Water Revolving Fund Refunding Revenue Bonds, for a total of \$1,627,010,000. Principal payments on the bonds are made annually and interest on the bonds is payable semiannually with interest rates ranging from 1.3% to 7.4% and serial and term principal maturities, including mandatory sinking fund call provisions, through the year 2043. All bonds, except the Small Water Resources Projects Program Series 2006A, the Water Revenue Bonds Series 2003B, the Wastewater Revolving Fund Refunding Revenue Bonds Series 1996A, 2001A, 2005A and A-2 and the Drinking Water Revolving Fund Refunding Revenue Bonds Series 2005A, have optional initial call provisions, generally eight to ten years from the issue date with maximum call premiums of 2% and decreasing to no premium.

The Authority's debt service requirements to maturity, excluding unamortized original issue discount and premium and deferred costs on refundings, are as follows as of December 31, 2007:

	Water Operations		WPCRF		DWRF		Total	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2008	\$ 13,110,000	\$ 21,188,609	\$ 27,320,000	\$ 22,720,309	\$ 9,080,000	\$ 7,968,288	\$ 49,510,000	\$ 51,877,206
2009	13,040,000	20,640,271	28,880,000	21,423,216	9,380,000	7,581,095	51,300,000	49,644,582
2010	14,965,000	20,107,036	29,220,000	19,993,560	10,255,000	7,175,495	54,440,000	47,276,091
2011	17,200,000	19,460,435	29,865,000	18,506,305	11,185,000	6,711,326	58,250,000	44,678,066
2012	18,005,000	18,702,671	28,935,000	16,999,891	11,455,000	6,221,475	58,395,000	41,924,037
2013-2017	82,685,000	81,588,932	130,560,000	64,695,588	58,680,000	22,933,053	271,925,000	169,217,573
2018-2022	75,485,000	63,313,341	117,710,000	33,120,823	46,790,000	9,709,304	239,985,000	106,143,468
2023-2027	55,135,000	46,660,299	67,965,000	8,415,251	14,830,000	1,815,813	137,930,000	56,891,363
2028-2032	56,490,000	34,523,963	2,580,000	109,650	295,000	12,906	59,365,000	34,646,519
2033-2037	74,905,000	16,869,006	—	—	—	—	74,905,000	16,869,006
2038-2042	25,720,000	5,758,988	—	—	—	—	25,720,000	5,758,988
2043-2044	5,980,000	313,949	—	—	—	—	5,980,000	313,949
Total	\$ 452,720,000	\$ 349,127,500	\$ 463,035,000	\$ 205,984,593	\$ 171,950,000	\$ 70,128,755	\$ 1,087,705,000	\$ 625,240,848

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**Note 6: Noncurrent Liabilities (Continued)**

***Bonds Payable (continued)***

Total interest expense for 2007 and 2006 amounted to \$22,126,089, \$22,794,027, \$8,201,924 and \$22,684,637, \$22,113,311, \$6,966,125 for the Water Operations, Water Pollution Control and Drinking Water Funds, respectively.

The bond resolutions authorizing the various bond issues contain general provisions and provisions related to accounting and financial operations of the Authority. Management of the Authority believes it is in substantial compliance with these provisions.

The Authority has provided a Debt Service Bond Reserve Account at least equal to the debt service reserve requirement under the Small Water Resources Projects Program Bond Resolution. At December 31, 2007 and 2006, the Small Water Resources Projects Program Debt Service Reserve Account amounted to \$8,500,000 and was fully funded. This amount is reflected in restricted net assets of the Water Operations Enterprise Fund. The Authority can issue up to \$150,000,000 (excluding refunding bonds) of outstanding Small Water Resources Projects Program Revenue Bonds at the current funding level for the Small Water Resources Projects Program Debt Service Reserve Account. At December 31, 2007 and 2006, the Authority had \$91,770,000 and \$98,245,000 of outstanding Small Water Resources Projects Program Revenue Bonds, respectively.

**Note 7: Interfund Receivables and Payables**

The composition of interfund balances as of December 31, 2007 and 2006 is as follows:

Due to/from other funds:

<b>Receivable Funds</b>	<b>Payable Fund</b>	<b>2007 Amount</b>	<b>2006 Amount</b>
Water Operations	Water Pollution Control	\$ 242,089	\$ 318,603
	Drinking Water	1,317,475	694,984
Total		<u>\$ 1,559,564</u>	<u>\$ 1,013,587</u>

The outstanding balances between funds result from the Water Operations Fund paying certain operating expenses of the Water Pollution Control Fund and the Drinking Water Fund for which it is reimbursed.

**Note 8: Board-Designated Accounts**

Included in the balance of unrestricted net assets of the Water Operations Enterprise Fund are monies designated by the Board for specific purposes. These amounts are not included in restricted net assets, because the designations do not meet the definition of restricted net assets as defined by accounting principles generally accepted in the United States of America. Board designations were as follows in the Water Operations Enterprise Fund as of December 31:

	<b>2007</b>	<b>2006</b>
Self-insurance account	\$ 800,000	\$ 800,000
La Plata River escrow account	17,818,029	17,316,018
Total Board-designated accounts	<u>\$ 18,618,029</u>	<u>\$ 18,116,018</u>

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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 9: EPA Capitalization Grants**

The following table details the EPA capitalization grants and matching requirements of \$1 of state match for every \$5 of capitalization grants recognized by the project during 2007:

	<b>Federal grants recognized in 2007</b>	<b>Matching requirement for 2007</b>
<b>Water Pollution Control Revolving Fund Projects:</b>		
2001A – City of Lafayette	\$ 65,909	\$ 13,182
2003A – City of Pueblo	151,619	30,324
2004A – City of Englewood	2,316,949	463,390
2004A – City of Littleton	2,362,953	472,591
2005A – Town of Eaton	40,447	8,089
2005B – City of Glendale	844,852	168,970
2006A – Donala Water and Sanitation District	1,082,499	216,500
2006A – Granby Sanitation District	1,630,059	326,012
2006A – Triview Metropolitan District	1,107,734	221,547
2006B – Cherokee Metropolitan District	988,393	197,679
2007A – Town of Eagle	995,950	199,190
2007A – City of Rifle	222,313	44,463
	<b>11,809,677</b>	<b>2,361,937</b>
<b>Drinking Water Revolving Fund Projects:</b>		
FDL – Town of Palisade	614,950	122,990
2003A – Fountain Valley Authority	58,451	11,690
2003A – Town of Lyons	30,568	6,114
2006A – City of Craig	1,817,033	363,407
2006A – Little Thompson Water District	231,358	46,272
2006B – City of Alamosa	2,840,654	568,131
2006B – Town of Palisade	1,502,300	300,460
	<b>7,095,314</b>	<b>1,419,064</b>
<b>Total</b>	<b>\$ 18,904,991</b>	<b>\$ 3,781,001</b>

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**Notes to Financial Statements**  
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## **Note 9: EPA Capitalization Grants (Continued)**

The following table details the EPA capitalization grants and matching requirements of \$1 of state match for every \$5 of capitalization grants recognized by the project during 2006:

	<b>Federal grants recognized in 2006</b>	<b>Matching requirement for 2006</b>
Water Pollution Control Revolving Fund Projects:		
1999A – City of Aurora	\$ 45,185	\$ 9,037
2001A – City of Lafayette	29,635	5,927
2002A – Black Hawk-Central City Sanitation District	958,097	191,619
2003A – Town of Milliken	34,955	6,991
2003A – City of Pueblo	65,633	13,127
2004A – City of Englewood	2,919,516	583,903
2004A – City of Littleton	2,812,931	562,586
2005A – Town of Eaton	853,404	170,681
2005B – City of Glendale	46,251	9,250
2006A – Donala Water and Sanitation District	385,750	77,150
2006A – Granby Sanitation District	202,711	40,542
2006A – Triview Metropolitan District	524,806	104,961
	<hr/>	<hr/>
	8,878,874	1,775,774
Drinking Water Revolving Fund Projects:		
FDL – Town of Palisade	911,050	182,210
2003A – Fountain Valley Authority	72,837	14,567
2003A – Town of Lyons	217,671	43,534
2006A – Little Thompson Water District	2,421,698	484,340
	<hr/>	<hr/>
	3,623,256	724,651
Total	\$ 12,502,130	\$ 2,500,425

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**Notes to Financial Statements**

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**Note 10: Defined Benefit Pension Plan, Health Care Program and Life Insurance Program**

***Defined Benefit Pension Plan – Plan Description***

The Authority's employees and Board members participate in a defined benefit pension plan. The plan's purpose is to provide income to members and their families at retirement or in case of death or disability. The plan is a cost sharing multiple employer plan administered by the Public Employees' Retirement Association (PERA). PERA was established by state statute in 1931. Responsibility for the organization and administration of the plan is placed with the Board of Trustees of PERA. Changes to the plan require an actuarial assessment and legislation by the General Assembly. The Authority contributes to the State Division Trust Fund, which is included in PERA's financial statements. Copies of these statements may be obtained by writing PERA, P.O. at PO Box 5800, Denver, Colorado 80217, or by calling PERA at 1-800-759-PERA (7372), or by visiting [www.copera.org](http://www.copera.org).

Employees hired by the Authority after January 1, 2006, are allowed 60 days to elect to participate in a defined contribution retirement plan administered by the state's Deferred Compensation Committee rather than becoming a member of PERA. If that election is not made, the employee becomes a member of PERA, and the member is allowed 60 days from commencing employment to elect to participate in a defined contribution plan administered by PERA rather than the defined benefit plan.

PERA members electing the defined contribution plan are allowed an irrevocable election between the second and fifth year to use their defined contribution account to purchase service credit and be covered under the defined benefit retirement plan. However, making this election subjects the member to the rules in effect for those hired on or after January 1, 2007, as discussed below. Employer contributions to both defined contribution plans are the same as the contributions to the PERA defined benefit plan.

Defined benefit plan members vest after five years of service and are eligible for full retirement based on their original hire date as follows:

- Hired before July 1, 2005 — age 50 with 30 years of service, age 60 with 20 years of service, or age 65 with 5 years of service.
- Hired between July 1, 2005 and December 31, 2006 – any age with 35 years of service, age 55 with 30 years of service, age 60 with 20 years of service, or age 65 with 5 years of service.
- Hired on or after January 1, 2007 – any age with 35 years of service, age 55 with 30 years of service, age 60 with 25 years of service, or age 65 with 5 years of service.

Members are also eligible for retirement benefits without a reduction for early retirement based on their original hire date as follows:

- Hired before January 1, 2007 – age 55 with a minimum of 5 years of service credit and age plus years of service equals 80 or more.
- Hired on or after January 1, 2007 – age 55 with a minimum of 5 years of service credit and age plus years of service equals 85 or more.

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 10: Defined Benefit Pension Plan, Health Care Program and Life Insurance Program (Continued)**

***Defined Benefit Pension Plan – Plan Description (continued)***

Members automatically receive the higher of the defined retirement benefit or money purchase benefit at retirement. Defined benefits are calculated as 2.5 percent times the number of years of service times the highest average salary (HAS). For retirements before January 1, 2009, HAS is calculated as one-twelfth of the average of the highest salaries on which contributions were paid, associated with three periods of 12 consecutive months of service credit and limited to a 15 percent increase between periods. For retirements after January 1, 2009 or persons hired on or after January 1, 2007, more restrictive limits are placed on salary increases between periods used in calculating HAS.

Retiree benefits are increased annually based on their original hire date as follows:

- Hired before July 1, 2005 – 3.5 percent, compounded annually.
- Hired between July 1, 2005 and December 31, 2006 – the lesser of 3 percent or the actual increase in the national Consumer Price Index.
- Hired on or after January 1, 2007 – the lesser of 3 percent or the actual increase in the national Consumer Price Index, limited to a 10 percent reduction in a reserve established for cost of living increases related strictly to those hired on or after January 1, 2007. (The reserve is funded by 1 percent of the employer contributions for this population.).

Members disabled, who have five or more years of service credit, six months of which has been earned since the most recent period of membership, may receive retirement benefits if determined to be permanently disabled. If members die before retirement, their eligible children under the age of 18 (23 if a full time student) or their spouse may be entitled to a single payment or monthly benefit payments. If a member does not have eligible children or a spouse, then financially dependent parents, beneficiaries, or the member's estate, may be entitled to a survivor's benefit.

***Defined Benefit Pension Plan – Funding Policy***

The contribution requirements for plan members and their employers are established, and may be amended, by the General Assembly. The amount of an employee's salary that is subject to PERA contribution is his or her gross earnings less any voluntary reduction in pay contribution to the Authority's flexible benefit plan established under Section 125 of the Internal Revenue Code.

All employees are required to contribute 8.0% percent of their salary, as defined in CRS 24-51-101(42), to an individual account in the plan. The Authority's contribution rates were 11.15%, 10.65% and 10.15% in 2007, 2006 and 2005, respectively. Included in the 2007 and 2006 rates were an additional 1.0% and 0.5%, respectively, for the Amortization Equalization Disbursement, as discussed below. Also included in these rates was 1.02 % that was allocated to the Health Care Trust Fund, discussed herein.

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 10: Defined Benefit Pension Plan, Health Care Program and Life Insurance Program (Continued)**

***Defined Benefit Pension Plan – Funding Policy (continued)***

Per Colorado Revised Statutes, an amortization period of 30 years for a defined benefit pension plan is deemed actuarially sound. At December 31, 2005, the division of PERA in which the Authority participates contained an infinite amortization period, meaning that the unfunded actuarially accrued liability would never be fully funded at the current contribution rate.

In the 2004 legislative session, the General Assembly authorized an Amortization Equalization Disbursement (AED) to address a pension-funding shortfall. The AED required PERA employers to contribute an additional 0.5% of eligible salary beginning January 1, 2006, another 0.5 % in 2007, and subsequent year increases of 0.4 % until the additional AED rate reaches 3.0 % in 2012.

In the 2006 legislative session, the general assembly authorized a Supplemental Amortization Equalization Disbursement (SAED) that requires PERA employers to pay an additional 0.5% of eligible salaries beginning January 1, 2008. The SAED is scheduled to increase by 0.5% annually, through 2013, resulting in a cumulative increase of three percentage points. For the Authority, each year's one half percentage point increase in the SAED will be deducted from the amount of changes to its employees' salaries, and used by the Authority to pay the SAED. Both the AED and SAED will terminate when funding levels reach 100 percent.

Historically, members have been allowed to purchase service credit at reduced rates. However, legislation passed in the 2006 session required, that future agreements to purchase service credit be sufficient to fund the related actuarial liability.

The Authority's contributions to the Defined Benefit Plan for 2007, 2006, and 2005 were \$103,338, \$93,647, and \$86,352, respectively. These contributions met the contribution requirement for each year.

***Health Care Program***

The PERA Health Care Program began covering benefit recipients and qualified dependents on July 1, 1986. This benefit was developed after legislation in 1985 established the Program and the Health Care Fund; the program was converted to a trust fund in 1999. Under this program, PERA subsidizes a portion of the monthly premium for health care coverage. The benefit recipient pays any remaining amount of that premium through an automatic deduction from his or her monthly retirement benefit. Effective July 1, 2000, the maximum monthly subsidy is \$230 per month for benefit recipients who are under 65 years of age and who are not entitled to Medicare; and \$115 per month for benefit recipients who are 65 years of age or older or who are under 65 years of age and entitled to Medicare. The maximum subsidy is based on the recipient having 20 years of service credit, and is subject to reduction by 5% for each year less than 20 years.

The Health Care Trust Fund is maintained by an employer's contribution rate as discussed above. The Authority's contributions to the Health Care Trust Fund for 2007, 2006, and 2005 were \$9,555, \$9,088, and \$8,678, respectively. These contributions met the contribution requirement for each year.

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 10: Defined Benefit Pension Plan, Health Care Program and Life Insurance Program (Continued)**

***Health Care Program (continued)***

Monthly premium costs for participants depend on the health care plan selected, the number of persons covered, Medicare eligibility, and the number of years of service credit. PERA contracts with a major medical indemnity carrier to administer claims for self-insured medical benefit plans, and another carrier for prescription benefits, and with several health maintenance organizations providing services within Colorado. As of December 31, 2006, there were 42,433 enrollees in the plan.

***Life Insurance Program***

During Fiscal Year 2006-07, PERA provided its members access to a group decreasing term life insurance plan offered by UnumProvident in which 41,101 members participated. Active members may join the UnumProvident Plan and continue coverage into retirement. Premiums are collected by monthly payroll deductions or other means. In addition, PERA maintained coverage for 12,790 members under closed group plans underwritten by Anthem Life, Prudential, and New York Life.

**Note 11: Postemployment Healthcare Benefits**

The Authority contributes to the Health Care Trust Fund (HCTF), a cost-sharing multiple-employer postemployment healthcare plan administered by PERA. The HCTF provides a healthcare premium subsidy to PERA participating benefit recipients and their eligible beneficiaries. Title 24, Article 51, Part 12 of the CRS, as amended, assigns the authority to establish the HCTF benefit provisions to the State Legislature. PERA issues a publicly available annual financial report that includes financial statements and required supplementary information for the HCTF. That report may be obtained online at [www.copera.org](http://www.copera.org) or by writing to Colorado PERA, 1300 Logan Street, Denver, Colorado 80203 or by calling PERA at 303-832-9550 or 1-800-759-PERA (7372).

The financial statements of the HCTF are prepared using the accrual basis of accounting. Employer contributions are recognized as revenues in the period in which the employer pays compensation to the member and the employer is statutorily committed to pay these contributions to the HCTF. Benefits are recognized when due and payable in accordance with the terms of the plan. The HCTF plan investments are presented at fair value except for short-term investments, which are recorded at cost, which approximates fair value.

The Authority is required to contribute at a rate of 1.02% of covered salary for all PERA members as set by statute. No member contributions are required. The contribution requirements for the Authority are established under Title 24, Article 51, Part 4 of the CRS, as amended. The apportionment of the contribution to the HCTF is established under Title 24, Article 51, Section 208 of the Colorado Revised Statutes, as amended. For the years ended December 31, 2007, 2006 and 2005, the Authority's employer contributions to the HCTF were \$9,555, \$9,088 and \$8,678, respectively, equal to their required contributions for each year.

**Colorado Water Resources  
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**Notes to Financial Statements**

**Years Ended December 31, 2007 and 2006**

**Note 12: Defined Contribution Pension Plan**

Employees of the Authority may voluntarily contribute to the Voluntary Investment Program (401(k) Plan), an Internal Revenue Code Section 401(k) defined contribution plan administered by PERA. Plan participation is voluntary, and contributions are separate from others made to PERA. Title 24, Article 51, Part 14 of the CRS, as amended, assigns the authority to establish the 401(k) Plan provisions to the State Legislature.

The 401(k) Plan is funded by voluntary member contributions of up to a maximum limit set by the IRS (\$15,500 in 2007 and \$15,000 in 2006 and up to an additional \$5,000 for participants over age 50). The contribution requirements for the Authority are established under Title 24, Article 51, and Section 1402 of the CRS, as amended. For the years ended December 31, 2007 and 2006, the 401(k) Plan member contributions from the Authority were \$72,095 and \$66,875, respectively.

**Note 13: Commitments**

**Leases**

The Authority leases office facilities under an operating lease that expires December 31, 2012. Rent expense totaled \$126,697 and \$115,058 for 2007 and 2006, respectively. Below is a schedule of the non-cancelable lease payments due:

<b>Year</b>	<b>Rent</b>
2008	\$ 102,298
2009	102,298
2010	102,298
2011	105,952
2012	109,605
<b>Total</b>	<b><u>\$ 522,451</u></b>

**Note 14: Tax, Spending and Debt Limitations**

In November 1992, the voters of Colorado approved Amendment 1, referred to as the Taxpayer's Bill of Rights (TABOR), which added a new Section 20 to article X of the Colorado Constitution. TABOR contains tax, spending, revenue, and debt limitations which apply to the State of Colorado and all local governmental agencies.

Enterprises, defined as government-owned businesses authorized to issue revenue bonds and receiving less than 10% of annual revenue in grants from all state and local governmental agencies combined, are excluded from the provisions of TABOR. The Authority's management believes that its operations qualify for this exclusion. However, TABOR is complex and subject to interpretation. Many of the provisions, including the qualification as an Enterprise, may require judicial interpretation.

**Colorado Water Resources  
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**Notes to Financial Statements  
Years Ended December 31, 2007 and 2006**

**Note 15: Risk Management and Contingencies**

The Authority is exposed to various risks of loss related to torts; thefts of, damage to, or destruction of assets; errors or omissions; injuries to employees; or acts of God. The Authority maintains commercial insurance for most risks of loss, excluding directors' and officers' legal liability for which the Authority is self-insured. The Authority is fully insured for employee healthcare through PERA.

The Authority receives federal grant funds from the EPA. These amounts are subject to audit and adjustment by the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the Authority. The amount, if any, of expenses which may be disallowed by the federal government cannot be determined at this time, although the Authority expects such amounts, if any, to be immaterial to its financial operations.

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**COLORADO WATER RESOURCES  
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**Regulatory Basis**

**Combining Schedule of Net Assets**

**Water Pollution Control Fund**

**December 31, 2007**

Assets	State Revolving Fund	Nonrevolving Fund	Water Pollution Control Fund
Current assets:			
Cash and cash equivalents	\$ 15,755,042	\$ 6,088,521	\$ 21,843,563
Federal grants receivable	3,195,355	38,031	3,233,386
Investment income receivable	98,061	626,249	724,310
Loans receivable	30,717,122	—	30,717,122
Accounts receivable – borrowers	4,574,604	1,893,232	6,467,836
Restricted assets:			
Cash and cash equivalents	19,215,626	120,362	19,335,988
Investments	54,734,990	—	54,734,990
Investment income receivable	1,187,230	—	1,187,230
Total current assets	<u>129,478,030</u>	<u>8,766,395</u>	<u>138,244,425</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	11,229,809	—	11,229,809
Investments	178,106,213	—	178,106,213
Investment income receivable	3,384,845	—	3,384,845
Loans receivable	486,712,543	—	486,712,543
Capital assets – equipment, net	—	1,697	1,697
Total noncurrent assets	<u>679,433,410</u>	<u>1,697</u>	<u>679,435,107</u>
Total assets	<u>808,911,440</u>	<u>8,768,092</u>	<u>817,679,532</u>
<b>Liabilities and Net Assets</b>			
Current liabilities:			
Project costs payable – direct loans	8,348,512	—	8,348,512
Project costs payable – leveraged loans	45,394,484	—	45,394,484
Bonds payable	27,320,000	—	27,320,000
Accrued interest payable	7,573,436	—	7,573,436
Due to other funds	—	242,089	242,089
Other liabilities	—	584,593	584,593
Total current liabilities	<u>88,636,432</u>	<u>826,682</u>	<u>89,463,114</u>
Noncurrent liabilities:			
Project costs payable – leveraged loans	23,728,000	—	23,728,000
Bonds payable, net	436,495,331	—	436,495,331
Advance payable	—	3,078,683	3,078,683
Deferred revenue	—	626,380	626,380
Other liabilities	—	3,153,784	3,153,784
Total noncurrent liabilities	<u>460,223,331</u>	<u>6,858,847</u>	<u>467,082,178</u>
Total liabilities	<u>548,859,763</u>	<u>7,685,529</u>	<u>556,545,292</u>
Net assets:			
Invested in capital assets	—	1,697	1,697
Restricted	260,051,677	1,080,866	261,132,543
Total net assets	<u>\$ 260,051,677</u>	<u>\$ 1,082,563</u>	<u>\$ 261,134,240</u>

*See notes to regulatory basis schedules*

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
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**Regulatory Basis**

**Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets**

**Water Pollution Control Fund**

**Year ended December 31, 2007**

	<b>State Revolving Fund</b>	<b>Nonrevolving Fund</b>	<b>Water Pollution Control Fund</b>
Operating revenues:			
Interest on loans	\$ 12,325,893	\$ —	\$ 12,325,893
Interest on investments	14,056,359	1,476,902	15,533,261
Administrative fee			
Program revenue	—	1,013,407	1,013,407
Non-program revenue	—	4,748,335	4,748,335
EPA grants	—	171,303	171,303
Other	43,917	—	43,917
Total operating revenues	<u>26,426,169</u>	<u>7,409,947</u>	<u>33,836,116</u>
Operating expenses:			
Interest on bonds	22,794,027	—	22,794,027
Grant administration	—	1,276,115	1,276,115
General and administrative	—	3,393	3,393
Other	279,072	78,469	357,541
Total operating expenses	<u>23,073,099</u>	<u>1,357,977</u>	<u>24,431,076</u>
Operating income	3,353,070	6,051,970	9,405,040
EPA capitalization grants	11,809,677	—	11,809,677
Transfers in (out)	1,946,852	(1,946,852)	—
Change in net assets	17,109,599	4,105,118	21,214,717
Net assets (deficit) – beginning of year	<u>242,942,078</u>	<u>(3,022,555)</u>	<u>239,919,523</u>
Net assets – end of year	<u>\$ 260,051,677</u>	<u>\$ 1,082,563</u>	<u>\$ 261,134,240</u>

*See notes to regulatory basis schedules*

**Colorado Water Resources  
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**Notes to Regulatory Basis of the Combining Schedule  
of Net Assets and the Combining Schedule of Revenues,  
Expenses and Changes in Fund Net Assets**

**Water Pollution Control Fund**

**December 31, 2007**

**Note 1: Purpose**

The regulatory basis combining schedule of net assets and the combining schedule of revenues, expenses, and changes in fund net assets have been prepared as required by the Environmental Protection Agency for purposes of segregating the activities of the Water Pollution Control Fund between the State Revolving Fund and Nonrevolving Fund. The State Revolving Fund and Nonrevolving Fund are activities within the Water Pollution Control enterprise fund, a major fund for accounting purposes. The State Revolving Fund and Nonrevolving Fund, individually, do not constitute a fund for reporting purposes under generally accepted accounting principles. The regulatory basis in the aggregate is consistent with generally accepted accounting principles.

**Note 2: Grant Administration**

All administrative fee revenue and expenses related to the operation of the Water Pollution Control Fund, including the administration of EPA capitalization grants, are accounted for in the Nonrevolving Fund.

**Note 3: Advance Payable**

The Nonrevolving Fund accounts for the advance from the Water Operations Fund. A cash advance is made, as needed, to the Nonrevolving Fund to meet the state match requirement of EPA capitalization grants. The cash transferred to the State Revolving Fund is included in the net transfers line item. The advance is periodically repaid to the Water Operations Fund with revenue generated from loan administrative fees paid by borrowers.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
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**Regulatory Basis**

**Combining Schedule of Net Assets**

**Drinking Water Fund**

**December 31, 2007**

Assets	State Revolving Fund	Nonrevolving Fund	Drinking Water Fund
Current assets:			
Cash and cash equivalents	\$ 10,925,919	\$ 9,783,509	\$ 20,709,428
Federal grants receivable	943,145	1,163,012	2,106,157
Investment income receivable	59,670	351,160	410,830
Loans receivable	10,973,472	243,769	11,217,241
Accounts receivable – borrowers	1,384,058	643,208	2,027,266
Restricted assets:			
Cash and cash equivalents	9,522,420	5,511,672	15,034,092
Investments	29,892,142	—	29,892,142
Investment income receivable	663,685	—	663,685
Total current assets	<u>64,364,511</u>	<u>17,696,330</u>	<u>82,060,841</u>
Noncurrent assets:			
Restricted assets:			
Cash and cash equivalents	99,900	165,811	265,711
Investments	59,404,510	—	59,404,510
Investment income receivable	881,495	—	881,495
Loans receivable	198,127,348	2,307,894	200,435,242
Capital assets – equipment, net	—	1,697	1,697
Total noncurrent assets	<u>258,513,253</u>	<u>2,475,402</u>	<u>260,988,655</u>
Total assets	<u>322,877,764</u>	<u>20,171,732</u>	<u>343,049,496</u>
<b>Liabilities and Net Assets</b>			
Current liabilities:			
Project costs payable – direct loans	4,392,848	—	4,392,848
Project costs payable – leveraged loans	28,147,340	—	28,147,340
Bonds payable, net	9,080,000	—	9,080,000
Accrued interest payable	2,656,096	—	2,656,096
Due to other funds	—	1,317,475	1,317,475
Other liabilities	—	180,252	180,252
Total current liabilities	<u>44,276,284</u>	<u>1,497,727</u>	<u>45,774,011</u>
Noncurrent liabilities:			
Project costs payable – leveraged loans	5,594,011	—	5,594,011
Bonds payable, net	163,051,485	—	163,051,485
Deferred Revenue	—	96,503	96,503
Other liabilities	—	1,621,687	1,621,687
Total noncurrent liabilities	<u>168,645,496</u>	<u>1,718,190</u>	<u>170,363,686</u>
Total liabilities	<u>212,921,780</u>	<u>3,215,917</u>	<u>216,137,697</u>
Net assets:			
Invested in capital assets	—	1,697	1,697
Restricted	109,955,984	12,564,780	122,520,764
Unrestricted	—	4,389,338	4,389,338
Total net assets	<u>\$ 109,955,984</u>	<u>\$ 16,955,815</u>	<u>\$ 126,911,799</u>

See notes to regulatory basis schedules

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
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**Regulatory Basis**

**Combining Schedule of Revenues, Expenses, and Changes in Fund Net Assets**

**Drinking Water Fund**

**Year ended December 31, 2007**

	<b>State Revolving Fund</b>	<b>Nonrevolving Fund</b>	<b>Drinking Water Fund</b>
Operating revenues:			
Interest on loans	\$ 4,756,590	\$ 94,358	\$ 4,850,948
Interest on investments	5,309,950	979,149	6,289,099
Loan administrative fees	—	2,144,811	2,144,811
EPA set aside grants:			
Administrative	—	413,376	413,376
Small Systems Training and Technical Assistance Program	—	244,017	244,017
Capacity Development	—	1,870,397	1,870,397
Wellhead Protection	—	219,768	219,768
Public Water System Supervision	—	2,069,919	2,069,919
Other	41,842	—	41,842
Total operating revenues	10,108,382	8,035,795	18,144,177
Operating expenses:			
Interest on bonds	8,201,924	—	8,201,924
Grant administration – state funded	—	525,025	525,025
General and administrative	—	3,393	3,393
EPA set asides:			
Administrative	—	413,376	413,376
Small Systems Training and Technical Assistance Program	—	244,017	244,017
Capacity Development	—	1,870,398	1,870,398
Wellhead Protection	—	219,768	219,768
Public Water System Supervision	—	2,069,919	2,069,919
Other	35,463	61,728	97,191
Total operating expenses	8,237,387	5,407,624	13,645,011
Operating income	1,870,995	2,628,171	4,499,166
EPA capitalization grants	7,095,314	—	7,095,314
Transfers in (out)	(143,286)	143,286	—
Change in net assets	8,823,023	2,771,457	11,594,480
Net assets – beginning of year	101,132,961	14,184,358	115,317,319
Net assets – end of year	<u>\$ 109,955,984</u>	<u>\$ 16,955,815</u>	<u>\$ 126,911,799</u>

See notes to regulatory basis schedules

**Colorado Water Resources  
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**Notes to Regulatory Basis of the Combining Schedule of  
Net Assets and the Combining Schedule of Revenues,  
Expenses and Changes in Fund Net Assets**

**Drinking Water Fund**

**December 31, 2007**

**Note 1: Purpose**

The regulatory basis combining schedule of net assets and the combining schedule of revenues, expenses, and changes in fund net assets have been prepared as required by the Environmental Protection Agency for purposes of segregating the activities of the State Revolving Fund and Nonrevolving Fund. The State Revolving Fund and Nonrevolving Fund are activities within the Drinking Water enterprise fund, a major fund for accounting purposes. The State Revolving Fund and Nonrevolving Fund, individually, do not constitute a fund for reporting purposes under generally accepted accounting principles. The regulatory basis in the aggregate is consistent with generally accepted accounting principles.

**Note 2: Nonrevolving Fund**

The Authority issues direct loans to eligible municipalities which are funded with money from sources other than the State Revolving Funds. These loans are accounted for in the Nonrevolving Fund. The Drinking Water Fund nonfederal direct loans receivable amounted to \$2,551,666 at December 31, 2007. There are currently 15 loans outstanding at year-end that mature in years 2015 to 2017.

**Note 3: Grant Administration**

All administrative expenses, both federally and State (loan surcharge fees) funded, related to the operation of the Drinking Water Fund, including the administration of EPA capitalization grants and set aside programs, are accounted for in the Nonrevolving Fund.

**Note 4: Set Aside Revenue and Expenses**

The set aside activities of the Drinking Water Fund are recorded in the Nonrevolving Fund. Set asides for each capitalization grant, other than for administration, are provided to public and private entities to improve the performance or quality of drinking water systems. The 20% state match for these set asides is deposited to the State Revolving Fund by the Authority.

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Revenues, Expenditures, and Changes in Funds Available –  
Actual (Non-GAAP Budgetary Basis) and Budget  
Water Operations Fund  
Year ended December 31, 2007**

	<b>Actual</b>	<b>Original budget</b>	<b>Changes</b>	<b>Final budget</b>	<b>Variance – favorable (unfavorable)</b>
Revenues:					
Interest on investments	\$ 3,626,834	\$ 3,126,000	\$ —	\$ 3,126,000	\$ 500,834
WPCRF state match loan repayment	4,000,000	4,000,000	—	4,000,000	—
Proceeds-Condominium Note Payable	—	2,100,000	—	2,100,000	(2,100,000)
Loan principal payments – SWRP	6,308,333	6,222,000	—	6,222,000	86,333
Loan principal payments – WRBP	6,160,000	7,160,000	—	7,160,000	(1,000,000)
Loan principal payments – interim	2,000,000	10,000,000	—	10,000,000	(8,000,000)
Bond proceeds – WRBP	—	133,000,000	—	133,000,000	(133,000,000)
Refunding bond proceeds – SWRP	—	20,000,000	—	20,000,000	(20,000,000)
Loan interest income – SWRP	4,981,911	4,990,000	—	4,990,000	(8,089)
Loan interest income – WRBP	16,923,402	19,900,000	—	19,900,000	(2,976,598)
Loan interest income – interim loans	22,281	150,000	—	150,000	(127,719)
Other	100	—	—	—	100
<b>Total revenues</b>	<b>44,022,861</b>	<b>210,648,000</b>	<b>—</b>	<b>210,648,000</b>	<b>(166,625,139)</b>
Expenditures:					
WPCRF state match loans	1,709,580	3,100,000	—	3,100,000	1,390,420
General/administrative	780,714	1,182,600	—	1,182,600	401,886
Interim loans made	182,940	10,000,000	—	10,000,000	9,817,060
Bond principal payments – SWRP	6,475,000	6,400,000	100,000	6,500,000	25,000
Bond principal payments – WRBP	6,145,000	6,395,000	—	6,395,000	250,000
Bond interest expense – SWRP	4,812,298	5,000,000	—	5,000,000	187,702
Bond interest expense – WRBP	17,313,791	19,320,000	—	19,320,000	2,006,209
Loans made – WRBP	—	133,000,000	—	133,000,000	133,000,000
Refunding Bonds Escrow Deposit	—	19,600,000	(100,000)	19,500,000	19,500,000
Refunding Issuance Costs	—	400,000	—	400,000	400,000
Project expenditures	2,013,950	8,194,750	—	8,194,750	6,180,800
Arbitrage rebate - SWRP	—	100,000	—	100,000	100,000
<b>Total expenditures</b>	<b>39,433,273</b>	<b>212,692,350</b>	<b>—</b>	<b>212,692,350</b>	<b>173,259,077</b>
Excess of revenues over (under) expenditures	<b>\$ 4,589,588</b>	<b>\$ (2,044,350)</b>	<b>\$ —</b>	<b>\$ (2,044,350)</b>	<b>\$ 6,633,938</b>

See notes to budgetary basis reconciliation

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Reconciliation and Note of Non-GAAP Budgetary Basis (Actual) to  
Statement of Revenues, Expenses, and Changes in Fund Net Assets**

**Water Operations Fund**

**Year ended December 31, 2007**

Revenues (budgetary basis):		
WPCRF advance repayment – state match (a.)		\$ 44,022,861
Loan principal payments – SWRP (b.)		(4,000,000)
Loan principal payments – WRBP (b.)		(6,308,333)
Loan principal payments – interim (b.)		(6,160,000)
		<hr/>
Revenues (GAAP basis)		(2,000,000)
		<hr/>
		25,554,528
Expenditures (budgetary basis):		39,433,273
Depreciation (g.)		8,239
Acquisition of water depletion rights – Animas-La Plata Project (c.)		(1,737,455)
WPCRF advance – state match provided (d.)		(1,709,580)
Bond principal payments – SWRP (e.)		(6,475,000)
Bond principal payments – WRBP (e)		(6,145,000)
Interim loans made (f.)		<hr/> (182,940)
		<hr/>
Expenses (GAAP basis)		23,191,537
Change in net assets per statement of revenues, expenses, and changes in fund net assets		<hr/> <hr/> \$ 2,362,991

(1) The budget for the Water Operations Fund is reported on the same basis as described in the Basis of Accounting section, except as follows:

- a. WPCRF advance repayment – state match is treated as revenue when loan administrative fees are transferred from WPCRF.
- b. Leveraged and interim loan principal payments are recorded as revenue when received from the borrower.
- c. Acquisitions of water depletion rights – Animas-La Plata Project are treated as expenditures when paid to the Bureau.
- d. WPCRF advance – state match provided is treated as expenditure when transferred to WPCRF.
- e. Bond principal payments are treated as expenditures when paid.
- f. Interim loans are treated as expenditures when draws are made from project accounts.
- g. Depreciation of equipment is not budgeted

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
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**Schedule of Revenues, Expenditures, and Changes in Funds Available**

**Actual (Non-GAAP Budgetary Basis) and Budget**

**Water Pollution Control Fund**

**Year ended December 31, 2007**

	<b>Actual</b>	<b>Original budget</b>	<b>Changes</b>	<b>Final budget</b>	<b>Variance – favorable (unfavorable)</b>
Revenues:					
Interest on investments	\$ 15,533,261	\$ 10,515,000	\$ —	\$ 10,515,000	\$ 5,018,261
Administrative fee	5,761,742	5,223,000	—	5,223,000	538,742
Loan interest income	12,325,893	14,470,000	—	14,470,000	(2,144,107)
EPA grants	11,980,980	20,010,000	—	20,010,000	(8,029,020)
Colorado state match	1,709,580	3,100,000	—	3,100,000	(1,390,420)
Loan principal repayments	29,060,865	28,885,000	—	28,885,000	175,865
Bond proceeds	37,340,427	54,600,000	—	54,600,000	(17,259,573)
Other	43,917	—	—	—	43,917
Total revenues	<u>113,756,665</u>	<u>136,803,000</u>	<u>—</u>	<u>136,803,000</u>	<u>(23,046,335)</u>
Expenditures:					
Grant administration	1,276,115	1,738,000	—	1,738,000	461,885
Bond principal payments	26,465,000	26,550,000	—	26,550,000	85,000
Advance repayments – state match	4,000,000	4,000,000	—	4,000,000	—
Project costs paid – direct loans	4,268,708	8,909,000	—	8,909,000	4,640,292
Loans made – leveraged loans	37,123,024	57,700,000	—	57,700,000	20,576,976
Planning and design grants to small local governments	78,469	280,000	(12,000)	268,000	189,531
Other	1,011,138	1,000,000	12,000	1,012,000	862
Bond interest expense	22,794,027	24,400,000	—	24,400,000	1,605,973
Capital asset acquisitions	—	5,000	—	5,000	5,000
Total expenditures	<u>97,016,481</u>	<u>124,582,000</u>	<u>—</u>	<u>124,582,000</u>	<u>27,565,519</u>
Excess of revenues over expenditures	<u>\$ 16,740,184</u>	<u>\$ 12,221,000</u>	<u>\$ —</u>	<u>\$ 12,221,000</u>	<u>\$ 4,519,184</u>

*See notes to budgetary basis reconciliation*

**COLORADO WATER RESOURCES  
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**Reconciliation and Note of Non-GAAP Budgetary Basis (Actual) to  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Water Pollution Control Fund  
Year ended December 31, 2007**

Revenues (budgetary basis):		
Bond proceeds (a.)		\$ 113,756,665
Loan principal repayments (b.)		(37,340,427)
Advance – state match provided (c.)		(29,060,865)
		<u>(1,709,580)</u>
Revenues (GAAP basis)		<u>45,645,793</u>
Expenditures (budgetary basis):		
Depreciation expense (i.)		97,016,481
Loan principal forgiveness (offset by investment earnings) (j.)		3,393
Project costs paid – direct loans (d.)		229,087
Bond principal payments (e.)		(4,268,708)
Arbitrage rebate payments (f.)		(26,465,000)
Advance repayment – state match (g.)		(961,153)
Loans made – leveraged loans (h.)		(4,000,000)
		<u>(37,123,024)</u>
Expenses (GAAP basis)		<u>24,431,076</u>
Change in net assets per statement of revenues, expenses, and changes in fund net assets		\$ <u>21,214,717</u>

(1) The budget for the Water Pollution Control Fund is reported on the same basis as described in the Basis of Accounting section, except as follows:

- a. Bond proceeds are treated as revenue when issued.
- b. Loan principal payments are recorded as revenue when received from the borrower.
- c. Advance – state match is treated as revenue when transferred from Water Operations.
- d. Direct loans are treated as expenditures when draws are made from project accounts.
- e. Bond principal payments are treated as expenditures when paid.
- f. Arbitrage rebate payments are treated as expenditures when paid to the United States Treasury.
- g. Advance repayment – state match is treated as expenditure when paid from loan administrative fees to Water Operations.
- h. Leveraged loans are treated as expenditures when loans are executed.
- i. Depreciation of equipment is not budgeted.
- j. Loan principal forgiveness is not budgeted.

**COLORADO WATER RESOURCES  
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**Schedule of Revenues, Expenditures, and Changes in Funds Available –  
Actual (Non-GAAP Budgetary Basis) and Budget  
Drinking Water Fund  
Year ended December 31, 2007**

	<b>Actual</b>	<b>Original budget</b>	<b>Changes</b>	<b>Final budget</b>	<b>Variance – favorable (unfavorable)</b>
Revenues:					
Interest on investments	\$ 6,289,099	\$ 4,060,000	\$ —	\$ 4,060,000	\$ 2,229,099
Loan interest income	4,850,948	7,673,000	—	7,673,000	(2,822,052)
Loan principal repayments	11,456,119	10,399,000	—	10,399,000	1,057,119
Bond proceeds	—	58,900,000	—	58,900,000	(58,900,000)
Capital contributions – EPA	7,095,314	18,575,000	—	18,575,000	(11,479,686)
EPA capitalization grant set asides revenue	4,817,477	6,537,000	—	6,537,000	(1,719,523)
Administrative fee income	2,144,811	2,197,000	—	2,197,000	(52,189)
Other	41,842	—	—	—	41,842
Total revenues	<u>36,695,610</u>	<u>108,341,000</u>	<u>—</u>	<u>108,341,000</u>	<u>(71,645,390)</u>
Expenditures:					
Grant administration – State funded	938,401	1,354,900	—	1,354,900	416,499
Project costs paid – direct loans	4,576,979	12,314,000	—	12,314,000	7,737,021
Loans made – leveraged	—	42,600,000	—	42,600,000	42,600,000
Bond principal payments made	9,145,000	8,300,000	1,000,000	9,300,000	155,000
Payment to refunded bond escrow	—	19,600,000	(1,000,000)	18,600,000	18,600,000
Refunding bonds issuance cost	—	400,000	—	400,000	400,000
Bond interest expense	8,201,924	10,000,000	—	10,000,000	1,798,076
EPA capitalization grant set asides	4,404,102	5,984,700	—	5,984,700	1,580,598
Planning and design grants to small local governments	97,191	180,000	(30,000)	150,000	52,809
Arbitrage rebate payments	409,428	380,000	30,000	410,000	572
Capital asset acquisitions	—	5,000	—	5,000	5,000
Total expenditures	<u>27,773,025</u>	<u>101,118,600</u>	<u>—</u>	<u>101,118,600</u>	<u>73,345,575</u>
Excess of revenues over expenditures	<u>\$ 8,922,585</u>	<u>\$ 7,222,400</u>	<u>\$ —</u>	<u>\$ 7,222,400</u>	<u>\$ 1,700,185</u>

*See notes to budgetary basis reconciliation*

**COLORADO WATER RESOURCES  
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**Reconciliation and Note of Non-GAAP Budgetary Basis (Actual) to  
Statement of Revenues, Expenses, and Changes in Fund Net Assets  
Drinking Water Fund  
Year ended December 31, 2007**

Revenues (budgetary basis):	\$ 36,695,610
Loan principal repayments (a.)	(11,456,119)
Bond proceeds (b.)	<hr/>
Revenues (GAAP basis)	<hr/> <hr/> 25,239,491
Expenditures (budgetary basis):	27,773,025
Depreciation expense (f.)	3,393
Project costs paid – direct loans (c.)	(4,576,979)
Bond principal payments made (d.)	(9,145,000)
Arbitrage rebate payments (e.)	<hr/> <hr/> 13,645,011
Expenses (GAAP basis)	<hr/> <hr/>
Change in net assets per statement of revenues, expenses, and changes in fund net assets	\$ 11,594,480

(1) The budget for the Drinking Water Fund is reported on the same basis as described in the Basis of Accounting section, except as follows:

- a. Loan principal payments are recorded as revenue when received from the borrower.
- b. Bond proceeds are treated as revenue when issued.
- c. Direct loans are treated as expenditures when draws are made from project accounts.
- d. Bond principal payments are treated as expenditures when paid.
- e. Arbitrage rebate payments are treated as expenditures when paid to the United States Treasury.
- f. Depreciation of equipment is not budgeted.

**COLORADO WATER RESOURCES  
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**Schedule of Project Costs Payable – By Borrower**

**December 31, 2007**

The following pages contain information, by borrower, showing balances in project costs payable (loan proceeds remaining) and loans receivable. To identify the type of loan made, the following codes are used:

Leveraged loans are funded by bond proceeds and may be partially funded by EPA Capitalization Grants and Authority resources. These loans are designated by the year and series of bonds providing the related capital, such as 2006A.

Direct loans are made by both the WPCRF and DWRF. Each direct loan coding contains the year of loan execution and the designation DLF ( a federal loan funded by EPA Capitalization Grants and Authority resources or reloan monies) or DC (also a federal loan, but made to a borrower that qualified as a Disadvantaged Community).

Direct loans designated DLS were made only in the DWRF and were funded from Authority cash.

	<b>Project costs payable</b>
Water Operations Fund:	
2004A – Town of Erie – WRBP	\$ 435,063
2004B – City of Englewood – WRBP	536,078
2004C – City of Littleton – WRBP	536,930
2004D – Parker Water and Sanitation District – WRBP	6,440,570
2005E - Arapahoe County Water and Wastewater Public Improvement District – WRBP	<u>8,966,399</u>
	<u>16,915,040</u>
Water Pollution Control Revolving Fund:	
2001A – City of Lafayette	193,081
2003A – Town of Milliken	272,569
2004A – Town of Berthoud	90,599
2004A – City of Englewood	1,116,247
2004A – City of Littleton	1,116,247
2005B – Breckenridge Sanitation District	8,000,000
2005B – City of Glendale	2,029,914
2006A – Clifton Sanitation District #2	50,000
2006A – Donala Water and Sanitation District	1,510,098
2006A – Granby Sanitation District	325,452
2006A – Triview Metropolitan District	1,099,602
2006B – Cherokee Metropolitan District	15,000,000
2006DLF - Boulder County	1,103,614
2006DLF - Cucharas Sewer and Water District	373,258
2006DC - Town of Haxton	305,041
2006DC - Town of La Jara	9,640
2006DC - Town of Ordway	324,237
2006DC - Town of Pierce	895,000
2006DLF - Ralston Valley Water & Sanitation District	1,104,867
2006DC - Town of Springfield	454,097
2006DC - Town of Stratton	388,329
2006DC - Town of Sugar City	261,228
2007DLF - Town of Elizabeth	954,200
2007DLF - Town of Romeo	175,000
2006DLF – Donala Water and Sanitation District	2,000,000
2007A – Bayfield Sanitation District	4,606,676
2007A – Town of Eagle	12,000,000
2007A – Town of Mead	3,112,000
2007A – City of Rifle	<u>18,600,000</u>
	<u>77,470,996</u>

**COLORADO WATER RESOURCES  
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**Schedule of Project Costs Payable – By Borrower**

**December 31, 2007**

	<b><u>Project costs payable</u></b>
Drinking Water Revolving Fund:	
2003A – Town of Lyons	176,143
2003A – Fountain Valley Authority	44,312
2003DLF – City of Ouray	144,740
2005DLF - Olde State Water District	100,000
2006A – City of Craig	1,693,051
2006B – City of Alamosa	5,277,845
2006B – Arapahoe County Water & Sanitation District	16,435,000
2006B – Cottonwood Water & Sanitation District	10,115,000
2006DC - Town of Boone	79,691
2006DLF - Cucharas Sanitation and Water District	229,937
2006DC - Town of Genoa	126,642
2006DC - Town of Ordway	103,587
2006DC - Town of Palisade	699,622
2006DLF - Ralston Valley Water & Sanitation District	984,777
2006DC - Town of Sedgwick	419,000
2006DC - Town of Walden	1,269
2007DC - Town of Hillrose	906,283
2007DC - Town of Ordway #2	114,300
2007DC - Town of Stratton	483,000
	<hr/>
Total project costs payable	38,134,199
	<hr/>
	<b>\$ 132,520,235</b>

**COLORADO WATER RESOURCES  
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## **Schedule of Loans Receivable – By Borrower**

**December 31, 2007**

Water Operations Fund – Small Water Resources Projects:		<u>Loans Receivable</u>
1990A – Town of Estes Park	\$ 535,000	
1990A – Fort Collins – Loveland Water District	611,667	
1990A – North Weld County Water District	710,000	
1990A – Eagle River Water and Sanitation District	461,250	
1991A – Edwards Metropolitan District	305,000	
1991A – Town of Estes Park	375,000	
1991A – Town of Minturn	130,000	
1991A – City of Steamboat Springs	370,000	
1992A – City of Brush	375,000	
1992A – City of Fort Lupton	1,125,000	
1992A – Town of LaSalle	685,000	
1992A – City of Louisville	2,718,333	
1992B – Central Weld County Water District	543,333	
1992B – City of Glenwood Springs	975,000	
1992B – Little Thompson Water District	442,500	
1992B – Town of Minturn	25,000	
1992B – Mt. Werner Water and Sanitation District	1,625,833	
1992B – North Weld County Water District	362,500	
1994A – Town of Berthoud	170,000	
1994A – City of Fort Morgan	1,161,667	
1994A – Town of Gypsum	330,000	
1994A – Parker Water and Sanitation District	279,167	
1994A – Town of Platteville	456,250	
1994B – Town of Carbondale	1,005,000	
1994B – Project 7 Water Authority	2,173,333	
1994B – City of Rifle	587,500	
1996A – City of Canon City	2,358,333	
1996A – Town of Johnstown	1,000,000	
1997A – Town of Monument	1,115,000	
1997A – Parker Water and Sanitation District	3,020,000	
1997A – Roxborough Park Metropolitan District	1,765,000	
1998A – Morgan County Quality Water District	1,935,000	
1998A – North Weld County Water District	3,226,250	
2000A – Parker Water and Sanitation District	11,315,833	
2000A – Upper Eagle Regional Water Authority	9,632,500	
2001A – North Weld County Water District	13,802,500	
2002A – Eagle River Water and Sanitation District	3,710,000	
2002A – Parker Water and Sanitation District	10,055,000	
2003A – Clifton Water District	5,357,500	
2003A – Town of Eaton	2,272,500	
2003A – City of Rifle	1,273,750	
Total Water Operations Fund loans receivable – SWRP		<u>90,377,499</u>

**COLORADO WATER RESOURCES  
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**Schedule of Loans Receivable – By Borrower**

**December 31, 2007**

**Loans Receivable**

Water Operations Fund – Water Revenue Bond Program:

1998A – Rio Blanco Water Conservancy District	1,605,000
2003A – City of Louisville	11,740,000
2003B – City of Longmont	1,375,000
2004A – Town of Erie	12,280,000
2004B – City of Englewood	19,700,000
2004C – City of Littleton	16,200,000
2004D – Parker Water and Sanitation District	102,415,000
2004E – Copper Mountain Consolidated Metropolitan District	3,135,000
2005A – East Cherry Creek Valley Water and Sanitation District	52,235,000
2005B – City of Fort Lupton	2,135,000
2005C – City of Fountain	7,870,000
2005D – City of Aurora	100,000,000
2005E – Arapahoe County Water and Wastewater Public Improvement District	26,270,000
2005F – Copper Mountain Consolidated Metropolitan District	3,450,000
 Total Water Operations Fund loans receivable – WRBP	 <u>360,410,000</u>
 Total Water Operations Fund loans receivable	 <u>450,787,499</u>

Water Pollution Control Revolving Fund:

Direct loans:

1990DLF – Mountain Water and Sanitation District	30,024
1991DLF – Durango West Metropolitan District No. 2	114,786
1992DLF – Nucla Sanitation District	45,712
1992DLF – City of Ouray	249,046
1994DLF – City of Fort Lupton	80,668
1994DLF – St. Mary's Glacier Water and Sanitation District	64,715
1995DLF – City of Fruita	44,831
1995DLF – Town of Log Lane Village	132,411
1996DLF – Town of Ordway	198,054
1996DLF – City of Broomfield	1,360,297
1996DLF – Town of Lyons	293,378
1997DLF – Town of Vona	49,156
1997DLF – Town of Manzanola	47,758
1997DLF – Pagosa Springs GID	370,118
1997DLF – Town of Erie	311,288
1997DLF – City of Holyoke	244,272
1998DLF – Byers Water and Sanitation District	281,453
1998DLF – City of Las Animas	704,619
1998DLF – City of Evans	270,583
1999DLF – Town of Kersey	118,315
1999DLF – City of La Junta	260,147
1999DLF – City of Monte Vista	666,647
1999DLF – Town of New Castle	322,230
1999DLF – Left Hand Water and Sanitation District	84,737
2000DLF – Columbine Water and Sanitation District	266,194
2000DLF – Left Hand Water and Sanitation District	38,379
2000DLF – Town of Springfield	148,759
2001DLF – Baca Grande Water and Sanitation District	639,097
2001DLF – Niwot Sanitation District	765,452
2002DLF – Pagosa Springs GID	166,041
2002DLF – Town of Julesburg	658,651
2003DLF – Pike's Peak-America's Mountain	821,314
2003DLF – City of Salida	355,715

**COLORADO WATER RESOURCES  
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**Schedule of Loans Receivable – By Borrower**

December 31, 2007

	<b><u>Loans Receivable</u></b>
2004DLF – Garden Valley Water and Sanitation District	271,685
2005DLF - Kremmling Sanitation District	881,843
2006DC - Town of Ault	1,308,128
2006DLF - Town of Bennett	157,357
2006DLF - Boulder County	1,617,812
2006DC - Clifton Sanitation District #2 (formerly #1)	1,904,762
2006DLF - Cucharas Sewer and Water District	759,291
2006DC - Town of Haxtun	301,881
2006DLF - Town of Kersey	1,736,550
2006DC - Town of La Jara	693,750
2006DC - Town of Ordway	584,025
2006DC - Town of Pierce	895,000
2006DLF - Ralston Valley Water & Sanitation District	1,158,795
2006DC - Town of Springfield	520,650
2006DC - Town of Stratton	434,368
2006DC - Town of Sugar City	306,000
2007DLF - Cortez Sanitation District	1,965,638
2007DLF - Town of Elizabeth	1,050,000
2007DLF - Town of Romeo	175,000
2007DLF - Donala Water and Sanitation District	2,000,000
 Total WPCRF direct loans	 28,927,382
 Leveraged loans:	
1989A – Denver Southeast Suburban Water and Sanitation District	2,093,442
1990A – Town of Castle Rock	887,278
1991A – City of Englewood	4,753,782
1991A – City of Littleton	4,754,041
1991B – Metro Wastewater Reclamation District	6,031,682
1992A – City of Fort Lupton	1,623,789
1992A – Eagle River Water and Sanitation District	2,912,018
1992B – City of Fort Collins	8,960,988
1992B – City of Longmont	970,463
1994A – Genesee Water and Sanitation District	645,111
1994A – City of Greeley	7,229,831
1994A – Parker Water and Sanitation District	765,194
1994A – Town of Windsor	713,137
1995A – City of Brighton	2,685,022
1995A – City of Craig	518,982
1995A – City of Fort Morgan	4,570,685
1995A – City of Steamboat Springs	741,752
1995A – Eagle River Water and Sanitation District	2,902,848
1995A – Winter Park Water and Sanitation District	1,546,107
1996A – Town of Crested Butte	1,372,380
1996A – City of Idaho Springs	847,948
1997A – Breckenridge Sanitation District	4,693,656
1997A – Town of Eagle	1,347,017
1997A – Town of Erie	1,057,756
1997A – Parker Water and Sanitation District	1,894,670
1997A – City of Sterling	1,370,189
1997A – City of Westminster	8,090,407
1998A – Buena Vista Sanitation District	2,303,696
1998A – Eagle River Water and Sanitation District	10,105,940
1998A – City of Evans	697,956

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Loans Receivable – By Borrower**

**December 31, 2007**

	<b><u>Loans Receivable</u></b>
1998A – City of Trinidad	4,224,731
1998A – City of Westminster	2,295,850
1998B – City of Colorado Springs	16,778,575
1999A – City of Aurora	12,482,018
1999A – Fremont Sanitation District	5,630,770
1999A – Grand County Water and Sanitation District	2,567,953
1999A – City of Steamboat Springs	1,960,662
2000A – Parker Water and Sanitation District	8,746,998
2000A – Summit County	12,338,714
2000A – Three Lakes Water and Sanitation District	4,582,872
2001A – Cortez Sanitation District	7,350,000
2001A – City of Fort Collins	7,265,000
2001A – Fraser Sanitation District	1,825,000
2001A – City of Lafayette	6,700,507
2001A – Mt. Crested Butte Water and Sanitation District	3,915,682
2001A – Parker Water and Sanitation District	3,738,708
2001A – Plum Creek Wastewater Authority	19,615,000
2001A – City of Steamboat Springs	4,470,510
2002A – Town of Berthoud	5,680,000
2002A – Blackhawk-Central City Sanitation District	19,487,993
2002A – Mesa County	10,035,000
2002A – South Adams County Water and Sanitation District	6,080,000
2002A – Town of Wellington	3,872,941
2002A – Winter Park West Water and Sanitation District	1,897,962
2002B – Denver Southeast Suburban Water and Sanitation District	5,560,000
2002B – Parker Water and Sanitation District	13,108,620
2002B – Plum Creek Wastewater Authority	2,675,000
2003A – Colorado City Metropolitan District	1,548,970
2003A – Town of Milliken	5,339,795
2003A – City of Pueblo	6,951,808
2004A – Town of Berthoud	2,085,000
2004A – City of Englewood	29,548,222
2004A – City of Littleton	29,661,709
2005A – Town of Breckenridge	4,005,000
2005A – Denver Southeast Suburban Water and Sanitation District	4,460,000
2005A – Town of Eaton	4,655,249
2005A – Plum Creek Wastewater Authority	1,400,000
2005A – Roxborough Park Metropolitan District	8,920,000
2005A – City of Westminster	13,950,000
2005B – Breckenridge Sanitation District	7,500,000
2005B – City of Glendale	9,253,853
2006A – Clifton Sanitation District #2	9,395,000
2006A – Donala Water and Sanitation District	4,727,984
2006A – Granby Sanitation District	4,631,142
2006A – Triview Metropolitan District	4,727,984
2006B – Cherokee Metropolitan District	14,642,710
2007A – Bayfield Sanitation District	4,780,000
2007A – Town of Eagle	11,505,912

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**Schedule of Loans Receivable – By Borrower**

**December 31, 2007**

	<b>Loans Receivable</b>
2007A – Town of Mead	2,985,000
2007A – City of Rifle	<u>17,852,112</u>
	<u>488,502,283</u>
Total WPCRF leveraged loans	<u>488,502,283</u>
	<u>517,429,665</u>
Total Water Pollution Control Revolving Fund loans receivable	<u>517,429,665</u>

Drinking Water Fund:

Direct loans:	
1995DLS – Idledale Water and Sanitation District	122,293
1995DLS – Town of Fairplay #1	121,385
1995DLS – Town of Minturn	154,051
1995DLS – Town of Empire	170,193
1995DLS – Town of Elizabeth	260,491
1996DLS – Lake Creek Metropolitan District	248,308
1996DLS – Town of Nunn	184,603
1996DLS – Town of Lyons	292,794
1996DLS – Town of Bayfield	196,382
1997DLS – Town of Fairplay #2	122,007
1997DLS – City of Idaho Springs	302,073
1997DLS – Westlake Water and Sanitation District	123,233
1997DLF – Town of Grand Lake	304,082
1998DLS – Redstone Water and Sanitation District	253,854
1998DLF – Chatfield South Water District	472,645
1998DLF – Left Hand Water and Sanitation District	121,423
1999DLF – Thunderbird Water and Sanitation District	216,398
2000DLF – Sedalia Water and Sanitation District	235,078
2000DLF – Springfield Water and Sanitation District	253,286
2001DLF – Town of Wellington	802,722
2002DLF – Town of Basalt	787,238
2002DLF – Town of Dillon	568,994
2002DLF – Town of Hayden	747,638
2002DLF – Thunderbird Water and Sanitation District	277,952
2002DLF – City of Woodland Park	647,793
2003DLF – Mustang Water Authority	613,844
2003DLF – Town of Oak Creek	767,645
2003DLF – City of Ouray	884,300
2003DLF – Westwood Lakes Water District	419,252
2004DLF – Pinewood Springs Water District	109,706
2004DLF – Town of Swink	587,934
2005DLF - City of Florence	715,844
2005DC - Town of La Jara	175,000
2005DC - Town of Log Lane Village	946,889
2005DLF - Olde State Water District	91,906
2005DC - City of Victor	226,400
2006DC - Town of Bethune	404,067
2006DC - Town of Boone	497,154
2006DC - Bristol Water and Sanitation District	186,666
2006DLF - Castle Pines Metropolitan District	1,959,174
2006DLF - Castle Pines Metropolitan District	247,165
2006DLF - Cucharas Sanitation and Water District	265,950
2006DC - Town of Genoa	172,083
2006DC - Town of Ordway	196,667
2006DC - Town of Palisade	1,933,333
2006DLF - Pinewood Springs Water District	712,290
2006DLF - Platte Canyon Water and Sanitation District Subdistrict #1	385,151

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**Schedule of Loans Receivable – By Borrower**

**December 31, 2007**

	<b>Loans Receivable</b>
2006DC - Town of Pritchett	190,000
2006DLF - Ralston Valley Water and Sanitation District	1,285,259
2006DC - Town of Sedgwick	398,050
2006DC - Town of Walden	871,022
2007DC - Town of Hillrose	978,512
2007DC - Town of Ordway #2	114,300
2007DC - Town of Stratton	483,000
	<hr/>
Total Drinking Water Fund direct loans	24,805,479
Leveraged loans:	
1997A – Arapahoe Estates Water District	590,377
1997A – City of Englewood	9,233,471
1997A – City of Fort Collins	5,700,291
1998A – Town of Buena Vista	805,506
1998A – City of Fort Morgan	9,788,417
1999A – City of Aurora	7,813,900
1999A – City of Fort Collins	3,200,822
1999A – City of Glenwood Springs	3,082,548
1999A – Grand County Water and Sanitation District No. 1	1,923,404
1999A – City of Greeley	9,988,538
1999A – Town of Julesburg	661,245
1999A – Left Hand Water District	4,245,687
2000A – Evergreen Metropolitan District	3,999,821
2000A – Fountain Valley Authority	5,426,432
2000A – Town of Limon	1,034,566
2000A – Pueblo Board of Waterworks	8,466,361
2000A – City of Westminster	10,411,296
2002A – Evergreen Metropolitan District	1,608,048
2002A – City of Grand Junction	2,952,347
2002A – City of Idaho Springs	1,844,310
2002A – City of La Junta	8,106,212
2003A – City of Longmont	14,975,931
2003A – Town of Lyons	4,065,575
2003A – Fountain Valley Authority	2,661,538
2003B – City of Florence	12,095,992
2006A – City of Craig	5,853,402
2006A – Little Thompson Water District	6,042,677
2006B – City of Alamosa	11,434,809
2006B – Arapahoe County Water and Wastewater PID	15,218,570
2006B – Cottonwood Water and Sanitation District	9,726,734
2006B – Town of Palisade	3,888,177
	<hr/>
Total DWRF leveraged loans	186,847,004
Total Drinking Water Fund loans receivable	<hr/> 211,652,483
Total loans receivable	<hr/> \$ 1,179,869,647

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Water Operations Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
Small Water Resources Projects Program Revenue Bonds:					
1992 Series B	\$ 14,825,000	\$ 255,000	2.9% – 6.2%	Term bonds subject to mandatory redemption 2007 – 2012. Avon Metropolitan District's outstanding bonds in the amount of \$840,000 were defeased in 1996. Various bonds from 2003 to 2008 were defeased and all bonds after 2008 were defeased with the 1998B issue	2006 at 100.25% of par, after 2006 at par
1993 Series A	6,585,000	2,445,000	2.7% – 5.0%	Term bonds subject to mandatory redemption 2007 – 2010	After 2003 at par
1994 Series A	5,835,000	2,180,000	3.4% – 5.875%	Serial Bonds through 2003, term bonds subject to mandatory redemption 2004 – 2014. Serial bonds totaling \$315,000 from 2007 to 2014 were refunded by the 2006A bond issue	After 2004 at par
1996 Series A	6,385,000	3,415,000	3.7% – 5.45%	Serial Bonds through 2010, term bonds subject to redemption 2011 – 2016	After 2006 at par
1997 Series A	9,725,000	2,880,000	4.1% – 5.6%	Serial Bonds through 2012, term bonds subject to mandatory redemption 2013 – 2017. Various bonds totaling \$3,060,000 from 2008 to 2017 were refunded by the 2006A bond issue	2007 – 2008 at 101% of par, 2008 – 2009 at 100.5% of par, after 2009 at par
1997 Series B	12,500,000	6,165,000	3.8% – 4.9%	Serial Bonds through 2010, term bonds subject to mandatory redemption in 2011 and 2012	2008 – 2009 at 101%, after 2009 at par
1998 Series A	8,765,000	5,220,000	3.35% – 4.88%	Serial Bonds through 2013, term bonds subject to mandatory redemption in 2014 through 2018	2008 – 2009 at 101%, 2009 – 2010 at 100.5%, after 2010 at par
1998 Series B	13,850,000	7,920,000	3.35% – 4.75%	Serial Bonds through 2013, term bonds subject to mandatory redemption in 2014 and 2015	2008 – 2009 at 101%, 2009 – 2010 at 100.5%, after 2010 at par
2000 Series A	24,110,000	10,875,000	4.3% – 5.8%	Serial Bonds through 2017, term bonds subject to mandatory redemption in 2018 through 2020. Various bonds totaling \$10,245,000 from 2011 to 2020 were refunded by the 2006A bond issue	2011 – 2020 at par
2001 Series A	15,510,000	13,870,000	3.9% – 4.875%	Serial Bonds through 2016, term bonds subject to mandatory redemption in 2017 through 2023	2012 – 2023 at par
2002 Series A	14,615,000	13,765,000	1.3% – 5.375%	Serial Bonds through 2022, term bonds subject to mandatory redemption in 2019 through 2020	2013 – 2022 at par
2003 Series A	9,610,000	8,960,000	2.0% – 4.50%	Serial Bonds through 2023	2014 – 2023 at par
2006 Series A	<u>13,970,000</u>	<u>13,820,000</u>	3.75% - 5.00%	Serial Bonds through 2019	The bonds are not subject to early redemption
Total Small Water Resources Projects Program Revenue Bonds	<u>156,285,000</u>	<u>91,770,000</u>			

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Water Operations Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
<b>Water Revenue Bonds Program:</b>					
1998 Taxable Rio Blanco Water Conservancy District	3,140,000	1,605,000	6.0% – 7.125%	Serial Bonds through 2013	2009 – 2010 at 101%, after 2010 at par
2003 Series A	13,800,000	11,740,000	2.0% – 4.125%	Serial Bonds through 2024	2014 – 2024 at par
2003 Series B	3,960,000	1,375,000	2.0% – 2.125%	Serial Bonds through 2009	The bonds are not subject to early redemption
2004 Series A	14,500,000	12,820,000	2.0% – 5.0%	Serial Bonds through 2024	2014 – 2024 at par
2004 Series B	19,715,000	19,700,000	3.0% – 5.0%	Serial Bonds through 2017	2014 – 2017 at par
2004 Series C	19,695,000	16,200,000	3.0% – 5.5%	Serial Bonds through 2015	2014 – 2015 at par
2004 Series D	105,420,000	102,415,000	1.6% – 5.25%	Serial Bonds through 2026, term bonds subject to mandatory redemption 2027 – 2043	2014 – 2015 at par
2004 Series E	3,540,000	3,135,000	2.0% – 4.54%	Serial Bonds through 2024	2014 – 2024 at par
2005 Series A	53,970,000	52,235,000	3.0% – 5.5%	Serial Bonds through 2032, term bonds subject to mandatory redemption 2033 – 2035	2016 – 2035 at par
2005 Series B	2,300,000	2,135,000	3.0% – 4.625%	Serial Bonds through 2017, term bonds subject to mandatory redemption 2020 – 2025	2015 – 2025 at par
2005 Series C	8,170,000	7,870,000	2.85% – 5.0%	Serial Bonds through 2017, term bonds subject to mandatory redemption 2020 – 2035	2016 – 2035 at par
2005 Series D	100,000,000	100,000,000	3.2% – 5.0%	Serial Bonds 2011 – 2025, term bonds subject to mandatory redemption 2027 – 2035	2016 – 2035 at par
2005 Series E	26,270,000	26,270,000	4.375% – 5.0%	Serial Bonds 2023 – 2024, term bonds subject to mandatory redemption 2035	2016 – 2035 at par
2005 Series F	3,690,000	3,450,000	4.0% – 4.5%	Serial Bonds through 2024	2016 – 2024 at par
Total Water Revenue Bonds Program	<u>378,170,000</u>	<u>360,950,000</u>			
Total Water Operations Fund	<u>\$ 534,455,000</u>	<u>\$ 452,720,000</u>			
<b>Water Pollution Control Revolving Fund</b>					
Clean Water Revenue Bonds:					
Clean Water 1989 Series A (Denver Southeast Suburban Water and Sanitation District)	\$ 6,905,000	\$ 165,000	5.95% – 7.0%	Term bonds subject to mandatory redemption 2006 – 2011. \$4,130,000 of bonds maturing in 2000 and thereafter were refunded with the issuance of the 1996 Series A Wastewater Revolving Fund Refunding Revenue Bonds	After 2003 at par
Clean Water 1990 Series A (Town of Castle Rock)	3,890,000	45,000	6.25% – 7.4%	Term bonds subject to mandatory redemption 2007 – 2010. \$2,060,000 of bonds maturing in 2001 and thereafter were refunded with the issuance of the 1996 Series A Wastewater Revolving Fund Refunding Revenue Bonds	After 2003 at par

(Continued)

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Water Pollution Control Revolving Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
Clean Water 1991 Series A (City of Englewood – City of Littleton)	22,915,000	755,000	5.75% – 7.0%	Serial Bonds through 2007, term bonds subject to mandatory redemption 2008 – 2012. \$11,985,000 of bonds maturing in 2002 and thereafter were refunded with the issuance of the 1996 Series A Wastewater Revolving Fund Refunding Revenue Bonds	After 2003 at par
Clean Water 1991 Series B (Metro Wastewater Reclamation District)	19,685,000	465,000	4.8% – 6.9%	Term bonds subject to mandatory redemption 2007 – 2011. \$65,000 of bonds maturing in 1997 and \$9,660,000 of bonds maturing in 2002 and thereafter were refunded with the issuance of the 1996 Series A Wastewater Revolving Fund Refunding Revenue Bonds	After 2003 at par
Clean Water 1992 Series A (City of Fort Lupton, Frisco Sanitation District, and Eagle River Water and Sanitation District)	15,200,000	335,000	4.15% – 6.25%	Term bonds subject to mandatory redemptions in 2007 and 2008 – 2013. \$8,725,000 of bonds maturing in 2003 and thereafter were refunded with the issuance of the 2001 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	After 2004 at par
Clean Water 1992 Series B (City of Fort Collins and City of Longmont)	25,785,000	1,005,000	3.75% – 6.0%	Term bonds subject to mandatory redemption 2007 – 2009 and 2010 – 2014. \$14,355,000 of bonds maturing in 2003 and thereafter were refunded with the issuance of the 2001 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	After 2004 at par
Clean Water 1994 Series A (City of Alamosa, City of Greeley, Town of Windsor, Parker Water and Sanitation District, and Genesee Water and Sanitation District)	22,510,000	545,000	3.8% – 6.3%	Serial Bonds through 2008, term bonds subject to mandatory redemption 2009 – 2011 and 2012 – 2014. \$13,945,000 of bonds maturing in 2004 and thereafter were refunded with the issuance of the 2001 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	After 2004 at par
Clean Water 1995 Series A (City of Fort Morgan, Eagle River Water and Sanitation District, City of Brighton, Winter Park Water and Sanitation District, City of Steamboat Springs, and City of Craig)	24,525,000	870,000	4.1% – 5.85%	Serial Bonds through 2009, term bonds subject to mandatory redemption 2010 – 2012 and 2013 – 2015. \$14,485,000 of bonds maturing in 2005 and thereafter were refunded with the issuance of the 2001 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	After 2005 at par
Clean Water 1996 Series A (Town of Crested Butte, Mt. Crested Butte Water and Sanitation District, Fountain Sanitation District, and City of Idaho Springs)	6,710,000	265,000	4.25% – 5.9%	Serial Bonds through 2008, term bonds subject to mandatory redemption 2009 – 2011 and 2012 – 2016. \$2,710,000 of bonds maturing in 2007 and thereafter were refunded with the issuance of the 2004 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	2007 at 101% of par, 2007 – 2008 at 100.5% of par, after 2008 at par
Clean Water 1997 Series A (City of Westminster, Breckenridge Sanitation District, Parker Water and Sanitation District, City of Sterling, Town of Carbondale, Town of Erie, and Town of Eagle)	31,605,000	2,680,000	4.05% – 5.8%	Serial Bonds through 2011, term bonds subject to mandatory redemption 2012 – 2015 and 2016 – 2017. \$14,675,000 of bonds maturing in 2008 and thereafter were refunded with the issuance of the 2004 Series A Wastewater Revolving Fund Refunding Revenue Bonds.	2007 – 2008 at 102% of par, 2008 – 2009 at 101% of par, after 2009 at par

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Water Pollution Control Revolving Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
Clean Water 1998 Series A (Eagle River Water and Sanitation District, City of Trinidad, City of Westminster, Bueno Vista Sanitation District, and City of Evans)	31,190,000	3,010,000	3.7% – 5.125%	Serial Bonds through 2012, term bonds subject to mandatory redemption 2013 – 2018. \$15,375,000 of bonds maturing in 2009 and thereafter were refunded with the issuance of the 2005 Series A Wastewater Revolving Fund Refunding Revenue Bonds	2009 at par
Clean Water 1998 Series B (City of Colorado Springs)	20,810,000	2,095,000	3.7% – 5.375%	Serial Bonds through 2012, term bonds subject to mandatory redemption 2013 – 2016 and 2017 – 2019. \$13,630,000 of bonds maturing in 2009 and thereafter were refunded with the issuance of the 2005 Series A Wastewater Revolving Fund Refunding Revenue Bonds	2009 at par
Clean Water 1999 Series A (City of Aurora, Fremont Sanitation District, Grand County Water and Sanitation District, Mt. Werner Water and Sanitation District, and City of Steamboat Springs)	39,220,000	5,620,000	4.25% – 5.25%	Serial Bonds through 2014, term bonds subject to mandatory redemption 2015 – 2019. Mt. Werner Water and Sanitation District's outstanding bonds in the amount of \$2,700,000 were defeased in 2001. \$15,435,000 of bonds maturing in 2010 and thereafter were refunded with the issuance of the 2005 Series A Wastewater Revolving Fund Refunding Revenue Bonds	2009 at par
Clean Water 2000 Series A (Parker Water and Sanitation District, Summit County, and Three Lakes Water and Sanitation District)	33,575,000	6,275,000	5.0% – 6.25%	Serial Bonds through 2013, term bonds subject to mandatory redemption in 2014 through 2021. \$17,900,000 of bonds maturing in 2011 and thereafter were refunded with the issuance of the 2004 Series A Wastewater Revolving Fund Refunding Revenue Bonds	2011 – 2020 at par
Clean Water 2001 Series A (Cortez Sanitation District, City of Fort Collins, Fraser Sanitation District, City of Lafayette, Mt. Crested Butte Water and Sanitation District, Parker Water and Sanitation District, Plum Creek Wastewater Authority, and City of Steamboat Springs)	69,710,000	16,495,000	4.0% – 5.625%	Serial Bonds through 2019, term bonds subject to mandatory redemption in 2020 through 2021. \$37,250,000 of bonds maturing in 2012 and thereafter were refunded with the issuance of the 2005 Series A-2 Wastewater Revolving Fund Refunding Revenue Bonds	2012 – 2021 at par
Clean Water 2002 Series A (Town of Berthoud, Blackhawk-Central City Water and Sanitation District, Mesa County, South Adams County Water and Sanitation District, Town of Wellington, and Winter Park West Water and Sanitation District)	55,310,000	45,515,000	3.0% – 5.25%	Serial Bonds through 2021, term bonds subject to mandatory redemption in 2022 through 2024	2013 – 2021 at par
Clean Water 2002 Series B (Denver SE Water and Sanitation District, Parker Water and Sanitation District, and Plum Creek Wastewater Authority)	23,435,000	20,310,000	2.0% – 4.75%	Serial Bonds through 2023, term bonds subject to mandatory redemption in 2024 through 2025	2013 – 2023 at par
Clean Water 2003 Series A (City of Pueblo, Colorado City Metropolitan District, and Town of Milliken)	14,750,000	12,620,000	2.0% – 4.5%	Serial Bonds through 2024	2014 – 2024 at par

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Water Pollution Control Revolving Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
Clean Water 2004 Series A (Town of Berthoud, City of Englewood, and City of Littleton)	57,710,000	57,380,000	2.0% – 5.0%	Serial Bonds through 2025	2014 – 2025 at par
Clean Water 2005 Series A (Town of Breckenridge, Denver Southeast Suburban Water and Sanitation District, Town of Eaton, Plum Creek Wastewater Authority, Roxborough Park Metropolitan District, and City of Westminster)	40,090,000	37,305,000	4.0% – 5.0%	Serial Bonds through 2027	2016 – 2027 at par
Clean Water 2005 Series B (Breckenridge Sanitation District and City of Glendale)	17,350,000	15,975,000	2.8% – 4.5%	Serial Bonds through 2027	2016 – 2027 at par
Clean Water 2006 Series A (Clifton Water & Sanitation District #2, Donala Water & Sanitation District, Granby Sanitation District and Triview Metropolitan District)	23,270,000	22,370,000	4.25% – 5.0%	Serial Bonds through 2027	2017 – 2027 at par
Clean Water 2006 Series B (Cherokee Water & Sanitation District)	14,195,000	13,630,000	4.0% – 4.375%	Serial Bonds through 2025, term bond subject to mandatory redemption in 2026 and 2027.	2017 – 2027 at par
Clean Water 2007 Series A (Bayfield Sanitation District, City of Rifle, Town of Rifle, Town of Eagle, Town of Mead)	35,330,000	35,330,000	4.0% – 5.0%	Serial Bonds through 2026, term bond subject to mandatory redemption in 2027 and 2028.	2018 – 2028 at par
Total WPCRF Clean Water Revenue Bonds payable	<u>655,675,000</u>	<u>301,060,000</u>			
Wastewater Revolving Fund Refunding Revenue Bonds 1996 Series A (Partial Refunding of the following Clean Water Bonds: 1989A, 1990A, 1991A, and 1991B)	28,950,000	14,425,000	3.5% – 6.0%	Serial Bonds 1997 through 2012	The bonds are not subject to early redemption
Revenue Bonds 2001 Series A (Partial refunding of the following Clean Water Bonds: 1992A, 1992B, 1994A, and 1995A)	51,620,000	34,060,000	3.0% – 5.25%	Serial Bonds through 2015	The bonds are not subject to early redemption
Revenue Bonds 2004 Series A (Partial refunding of the following Clean Water Bonds: 1996A, 1997B, and 2000A)	36,705,000	35,450,000	3.0% – 5.0%	Serial Bonds through 2020	2015 – 2020 at par
Revenue Bonds 2005 Series A and A-2 (Partial refunding of the following Clean Water Bonds: 1998A, 1998B, 1999A, and 2001A)	<u>78,865,000</u>	<u>78,040,000</u>	3.0% – 5.25%	Serial Bonds through 2021	The bonds are not subject to early redemption
	<u>196,140,000</u>	<u>161,975,000</u>			
Total Water Pollution Control Revolving Fund	<u><u>\$ 851,815,000</u></u>	<u><u>\$ 463,035,000</u></u>			

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**Schedule of Bonds Payable – By Issue**

**December 31, 2007**

<b>Drinking Water Revolving Fund</b>	<b>Original issue amount</b>	<b>Current amount outstanding</b>	<b>Interest rate</b>	<b>Due dates</b>	<b>Early redemption</b>
Drinking Water Revenue Bonds Series 1997A (Arapahoe Estates Water District, City of Englewood, and City of Fort Collins)	\$ 24,095,000	\$ 14,535,000	3.8% – 5.3%	Serial Bonds through 2011, term bonds subject to mandatory redemption 2012 – 2015 and 2016 – 2018	2008 – 2009 at 101% of par, after 2009 at par
Drinking Water Revenue Bonds Series 1998A (Town of Buena Vista, and City of Fort Morgan)	15,205,000	9,940,000	3.85% – 5.0%	Serial Bonds through 2004 and 2008 – 2010, term bonds subject to mandatory redemption 2005 – 2007, 2011 – 2015, and 2016 – 2019	2008 – 2009 at 101% of par, after 2009 at par
Drinking Water Revenue Bonds Series 1999A (City of Aurora, City of Fort Collins, City of Glenwood Springs, Grand County Water and Sanitation District No. 1, City of Greeley, Town of Julesburg, and Left Hand Water District)	46,855,000	29,005,000	3.28% – 5.0%	Serial Bonds through 2017, term bonds subject to mandatory redemption 2018 – 2019	9/1/2009 – 8/31/2010 at 101% of par, 9/1/2010 – 8/31/2011 at 100.5% of par, 9/1/2011 and thereafter at par
Drinking Water Revenue Bonds Series 2000A (Evergreen Metropolitan District, Fountain Valley Authority, Town of Limon, Pueblo Board of Waterworks, and City of Westminster)	36,110,000	6,835,000	4.8% – 5.75%	Serial Bonds through 2017, term bonds subject to mandatory redemption 2018 – 2022. \$20,535,000 of bonds maturing in 2011 and thereafter were refunded with the issuance of the 2005 Series A Drinking Water Revolving Fund Refunding Revenue Bonds.	2011 – 2022 at par
Drinking Water Revenue Bonds Series 2002A (Evergreen Metro District, City of Grand Junction, City of Idaho Springs, and City of La Junta)	16,320,000	13,340,000	3.0% – 5.125%	Serial Bonds through 2020, term bonds subject to mandatory redemption 2021 – 2022	2013 – 2020 at par
Drinking Water Revenue Bonds Series 2003A (City of Longmont, Town of Lyons, and Fountain Valley Authority)	20,835,000	19,555,000	2.0% – 4.25%	Serial Bonds through 2024	2014 – 2024 at par
Drinking Water Revenue Bonds Series 2003B (City of Florence)	11,695,000	11,150,000	3.25% – 4.75%	Serial Bonds through 2025	2014 – 2025 at par
Drinking Water Revenue Bonds Series 2006A (City of Craig and Little Thompson Water District)	11,275,000	10,895,000	4.0% - 5.0%	Serial Bonds through 2027, term bond subject to mandatory redemption in 2025 and 2026.	2017 - 2027 at par
Drinking Water Revenue Bonds Series 2006B (City of Alamosa, Arapahoe County Water & Wastewater PID, Cottonwood Water & Sanitation District, and Town of Palisade)	38,045,000	36,575,000	4.0% - 5.0%	Serial Bonds through 2024, term bonds subject to mandatory redemption in 2025 through 2028.	2017 - 2028 at par
<b>Total DWRF</b> <b>Revenue Bonds payable</b>	<b><u>220,435,000</u></b>	<b><u>151,830,000</u></b>			
Drinking Water Revolving Fund Refunding Revenue Bonds 2005 Series A (Partial Refunding of the Drinking Water Revolving Fund Revenue Bonds Series 2000A)	20,305,000	20,120,000	3.0% – 5.5%	Serial Bonds through 2022	The bonds are not subject to early redemption
<b>Total Drinking Water Revolving Fund</b>	<b><u>\$ 240,740,000</u></b>	<b><u>\$ 171,950,000</u></b>			

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Cash, Cash Equivalents, and Investments Held by Trustees – By Investment Type**

**December 31, 2007**

	<b>COLOTRUST</b>						<b>Total cash and investments by bond issue</b>
	<b>Cash</b>	<b>Cash held by State Treasurer</b>	<b>Local Government Investment Pool</b>	<b>US Treasury Notes – SLGS</b>	<b>US Treasury Bills, Notes, and Bonds (fair value)</b>	<b>Repurchase agreements</b>	
Water Operations Fund:							
Small Water Resources Projects Program Debt							
Service Reserve Fund	\$ 154,787	\$ —	\$ 8,648,790	\$ —	\$ —	\$ —	\$ 8,648,790
Small Water Resources Projects Bonded Funds			\$ 1,902,456				\$ 2,057,243
Water Revenue Bonds Program			\$ 14,894,933				\$ 24,973,098
Animas-La Plata Account			\$ 1,978,998				\$ 1,978,998
Authority Operating			\$ 52,730,391	\$ 10,095,836			\$ 63,091,949
Subtotal – Water Operations Fund			\$ 420,509	\$ 54,709,389	\$ 35,542,015		\$ 100,750,078
Water Pollution Control Revolving Fund:							
Clean Water Revenue Bonds, 1989 Series A							
Clean Water Revenue Bonds, 1990 Series A							
Clean Water Revenue Bonds, 1991 Series A							
Clean Water Revenue Bonds, 1991 Series B							
Clean Water Revenue Bonds, 1992 Series A							
Clean Water Revenue Bonds, 1992 Series B							
Clean Water Revenue Bonds, 1994 Series A							
Clean Water Revenue Bonds, 1995 Series A							
Clean Water Revenue Bonds, 1996 Series A							
Refunding Revenue Bonds, 1996 Series A							
Clean Water Revenue Bonds, 1997 Series A							
Clean Water Revenue Bonds, 1998 Series A							
Clean Water Revenue Bonds, 1998 Series B							
Clean Water Revenue Bonds, 1999 Series A							
Clean Water Revenue Bonds, 2000 Series A							
Clean Water Revenue Bonds, 2001 Series A							
Refunding Revenue Bonds, 2001 Series A	944						
Clean Water Revenue Bonds, 2002 Series A							
Clean Water Revenue Bonds, 2002 Series B							
Clean Water Revenue Bonds, 2003 Series A							
Clean Water Revenue Bonds, 2004 Series A							
Refunding Revenue Bonds, 2004 Series A							
Clean Water Revenue Bonds, 2005 Series A							
Clean Water Revenue Bonds, 2005 Series B							
Refunding Revenue Bonds, 2005 Series A and A2	10,029,914						
Clean Water Revenue Bonds, 2006 Series A							
Clean Water Revenue Bonds, 2006 Series B							
Clean Water Revenue Bonds, 2007 Series A							
Direct Loan Project Accounts							
WPCRF State Match Holding Account							
Direct Loan Surplus Matching Account							
CWSRF Reloan Account							
WPCRF Administrative Fee Account							
Subtotal – Water Pollution Control Revolving Fund							
	10,030,858	120,363	42,258,139	11,305,435	9,227,134	212,308,634	285,250,563

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Cash, Cash Equivalents, and Investments Held by Trustees – By Investment Type**

**December 31, 2007**

	<b>Cash</b>	<b>Cash held by State Treasurer</b>	<b>COLOTRUST Local Government Investment Pool</b>	<b>US Treasury Notes – SLGS</b>	<b>US Treasury Bills, Notes, and Bonds (fair value)</b>	<b>Repurchase agreements</b>	<b>Total cash and investments by bond issue</b>
Drinking Water Revolving Fund:							
Drinking Water Revenue Bonds, 1997 Series A	—	—	651,526	—	—	5,647,473	6,298,999
Drinking Water Revenue Bonds, 1998 Series A	—	—	700,253	—	—	4,523,956	5,224,209
Drinking Water Revenue Bonds, 1999 Series A	—	—	1,102,254	—	—	10,688,504	11,790,758
Drinking Water Revenue Bonds, 2000 Series A	—	—	601,946	—	—	9,101,664	9,703,610
Drinking Water Revenue Bonds, 2002 Series A	—	—	45,753	—	—	4,940,584	4,986,337
Drinking Water Revenue Bonds, 2003 Series A	—	—	445,309	—	—	9,285,628	9,730,937
Drinking Water Revenue Bonds, 2003 Series B	—	—	544,038	—	—	5,246,078	5,790,116
Refunding Revenue Bonds, 2005 Series A	—	—	367,669	—	—	—	367,669
Drinking Water Revenue Bonds, 2006 Series A	1,758,409	—	373,109	—	—	4,111,891	6,243,409
Drinking Water Revenue Bonds, 2006 Series B	—	—	568,993	—	—	35,750,874	36,319,867
Federal Direct Loan Projects Pre-Construction Accounts	—	—	165,810	—	—	—	165,810
Federal Direct Loan Project, Accounts	—	—	3,578,926	—	—	—	3,578,926
Drinking Water Funding Account	—	9,251	—	—	—	—	9,251
Drinking Water State Match Holding Account	—	5,590,623	—	—	—	—	5,590,623
State Direct Loan Surplus Matching Account	—	—	282,183	—	—	—	282,183
State Direct Loan Reloan Account	—	—	1,260,786	—	—	—	1,260,786
State Direct Loan Administrative Fee Account	—	—	150,628	—	—	—	150,628
Federal Direct Loan Surplus Matching Account	—	—	645,651	—	—	—	645,651
DWRF Reloan Account	—	—	11,040,219	—	—	—	11,040,219
DWRF Administrative Fee Account	—	—	6,125,895	—	—	—	6,125,895
Subtotal – Drinking Water Revolving Fund	1,758,409	5,599,874	28,650,948	—	—	89,296,652	125,305,883
Colorado Water Resources and Power Development Authority – total cash and investments	\$ 12,209,776	\$ 60,429,626	\$ 106,451,102	\$ 11,305,435	\$ 9,227,134	\$ 311,683,451	\$ 511,306,524

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Cash, Cash Equivalents, and Investments Held by Trustees – By Account Type**

**December 31, 2007**

	<b>Rebate accounts</b>	<b>SWRP revenue or Debt service funds</b>	<b>Debt service reserve funds</b>	<b>Project accounts</b>	<b>DWRF and WPCRF matching accounts</b>	<b>Cost of issuance accounts</b>	<b>Other accounts</b>	<b>Total cash and investments by bond issue</b>
<b>Water Operations Fund:</b>								
Small Water Resources Projects Program Debt Service Reserve Fund	\$ 194,696	\$ 1,862,544	\$ 8,648,790	\$ —	\$ —	\$ —	\$ —	\$ 8,648,790
Small Water Resources Projects Bonded Funds	20,890	868,756	1,870,011	22,213,441	—	—	3	2,057,243
Water Revenue Bonds Program	—	—	—	—	—	—	—	24,973,098
Animas-La Plata Account	—	—	—	—	—	—	1,978,998	1,978,998
Authority Operating	—	—	—	—	—	—	63,091,949	63,091,949
<b>Subtotal – Water Operations Fund</b>	<b>215,586</b>	<b>2,731,300</b>	<b>10,518,801</b>	<b>22,213,441</b>	<b>—</b>	<b>—</b>	<b>65,070,950</b>	<b>100,750,078</b>
<b>Water Pollution Control Revolving Fund:</b>								
Clean Water Revenue Bonds, 1989 Series A	—	333	—	—	2,072,771	—	—	2,073,104
Clean Water Revenue Bonds, 1990 Series A	—	119	—	—	642,924	—	—	643,043
Clean Water Revenue Bonds, 1991 Series A	—	992	—	—	6,540,543	—	—	6,541,535
Clean Water Revenue Bonds, 1991 Series B	8,402	848	—	—	4,675,211	—	—	4,684,461
Clean Water Revenue Bonds, 1992 Series A	—	364	—	—	2,309,748	—	—	2,310,112
Clean Water Revenue Bonds, 1992 Series B	—	815	—	—	5,866,640	—	—	5,867,455
Clean Water Revenue Bonds, 1994 Series A	180,576	411	—	—	2,902,992	—	—	3,083,979
Clean Water Revenue Bonds, 1995 Series A	343,807	485	—	—	3,945,372	—	—	4,289,664
Clean Water Revenue Bonds, 1996 Series A	113,487	139	—	—	980,533	—	—	1,094,159
Refunding Revenue Bonds, 1996 Series A	—	744,674	—	—	—	—	—	744,674
Clean Water Revenue Bonds, 1997 Series A	126,695	—	—	—	5,504,903	—	—	5,631,598
Clean Water Revenue Bonds, 1998 Series A	443,495	85,796	—	—	6,757,085	—	—	7,286,376
Clean Water Revenue Bonds, 1998 Series B	287,447	—	—	—	5,271,410	—	—	5,558,857
Clean Water Revenue Bonds, 1999 Series A	682,797	—	—	—	7,943,459	—	—	8,626,256
Clean Water Revenue Bonds, 2000 Series A	421,070	—	—	—	7,476,024	—	—	7,897,094
Clean Water Revenue Bonds, 2001 Series A	595,451	200,959	—	193,081	20,309,202	—	—	21,298,693
Refunding Revenue Bonds, 2001 Series A	—	4,274,157	—	—	—	—	—	4,274,157
Clean Water Revenue Bonds, 2002 Series A	131,176	260,733	—	—	17,929,824	—	—	18,321,733
Clean Water Revenue Bonds, 2002 Series B	11,197	—	—	—	9,132,820	—	—	9,144,017
Clean Water Revenue Bonds, 2003 Series A	37,590	4,668	—	272,569	6,005,093	—	—	6,319,920
Clean Water Revenue Bonds, 2004 Series A	268,777	1,552	—	2,323,093	20,769,839	—	—	23,363,261
Refunding Revenue Bonds, 2004 Series A	—	943,681	—	—	—	—	—	943,681
Clean Water Revenue Bonds, 2005 Series A	170,237	271,344	—	—	18,556,496	—	—	18,998,077
Clean Water Revenue Bonds, 2005 Series B	45,522	—	—	10,029,914	6,855,084	—	—	16,930,520
Refunding Revenue Bonds, 2005 Series A and A2	—	578,764	—	—	—	—	—	578,764
Clean Water Revenue Bonds, 2006 Series A	344,159	—	—	2,985,151	8,961,552	—	—	12,290,862
Clean Water Revenue Bonds, 2006 Series B	102,179	—	—	15,000,000	31,549	—	—	15,133,728
Clean Water Revenue Bonds, 2007 Series A	72,796	—	—	38,318,676	6,257,275	—	—	44,648,747
Direct Loan Project Accounts	—	—	—	8,348,512	—	—	—	8,348,512
WPCRF State Match Holding Account	—	—	—	—	—	—	120,363	120,363
Direct Loan Surplus Matching Account	—	—	—	—	—	—	746,457	746,457
CWSRF Reloan Account	—	—	—	—	—	—	15,755,042	15,755,042
WPCRF Administrative Fee Account	—	—	—	—	—	—	1,701,662	1,701,662
<b>Subtotal – Water Pollution Control Revolving Fund</b>	<b>4,386,860</b>	<b>7,370,834</b>	<b>—</b>	<b>77,470,996</b>	<b>177,698,349</b>	<b>—</b>	<b>18,323,524</b>	<b>285,250,563</b>

**COLORADO WATER RESOURCES  
AND POWER DEVELOPMENT AUTHORITY  
(A Component Unit of the State of Colorado)**

**Schedule of Cash, Cash Equivalents, and Investments Held by Trustees – By Account Type**

**December 31, 2007**

	<b>Rebate accounts</b>	<b>SWRP revenue or Debt service funds</b>	<b>Debt service reserve funds</b>	<b>Project accounts</b>	<b>DWRF and WPCRF matching accounts</b>	<b>Cost of issuance accounts</b>	<b>Other accounts</b>	<b>Total cash and investments by bond issue</b>
Drinking Water Revolving Fund:								
Drinking Water Revenue Bonds, 1997 Series A	2,281	598,241	—	—	5,698,477	—	—	6,298,999
Drinking Water Revenue Bonds, 1998 Series A	209,019	451,143	—	—	4,564,047	—	—	5,224,209
Drinking Water Revenue Bonds, 1999 Series A	521,751	529,051	—	—	10,739,956	—	—	11,790,758
Drinking Water Revenue Bonds, 2000 Series A	461,955	104,893	—	—	9,136,762	—	—	9,703,610
Drinking Water Revenue Bonds, 2002 Series A	40,170	—	—	—	4,946,167	—	—	4,986,337
Drinking Water Revenue Bonds, 2003 Series A	118,755	4,890	—	220,455	9,386,837	—	—	9,730,937
Drinking Water Revenue Bonds, 2003 Series B	124,148	385,658	—	—	5,280,310	—	—	5,790,116
Refunding Revenue Bonds, 2005 Series A	—	367,669	—	—	—	—	—	367,669
Drinking Water Revenue Bonds, 2006 Series A	97,110	139,322	—	1,749,224	4,257,753	—	—	6,243,409
Drinking Water Revenue Bonds, 2006 Series B	300,627	—	—	31,827,845	4,191,395	—	—	36,319,867
Federal Direct Loan Projects Pre-Construction Accounts	—	—	—	165,810	—	—	—	165,810
Federal Direct Loan Project Accounts	—	—	—	3,578,926	—	—	—	3,578,926
Drinking Water Funding Account	—	—	—	—	—	—	9,251	9,251
Drinking Water State Match Holding Account	—	—	—	—	—	—	5,590,623	5,590,623
State Direct Loan Surplus Matching Account	—	—	—	—	—	—	282,183	282,183
State Direct Loan Reloan Account	—	—	—	—	—	—	1,260,786	1,260,786
State Direct Loan Administrative Fee Account	—	—	—	—	—	—	150,628	150,628
Federal Direct Loan Surplus Matching Account	—	—	—	—	—	—	645,651	645,651
DWRF Reloan Account	—	—	—	—	—	—	11,040,219	11,040,219
DWRF Administrative Fee Account	—	—	—	—	—	—	6,125,895	6,125,895
Subtotal – Drinking Water Revolving Fund	<u>1,875,816</u>	<u>2,580,867</u>	<u>—</u>	<u>37,542,260</u>	<u>58,201,704</u>	<u>—</u>	<u>25,105,236</u>	<u>125,305,883</u>
Colorado Water Resources and Power Development Authority – total cash and investments	<u><u>\$ 6,478,262</u></u>	<u><u>\$ 12,683,001</u></u>	<u><u>\$ 10,518,801</u></u>	<u><u>\$ 137,226,697</u></u>	<u><u>\$ 235,900,053</u></u>	<u><u>\$ —</u></u>	<u><u>\$ 108,499,710</u></u>	<u><u>\$ 511,306,524</u></u>



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**Independent Accountants' Report on Internal Control Over  
Financial Reporting and on Compliance and Other Matters Based on an  
Audit of the Financial Statements Performed in Accordance with  
Government Auditing Standards**

Board of Directors  
Colorado Water Resources and  
Power Development Authority  
Denver, Colorado

We have audited the financial statements of each major fund of Colorado Water Resources and Power Development Authority, a component unit of the State of Colorado, as of and for the year ended December 31, 2007 and have issued our report thereon dated April 14, 2008. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Authority's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Authority's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over financial reporting.

A control deficiency exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect misstatements on a timely basis. A significant deficiency is a control deficiency, or a combination of control deficiencies, that adversely affects the Authority's ability to initiate, authorize, record, process or report financial data reliably in accordance with generally accepted accounting principles such that there is more than a remote likelihood that a misstatement of the Authority's financial statements that is more than inconsequential will not be prevented or detected by the Authority's internal control.

A material weakness is a significant deficiency, or a combination of significant deficiencies, that results in more than a remote likelihood that a material misstatement of the financial statements will not be prevented or detected by the Authority's internal control.

Board of Directors  
Colorado Water Resources and  
Power Development Authority

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses as defined above.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Authority's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

We noted certain matters that we reported to the Authority's management in a separate letter dated April 14, 2008.

This report is intended solely for the information and use of the governing body, management and others within the Authority and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*BKD, LLP*

April 14, 2008



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## Independent Accountants' Report on Compliance and Internal Control Over Compliance with Requirements Applicable to Major Federal Awards Programs

Board of Directors  
Colorado Water Resources and  
Power Development Authority  
Denver, Colorado

### Compliance

We have audited the compliance of Colorado Water Resources and Power Development Authority, a component unit of the State of Colorado, with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) *Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended December 31, 2007. The Authority's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the Authority's management. Our responsibility is to express an opinion on the compliance of the Authority based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the Authority's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on the Authority's compliance with those requirements.

In our opinion, the Authority complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2007.

Board of Directors  
Colorado Water Resources and  
Power Development Authority

### **Internal Control Over Compliance**

The management of the Authority is responsible for establishing and maintaining effective internal control over compliance with the requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the Authority's internal control over compliance with the requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance.

Accordingly, we do not express an opinion on the effectiveness of the Authority's internal control over compliance.

A control deficiency in an entity's internal control over compliance exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect noncompliance with a type of compliance requirement of a federal program on a timely basis. A significant deficiency is a control deficiency, or combination of control deficiencies, that adversely affects the entity's ability to administer a federal program such that there is more than a remote likelihood that noncompliance with a type of compliance requirement of a federal program that is more than inconsequential will not be prevented or detected by the entity's internal control.

A material weakness is a significant deficiency, or combination of significant deficiencies, that results in more than a remote likelihood that material noncompliance with a type of compliance requirement of a federal program will not be prevented or detected by the entity's internal control.

Our consideration of the internal control over compliance was for the limited purpose described in the first paragraph of this section and would not necessarily identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of the governing body, management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*BKD, LLP*

April 14, 2008

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended December 31, 2007**

<b>Grantor program title</b>	<b>Federal CFDA number</b>	<b>Grant award</b>	<b>Accrued January 1, 2007</b>		<b>Receipts</b>	<b>Expenditures</b>	<b>Accrued December 31, 2007</b>
U.S. Environmental Protection Agency: Title VI Water Pollution Control Revolving Fund:							
2004 Grant	66.458	10,601,019	\$ 958,949	\$ 3,479,689	\$ 2,520,740	\$ —	
2005 Grant	66.458	8,606,700	—	6,226,854	8,606,700		2,379,846
2006 Grant	66.458	6,975,400	—	—	853,540		853,540
2007 Grant	66.458	8,547,900	—	—	—		—
Total federal awards – WPCRF			<u>958,949</u>	<u>9,706,543</u>	<u>11,980,980</u>		<u>3,233,386</u>
Drinking Water Revolving Fund:							
2002 Grant	66.468	13,323,000	30,355	133,782	103,427		—
2003 Grant	66.468	6,576,333	256,130	853,442	751,076		153,764
2004 Grant	66.468	13,737,700	979,276	6,833,489	5,876,871		22,658
2005 Grant	66.468	13,708,600	110,036	1,868,184	3,279,747		1,521,599
2006 Grant	66.468	14,497,300	—	1,449,730	1,449,730		—
2007 Grant	66.468	14,497,000	—	43,804	451,941		408,137
Total federal awards – DWRF			<u>1,375,797</u>	<u>11,182,431</u>	<u>11,912,792</u>		<u>2,106,158</u>
Total federal awards			<u>\$ 2,334,746</u>	<u>\$ 20,888,974</u>	<u>\$ 23,893,772</u>		<u>\$ 5,339,544</u>

See accompanying notes to schedule of expenditures of federal awards.

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)  
Notes to Schedule of Expenditures of Federal Awards  
Year Ended December 31, 2007**

**Note 1: Basis of Presentation**

This schedule includes the federal awards activity of Colorado Water Resources and Power Development Authority, a component unit of the State of Colorado, and is presented on the accrual basis of accounting. The information in this schedule is presented in accordance with the requirements of OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**Notes to Schedule of Expenditures of Federal Awards (Continued)**  
**Year Ended December 31, 2007**

**Note 2: Subrecipients**

Of the federal expenditures presented in the Schedule of Expenditures of Federal Awards, 99% of the Title VI Water Pollution Control Revolving Fund (WPCRF) and 60% of the Drinking Water Revolving Fund (DWRF) were provided to subrecipients as follows:

	<b><u>Federal grants Provided to Subrecipients</u></b>
Water Pollution Control Revolving Fund Projects:	
City of Lafayette	\$ 65,909
City of Pueblo	151,619
City of Englewood	2,316,949
City of Littleton	2,362,953
Town of Eaton	40,447
City of Glendale	844,852
Donala Water and Sanitation District	1,082,499
Granby Sanitation District	1,630,059
Triview Metropolitan District	1,107,734
Cherokee Metropolitan District	988,393
Town of Eagle	995,950
City of Rifle	222,313
	<hr/>
	11,809,677
Drinking Water Revolving Fund Projects:	
Fountain Valley Authority	58,451
Town of Lyons	30,568
City of Craig	1,817,033
Little Thompson Water District	231,358
City of Alamosa	2,840,654
Town of Palisade	2,117,250
	<hr/>
	7,095,314
Total	<hr/> <hr/> \$ 18,904,991

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**

**Notes to Schedule of Expenditures of Federal Awards (Continued)**  
**Year Ended December 31, 2007**

**Note 3: Set Asides**

For the year ended December 31, 2007, the following DWRF grant amounts were used for the set aside programs:

	<b>Set aside amount</b>
<hr/>	
DWRF program year:	
2002	\$ 103,426
2003	751,075
2004	1,095,605
2005	965,700
2006	1,449,730
2007	<u>451,941</u>
Total	<u><u>\$ 4,817,477</u></u>

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**  
**Schedule of Findings and Questioned Costs**  
**Year Ended December 31, 2007**

***Summary of Auditor's Results***

1. The opinion(s) expressed in the independent accountants' report was (were):  
 Unqualified       Qualified       Adverse       Disclaimed
  
2. The independent accountants' report on internal control over financial reporting described:  
Significant deficiency(ies) noted considered material weakness(es)?       Yes       No  
Significant deficiency(ies) noted that are not considered to be a material weakness?       Yes       No
  
3. Noncompliance considered material to the financial statements was disclosed by the audit?       Yes       No
  
4. The independent accountants' report on internal control over compliance with requirements applicable to major federal awards programs described:  
Significant deficiency(ies) noted considered material weakness(es)?       Yes       No  
Significant deficiency(ies) noted that are not considered to be a material weakness?       Yes       No
  
5. The opinion(s) expressed in the independent accountants' report on compliance with requirements applicable to major federal awards was (were):  
 Unqualified       Qualified       Adverse       Disclaimed
  
6. The audit disclosed findings required to be reported by OMB Circular A-133?       Yes       No

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**  
**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended December 31, 2007**

7. The Authority's major programs were:

<b>Cluster/Program</b>	<b>CFDA Number</b>
Drinking Water Revolving Fund	66.468

8. The threshold used to distinguish between Type A and Type B programs as those terms are defined in OMB Circular A-133 was \$716,813.

9. The Organization qualified as a low-risk auditee as that term is defined in OMB Circular A-133?

Yes       No

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**  
**Schedule of Findings and Questioned Costs (Continued)**  
**Year Ended December 31, 2007**

**Findings Required to be Reported by *Government Auditing Standards***

<b>Reference Number</b>	<b>Finding</b>	<b>Questioned Costs</b>
	No matters are reportable	

**Findings Required to be Reported by OMB Circular A-133**

<b>Reference Number</b>	<b>Finding</b>	<b>Questioned Costs</b>
	No matters are reportable	

**Colorado Water Resources  
and Power Development Authority  
(A Component Unit of the State of Colorado)**  
**Summary Schedule of Prior Audit Findings**  
**Year Ended December 31, 2007**

<b>Reference Number</b>	<b>Summary of Finding</b>	<b>Status</b>
	No matters are reportable	

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## **Attachment 5**

### **Authority Board Resolution 07-26**

**COLORADO WATER RESOURCES  
and  
POWER DEVELOPMENT AUTHORITY**

**RESOLUTION NO. 07-26**

**APPROVING AND RATIFYING THE DRINKING WATER  
REVOLVING FUND CAPITALIZATION GRANT AWARD  
FOR FISCAL YEAR 2007 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") set up a new 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 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 the amount of \$14,497,000 for Fiscal Year 2007 for capitalization of the Drinking Water Revolving Fund, on the condition that the Authority deposits state matching funds (the "State Match") in the amount of \$2,899,400 as required by 40 CFR 3550(g)(2), into a State Match Account for the revolving fund; and

WHEREAS, a letter has been received from the Department of Public Health and Environment approving the Capitalization Grant Award for the Fiscal Year 2007.

**NOW, THEREFORE, BE IT RESOLVED:**

1. 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 2007 Capitalization Grant between the Authority and the United States Environmental Protection Agency in the amount of \$14,497,000 for capitalization of the Drinking Water Revolving Fund, and directs,

confirms, and approves the execution of said Capitalization Grant by the Executive Director on behalf of the Authority.

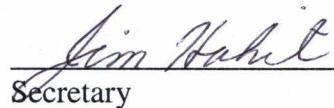
2. In accordance with Resolution No. 04-39, at such time as the Executive Director has executed the Capitalization Grant, the Authority shall deposit into the Drinking Water Revolving Fund State Match Account the sum of \$2,899,400, representing the 20% State Match requirement for the 2007 Fiscal Year 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. 07-26 was adopted by the Colorado Water Resources and Power Development Authority at a regular meeting of the Board of Directors with a quorum present in Steamboat Springs, Colorado on August 24, 2007.



Robert Carlson  
Chair



Jim Hahit  
Secretary

ATTEST