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STATE OF COLORADO
DEPARTMENT OF THE TREASURY

GAIL S. SCHOETTLER
STATE TREASURER



GREGORY DIAMOND
DEPUTY TREASURER

January 27, 1994

Dear Governor Romer,

I respectfully submit to you my Annual Report representing the financial condition of the Colorado State Treasury for the fiscal year ending June 30, 1993.

The Department of Treasury continues to help meet the economic needs of Colorado's citizens and businesses through prudent investment practices and wise cash management strategies. We are pleased to announce, in a low interest rate environment, an overall rate of return on pooled investments of 4.6% in FY 93.

The Unclaimed Property program continues to benefit the citizens of Colorado. The law allows for a portion of the collections from insurance companies to be designated annually to recompense the industrial bank depositors until they are completely paid. As of June 30, 1993, a total of \$4.95 million has been returned to these account holders. Additionally, further expansion of the law to include business associations in FY 94 will help to finance Colorado's Uninsurable Health Insurance Plan.

Treasury's Unclaimed Property employees processed nearly 61,000 inquiries concerning unclaimed property in FY 93 and over 250,000 bank accounts and safety deposit boxes are currently on file in our office. To date, the program has transferred nearly \$26 million to the General Fund for investment and appropriation.

As the State's cash manager, Treasury continues to act as a resource for implementation and improvement of cash management procedures and practices statewide. Treasury's automated investment monitoring system allows us to manage the State's cash with greater precision.

The Department of Treasury's FY 93 accomplishments as highlighted reflect not only the intent of the office, but also the talents of a professional staff fully committed to public service to Colorado and its citizens.

Sincerely,

Gail Schoettler
Gail Schoettler

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 \$5,175,737 and the bank balance was \$8,498,732. 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 \$25,500,000. 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 either 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 | \$616,456 | \$622,038 |
| Federal Agency Obligations | 56,596 | 63,499 |
| Bankers' Acceptances | 44,625 | 44,630 |
| Commercial Paper | 99,546 | 99,551 |
| Corporate Bonds | 59,255 | 59,878 |
| Municipal Bonds | 315 | 315 |
| SBA Notes | 5,229 | 5,593 |
| Mortgages | 179,818 | 179,268 |
| Asset-Backed Securities | 277,191 | 280,627 |
| Repurchase Agreements | 172,626 | 172,626 |
| Reverse Repurchase Agreements | (7,626) | (7,626) |
| | ----- | ----- |
| Total Investments | \$1,504,031 | \$1,520,399 |

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

| | In Thousands | |
|-------------------------------|--------------------|-----------------|
| | Carrying Amount | Market Value |
| U.S. Government Securities | \$ 32,378 | \$ 35,704 |
| Federal Agency Obligations | 29,000 | 35,894 |
| Corporate Bonds | 9,000 | 9,442 |
| Municipal Bonds | 315 | 315 |
| SBA Notes | 5,229 | 5,593 |
| Mortgages | 89,105 | 85,951 |
| Asset-Backed Securities | 51,189 | 53,800 |
| Repurchase Agreements | 7,626 | 7,626 |
| Reverse Repurchase Agreements | (7,626) | (7,626) |
| | ----- | ----- |
| Total Investments | \$209,730 | \$224,107 |

The total interest earned on the state investment pool was \$49.2 million.

Distribution of investment pool earnings was as follows:

| | |
|-----------------------------------|--------------|
| General Fund | \$ 8,000,000 |
| State agency accounts per statute | 36,000,000 |
| Payment of Note Interest | 5,200,000 |
| | ----- |
| Total interest earnings | \$49,200,000 |

The Public School Fund earned interest of \$17.0 million.

NOTE ISSUANCE

During FY 93, Treasury issued \$250 million in short-term tax anticipation notes for the purpose of funding loans to school districts. These loans were for the cashflow needs of the school districts due to changes in equalization payments. As the loans are required to be non-interest bearing by statute, interest costs of the notes were paid from investment earnings.

SAFEKEEPING

Surety bonds, performance bonds and other surety agreements totaling \$535 million are held in the Treasury for various state agencies and are not included in these financial statements.

OTHER DISTRIBUTIONS

In FY 93, Treasury paid property taxes amounting to \$546,689 for 466 citizens through the Elderly Property Tax program.

Highway Users Tax Fund distributions for the year were:

| | |
|-----------------------------------|---------------|
| o State Transportation Department | \$283,219,000 |
| o Other State Agencies | 76,694,000 |
| o Colorado Cities and Towns | 60,589,000 |
| o Colorado Counties | 95,613,000 |

Federal Mineral Lease distributions were as follows:

| | |
|------------------------------------|--------------|
| o Colorado Department of Education | \$20,330,000 |
| o Colorado Water Conservation | 3,784,000 |
| o Colorado Mineral Impact Fund | 8,136,000 |
| o Colorado Counties | 3,279,000 |
| o Colorado School Districts | 1,443,000 |
| o Colorado Cities and Towns | 1,052,000 |

**COLORADO STATE TREASURY
STATEMENT OF FINANCIAL CONDITION**

06/30/93

| ACCOUNT TITLE | BALANCE |
|-----------------------------------|------------------|
| CASH ITEMS | 11,274.48 |
| UNITED BANK INVESTMENT ACCOUNT | 1,187.32 |
| UNITED BANK UNEMPLOYMENT CLEARING | 100,697.65 |
| UNITED BANK UNEMPLOYMENT BENEFITS | 1,157,948.65 |
| UNITED BANK OPERATING ACCOUNT | (18,103,189.15) |
| INVESTMENTS | 1,325,494,256.53 |
| REPURCHASE AGREEMENTS | 165,000,000.00 |
| REVERSE REPURCHASE AGREEMENTS | 0.00 |
| AGENCY CMO'S | 96,944,966.42 |
| COMMERCIAL PAPER | 98,561,165.65 |
| US TREASURY NOTES | 368,275,378.13 |
| ACCRUED INTEREST PURCHASED | 1,834,212.01 |
| BANKERS ACCEPTANCE | 44,256,879.97 |
| US TREASURY BILLS | 215,842,804.14 |
| FEDERAL AGENCIES | 27,653,906.25 |
| ASSET-BACKED SECURITIES | 231,024,828.96 |
| MUNICIPALS | 0.00 |
| BANK NOTES | 5,000,000.00 |
| CORPORATES | 45,600,115.00 |
| CERTIFICATES OF DEPOSIT | 25,500,000.00 |
| | |
| UNAMORTIZED PREMIUM OR DISCOUNT | (5,115,028.22) |
| | |
| TOTAL ASSETS | 1,303,547,147.26 |

COLORADO STATE TREASURERS OFFICE
 COUNTY INVENTORY REPORT
 06/30/93

| COUNTY----- | INSTITUTION-----> | AMOUNT | PERCENT |
|--------------------|--------------------------------|--------------|---------|
| | VALLEY BANK, NA - BRIGHTON | 300,000.00 | |
| | BESTBANK THORNTON | 300,000.00 | |
| ADAMS COUNTY | TOTAL: | 600,000.00 | 1.765% |
| | CHARTER BANK & TRUST-ENGLEWOOD | 300,000.00 | |
| | VECTRA BK OF DENVER-ENGLEWOOD | 500,000.00 | |
| | PROFESSIONAL BANK-GLENDALE | 1,900,000.00 | |
| ARAPAHOE COUNTY | TOTAL: | 2,700,000.00 | 7.941% |
| | FIRST NB-LAS ANIMAS | 500,000.00 | |
| BENT COUNTY | TOTAL: | 500,000.00 | 1.471% |
| | BANK OF LOUISVILLE | 500,000.00 | |
| | PEAK NATIONAL BANK-NEDERLAND | 400,000.00 | |
| BOULDER COUNTY | TOTAL: | 1,000,000.00 | 2.941% |
| | CLEAR CREEK NB-GEORGETOWN | 200,000.00 | |
| CLEAR CREEK COUNTY | TOTAL: | 200,000.00 | .538% |
| | BANK OF DENVER-DENVER | 3,700,000.00 | |
| | BANK OF CHERRY CREEK NA DENVER | 300,000.00 | |
| | COLONIAL NB-DENVER | 800,000.00 | |
| | FRONTIER BANK-DENVER | 200,000.00 | |
| | GUARANTY BANK & TRUST CO.-DEN. | 1,000,000.00 | |
| | VECTRA BANK-DENVER | 1,100,000.00 | |
| | SOUTHWEST STATE BANK-DENVER | 500,000.00 | |
| | TRI-STATE BANK-DENVER | 200,000.00 | |
| | COLORADO SAV. BANK, A.F.S.B. | 300,000.00 | |
| DENVER COUNTY | TOTAL: | 8,100,000.00 | 23.824% |
| | ALPINE BANK-EAGLE | 500,000.00 | |
| | VAIL NB-VAIL | 1,300,000.00 | |
| EAGLE COUNTY | TOTAL: | 1,800,000.00 | 5.294% |
| | CHEYENNE MOUNTAIN BK-COLO SPGS | 200,000.00 | |

COLORADO STATE TREASURERS OFFICE
COUNTY INVENTORY REPORT
06/30/93

| COUNTY-----> | INSTITUTION-----> | AMOUNT | PERCENT |
|-------------------|------------------------------|--------------|---------|
| EL PASO COUNTY | TOTAL: | 200,000.00 | .588% |
| | ALPINE BANK-CARBONDALE | 1,000,000.00 | |
| | ALPINE B&T-GLENWOOD SPRINGS | 900,000.00 | |
| GARFIELD COUNTY | TOTAL: | 1,900,000.00 | 5.588% |
| | GUNNISON SAV & LOAN-GUNNISON | 700,000.00 | |
| GUNNISON COUNTY | TOTAL: | 700,000.00 | 2.059% |
| | FIRST NB-LAKE CITY | 300,000.00 | |
| HINSDALE COUNTY | TOTAL: | 300,000.00 | .882% |
| | FIRST NB-FLAGLER | 2,700,000.00 | |
| KIT CARSON COUNTY | TOTAL: | 2,700,000.00 | 7.941% |
| | ESTES PARK BANK | 400,000.00 | |
| | HOME FSB-Ft COLLINS | 500,000.00 | |
| LARIMER COUNTY | TOTAL: | 900,000.00 | 2.647% |
| | ALPINE BANK-CLIFTON | 300,000.00 | |
| | MESA NB GRAND JUNCTION | 1,500,000.00 | |
| MESA COUNTY | TOTAL: | 1,800,000.00 | 5.294% |
| | FIRST MOUNTAIN SB-MONTROSE | 200,000.00 | |
| MONTROSE COUNTY | TOTAL: | 200,000.00 | .588% |
| | FIRST STATE BANK-WIGGINS | 100,000.00 | |
| MORGAN COUNTY | TOTAL: | 100,000.00 | .294% |
| | ALPINE BANK-ASPEN | 500,000.00 | |
| | ALPINE BANK-SNOWMASS VILLAGE | 500,000.00 | |
| PITKIN COUNTY | TOTAL: | 1,100,000.00 | 3.235% |
| | STATE BANK OF WILEY | 600,000.00 | |

COLORADO STATE TREASURERS OFFICE
 COUNTY INVENTORY REPORT
 06/30/93

| COUNTY-----> | INSTITUTION-----> | AMOUNT | PERCENT |
|-------------------|--------------------------------|---------------|---------|
| PROWERS COUNTY | TOTAL: | 600,000.00 | 1.765% |
| | COLO CNTY 1ST ST BK STM81 SP6S | 500,000.00 | |
| ROUTT COUNTY | TOTAL: | 500,000.00 | 1.471% |
| | THE BANK OF NORWOOD-NORWOOD | 500,000.00 | |
| | FIRST NATIONAL - TELLURIDE | 300,000.00 | |
| SAN MIGUEL COUNTY | TOTAL: | 800,000.00 | 2.353% |
| | BANK OF GREELEY | 300,000.00 | |
| | UNION COLONY BANK-GREELEY | 300,000.00 | |
| | KERSEY STATE BANK-KERSEY | 700,000.00 | |
| | PLATTEVILLE SB-PLATTEVILLE | 200,000.00 | |
| | FIRST SECURITY BANK - WINDSOR | 400,000.00 | |
| | FIRST NORTHERN S&L-GREELEY | 700,000.00 | |
| WELD COUNTY | TOTAL: | 2,600,000.00 | 7.647% |
| | KIRK STATE BANK-KIRK | 300,000.00 | |
| | FIRST PIONEER NB-WRAY | 3,900,000.00 | |
| | FIRST NB-YUMA | 500,000.00 | |
| YUMA COUNTY | TOTAL: | 4,700,000.00 | 13.824% |
| | TOTAL DEPOSITS: | 34,000,000.00 | |

| INSURED VS UNINSURED DEPOSITS | | | State Time | | | |
|-----------------------------------|---|------------------|------------|---------|-----------|---------|
| DATE: JUNE 30 1993 | | | Deposits | Insured | Uninsured | % |
| No. of Counties with Deposits: 22 | | | (CD's) | Amount | Amount | Insured |
| ID #: | NAME | CITY | \$000 | (\$000) | (\$000) | |
| | | | | | 0 | 0 |
| 158 | Valley Bank, NA-Brighton | Brighton | 300 | 300 | 0 | 100 |
| 217 | Cheyenne Mountain Bank-Colo Spgs | Colorado Spgs | 200 | 200 | 0 | 100 |
| 305 | Bank of Denver | Denver | 3,700 | 300 | 3,400 | 8 |
| 330 | Bank of Cherry Creek NA-Denver | Denver | 300 | 100 | 200 | 33 |
| 335 | Colonial NB-Denver | Denver | 800 | 300 | 500 | 38 |
| 425 | Frontier Bank of Denver | Denver | 200 | 200 | 0 | 100 |
| 430 | Guaranty Bank & Trust Co.-Denver | Denver | 1,000 | 300 | 700 | 30 |
| 433 | Vectra Bank | Denver | 1,100 | 300 | 800 | 27 |
| 485 | Southwest State Bank-Denver | Denver | 500 | 300 | 200 | 60 |
| 486 | Tri-State Bank-Denver | Denver | 200 | 200 | 0 | 100 |
| 550 | Charter Bank & Trust-Englewood | Englewood | 300 | 300 | 0 | 100 |
| 563 | Vectra Bank of Denver-Englewood* | Englewood | 500 | 200 | 300 | 40 |
| 585 | Estes Park Bank | Estes Park | 400 | 300 | 100 | 75 |
| 685 | Clear Creek National-Georgetown | Georgetown | 200 | 200 | 0 | 100 |
| 687 | Professional Bank-Glendale | Glendale | 1,900 | 300 | 1,600 | 16 |
| 710 | Bank of Greeley | Greeley | 300 | 300 | 0 | 100 |
| 735 | Union Colony Bank-Greeley | Greeley | 300 | 300 | 0 | 100 |
| 765 | Kersey State Bank | Kersey | 700 | 300 | 400 | 43 |
| 928 | Bank of Louisville | Louisville | 600 | 100 | 500 | 17 |
| 973 | Peak National Bank | Nederland | 400 | 300 | 100 | 75 |
| 995 | Platteville State Bank | Platteville | 200 | 200 | 0 | 100 |
| 1008 | BestBank-Thornton | Thornton | 300 | 300 | 0 | 100 |
| 1055 | First Security Bank-Windsor | Windsor | 400 | 300 | 100 | 75 |
| 2003 | Alpine Bank - Aspen | Aspen | 500 | 300 | 200 | 60 |
| 2070 | Alpine Bank-Carbondale | Carbondale | 1,000 | 300 | 700 | 30 |
| 2077 | Alpine Bank - Clifton | Clifton | 300 | 200 | 100 | 67 |
| 2163 | Alpine Bank-Eagle | Eagle | 500 | 300 | 200 | 60 |
| 2195 | Alpine Bank & Trust-Glenwood Spgs | Glenwood Spgs | 900 | 300 | 600 | 33 |
| 2224 | Mesa Nat Bank-Grand Junction | Grand Junction | 1,500 | 300 | 1,200 | 20 |
| 2273 | First Nat Bank-Lake City | Lake City | 300 | 300 | 0 | 100 |
| 2302 | First Mountain State Bank | Montrose | 200 | 200 | 0 | 100 |
| 2320 | The Bank of Norwood | Norwood | 500 | 300 | 200 | 60 |
| 2385 | Alpine Bank-Snowmass Village | Snowmass Village | 600 | 300 | 300 | 50 |
| 2386 | Colo Community First State Bank-Steamboat | Steamboat Spgs | 500 | 300 | 200 | 60 |
| 2386 | First Nat Bank-Telluride | Telluride | 300 | 300 | 0 | 100 |
| 2410 | Vail NB/F. Cherry Creek NB 17th St.** | Denver | 1,300 | 300 | 1,000 | 23 |
| 3085 | First Nat Bank-Flagler | Flagler | 2,700 | 300 | 2,400 | 11 |
| 3170 | Kirk State Bank | Kirk | 300 | 300 | 0 | 100 |
| 3205 | First Nat Bank-Las Animas | Las Animas | 500 | 300 | 200 | 60 |
| 3355 | First State Bank of Wiggins | Wiggins | 100 | 100 | 0 | 100 |
| 3360 | State Bank of Wiley | Wiley | 600 | 300 | 300 | 50 |
| 3365 | First Pioneer NB-Wray/f. FNB | Wray | 3,900 | 300 | 3,600 | 8 |
| 3380 | First NB-Yuma | Yuma | 500 | 300 | 200 | 60 |
| 4057 | Colorado SB - A F.S.B.-Denver | Denver | 300 | 300 | 0 | 100 |
| 4110 | Home Fed Sav & Loan-Ft Collins | Fort Collins | 500 | 300 | 200 | 60 |
| 4147 | First Northern Sav & Loan-Greeley | Greeley | 700 | 300 | 400 | 43 |
| 4150 | Gunnison Sav & Loan-Gunnison | Gunnison | 700 | 300 | 400 | 43 |
| Total All Banks & Savings & Loans | | | 34,000 | 12,700 | 21,300 | |
| Count | | | 47 | | | |
| % of Total | | | | 37 | 63 | |

| INSURED VS UNINSURED DEPOSITS | | State Time | | | | |
|-----------------------------------|----------------------|------------|---------|-----------|---------|---------|
| DATE: JUNE 30 1993 | | Deposits | Insured | Uninsured | % | |
| No. of Counties with Deposits: 22 | | (CD's) | Amount | Amount | Insured | |
| ID #! | NAME | CITY | \$000 | (\$000) | (\$000) | Insured |
| | Bank Total | | 31,800 | 11,500 | 20,300 | |
| | Bank Count | | 43 | | | |
| | % of Total | | 94 | 36 | 64 | |
| | Reg 1 Total | | 14,800 | 5,900 | 9,100 | |
| | Count | | 23 | | | |
| | % of Bank Total | | 46.54 | 40 | 61 | |
| | Reg 2 Total | | 8,400 | 3,100 | 3,800 | |
| | Count | | 13 | | | |
| | % of Bank Total | | 26.42 | 37 | 45 | |
| | Reg 3 Total | | 8,600 | 1,900 | 6,700 | |
| | Count | | 7 | | | |
| | % of Bank Total | | 27.04 | 22 | 78 | |
| | Savings & Loan Total | | 2,200 | 1,200 | 1,200 | |
| | Count | | 4 | | | |
| | % of Total | | 7 | 55 | 55 | |

* Merger of Vectra Bank of Englewood - \$400,000 & Vectra Bank of Fed. Heights \$100,000

** Cherry Creek NB - 17th St. merged into Vail NB, Vail. Cd's were with Cherry Creek NB