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STATE OF COLORADO  
DEPARTMENT OF THE TREASURY

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GAIL S. SCHOETTLER  
STATE TREASURER



GREGORY DIAMOND  
DEPUTY TREASURER

January 15, 1992

Dear Governor Romer:

I respectfully submit my Annual Report for your review. It describes the financial condition of the Colorado State Treasury for the fiscal year ending June 30, 1991 (FY 91).

The Department of the Treasury continues to help meet the economic needs of Colorado's citizens and businesses through prudent investment practices and sound cash management strategies. We are pleased to announce an overall rate of return on pooled investments of 8.6% in FY 91.

As the State's cash manager, the Department acts as a resource for implementation and improvement of cash management practices and is further guiding implementation of the Federal Cash Management Improvement Act.

In FY 91, the Treasurer's Office continued to act as principal in the ongoing implementation of the State's new accounting system (COFRS). The Treasury continues to automate internally and an upgrade of the investment monitoring system is planned for FY 92.

In the Unclaimed Property program, we have expanded our activities to include insurance companies in addition to the financial institutions already under our purview. As of June 30, 1991, the program had returned \$26 million to Colorado citizens and \$15 million had been made available for General Fund purposes. Treasury employees processed over 52,000 inquiries during FY 91 and information on 140,000 unclaimed bank accounts or safe deposit boxes is currently on file with our office. The program continues to benefit Colorado through the return of money and assets to their rightful owners.

The Department of Treasury's FY 91 accomplishments as highlighted not only reflect the resolve of this office, but the talents of a professional staff committed to serving Colorado and its citizens.

Sincerely,

Gail Schoettler  
State Treasurer

## POOLED ACCOUNTS AND INVESTMENTS

The Treasury maintains a cash and investment pool that is available for use by all funds and agencies within the state.

### Deposits

At year end, the book balance of the Treasury Operating account was \$28,189,000 and the bank balance was \$15,622,000. The full balance is collateralized in compliance with the Public Deposit Protection Act.

Certificates of deposit at banks and savings and loans throughout the state totaled \$68,000,000. The amounts not covered by federal insurance are always fully collateralized.

### Investments

The State Treasurer is allowed by statute to invest state funds in certain low risk investment instruments. These investments are all insured or registered or the securities are held by the Treasury or its agent in the state's name.

	In Thousands	
	Carrying Amount	Market Value
U.S. Government Securities	\$303,143	\$308,226
Federal Agency Obligations	199,295	201,486
Bankers' Acceptances	57,395	58,185
Commercial Paper	131,184	132,769
Corporate Bonds	26,688	27,070
Municipal Bonds	1,460	1,460
SBA Notes	12,802	13,000
Mortgages	76,710	77,297
Asset-Backed Securities	130,355	131,401
Repurchase Agreements	5,057	5,057
Reverse Repurchase Agreements	(15,943)	(15,943)
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Total Investments	\$928,146	\$940,008

Of these investments the following are part of the Public School Income Fund:

	In Thousands	
	Carrying Amount	Market Value
U.S. Government Securities	\$ 8,062	\$ 9,417
Federal Agency Obligations	41,347	42,201
Commercial Paper	1,957	2,000
Corporate Bonds	1,998	1,995
Municipal Bonds	1,460	1,460
SBA Notes	12,802	13,000
Mortgages	76,710	77,297
Asset-Backed Securities	57,588	58,533
Reverse Repurchase Agreements	(6,000)	(6,000)
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Total Investments	\$195,924	\$199,903

The total interest earned on the state investment pool was \$61.5 million.

Distribution of investment pool earnings was as follows:

General Fund	\$ 3,000,000
State agency accounts per statute	58,500,000
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Total interest earnings	\$61,500,000

The Public School Fund earned interest of \$17.6 million.

#### NOTE ISSUANCE

The state did not issue General Fund Tax and Revenue Anticipation Notes in FY 90-91.

#### SAFEKEEPING

Surety bonds, performance bonds and other surety agreements totaling \$443 million are held in the Treasury for various state agencies and are not included in these financial statements.

#### OTHER DISTRIBUTIONS

During fiscal year 1991 the Treasury paid the property taxes for 479 elderly citizens. The amount paid was \$538,000.

Highway Users Tax Fund distributions for the year were:

o State Highway Department	\$243,718,000
o Other State Agencies	73,551,000
o Colorado Cities and Towns	55,243,000
o Colorado Counties	87,853,000

Federal Mineral Lease distributions were as follows:

o Colorado Department of Education	\$29,228,000
o Colorado Water Conservation	5,378,000
o Colorado Mineral Impact Fund	11,565,000
o Colorado Counties	4,246,000
o Colorado School Districts	1,886,000
o Colorado Cities and Towns	1,461,000