



Energy Outreach Colorado

Together we generate the power to help.

March 17, 2008

Colorado General Assembly
200 East Colfax
Denver, Colorado 80203

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Legislative Audit Committee

Representative James Kerr
Representative Rosemary Marshall
Representative Victor Mitchell
Representative Dianne Primavera
Senator Jim Isgar
Senator Dave Schultheis
Senator Gail Schwartz
Senator Jack Taylor

Sally Symanski, CPA, Office of the State Auditor
200 East 14th Avenue
Denver, Colorado 80203

In accordance with C.R.S. 40-8.1-110 and C.R.S. 39-29-109 (g)(IV), Energy Outreach Colorado is pleased to deliver this written report as a summary of its efforts concerning the creation of the Low-Income Energy Assistance Act (Senate Bill 2005-001). This act went into effect September 1, 2006. On March 31, 2007, we reported on the first four months of the program. We are pleased to present this report which covers 2007 in its entirety. This report also includes information from the allocation from the severance tax trust fund (House Bill 2006-1200) received by Energy Outreach Colorado from the Governor's office in April 2007.

As prescribed in statute, this report includes the following information for both the Low-Income Energy Assistance Act and for the Severance Tax Trust Fund:

1. An itemized report of moneys received by Energy Outreach Colorado from each utility as a result of the opt-in program created in Senate Bill 2005-001;
2. The amount of moneys distributed, the type of assistance provided, the geographic area of the state served, and an itemization of the programs through which the moneys were expended as a result of the opt-in program created in Senate Bill 2005-001 as well as the monies received from the office of the governor from severance tax from HB 06-1200;
3. The number of low-income households served, by utility and by the type of assistance provided as a result of the opt-in program created in Senate Bill 2005-001 as well as the monies received from the office of the Governor from severance tax from HB 06-1200;
4. An audited financial statement from Energy Outreach Colorado, for the period October 1, 2006 – September 30, 2007; and

5. A summary of how the moneys collected (as a result of the opt-in program created in Senate Bill 2005-001 (C.R.S. 40-8.7-101-111)) were generated and the number of customers participating in the program.

This report will be available on Tuesday, April 1, 2008 for the public to view on Energy Outreach Colorado's website, www.EnergyOutreach.org, and a written copy will be provided to any member of the public upon request.

We appreciate the opportunity to education and inform all of you on the success of the Low-Income Energy Assistance Act and welcome any questions that you may have after reviewing this report. Please feel free to contact me at 303-226-5050 or via email at sarnold@EnergyOutreach.org.

Respectfully,

A handwritten signature in black ink that reads "Skip Arnold". The signature is written in a cursive, flowing style.

Skip Arnold
Executive Director

cc: Representative Bernie Buescher
Senator Ken Kester

Note : According to C.R.S. 24-1-136 (9), this report was distributed to the Colorado General Assembly in the following manner:

- One copy of such report in each house of the general assembly,
- Six copies in the joint legislative library, and
- Four copies with the state librarian for the state publications depository and distribution center.

Reference: Exact language from C.R.S 40-8.7-110 – Reports.

1) The organization shall submit a written report to the general assembly, the legislative audit committee, and the office of the state auditor on or before March 31 of each year, beginning in 2007, that covers the immediately preceding calendar year. The report shall include:

(a) An itemized account of moneys received by the organization from each utility;

(b) The amount of moneys distributed, the type of assistance provided, the geographic area of the state served, and an itemization of the programs through which the moneys are expended;

(c) The number of low-income households served, by utility and by type of assistance provided;

(d) An audited financial statement from the organization; and

(e) A summary of how the moneys collected were generated, including the number of customers participating in the program.

(1.5) To the extent applicable, the organization shall include in the report the information required by paragraphs (b) and (c) of subsection (1) of this section for moneys received from the office of the governor pursuant to section 39-29-109 (1.5), C.R.S. (severance tax from HB 06-1200)

(2) The report shall be made available to the public for review.

Senate Bill 05-001 Final Report
January 1, 2007 - December 31, 2007
Itemized funds received by Energy Outreach Colorado

Organization Name	Program Description	Corporate Contributions	Utility Match 1/1/07 - 12/31/07	Customer Contributions 1/1/07 - 12/31/07	Number of customers contributing 1/1/07 - 12/31/07	
Xcel Energy	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC		\$720,849.21	\$720,849.21	10633	<i>monthlies only</i>
Aquila	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC		\$24,443.21	\$24,443.21	664	<i>monthlies only</i>
Atmos Energy	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC		\$18,609.63	\$18,609.63	521	<i>estimated based on funds from 1st & 2nd qtrs and data from 4th qtr</i>
Colorado Natural Gas, Inc.	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC			\$320.00	6	<i>monthlies only</i>
Eastern Colorado Utility Company	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC			\$30.70	1	
SourceGas (formerly Kinder Morgan)	Voluntary contribution check off boxes on utility bills with monthly contributions sent to EOC		\$23,792.00	\$23,792.00	596	<i>one times and monthlies - everything they matched</i>
Delta Montrose Electric Association	Corporate donation of \$.50/meter	\$15,570.00		\$35.00	1	
Empire Electric Association	Encouraging customer donations to Energy Outreach/matches contributions		\$5,622.00	\$5,622.00	96	
Grand Valley Rural Power Lines	Customers can make monthly contributions on their bill			\$686.00	Not reported by utility	
Gunnison County Electric Association	Corporate donation of \$.25/meter	\$2,516.00		\$704.93	9	
Highline Electric Association	Corporate donation of \$1/meter	\$3,134.00				
Holy Cross Energy	Corporate donation of \$50,000	\$50,000.00		\$10,291.81	154	
Intermountain Rural Electric Assoc.	Customers can make monthly contributions on their bill		\$45,179.93	\$45,179.93	842	<i>monthlies only</i>
KC Electric Association	Corporate donation of \$.25/meter	\$1,566.25				
La Plata Electric Association	Customers can make monthly contributions on their bill			\$3,586.00	124	<i>monthlies only</i>

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Morgan County Rural Electric Assoc.	Corporate donation of \$.25/meter	\$1,877.75				
Mountain Parks Electric Inc	Corporate donation of \$.25/meter	\$3,896.75				
Mountain View Electric Association	Corporate Donation	\$9,305.75		\$3,450.07	48	
Poudre Valley REA	Customers can make monthly contributions on their bill			\$24,004.35	297	<i>monthlies only</i>
San Isabel Electric Association	Corporate donation of \$1/meter	\$17,946.00				
San Luis Valley Rural Electric Cooperative	Corporate donation of \$.50/meter	\$6,250.00		\$840.00	20	
San Miguel Power Association	Corporate donation			\$640.00	11	
Sangre De Cristo Electric Assoc.	Corporate donation	\$2,500.00		\$585.00	4	
Southeast Colorado Power Association	Corporate donation of \$.25/meter	\$2,524.00				
United Power, Inc.	Encouraging customer donations to Energy Outreach/corporate donation	\$12,000.00		\$1,833.00	42	
White River Electric Association	Corporate donation of \$1.00/meter	\$3,100.00				
Yampa Valley Electric Association	Corporate donation of \$1.00/meter	\$24,906.00				
Y-W Electric Association	Corporate donation of \$1.00/meter	\$3,664.00				
Aguilar	Encouraging customer donations to Energy Outreach					
Aspen	Corporate donation of \$1.00/meter			\$736.00	16	
Burlington Center	Encouraging customer donations to Colorado East Community Action Agency No information at this time					
Colorado Springs Utilities	Own Program - Project COPE - Funds donated to Care and Share		Note: Annual contribution numbers for 2007 provided by organization	\$416,000.00	3500	
Delta	Encouraging customer donations to Energy Outreach					
Estes Park	Corporate donation	\$2,000.00				
Fleming	Town manages assistance fund					

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Fort Collins	Town manages assistance fund		Note: Annual contribution numbers for 2007 provided by organization	\$31,318.00	625
Fort Morgan	Own Program - Funds donated to Caring Ministries of Morgan County				
Fountain	Own program - Lighten the Load - Funds donated to Pikes Peak Community Action Agency		Note: Annual contribution numbers for 2007 provided by organization	\$4,080.00	158
Frederick	Participates in United Power program				
Glenwood Springs	Corporate donation of \$.75/meter	\$4,361.00			
Granada	Encouraging customer donations to Energy Outreach				
Gunnison	Corporate donation of unclaimed deposits	\$2,153.27			
Haxtun	Encouraging customer donations to Energy Outreach				
Holly	Corporate donation of 10% of unrestricted reserve funds				
Holyoke	Encouraging customer donations to Energy Outreach				
Ignacio	\$.25 per meter forwarded to Energy Outreach Colorado				
Julesburg	Encouraging customer donations to Energy Outreach				
La Junta	Corporate donation of unclaimed deposits - distributed to Associated Charities of La Junta				
Lamar	Corporate donation of \$.50/meter	\$2,107.38			
Las Animas	Own Program - Funds donated to Las Animas Helping Hands		Note: Annual contribution numbers for 2007 provided by organization	\$1,140.00	10

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Longmont	Own Program - COPE - Funds donated to Outreach United Resource Center (OUR Center)		Note: Annual contribution numbers for 2007 provided by organization	\$24,228.00	647
Loveland	Own Program - Help a Neighbor In Distress (HAND) Program		Note: Annual contribution numbers for 2007 provided by organization	\$9,100.00	151
Lyons	20% discount rate for low-income residents	\$41,195.00	Note: Annual contribution numbers for 2007 provided by organization		assisted 129 customers
Oak Creek	Encouraging customer donations to Energy Outreach				
Rangley	Own Program - Winter Assistance Relief Management (W.A.R.M.)				
Springfield	Corporate donation of unclaimed deposits				
Trinidad	Encouraging customer donations to Energy Outreach				
Walden	No information at this time				
Walsenberg	No information at this time				
Wray	Encouraging customer donations to Energy Outreach				
Yuma	Voluntary contribution check off boxes on utility bills			\$709.03	Not reported by utility
TOTALS		\$212,573.15	\$838,495.98	\$1,372,813.87	19,176
TOTAL FUNDS RAISED 1/1/07 - 12/31/07		\$2,423,883.00			
TOTAL FUNDS RAISED 9/1/06 - 12/31/06		\$413,581.00			



County	# of Clients	Amount Spent	% of Total
Adams	917	\$423,536.87	8.93%
Alamosa	239	\$69,339.84	1.46%
Arapahoe	848	\$470,289.25	9.91%
Archuleta	71	\$18,912.81	0.40%
Baca	68	\$17,118.48	0.36%
Bent	96	\$15,232.92	0.32%
Boulder	570	\$204,413.67	4.31%
Broomfield	97	\$44,344.77	0.93%
Chaffee	68	\$14,176.78	0.30%
Cheyenne	10	\$2,117.90	0.04%
Cheyenne, KS	47	\$4,052.06	0.09%
Clear Creek	58	\$16,724.00	0.35%
Conejos	129	\$37,422.97	0.79%
Costilla	135	\$38,112.43	0.80%
Crowley	31	\$10,666.02	0.22%
Custer	15	\$4,854.43	0.10%
Delta	58	\$11,693.19	0.25%
Denver	2,135	\$1,136,933.89	23.97%
Dolores	43	\$13,723.54	0.29%
Douglas	250	\$62,469.92	1.32%
Eagle	27	\$8,110.70	0.17%
El Paso	904	\$229,659.28	4.84%
Elbert	73	\$17,002.87	0.36%
Fremont	317	\$64,891.69	1.37%
Garfield	139	\$44,846.11	0.95%
Gilpin	5	\$2,480.39	0.05%
Grand	30	\$9,282.79	0.20%
Gunnison	44	\$10,904.12	0.23%
Hinsdale	1	\$580.16	0.01%
Huerfano	168	\$28,365.77	0.60%
Jackson	38	\$13,063.82	0.28%
Jefferson	1,046	\$545,911.35	11.51%
Kiowa	3	\$695.45	0.01%
Kit Carson	67	\$11,590.16	0.24%
La Plata	116	\$35,299.20	0.74%
Lake	24	\$8,795.53	0.19%
Larimer	362	\$81,293.35	1.71%
Las Animas	237	\$50,199.49	1.06%
Lincoln	23	\$5,923.76	0.12%
Logan	119	\$39,978.52	0.84%
Mesa	466	\$170,499.88	3.59%
Mineral	2	\$664.00	0.01%
Moffat	177	\$36,778.91	0.78%
Montezuma	159	\$41,694.52	0.88%

County	# of Clients	Amount Spent	% of Total
Montrose	146	\$21,013.30	0.44%
Morgan	147	\$35,095.82	0.74%
Not Selected	7	\$1,153.05	0.02%
Otero	94	\$23,796.14	0.50%
Ouray	10	\$1,425.72	0.03%
Park	102	\$34,129.69	0.72%
Phillips	17	\$7,087.25	0.15%
Pitkin	5	\$1,460.91	0.03%
Prowers	110	\$28,761.65	0.61%
Pueblo	590	\$230,506.02	4.86%
Rio Blanco	39	\$9,175.29	0.19%
Rio Grande	120	\$31,267.38	0.66%
Routt	96	\$19,813.02	0.42%
Saguache	74	\$23,343.12	0.49%
San Juan	4	\$630.35	0.01%
San Miguel	5	\$1,233.18	0.03%
Sedgwick	39	\$10,427.09	0.22%
Summit	31	\$20,339.55	0.43%
Teller	110	\$22,116.97	0.47%
Washington	98	\$27,804.99	0.59%
Weld	315	\$98,656.19	2.08%
Yuma	86	\$19,694.24	0.42%
Total	12,677	\$4,743,578.48	



Charitable Energy Network Expenditures by Fuel Type

January 1, 2007 - December 31, 2007

100% of Funds Used for Utility Bill Payment Assistance

Energy Outreach Colorado

Utility Vendor	# of Clients	Amount Spent	
Kerosene <i>1 Vendors</i>			
Alta Fuel Co.	1	\$269.90	
Total	1	\$269.90	<i>0.01% of total funds spent</i>
Gas/Electric <i>7 Vendors</i>			
City of Trinidad	151	\$29,691.55	
City of Walsenburg	35	\$5,399.49	
Colorado Springs Utilities	378	\$116,524.83	
Energy Billing Systems, Inc.	11	\$2,919.49	
Midwest Energy	38	\$3,533.87	
Southern Ute Utilities	3	\$499.90	
Xcel Energy	7,248	\$3,409,667.53	
Total	7,864	\$3,568,236.66	<i>75.22% of total funds spent</i>
Fuel Pellets <i>2 Vendors</i>			
Inglenook Energy Center (Stove Pellets)	1	\$145.00	
Meeker General Merchantile	1	\$352.50	
Total	2	\$497.50	<i>0.01% of total funds spent</i>
Fuel Oil <i>5 Vendors</i>			
Cook Oil Company	6	\$2,503.92	
Jones Oil	15	\$6,446.93	
La Junta Valley Oil Company	1	\$1,025.00	
Sterling Oil and Gas	9	\$2,367.07	
Wright Valley Oil Co.	8	\$2,927.73	
Total	39	\$15,270.65	<i>0.32% of total funds spent</i>
Other <i>4 Vendors</i>			
Fort Collins-Loveland Water District	2	\$445.77	
Minol	2	\$740.49	
Unknown	20	\$4,197.91	
Wray Feed and Bean	1	\$121.25	
Total	25	\$5,505.42	<i>0.12% of total funds spent</i>
Natural Gas <i>8 Vendors</i>			
Atmos Energy	314	\$68,173.19	
Colorado Natural Gas	41	\$8,313.74	
Eastern Colorado Utility Company	3	\$883.33	
Ferrell Gas	23	\$9,843.75	
SourceGas (formerly Kinder Morgan)	192	\$50,554.28	
Town of Aguilar	10	\$2,846.85	

Utility Vendor	# of Clients	Amount Spent	
Town of Ignacio	6	\$1,249.45	
Town of Rangely	8	\$2,540.36	
Total	597	\$144,404.95	3.04% of total funds spent

Wood 27 Vendors

ABC Firewood	1	\$55.00	
Always Chipper	3	\$1,220.00	
Bailey Mtn. Lions Woodcutters	1	\$420.00	
Bob Maijala	1	\$870.00	
Dave Gilling (Fire Wood)	1	\$155.00	
Doyle Moon Firewood	1	\$260.00	
Everlasting Landscapes & Tree Services, Inc.	1	\$380.00	
Forks Lumber Company	1	\$150.00	
Gonzales Firewood	4	\$1,860.00	
H & H Firewood	7	\$1,865.00	
High Timber Logging	1	\$395.00	
Jamie Estergarrd	1	\$190.00	
Joaquin C. Younger	1	\$150.00	
Joe T. Martinez (Fire Wood)	1	\$300.00	
Kerry Troy	1	\$175.00	
Mathiason Maestas	2	\$775.00	
Routt County Logging (Fire Wood)	1	\$400.00	
Ryan Reed	1	\$178.05	
Schumacher Fire Wood	1	\$225.00	
Sonnie Caughman	2	\$520.00	
Stateline Firewood	1	\$150.00	
Stephen and Peggy Taylor	1	\$120.00	
Sterling Firewood	1	\$205.00	
The Granby Sawmill	2	\$895.23	
Tom Vigil	4	\$1,525.00	
WC Construction, Inc. (Fire Wood)	1	\$300.00	
Woodchuck Woods	1	\$175.00	
Total	44	\$13,913.28	0.29% of total funds spent

Electricity 50 Vendors

Aquila	868	\$255,262.02	
Center Municipal Utilities	49	\$13,367.28	
City of Burlington	20	\$3,056.58	
City of Delta	10	\$1,303.05	
City of Fort Collins	65	\$7,765.37	
City of Fort Morgan	61	\$7,781.36	
City of Fountain	179	\$35,576.46	
City of Glenwood Springs	14	\$1,312.83	
City of Gunnison	24	\$3,688.66	
City of Holyoke	5	\$1,345.00	
City of La Junta	23	\$3,315.14	
City of Lamar	63	\$14,563.08	
City of Longmont	71	\$16,212.78	

Utility Vendor	# of Clients	Amount Spent	
City of Loveland	12	\$1,444.96	
City of Wray	6	\$983.60	
City of Yuma	25	\$2,577.63	
Delta-Montrose Rural Electric Association	129	\$16,721.25	
Empire Electric Association, Inc.	117	\$26,763.92	
Fountain Electric	25	\$5,521.83	
Grand Valley Power	15	\$3,868.49	
Gunnison County Electric Association	5	\$658.07	
High West Energy	1	\$215.39	
Highline Electric Association	16	\$3,203.61	
Holy Cross Energy	43	\$9,614.64	
Intermountain Rural Electric Association (IREA)	292	\$65,696.81	
KC Electric Association	30	\$4,863.46	
La Plata Electric Association	82	\$14,370.34	
Las Animas Utilities	69	\$9,582.57	
Moon Lake Electric Association, Inc.	6	\$1,804.34	
Morgan County Rural Electric Association	28	\$5,925.43	
Mountain Parks Electric, Inc.	34	\$8,790.44	
Mountain View Electric Association	189	\$37,766.02	
Oak Creek Electric	10	\$2,241.19	
Poudre Valley Rural Electric Association	58	\$7,626.25	
San Isabel Electric Association	141	\$27,163.19	
San Luis Valley Rural Electric Coop	39	\$9,034.82	
San Miguel Power Association	12	\$2,134.63	
Sangre De Cristo Electric Association	30	\$6,556.00	
Southeast Colorado Power Association	39	\$8,396.13	
Springfield Municipal Utilities	26	\$3,723.55	
Town of Estes Park	39	\$6,961.18	
Town of Granada	1	\$239.50	
Town of Haxtun	3	\$634.00	
Town of Holly	9	\$2,380.50	
Town of Julesburg	13	\$3,332.83	
Town of Walden	20	\$8,350.90	
United Power, Inc.	164	\$38,405.06	
White River Electric Association	23	\$3,301.69	
Yampa Valley Electric Association	152	\$23,475.13	
Y-W Electric Association	58	\$12,266.04	
Total	3,413	\$751,145.00	<i>15.83% of total funds spent</i>

Propane	<i>88 Vendors</i>		
AAA Propane		13	\$7,682.28
Ace at the Curve Home and Hardware		1	\$27.92
Affordable Propane		5	\$1,432.27
All American Propane		1	\$250.00
All Star Gas		26	\$9,557.42
Al's Gas		23	\$6,400.99
American Pride Co-Op		1	\$338.34
Amerigas		86	\$31,543.03

Utility Vendor	# of Clients	Amount Spent
Amerigas - Bayfield	6	\$3,998.45
Amerigas - Fort Collins	2	\$1,032.38
Anton Cooperative	11	\$5,542.00
Apollo Propane	15	\$3,865.66
Arkansas Valley Coop	5	\$1,890.08
B & B Welders Supply	1	\$43.97
Bailey Propane	20	\$9,903.81
Basin Propane	15	\$10,444.81
Blanca RV Park	3	\$520.00
Blue Flame Gas	6	\$1,424.38
Bob's LP Gas, Inc.	11	\$3,479.31
Bruce's Shamrock Oil Co.	6	\$3,154.17
Comfurt Gas, Inc.	2	\$496.60
Conejos Propane	27	\$6,858.00
Country Gas	5	\$2,023.69
Cross Propane Gas	1	\$217.76
Deluca Propane	8	\$2,683.89
Derek's LP Service LLC	1	\$784.00
DJ Petroleum	1	\$305.04
Eddie Bears	1	\$80.54
EN XX Propane	10	\$2,806.74
Farm Gas	2	\$1,000.00
Farmland Coop	1	\$316.00
Farmland Coop- Brush	6	\$2,868.52
Flat Tops Ranch Supply	1	\$41.63
Fraleys	3	\$1,270.54
Frank's LP - Las Animas	2	\$868.00
Fremont, Motor Sports & Feed	3	\$494.60
Frenchman's Valley Farmers' Coop	2	\$100.00
Gibson Oil Co.	5	\$1,442.60
Glaser Gas & Equipment	2	\$378.50
Glaser Gas Inc.	28	\$6,285.09
Global Energy	2	\$997.56
Henderson Propane	29	\$8,728.25
High Country Fuel	13	\$6,218.18
High Country Propane	24	\$7,189.61
Home Town Propane	8	\$1,771.19
Independent Propane Co.	6	\$2,442.57
Ison Oil	12	\$5,698.08
J C Propane	4	\$992.00
Jim Conley LP Service	5	\$797.00
Kuskie Oil	7	\$2,208.16
La Veta Propane	18	\$4,837.06
Las Animas Oil	7	\$1,748.95
Ludvik Propane	20	\$5,778.44
M & M Coop	7	\$2,213.69
Mar Gas	6	\$2,817.17
Mesa Propane	5	\$3,386.86

Utility Vendor	# of Clients	Amount Spent	
Monte Vista Co-op	24	\$6,171.57	
Mountain Propane	2	\$624.00	
Navajo Butane	13	\$6,475.86	
Northern Energy Propane	1	\$533.97	
Norup Gas, Inc.	4	\$1,635.67	
Palmer Oil Co.	2	\$1,395.50	
Peak to Peak Propane	2	\$1,258.00	
Poudre Valley Coop Assn. Inc.	1	\$188.59	
Propane Services Inc	1	\$578.70	
Rocky Mountain Propane	6	\$2,379.90	
Roggen Farmers Elevator	1	\$390.00	
San Isabel Services	20	\$4,186.62	
San Luis Propane	18	\$5,215.93	
Sapp Brothers Petroleum	2	\$468.18	
Sav on Propane	5	\$2,735.89	
Scholl Oil & Transportation Co.	1	\$400.00	
Scott Murray LP Gas	1	\$1,185.93	
Selph's Propane	16	\$5,703.58	
Silverton LP Gas	1	\$100.05	
South Fork Propane Co.	1	\$268.50	
Southeastern Colorado Coop	1	\$841.95	
Spring Valley Gas. Inc.	1	\$459.90	
St. Francis Equity Co-Op	5	\$283.76	
Stratton Equity Coop	3	\$728.92	
Suburban Propane	2	\$778.56	
The Syracuse Cooperative Exchange	1	\$542.50	
True Valu Hardware	1	\$40.71	
V-I Propane	11	\$4,456.36	
Weiss Oil Co.	1	\$50.00	
Western Petroleum	1	\$1,085.15	
Windy's LP Gas	1	\$893.09	
Wylaco Supply Company	1	\$600.00	
Total	692	\$244,335.12	<i>5.15% of total funds spent</i>
Total	12,677	\$4,743,578.48	



County	# of Clients	Amount Spent	% of Total
Adams	535	\$246,795.22	8.91%
Alamosa	125	\$39,663.23	1.43%
Arapahoe	535	\$302,924.63	10.94%
Archuleta	36	\$9,593.42	0.35%
Baca	36	\$7,832.22	0.28%
Bent	57	\$8,526.31	0.31%
Boulder	313	\$106,863.75	3.86%
Broomfield	62	\$28,601.35	1.03%
Chaffee	31	\$6,302.06	0.23%
Cheyenne	4	\$832.53	0.03%
Clear Creek	32	\$8,495.89	0.31%
Conejos	61	\$20,889.72	0.75%
Costilla	45	\$14,457.27	0.52%
Crowley	19	\$6,759.37	0.24%
Custer	5	\$1,868.16	0.07%
Delta	35	\$5,919.24	0.21%
Denver	1,325	\$723,306.57	26.11%
Dolores	19	\$6,320.59	0.23%
Douglas	96	\$26,978.35	0.97%
Eagle	14	\$3,548.76	0.13%
El Paso	434	\$109,564.10	3.96%
Elbert	34	\$7,860.38	0.28%
Fremont	167	\$34,732.57	1.25%
Garfield	86	\$28,383.28	1.02%
Gilpin	2	\$711.97	0.03%
Grand	17	\$5,568.44	0.20%
Gunnison	13	\$3,639.44	0.13%
Hinsdale	1	\$580.16	0.02%
Huerfano	63	\$10,576.28	0.38%
Jackson	15	\$6,452.37	0.23%
Jefferson	643	\$329,511.60	11.90%
Kiowa	1	\$134.81	0.00%
Kit Carson	30	\$5,316.63	0.19%
La Plata	73	\$17,547.04	0.63%
Lake	18	\$6,331.35	0.23%
Larimer	200	\$45,418.78	1.64%
Las Animas	101	\$23,702.89	0.86%
Lincoln	10	\$2,192.48	0.08%
Logan	68	\$22,889.79	0.83%
Mesa	385	\$141,854.46	5.12%
Mineral	2	\$664.00	0.02%
Moffat	79	\$13,964.22	0.50%
Montezuma	80	\$18,835.82	0.68%
Montrose	59	\$8,078.90	0.29%

County	# of Clients	Amount Spent	% of Total
Morgan	83	\$18,492.42	0.67%
Not Selected	4	\$961.78	0.03%
Otero	55	\$13,071.70	0.47%
Ouray	6	\$736.68	0.03%
Park	48	\$16,201.70	0.58%
Phillips	12	\$4,406.28	0.16%
Pitkin	2	\$326.80	0.01%
Prowers	50	\$11,474.91	0.41%
Pueblo	365	\$141,202.29	5.10%
Rio Blanco	26	\$4,656.70	0.17%
Rio Grande	69	\$18,271.59	0.66%
Routt	43	\$9,591.82	0.35%
Saguache	29	\$8,560.21	0.31%
San Juan	3	\$432.94	0.02%
San Miguel	2	\$459.61	0.02%
Sedgwick	21	\$5,200.00	0.19%
Summit	20	\$12,166.96	0.44%
Teller	56	\$11,072.81	0.40%
Washington	31	\$9,081.60	0.33%
Weld	167	\$53,655.91	1.94%
Yuma	39	\$8,896.64	0.32%
Total	7,097	\$2,769,911.75	



Charitable Energy Network Expenditures by Fuel Type

May 1, 2007 - October 31, 2007

100% of Funds Used for Utility Bill Payment Assistance

Energy Outreach Colorado

Utility Vendor	# of Clients	Amount Spent	
Gas/Electric 6 Vendors			
City of Trinidad	56	\$13,198.29	
City of Walsenburg	11	\$1,866.82	
Colorado Springs Utilities	156	\$50,237.71	
Energy Billing Systems, Inc.	6	\$1,583.93	
Southern Ute Utilities	2	\$258.03	
Xcel Energy	4,526	\$2,148,702.96	
Total	4,757	\$2,215,847.74	80.00% of total funds spent
Fuel Oil 4 Vendors			
Cook Oil Company	4	\$1,903.92	
Jones Oil	5	\$1,399.91	
Sterling Oil and Gas	1	\$401.80	
Wright Valley Oil Co.	4	\$1,557.16	
Total	14	\$5,262.79	0.19% of total funds spent
Other 3 Vendors			
Fort Collins-Loveland Water District	1	\$175.77	
Minol	1	\$500.00	
Unknown	8	\$1,420.09	
Total	10	\$2,095.86	0.08% of total funds spent
Natural Gas 7 Vendors			
Atmos Energy	159	\$32,610.77	
Colorado Natural Gas	23	\$5,463.18	
Ferrell Gas	8	\$3,486.47	
SourceGas (formerly Kinder Morgan)	94	\$22,437.24	
Town of Aguilar	4	\$1,097.70	
Town of Ignacio	5	\$751.10	
Town of Rangely	4	\$1,341.02	
Total	297	\$67,187.48	2.43% of total funds spent
Wood 13 Vendors			
Always Chipper	1	\$340.00	
Bob Maijala	1	\$870.00	
Doyle Moon Firewood	1	\$260.00	
Gonzales Firewood	3	\$1,560.00	
H & H Firewood	4	\$1,100.00	
Joe T. Martinez (Fire Wood)	1	\$300.00	
Kerry Troy	1	\$175.00	
Mathiason Maestas	2	\$775.00	

Utility Vendor	# of Clients	Amount Spent	
Routt County Logging (Fire Wood)	1	\$400.00	
The Granby Sawmill	1	\$680.00	
Tom Vigil	3	\$975.00	
WC Construction, Inc. (Fire Wood)	1	\$300.00	
Woodchuck Woods	1	\$175.00	
Total	21	\$7,910.00	<i>0.29% of total funds spent</i>
Electricity	<i>49 Vendors</i>		
Aquila	492	\$143,488.27	
Center Municipal Utilities	22	\$6,481.92	
City of Burlington	11	\$2,229.19	
City of Delta	6	\$789.61	
City of Fort Collins	39	\$4,340.74	
City of Fort Morgan	34	\$3,378.36	
City of Fountain	91	\$18,322.61	
City of Glenwood Springs	8	\$635.16	
City of Gunnison	10	\$1,602.27	
City of Holyoke	3	\$792.00	
City of La Junta	15	\$2,461.41	
City of Lamar	31	\$6,586.53	
City of Longmont	34	\$8,361.45	
City of Loveland	9	\$1,000.59	
City of Wray	3	\$504.55	
City of Yuma	10	\$847.56	
Delta-Montrose Rural Electric Association	59	\$7,080.08	
Empire Electric Association, Inc.	58	\$12,128.34	
Fountain Electric	4	\$592.57	
Grand Valley Power	11	\$2,948.09	
Gunnison County Electric Association	1	\$182.13	
High West Energy	1	\$215.39	
Highline Electric Association	11	\$2,516.46	
Holy Cross Energy	19	\$3,339.74	
Intermountain Rural Electric Association (IREA)	123	\$28,102.45	
KC Electric Association	12	\$1,996.73	
La Plata Electric Association	55	\$9,142.06	
Las Animas Utilities	43	\$5,977.47	
Moon Lake Electric Association, Inc.	2	\$958.52	
Morgan County Rural Electric Association	16	\$3,380.78	
Mountain Parks Electric, Inc.	11	\$3,025.79	
Mountain View Electric Association	97	\$18,941.43	
Oak Creek Electric	4	\$930.74	
Poudre Valley Rural Electric Association	31	\$3,754.28	
San Isabel Electric Association	63	\$10,304.17	
San Luis Valley Rural Electric Coop	13	\$3,556.95	
San Miguel Power Association	5	\$733.69	
Sangre De Cristo Electric Association	15	\$3,558.69	
Southeast Colorado Power Association	19	\$2,820.69	
Springfield Municipal Utilities	16	\$2,167.85	

Utility Vendor	# of Clients	Amount Spent	
Town of Estes Park	14	\$2,394.45	
Town of Granada	1	\$239.50	
Town of Haxtun	2	\$457.00	
Town of Julesburg	7	\$1,808.92	
Town of Walden	11	\$5,373.45	
United Power, Inc.	78	\$17,985.99	
White River Electric Association	20	\$2,383.35	
Yampa Valley Electric Association	68	\$8,367.34	
Y-W Electric Association	21	\$5,475.67	
Total	1,729	\$374,662.98	<i>13.53% of total funds spent</i>

Propane 55 Vendors

AAA Propane	12	\$7,410.62
Affordable Propane	2	\$348.27
All American Propane	1	\$250.00
All Star Gas	15	\$4,063.27
Al's Gas	12	\$3,316.47
Amerigas	46	\$16,764.20
Amerigas - Bayfield	3	\$1,071.14
Anton Cooperative	6	\$3,704.00
Apollo Propane	8	\$1,459.20
Arkansas Valley Coop	1	\$381.17
Bailey Propane	6	\$3,973.13
Basin Propane	7	\$4,897.48
Blue Flame Gas	2	\$395.18
Bob's LP Gas, Inc.	4	\$1,137.36
Bruce's Shamrock Oil Co.	1	\$379.92
Comfurt Gas, Inc.	1	\$248.74
Conejos Propane	9	\$2,513.00
Country Gas	2	\$644.22
Cross Propane Gas	1	\$217.76
Deluca Propane	2	\$621.89
DJ Petroleum	1	\$305.04
EN XX Propane	3	\$679.24
Farmland Coop- Brush	2	\$624.00
Glaser Gas Inc.	10	\$2,170.01
Global Energy	1	\$747.56
Henderson Propane	16	\$4,807.43
High Country Fuel	7	\$3,081.02
High Country Propane	3	\$1,293.25
Home Town Propane	4	\$654.35
Independent Propane Co.	2	\$974.69
Ison Oil	2	\$1,560.67
J C Propane	1	\$197.00
Kuskie Oil	2	\$713.44
La Veta Propane	5	\$1,232.52
Las Animas Oil	2	\$462.28
Ludvik Propane	4	\$1,548.88

Utility Vendor	# of Clients	Amount Spent	
M & M Coop	3	\$924.45	
Mar Gas	2	\$1,035.94	
Mesa Propane	1	\$188.00	
Monte Vista Co-op	8	\$2,064.64	
Navajo Butane	7	\$3,650.17	
Norup Gas, Inc.	2	\$848.25	
Palmer Oil Co.	1	\$608.00	
Rocky Mountain Propane	1	\$505.98	
San Isabel Services	11	\$2,488.06	
San Luis Propane	8	\$2,357.84	
Sapp Brothers Petroleum	1	\$111.98	
Scholl Oil & Transportation Co.	1	\$400.00	
Selph's Propane	7	\$2,425.74	
Silverton LP Gas	1	\$100.05	
Spring Valley Gas. Inc.	1	\$459.90	
Stratton Equity Coop	1	\$350.00	
Suburban Propane	2	\$778.56	
V-I Propane	4	\$1,713.79	
Western Petroleum	1	\$1,085.15	
Total	269	\$96,944.90	<i>3.50% of total funds spent</i>
Total	7,097	\$2,769,911.75	

Energy Outreach Colorado

**Financial Statements
September 30, 2007**

(With Independent Auditor's Report Thereon)

Independent Auditor's Report

Board of Directors Energy Outreach Colorado:

We have audited the accompanying statement of financial position of the Energy Outreach Colorado as of September 30, 2007, and the related statements of activities, functional expenses, and cash flows for the year then ended. These financial statements are the responsibility of Energy Outreach Colorado's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. 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 audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Energy Outreach Colorado as of September 30, 2007, and the changes in its net assets and its cash flows for the year then ended in conformity with U.S. generally accepted accounting principles.

December 13, 2007

Energy Outreach Colorado
Statement of Financial Position
September 30, 2007

Assets:

Cash and cash equivalents	\$ 1,183,203
Contributions receivable (note 2 and 3)	1,800,000
Other receivables	156,121
Investments (note 4)	26,617,253
Furniture and equipment, net (note 1{i})	11,753
Other assets	10,404
	<hr/>
Total assets	\$ <u><u>29,778,734</u></u>

Liabilities:

Accounts payable and accrued expenses	\$ 33,474
Unearned revenue	40,595
	<hr/>
Total liabilities	<u>74,069</u>

Net Assets:

Unrestricted	27,899,104
Temporarily restricted (note 8)	<u>1,805,561</u>
Total net assets	29,704,665
Commitments (notes 7 and 9)	<hr/>
Total liabilities and net assets	\$ <u><u>29,778,734</u></u>

See accompanying notes to financial statements.

Energy Outreach Colorado
Statement of Activities
Year Ended September 30, 2007

	Unrestricted	Temporarily Restricted	Total
Revenue, Gains and Support:			
Public support:			
Customer contributions	\$ 1,623,058	-	1,623,058
Utility and corporate contributions (note 6)	3,060,757	903,406	3,964,163
Unclaimed utility deposits and refunds (note 5)	315,432	-	315,432
Less passed through to LEAP	(187,679)	-	(187,679)
Foundations	144,375	155,510	299,885
State appropriation-HB 1200 (note 3)	-	1,050,000	1,050,000
Other government funding	255,467	-	255,467
Special event	173,069	-	173,069
Less direct benefits to donors	(35,727)	-	(35,727)
In-kind contributions	28,035	-	28,035
Net assets released from restrictions due to satisfaction of time and program requirements	2,157,554	(2,157,554)	-
Total public support	7,534,341	(48,638)	7,485,703
Revenue:			
Interest and investment income, net (note 4)	3,679,029	-	3,679,029
Other income	1,440	-	1,440
Total revenue	3,680,469	-	3,680,469
Total revenue, gains and support	11,214,810	(48,638)	11,166,172
Expenses:			
Program services:			
Low Income Home Energy Assistance	1,097,896	-	1,097,896
EOC Grants program	5,999,010	-	5,999,010
Advocacy programs	280,282	-	280,282
Educational programs	94,951	-	94,951
Other programs	245,571	-	245,571
Total program services	7,717,710	-	7,717,710
Supporting services:			
General and administrative	127,775	-	127,775
Fund raising	462,999	-	462,999
Total supporting services	590,774	-	590,774
Total expenses	8,308,484	-	8,308,484
Change in net assets	2,906,326	(48,638)	2,857,688
Net assets, beginning of year	24,992,778	1,854,199	26,846,977
Net assets, end of year	\$ 27,899,104	1,805,561	29,704,665

See accompanying notes to financial statements.

Energy Outreach Colorado
Statement of Functional Expenses
Year Ended September 30, 2007

	<u>Program Expenses</u>					<u>Supporting Services</u>			
	<u>Low Income Home Energy Assistance Program</u>	<u>EOC Grants Programs</u>	<u>Advocacy Programs</u>	<u>Educational Programs</u>	<u>Other Programs</u>	<u>Total</u>	<u>General & adminis- trative</u>	<u>Fund- raising</u>	<u>Total Expenses</u>
LEAP payments	\$ 963,681	-	-	-	-	963,681	-	-	963,681
Energy assistance payments	-	4,917,637	-	-	-	4,917,637	-	-	4,917,637
Other grants	-	579,158	1,000	29,475	129,852	739,485	-	-	739,485
Salaries and benefits	38,826	195,908	197,274	17,259	62,237	511,504	84,279	117,793	713,576
In-kind expenses	-	-	-	-	-	-	-	28,035	28,035
Professional fees	21	245,057	49,495	22,767	30,032	347,372	18,873	136,625	502,870
Equipment maintenance	1,151	7,032	3,846	907	1,791	14,727	2,850	4,486	22,063
Telephones	89,802	2,411	1,456	236	638	94,543	1,235	1,460	97,238
Building rent & parking	1,598	9,483	5,530	923	2,442	19,976	4,218	5,724	29,918
Printing and publications	244	14,263	3,939	17,633	2,229	38,308	757	131,148	170,213
Office expense	513	8,615	2,129	2,067	1,603	14,927	2,623	64,232	81,782
Meetings and conferences	127	6,447	7,987	995	6,915	22,471	3,399	2,861	28,731
Depreciation	443	2,595	1,533	252	686	5,509	1,173	1,584	8,266
Other expenses	1,490	10,404	6,093	2,437	7,146	27,570	45,336	4,778	77,684
	1,097,896	5,999,010	280,282	94,951	245,571	7,717,710	164,743	498,726	8,381,179
Less investment and special event expenses netted with revenues	-	-	-	-	-	-	(36,968)	(35,727)	(72,695)
Total expenses	\$ 1,097,896	5,999,010	280,282	94,951	245,571	7,717,710	127,775	462,999	8,308,484

See accompanying notes to financial statements.

Energy Outreach Colorado
Statement of Cash Flows
Year Ended September 30, 2007

Cash flows from operating activities:	
Cash received from all contributions	\$ 7,301,547
Interest and dividends received	627,894
Other cash received	42,035
Cash paid to employees, suppliers and service recipients	<u>(8,427,760)</u>
Net cash used by operating activities	<u>(456,284)</u>
Cash flows from investing activities:	
Sale of investments	6,438,619
Purchases of investments	(5,315,015)
Purchases of furniture and equipment	(8,332)
Net cash provided by investing activities	<u>1,115,272</u>
Net increase in cash and cash equivalents	658,988
Cash and cash equivalents at beginning of year	<u>524,215</u>
Cash and cash equivalents at end of year	\$ <u><u>1,183,203</u></u>
Reconciliation of change in net assets to cash used by operating activities:	
Change in net assets	\$ 2,857,688
Adjustments to reconcile change in net assets to cash provided by operating activities:	
Depreciation	8,266
Realized and unrealized gain on investments	(3,088,103)
Change in:	
Contributions and accounts receivable	(156,121)
Other assets	(4,502)
Accounts payable and accrued expenses	3,134
Grants payable	(117,241)
Net cash used by operating activities	\$ <u><u>(456,284)</u></u>

See accompanying notes to financial statements.

Energy Outreach Colorado

Notes to Financial Statements

September 30, 2007

(1) Summary of Significant Accounting Policies

(a) General

Energy Outreach Colorado (Energy Outreach), formerly Colorado Energy Assistance Foundation, was established in 1989 to enable the Colorado Commission on Low Income Energy Assistance (the Commission) to raise funds for the purpose of providing cash payments to low income individuals and families to meet the cost of home energy. A significant portion of the funds are distributed through the Colorado Low Income Home Energy Assistance Program (LEAP). In addition to LEAP, Energy Outreach delivers funds and services through a network of agencies in the State of Colorado. Energy Outreach also provides funds for creative energy efficiency, educational and housing ventures related to conservation of resources.

(b) Basis of Accounting

The accompanying financial statements of Energy Outreach have been prepared on the accrual basis of accounting and, accordingly, reflect all significant receivables, payables, and other liabilities.

(c) Financial Statement Presentation

Financial statement presentation follows the requirements of Statement of Financial Accounting Standards (SFAS) No. 117, *Financial Statements of Not-For-Profit Organizations*. Under SFAS No. 117, Energy Outreach is required to report information regarding its financial position and activities according to three classes of net assets: unrestricted, temporarily restricted, and permanently restricted (there were no permanently restricted net assets at September 30, 2007).

(d) Contributions

Energy Outreach accounts for contributions in accordance with the requirements of the Financial Accounting Standards Board in SFAS No. 116, *Accounting for Contributions Received and Contributions Made*. In accordance with SFAS No. 116, contributions received are recorded as unrestricted, temporarily restricted, or permanently restricted support, depending on the existence or nature of any donor restrictions.

Donor-restricted support is reported as an increase in temporarily or permanently restricted net assets, depending on the nature of the restriction. When a restriction expires (that is, when a stipulated time restriction ends or purpose restriction is accomplished), temporarily restricted net assets are reclassified to unrestricted net assets and reported in the statement of activities as net assets released from restrictions.

Energy Outreach Colorado

Notes to Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(e) Contributions Receivable

Unconditional contributions receivable are recognized as revenues in the period the pledge is received. Contributions receivable are recorded at net realizable value if expected to be collected in one year and at fair value if expected to be collected in more than one year. Conditional contributions receivable are recognized when the conditions on which they depend are substantially met.

Energy Outreach uses the allowance method to determine uncollectible contributions receivable. The allowance is based on prior years' experience and management's analysis of specific promises made. At September 30, 2007, Energy Outreach had no allowance for uncollectible contributions receivable.

(f) Cash and Cash Equivalents

Energy Outreach considers all unrestricted highly liquid investments with an initial maturity of three months or less, and which are not held by investment managers as a part of an investment portfolio, to be cash equivalents.

(g) Investments

Investments in marketable securities with readily determinable fair values and all investments in debt securities are stated at their fair values in the statement of financial position. Net unrealized gains and losses are included in the change in net assets in the statement of activities. The market values for alternative investments represent the Energy Outreach's pro-rata interest in the net assets of each investment and are based on financial information determined and reported by investment managers or on the basis of other information evaluated periodically by the Energy Outreach. Alternative investments are generally illiquid and may be valued differently should readily available markets exist for such investments. Because of inherent uncertainties of the valuation of alternative investments, the recorded market values of such investments may differ significantly from values that would have been used had a ready market existed.

In 2007, Energy Outreach adopted a policy permitting it to provide additional funding for its on-going programs using a portion of the corpus of its investments. The amount of the additional funding available under that policy would be based on the Yale-Stanford model, which considers both inflation and the value of the investments.

Energy Outreach Colorado

Notes to Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(h) Concentrations of Credit Risk

Financial instruments that potentially subject Energy Outreach to concentrations of credit risk consist principally of investment securities. Energy Outreach places its cash and temporary investments with creditworthy, high quality institutions. A significant portion of the funds are not insured by the FDIC or related institutions. Energy Outreach's investments in fixed income and equity securities are managed by investment advisors who are engaged by the Directors. These investments are subject to the risk of fluctuations in market value but, in the opinion of the Directors, the risk is appropriate in view of the amount and term of the investment funds.

(i) Furniture, Equipment and Leasehold Improvements

Furniture, equipment and leasehold improvements are recorded at cost and depreciated using the straight-line method over the estimated useful lives of the assets, which are generally 3-5 years. Cost of furniture and equipment at September 30, 2007 was \$88,580. Cost of leasehold improvements amounted to \$54,464. Accumulated depreciation on furniture, equipment and leasehold improvements was \$131,291.

(j) Income Taxes

Energy Outreach is exempt from federal income taxes on its exempt function income under the provisions of Section 501(c)(3) of the Internal Revenue Code, and qualifies for the charitable contribution deduction. However, income from activities not directly related to the Energy Outreach's tax-exempt purpose is subject to taxation as unrelated business income. During fiscal year 2007, Energy Outreach incurred federal and state income tax expense totaling \$4,864 related to investment income.

(k) Functional Allocation of Expenses

The costs of providing the various programs and other activities have been summarized on a functional basis in the statement of functional expenses. Accordingly, certain costs have been allocated among the programs and supporting services benefited.

(l) Donated Goods and Services

Donated materials and services which meet the criteria for recognition under SFAS 116, *Accounting for Contributions Received and Contributions Made*, are reflected as contributions in the accompanying statements at their estimated values at date of receipt. The amounts are recorded as both revenue and expense in the statement of activities.

Energy Outreach Colorado

Notes to Financial Statements, Continued

(1) Summary of Significant Accounting Policies, Continued

(m) Allocation of Joint Costs

During the year ended September 30, 2007, Energy Outreach incurred joint costs of \$43,264 for informational materials that included fundraising appeals. Of these costs, \$20,767 was allocated to program and \$22,497 to fundraising expense.

(n) Use of Estimates

The preparation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

(2) Public Utilities Commission Decisions

Merger Agreement

In conjunction with the merger of New Century Energies and Northern States Power to form XCEL Energy, the Public Utilities Commission approved an agreement whereby:

- (a) Xcel will contribute \$500,000 to Energy Outreach within 30 days of the merger and an additional \$500,000 on the first anniversary of the merger.
- (b) Xcel will contribute \$750,000 per year beginning January 31, 2005 with the final payment on January 31, 2009, provided that each contribution will be made only if Energy Outreach spends at least 90% of the prior year contribution to assist Xcel customers.

Energy Outreach recorded the first two payments totaling \$1,000,000 as revenue and contributions receivable at September 30, 2000. Payments of \$750,000 were receivable at September 30, 2006 and 2005, and were received in January 2007 and 2006, respectively. Because 90% of the contribution received in January 2007 has been used to assist Xcel customers at September 30, 2007, the \$750,000 payment due on January 31, 2008 has been recorded as a contribution receivable. The remaining payment has not been recorded as revenue or a receivable since there are conditions which must be satisfied before Xcel is required to make the payment.

Energy Outreach Colorado

Notes to Financial Statements, Continued

(3) State Appropriation

In February, 2006, the State of Colorado appropriated \$3,000,000 for the state fiscal year ended June 30, 2006 from the Severance Tax Trust Fund to the Office of the Governor to be distributed to Energy Outreach Colorado for utility assistance during months when LEAP is not accepting applications for the low income energy assistance program (May 1 through Oct. 31). This was received and restrictions released in the year ended September 30, 2006. In addition, the State also appropriated \$1,050,000 for the state fiscal year ended June 30, 2007, which was included in contributions receivable at September 30, 2006. A similar appropriation of \$1,050,000 was made for the state fiscal year ending June 30, 2008, which is included in contributions receivable at September 30, 2007.

Depending on the operational surplus for the state fiscal year ending June 30, 2008, funding of \$1,050,000 may be appropriated for the state fiscal year ending June 30, 2009. Because this appropriation is conditioned on future state budgets, no receivable has been recorded.

(4) Investment Securities

Investments are stated in the financial statements at fair value. Unrealized gains and losses are reported as increases or decreases in unrestricted net assets because the gains and losses are unrestricted. At September 30, 2007, investments consisted of the following:

Equity funds	\$ 18,611,944
Fixed income funds	4,968,145
Index funds	1,120,518
Investment in limited partnership	1,496,124
Money market fund	<u>420,522</u>
	\$ <u>26,617,253</u>

Energy Outreach's investment in limited partnerships consists of managed investment funds. Market values are estimated by the management of the limited partnership and are allocated to calculate Energy Outreach's pro rata interest in the net assets of the entity. The partnership is audited by other independent accountants each year, but is not audited as of Energy Outreach's September 30 fiscal year-end. The September 30, 2007 unaudited market value of Energy Outreach's investment in the partnership has been estimated by its management to be \$1,496,124.

Investment income is summarized as follows:

Investment interest and dividend income	\$ 627,894
Realized and unrealized gains and losses on investments	<u>3,088,103</u>
	3,715,997
Less investment expenses	<u>(36,968)</u>
	\$ <u>3,679,029</u>

Energy Outreach Colorado

Notes to Financial Statements, Continued

(5) Unclaimed Utility Deposits and Refunds

Unclaimed utility deposits represent revenue that is available to Energy Outreach as a result of the enactment by the Colorado Legislature in 1990 of a bill which requires utilities to remit to Energy Outreach unclaimed customer and security deposits two or more years old. In addition, the Colorado Legislature passed a bill in 1992, whereby the PUC can order up to 90% of undistributed overcharge refunds to be made available to Energy Outreach on a case-by-case basis. During fiscal year 2007, Energy Outreach received \$187,679 from unclaimed deposits and refunds. Under the Colorado Revised Statutes, any unclaimed deposits and refunds received by Energy Outreach must be forwarded to LEAP, and as such are not included in total revenues of Energy Outreach.

Energy Outreach also received unclaimed LEAP payments of \$127,753 refunded to Energy Outreach by various utility companies.

(6) Significant Contributions

During the year ended September 30, 2007, Xcel contributed \$1,000,435 to Energy Outreach to match customer donations to Energy Outreach. In addition, Xcel made additional contributions of \$1,439,128, a payment of \$750,000 related to the merger (note 2), and remitted \$116,830 representing unclaimed LEAP payments to Energy Outreach. Xcel customers contributed \$1,410,234 to Energy Outreach during the year ended September 30, 2007.

(7) Employee Retirement Plan

Energy Outreach has a retirement plan for employees that requires Energy Outreach to contribute 8% of an employee's salary to the plan. The contributions are vested over a two-year period. Energy Outreach's contributions to the plan were \$47,220 in 2007. In addition, full time employees may contribute to a tax deferred annuity plan after they have been employed by Energy Outreach for 90 days.

(8) Restrictions on Net Assets

Temporarily restricted net assets at September 30, 2007 consist of \$5,561 of unexpended funds related to restricted grants, and \$1,800,000 in contributions receivable. Net assets released from restrictions during 2007 consisted of expenditures totaling \$2,157,554 related to restricted grants and contributions.

(9) Commitment

Energy Outreach is obligated under an operating lease for rental of office space through June 30, 2010. Rent expense was \$29,918 in 2007. Rental commitments remaining under this lease for future years are:

2008	\$ 27,888
2009	27,888
2010	<u>20,916</u>
	\$ <u>76,692</u>