



State of Colorado

Department of Local Affairs
Office of the Executive Director

Governor John W. Hickenlooper
Patrick Coyle, Interim Executive Director

Department of Local Affairs
State of Colorado
1313 Sherman Street, #500
Denver, CO 80203

January 31, 2011

The Honorable Brandon C. Shaffer
President of the Senate

The Honorable Frank McNulty
Speaker of the House

Members of the First Regular Session of the Sixty-eighth General Assembly:

Pursuant to section 24-32-1707(9) CRS, the Department of Local Affairs is filing its annual report on the distribution and use of the Private Activity Bond (PAB) allocations in 2010. Attached is a list of the allocations to state authorities, local governments, and awards from the Statewide Balance.

The Private Activity Bond Program results from a per-capita cap imposed by the Internal Revenue Code on the amount of federal tax-exempt private activity bonds that may be issued in any year within each state. The bond proceeds can be used for: single family mortgages, multi-family rentals, mortgage credit certificates, student loans, small manufacturing facilities, non-governmentally owned solid waste disposal facilities, qualified redevelopment bonds, and certain hazardous waste facilities. Colorado's 2010 Private Activity Bond allocation totaled \$452,227,320.

Colorado's Private Activity Bond Allocation program is authorized by 24-32-1701, et seq., CRS, to provide for the allocation of the state's volume cap and to ensure that issuance of private activity bonds does not exceed the amount authorized by the IRS.

If there are any questions regarding this report or the PAB program, please call me at (303) 866-4977.

Sincerely,

Patrick Coyle
Interim Executive Director

Summary of 2010 PAB Allocations to Statewide Authorities

In accordance with 24-32-1705 CRS, fifty percent of the state ceiling shall be initially allocated to state issuing authorities. The following are the 2010 initial, direct allocations for statewide authorities:

Statewide Authority	Allocation
Colorado Housing and Finance Authority (CHFA)	\$132,000,000
CollegeInvest	\$90,000,000
Colorado Agriculture Development Authority (CADA)	\$4,113,660
TOTAL:	\$226,113,660

Summary of 2010 PAB Allocations to Designated Local Issuing Authorities

As defined by 24-32-1703 CRS, "Designated local issuing authorities" means any city, town, or county which has a population which results in the local issuing authority having an allocation of the state ceiling in excess of \$1 million. The following are the initial, direct 2010 allocations for designated local issuing authorities:

Local Issuers	Population	PAB Cap	Local Issuers	Population	PAB Cap
Denver	611,509	\$27,517,905	Grand Junction	55,189	\$2,483,505
Colorado Springs	400,411	\$18,018,495	Broomfield	54,796	\$2,465,820
Aurora	321,949	\$14,487,705	Eagle County	54,044	\$2,431,980
Jefferson County	214,265	\$9,641,925	La Plata County	50,735	\$2,283,075
Douglas County	193,724	\$8,717,580	Pueblo County	50,624	\$2,278,080
El Paso County	173,789	\$7,820,505	Fremont County	48,034	\$2,161,530
Weld County	157,232	\$7,075,440	Castle Rock	45,983	\$2,069,235
Lakewood	144,382	\$6,497,190	Parker	44,154	\$1,986,930
Fort Collins	136,427	\$6,139,215	Montrose County	41,302	\$1,858,590
Thornton	115,619	\$5,202,855	Littleton	40,725	\$1,832,625
Arapahoe County	110,809	\$4,986,405	Commerce City	39,249	\$1,766,205
Westminster	109,321	\$4,919,445	Northglenn	36,457	\$1,640,565
Arvada	107,702	\$4,846,590	Englewood	32,591	\$1,466,595
Pueblo (city)	106,765	\$4,804,425	Brighton	32,451	\$1,460,295
Centennial	101,539	\$4,569,255	Wheat Ridge	31,650	\$1,424,250
Adams County	101,464	\$4,565,880	Delta County	31,600	\$1,422,000
Boulder (City)	100,418	\$4,518,810	Summit County	29,143	\$1,311,435
Greeley	93,698	\$4,216,410	Morgan County	28,594	\$1,286,730
Larimer County	91,686	\$4,125,870	Montezuma County	25,713	\$1,157,085
Mesa County	89,251	\$4,016,295	Lafayette	25,258	\$1,136,610
Boulder County	86,993	\$3,914,685	Routt County	23,738	\$1,068,210
Longmont	86,047	\$3,872,115	Elbert County	23,296	\$1,048,320
Loveland	65,824	\$2,962,080	Fountain	23,049	\$1,037,205
Garfield County	57,050	\$2,567,250	Teller County	22,765	\$1,024,425
		Total Local Issuers:	\$210,105,630		

Summary of 2010 PAB Allocations Awarded from the Statewide Balance

As defined by 24-32-1703 CRS, "Statewide Balance" (SWB) means the portion of the state ceiling that remains after initial, direct allocations are made to the statewide issuing authorities and the local issuing authorities, plus or minus any relinquishment to or allocations from the statewide balance. As of September 15th of each year, if any portion of a direct allocation to a statewide authority or local government is not used (1) to issue bonds, (2) for a carryforward purpose or (3) a mortgage credit certificate election, the remaining allocation reverts to the Statewide Balance.

The following charts account for the PAB authority that the Department of Local Affairs allocated to projects and programs in 2010:

Statewide Balance Sources	Amount
Initial Allocation to SWB	\$16,008,030
Relinquished to SWB	\$128,508,251
TOTAL AVAILABLE:	\$144,516,281

STATEWIDE BALANCE USES			
Project Name	Project Type	Local Issuer	Amount
Colorado Springs Utilities Front Range Power	Exempt Facility	City of Colorado Springs	\$60,000,000
Denver Housing Programs	Housing Bonds	City & County of Denver	\$30,000,000
El Paso Housing Programs	Housing Bonds	El Paso County	\$25,000,000
TOTAL ALLOCATIONS:			\$115,000,000

Private Activity Bond Allocations Committee

The Private Activity Bond Allocations Committee is established by CRS 24-32-1707 to advise the Executive Director of the Department of Local Affairs on statewide priorities for the allocation of the Statewide Balance. Included in this is the duty to review and advise the Executive Director on specific allocation proposals. The Committee is chaired by the Executive Director (as a non-voting member) and includes eight members appointed by the Governor. Four members represent units of governments, one of whom must be from the western slope; three members are citizens residing in Colorado, one of whom must be from the western slope. One member represents statewide authorities. All members are appointed to three-year terms except the chairperson and the statewide authority member, appointed annually. At the Committee's last meeting of the year, on November 5, 2010, the members were as follows:

	<u>APPOINTED</u>	<u>EXPIRES</u>
William L. Long, Las Animas (D) rep. municipal or county official	10-7-10	07-1-12
Manuel Esquibel, Brighton (D) rep. municipal or county official	12-12-08	07-1-13
Matthias M. Edrich, Denver (D) rep. citizen at large	10-7-10	07-1-12
Katherine M. Portner, Grand Junction (D) rep. municipal or county official & west of the divide	02-19-08	07-1-13
Priscilla "Pete" Fraser, Trinidad (R) rep. municipal or county official	02-19-08	07-1-13
Joseph C. Prinster, Jr., Boulder (R) rep. citizen at large	10-7-10	07-1-12
Vacant rep. citizen at large & west of the divide	X	X
Samuel G. Betters, Loveland (D) rep. state issuing authority	02-19-08	POG
Susan Kirkpatrick, Fort Collins (D) Executive Director of DOLA	08-22-06	POG
