

**Cash Funds Uncommitted Reserves Report  
Fiscal Year Ended June 30, 2012  
Statewide Audit**

**Performance Audit  
February 2013**



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*The mission of the Office of the State Auditor is to improve the efficiency, effectiveness, and transparency of government for the people of Colorado by providing objective information, quality services, and solution-based recommendations.*



February 22, 2013

Members of the Legislative Audit Committee:

This report contains the results of a performance audit of the *Cash Funds Uncommitted Reserves Report* for the Fiscal Year Ended June 30, 2012. The audit was conducted pursuant to Section 24-30-207(3), C.R.S., which requires the State Auditor to conduct an audit of this report. The report presents our findings, conclusions, and recommendations and the responses of the various departments.

A handwritten signature in black ink, appearing to read "Dianne E. Ray".



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## TABLE OF CONTENTS

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	<b>PAGE</b>
<b>Report Highlights .....</b>	<b>1</b>
<b>Recommendation Locator.....</b>	<b>3</b>
<b>Cash Funds Uncommitted Reserves Report .....</b>	<b>5</b>
<b>Cash Funds Uncommitted Reserves Report Summary .....</b>	<b>12</b>
<b>Findings and Recommendations .....</b>	<b>15</b>
<b>Disposition of Prior Year Audit Recommendations.....</b>	<b>45</b>
 <b>Financial Information</b>	
Cash Funds Uncommitted Reserves Report for the Fiscal Year Ended June 30, 2012 .....	50
Notes to Cash Funds Uncommitted Reserves Report.....	55
<b>Appendix A - Descriptions of Cash Funds .....</b>	<b>A-1</b>
<b>Appendix B - Cash Funds Uncommitted Reserves Report                 for the Fiscal Year Ended June 30, 2012 - All Funds.....</b>	<b>B-1</b>



# CASH FUNDS UNCOMMITTED RESERVES

Performance Audit, February 2013

## Report Highlights



Dianne E. Ray, CPA  
State Auditor

Statewide  
Office of the State Controller

### PURPOSE

To determine state departments' compliance with Senate Bill 98-194 cash funds uncommitted reserves requirements. To determine whether the Cash Funds Uncommitted Reserves Report was prepared in accordance with statute.

### BACKGROUND

- Senate Bill 98-194 established limits to the amount of cash funds state departments can maintain at the end of a year.
- The State Controller prepares the report to determine which funds are in compliance.
- Each department verifies the financial information prepared by the State Controller. As part of the financial audit of the State of Colorado, auditors attest to the balances and calculations.

### OUR RECOMMENDATIONS

The various departments should:

- Monitor excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements.
- Verify that revenues are recorded properly in order to ensure that all funds subject to Senate Bill 98-194 are reported.

The various departments *agreed or partially agreed* with these recommendations.

### AUDIT CONCERN

**To report cash funds with excess uncommitted reserves that were out of compliance with Senate Bill 98-194 at June 30, 2012.**

### KEY FACTS AND FINDINGS

- We determined that 14 departments had funds with excess uncommitted reserves at June 30, 2012.
  - Within those 14 departments, 32 total cash funds reported excess uncommitted reserves. This was a decrease over the previous year with 15 departments and 36 total cash funds reported for Fiscal Year 2011.
  - Those cash funds contained a total of \$25.9 million in excess uncommitted reserves. This was an increase of \$11.6 million from last year.
- We found that one department improperly recorded revenue within one fund since 2004; as a result, the fund was erroneously excluded from the report.
- The departments that we identified as having cash funds with excess uncommitted reserves as of June 30, 2012, are as follows:
  - Department of Agriculture
  - Department of Higher Education
  - Department of Human Services
  - Judicial Department
  - Department of Labor and Employment
  - Department of Law
  - Department of Local Affairs
  - Department of Natural Resources
  - Department of Personnel and Administration
  - Department of Public Health and Environment
  - Department of Public Safety
  - Department of Regulatory Agencies
  - Department of Revenue
  - Department of State

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## RECOMMENDATION LOCATOR

Rec. No.	Page No.	Recommendation Summary	Agency Addressed	Agency Response	Implementation Date
		Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	This recommendation has been addressed to the following agencies:		
1	16		Department of Agriculture	Agree	June 2013
2	17		Department of Higher Education	Agree	July 2013
3	19		Department of Human Services	Agree	August 2013
4	20		Judicial Department	Partially Agree	July 2013
5	21		Department of Labor and Employment	Agree	June 2013
6	23		Department of Law	Partially Agree	June 2013
7	25		Department of Local Affairs	Partially Agree	June 2016
8	26		Department of Natural Resources	Agree	July 2013
9	28		Department of Personnel & Administration	Agree	June 2014
10	32	Verify that revenues are recorded properly in order to ensure that all funds subject to statutory requirements are reported.	Department of Public Health and Environment	Agree	June 2015

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## RECOMMENDATION LOCATOR

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<b>Rec. No.</b>	<b>Page No.</b>	<b>Recommendation Summary</b>	<b>Agency Addressed</b>	<b>Agency Response</b>	<b>Implementation Date</b>
11	34		Department of Public Safety	Agree	June 2014
12	38		Department of Regulatory Agencies	Agree	June 2014
13	40		Department of Revenue	Agree	June 2014
14	43		Department of State	Agree	June 2013



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# Cash Funds Uncommitted Reserves Report

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## Overview

In 1998, in an effort to assure compliance with Article X, Section 20 of the Colorado Constitution (commonly known as the Taxpayer's Bill of Rights, or TABOR), the General Assembly limited the amount of reserves that state agencies may maintain in cash funds by passing Senate Bill 98-194. Codified in Section 24-75-402, C.R.S., the law prescribes a reserve limit for all cash funds that are not specifically exempted equal to 16.5 percent of the total expenditures in the fund during the fiscal year. This amount, which applies to most of the State's cash funds, is roughly equal to a 2-month spending reserve. Some funds may be subject to alternative reserve limits that are established elsewhere in Statute. If a particular fund's uncommitted reserve balance exceeds the applicable statutory limit, the agency responsible for the fund is required to reduce fees accordingly. In calculating the reduction in fees, the law allows an agency to take into account increases in expenditures.

To help enforce these constraints, the General Assembly included a provision in the 1998 legislation requiring the State Controller to produce an annual report of the uncommitted reserves that are credited to each state cash fund. The law further requires this report to be submitted to the Office of State Planning and Budgeting and the Joint Budget Committee on or before September 20 of each year and to be audited by the State Auditor.

## Audit Purpose, Scope, and Methodology

This audit was conducted in response to statutory requirements. Specifically, as explained above, Section 24-30-207(3), C.R.S., requires the State Auditor to conduct an audit of the *Cash Funds Uncommitted Reserves Report* (the *Report*), which is prepared annually by the Office of the State Controller (OSC). We performed our audit work during the period July 2012 through February 2013. We acknowledge the cooperation and assistance provided by the OSC.

The overall objective of our audit was to determine compliance of cash funds in accordance with Senate Bill 98-194 and to determine whether the schedules contained in the OSC's *Report* are prepared in accordance with Statute. The *Report* is included in the Financial Information section of this audit report.

We planned our audit work to assess the effectiveness of those internal controls that were significant to our audit objectives. Our conclusions on the effectiveness of those controls are described in the audit findings and recommendations.

To accomplish our audit objectives, we:

- Researched applicable state laws and regulations.
- Reviewed the key calculations for Excess Uncommitted Cash Reserves.
- Reviewed the internal controls the OSC has in place including the OSC's procedures for preparing the Report.

We conducted this audit in accordance with Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain sufficient, appropriate evidence to provide a reasonable basis for our findings and conclusions based on our audit objectives. We believe the evidence obtained provides a reasonable basis for our findings and conclusions based on our audit objectives.

Based on the results of our audit, we determined that the OSC prepared the Cash Funds Excess Uncommitted Reserves Report for the Fiscal Year Ended June 30, 2012, in accordance with applicable statutes. We noted specific funds' instances of noncompliance in the Findings and Recommendations section of this report. We found no areas of concern in our evaluation of the internal controls the OSC used in the preparation of the *Report*.

## **Methodology to Identify Cash Funds with Excess Uncommitted Reserves**

Senate Bill 98-194 prescribes a methodology to determine the amount of excess uncommitted reserves for each of the State's cash funds. The following hypothetical example of a cash fund illustrates the methodology.

Fund balance (adjusted for exempt assets and previously appropriated amounts) and revenue (categorized by fee and nonfee sources) are used to derive the amount of excess uncommitted reserves. For Fiscal Year 20XX, the Cash Fund "Z" had the following activity and account balances used to calculate the excess uncommitted reserve:

<b>Hypothetical Balances for Cash Fund Z</b>			
<b>Calculation of Excess Uncommitted Reserve</b>			
<b>Balances as of June 30, 20XX</b>			
<b>Hypothetical Balances:</b>			
Ending fund balance	\$ 95,000		A
Exempt assets, as defined by Senate Bill 98-194 (e.g., inventory)	\$ 2,000		B
Previously appropriated fund balance (e.g., capital construction)	\$ 3,000		C
<b>Fiscal Year 20XX revenue and expenses:</b>			
Fee revenue	\$ 100,000		D
Nonfee revenue	\$ 50,000		E
Total revenue	\$ 150,000		F
Total expenses	\$ 100,000		G
<b>Steps used to calculate the amount of excess uncommitted reserves:</b>			
<b>Step 1: Calculate the uncommitted reserve</b>			
a: Reduce fund balance by exempt assets and any previously appropriated fund balance			
Fund balance	\$ 95,000		A
Less:			
Exempt assets	\$ (2,000)		B
Previously appropriated fund balance	\$ (3,000)		C
Reduced fund balance			\$ 90,000
b: Multiply reduced fund balance by the ratio of fee revenue to total revenue			
Fee revenue	\$ 100,000		D
Total revenue	\$ 150,000		F
Ratio of fee revenue to total revenue			67%
<b>Uncommitted reserve</b>			<b>\$ 60,000</b>
<i>(Note: Reduced fund balance multiplied by the ratio.)</i>			
<b>Step 2: Calculate the target reserve</b>			
a: Multiply total expenses by 16.5 percent			
Total expenses	\$ 100,000		G
	x	16.5%	
<b>Target reserve</b>			<b>\$ 16,500</b>
<b>Step 3: Calculate the excess uncommitted reserve</b>			
a: Subtract target reserve from the uncommitted reserve			
<b>Excess uncommitted reserve</b>			<b>\$ 43,500</b>

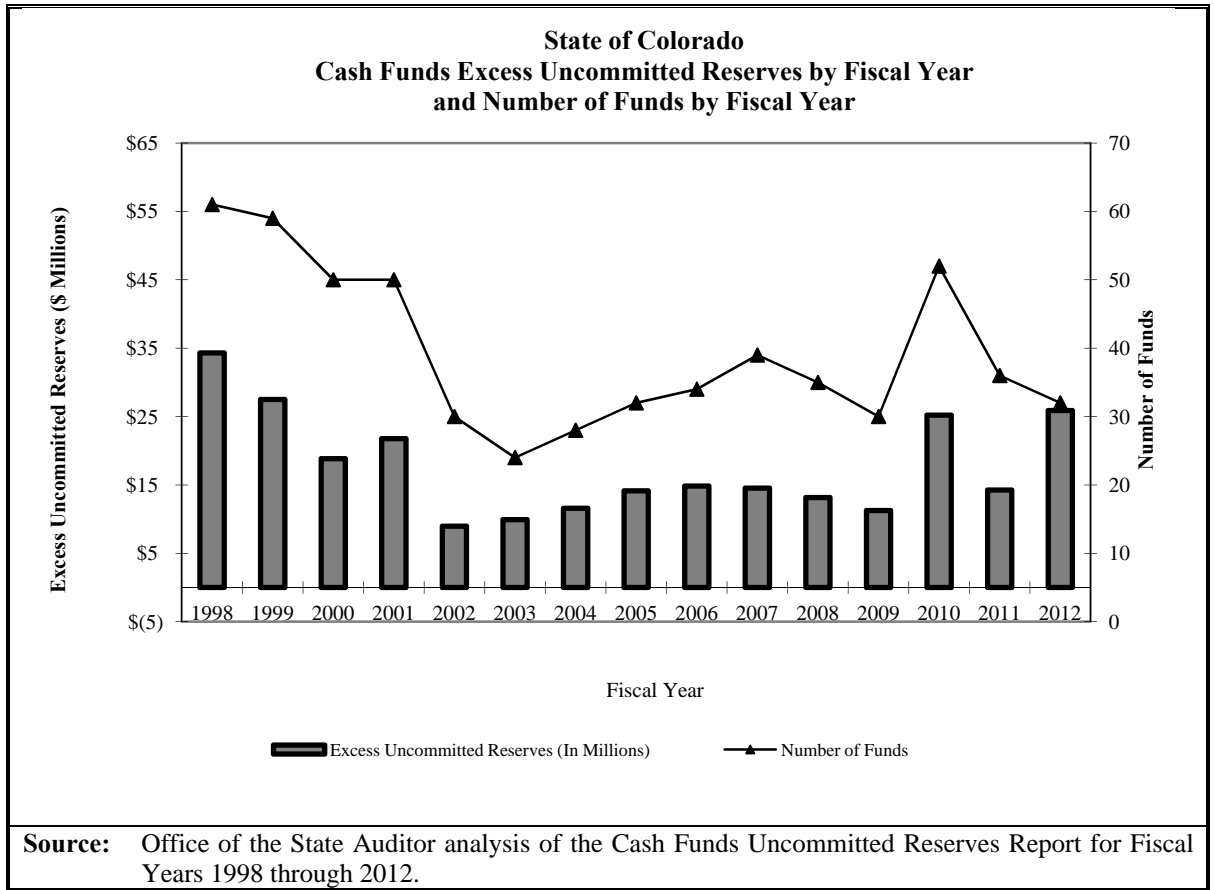
As demonstrated in the table above, Cash Fund Z has an excess uncommitted reserve of \$43,500 at the end of Fiscal Year 20XX.

## Changes in Excess Uncommitted Reserves During Fiscal Year 2012

The purpose of Senate Bill 98-194 was not only to eliminate excess uncommitted reserves existing on June 30, 1998, but also to keep all cash funds from increasing their uncommitted reserves over the target reserves in future years.

Our review of the *Report* indicates that, overall, Senate Bill 98-194 has reduced total excess uncommitted reserves since 1998. Specifically, the Fiscal Year 2012 *Report* shows 32 cash funds with excess uncommitted reserves of about \$25.9 million, compared with 61 cash funds with excess uncommitted reserves of about \$34.3 million in the Fiscal Year 1998 *Report*.

Even though the number of funds decreased over the previous year, the total amount of the excess increased. Total excess uncommitted reserves increased from \$14.3 million to \$25.9 million (an increase of \$11.6 million) from Fiscal Year 2011 to Fiscal Year 2012. The number of funds with excess uncommitted reserves decreased from 36 funds in Fiscal Year 2011 to 32 funds in Fiscal Year 2012. The following graph shows the excess uncommitted reserves by fiscal year and the number of funds by fiscal year.



For Fiscal Year 2012, the 10 funds with the largest uncommitted reserves had approximately \$23.4 million in reserves, as shown in Table 1. These 10 funds represent nearly 90 percent of the total excess uncommitted reserves of \$25.9 million as of June 30, 2012.

**Table 1: State of Colorado  
Ten Cash Funds With the Largest Excess Uncommitted  
Reserves Balances as of June 30, 2012**

<b>Department</b>	<b>Fund Name</b>	<b>Excess Uncommitted Reserves as of June 30, 2012</b>	<b>Excess Uncommitted Reserves as of June 30, 2011</b>
Public Health and Environment	Medical Marijuana Cash Fund	\$11,322,309	\$ <sup>(1)</sup>
State Department	Secretary of State Fees	4,061,078	3,221,197
Public Health and Environment	Newborn Genetics	2,330,296	1,992,418
Natural Resources	Oil and Gas Conservation	1,881,588	804,303
Regulatory Agencies	Division of Registrations	1,379,063	1,956,303
Regulatory Agencies	Mortgage Broker Registration	794,600	760,846
Revenue	Liquor Law Enforcement	520,137	482,663
State Department	Notary Administration	408,237	167,951
Local Affairs	Building Regulation	377,677	337,518
Public Health and Environment	Assisted Living Residence Fund	311,202	472,596
<b>Total</b>		<b>\$23,386,187</b>	<b>\$10,195,795</b>
<b>Source:</b> Office of the State Auditor analysis of the <i>Cash Funds Uncommitted Reserves Report</i> for the Fiscal Year Ended June 30, 2012.			
(1) Due to the Department's improper coding of revenue the fund did not report an excess in Fiscal Year 2011. See Recommendation No. 10.			

## Reporting Requirements for Cash Funds

As discussed previously, Section 24-30-207(3), C.R.S., requires the OSC to prepare an annual report for the purpose of ascertaining the amount of uncommitted reserves for each cash fund. The *Report* was created to meet this requirement. The *Report* must be delivered to both the OSPB and the Joint Budget Committee by September 20 of each fiscal year. This section also requires the Office of the State Auditor to audit the *Report*.

Section 24-75-402(5), C.R.S., identifies specific funds to be excluded from the *Report*, as well as criteria for exclusion. These criteria include the exclusion of

any cash fund established to fund capital construction, any trust fund, and any cash fund with uncommitted reserves of less than \$50,000. Additionally, during Fiscal Year 2011, a legal memorandum from the Office of Legislative Legal Services concluded that if a cash funds has fees set in statute, those funds are excluded from fee revenue in the calculation of excess uncommitted reserves.

On pages 12 and 13 we have compiled a summary of the *Report*. The summary includes only cash funds with uncommitted reserves in excess of \$50,000 and excess uncommitted reserves at the end of Fiscal Year 2012 or excess uncommitted reserves at the end of Fiscal Year 2011. The complete *Report* with all cash funds with fee revenue greater than \$0 and subject to Senate Bill 98-194 is on pages 50 to 53.

**CASH FUNDS UNCOMMITTED RESERVES REPORT SUMMARY**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2012 - Cash Funds with Uncommitted Reserves equal or greater than \$50,000 and Excess Uncommitted Reserves**  
**(With Comparative Amounts for Excess Uncommitted Reserves of Cash Funds with Uncommitted Reserves equal or greater than \$50,000 for the Fiscal Year**  
**Ended June 30, 2011)**

Source: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2012 and 2011 prepared by the Office of the State Controller.

Fund Department/Fund	2012						2011
	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves	Target/ Alternative Reserve	Excess Uncommitted Reserve	Excess Uncommitted Reserve
<b>Department of Agriculture</b>							
104 VETERINARY VACCINE AND SERVICE	342,826	380,552	-	68,817	62,791	6,026	54,254
294 PET ANIMAL CARE AND FACILITY	599,953	572,364	3,290	117,626	94,440	23,186	-
Subtotal	<b>942,779</b>	<b>952,916</b>	<b>3,290</b>	<b>186,443</b>	<b>157,231</b>	<b>29,212</b>	<b>54,254</b>
<b>Department of Education</b>							
293 EDUCATOR LICENSURE <sup>1</sup>	-	-	----- NA -----	-	-	-	180,416
Subtotal	-	-	-	-	-	-	<b>180,416</b>
<b>Office of the Governor</b>							
13P TRAVEL AND TOURISM ADDITIONAL <sup>1</sup>	-	-	----- NA -----	-	-	-	44,481
Subtotal	-	-	-	-	-	-	<b>44,481</b>
<b>Department of Higher Educaiton</b>							
509 ENTERPRISE SERVICES FUNDS	1,626,724	1,119,504	265,709	329,966	184,718	145,248	-
Subtotal	<b>1,626,724</b>	<b>1,119,504</b>	<b>265,709</b>	<b>329,966</b>	<b>184,718</b>	<b>145,248</b>	-
<b>Department of Human Services</b>							
18R FOOD DISTRIBUTION PROGRAM SERVICE	493,980	499,807	128,308	132,830	82,468	50,362	102,111
Subtotal	<b>493,980</b>	<b>499,807</b>	<b>128,308</b>	<b>132,830</b>	<b>82,468</b>	<b>50,362</b>	<b>102,111</b>
<b>Judicial Branch</b>							
700 OTHER EXPENDABLE TRUSTS	529,489	439,530	193,312	105,909	72,522	33,387	87,853
Subtotal	<b>529,489</b>	<b>439,530</b>	<b>193,312</b>	<b>105,909</b>	<b>72,522</b>	<b>33,387</b>	<b>87,853</b>
<b>Department of Labor and Employment</b>							
137 BOILER INSPECTION	1,231,531	1,513,324	21,662	1,326,437	1,026,678	299,759	590,039
Subtotal	<b>1,231,531</b>	<b>1,513,324</b>	<b>21,662</b>	<b>1,326,437</b>	<b>1,026,678</b>	<b>299,759</b>	<b>590,039</b>
<b>Department of Law</b>							
150 COLLECTION AGENCY BOARD	415,680	486,298	754	85,586	80,239	5,347	76,537
151 UNIFORM CONSUMER CREDIT CODE	1,485,343	1,349,063	13,949	621,591	445,191	176,400	35,918
Subtotal	<b>1,901,023</b>	<b>1,835,361</b>	<b>14,703</b>	<b>707,177</b>	<b>525,430</b>	<b>181,747</b>	<b>112,455</b>
<b>Department of Local Affairs</b>							
12V BUILDING REGULATION	605,751	560,543	5,251	470,167	92,490	377,677	337,518
Subtotal	<b>605,751</b>	<b>560,543</b>	<b>5,251</b>	<b>470,167</b>	<b>92,490</b>	<b>377,677</b>	<b>337,518</b>
<b>Department of Natural Resources</b>							
170 OIL & GAS CONSERVATION	10,656,793	9,239,229	3,418,479	5,881,588	4,000,000	1,881,588	804,303
16H PARKS STORES REVOLVING <sup>1</sup>	-	-	----- NA -----	-	-	-	103,111
173 SNOWMOBILE RECREATION <sup>1</sup>	-	-	----- NA -----	-	-	-	444,342
Subtotal	<b>10,656,793</b>	<b>9,239,229</b>	<b>3,418,479</b>	<b>5,881,588</b>	<b>4,000,000</b>	<b>1,881,588</b>	<b>1,351,756</b>
<b>Department of Personnel and Administration</b>							
24Y STATE ARCHIVES & PUBLIC RECRD	203,945	120,740	10,460	72,744	19,922	52,822	-
281 SUPPLIER DATABASE	287,840	220,804	-	218,416	36,433	181,983	88,699
Subtotal	<b>491,785</b>	<b>341,544</b>	<b>10,460</b>	<b>291,160</b>	<b>56,355</b>	<b>234,805</b>	<b>88,699</b>
<b>Department of Public Health and Environment</b>							
121 NEWBORN GENETICS	6,198,126	5,723,979	-	3,274,753	944,457	2,330,296	1,992,418
14V MEDICAL MARIJUANA CASH FUND	6,414,383	2,630,559	277,181	11,756,351	434,042	11,322,309	-
246 ASSISTED LIVING RESIDENCE	990,678	1,141,043	-	499,474	188,272	311,202	472,596
12A TRAUMA SYSTEM	395,035	378,767	1,421	194,542	62,497	132,045	137,884
224 MEDICATION ADMINISTRATION	292,040	265,225	-	58,348	43,762	14,586	-
22R HOME CARE AGENCY	780,094	570,702	-	348,257	94,166	254,091	24,378
265 HEALTH FACILITIES GENERAL LICENSURE <sup>1</sup>	-	-	----- NA -----	-	-	-	391,666
Subtotal	<b>15,070,356</b>	<b>10,710,275</b>	<b>278,602</b>	<b>16,131,725</b>	<b>1,767,196</b>	<b>14,364,529</b>	<b>3,018,942</b>

<sup>1</sup> 2012 uncommitted reserves are less than \$50,000 for these funds; however, these funds had excess uncommitted reserves for 2011.



**CASH FUNDS UNCOMMITTED RESERVES REPORT SUMMARY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2012 - Cash Funds with Uncommitted Reserves equal or greater than \$50,000 and Excess Uncommitted Reserves (With Comparative Amounts for Excess Uncommitted Reserves of Cash Funds with Uncommitted Reserves equal or greater than \$50,000 for the Fiscal Year Ended June 30, 2011)**

Source: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2012 and 2011 prepared by the Office of the State Controller.

Fund Department/Fund	2012						2011
	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves	Target/ Alternative Reserve	Excess Uncommitted Reserve	Excess Uncommitted Reserve
<b>Department of Public Safety</b>							
12B FIRE SVC EDUCATION & TRNG	26,106	1,507	817	62,132	249	61,883	-
12C FIRE SUPPRESSION	147,658	90,191	1,298	127,214	14,882	112,332	67,497
203 FIREFIGHTER/FIRST RESPONDER	217,566	219,385	1,381	150,961	36,199	114,762	82,680
22N CIGARETTE IGNITION PROPENSITY STANDARDS <sup>1</sup>			----- NA -----				70,108
12F HAZMAT RESPONDER VOLUNTARY CERTIFICATIO			----- NA -----				34,657
Subtotal	<b>391,330</b>	<b>311,083</b>	<b>3,496</b>	<b>340,307</b>	<b>51,330</b>	<b>288,977</b>	<b>254,942</b>
<b>Department of Regulatory Agencies</b>							
22J CONSUMER OUTREACH & EDUCATION	206,291	199,496	346	60,961	32,917	28,044	19,090
272 FINANCIAL SERVICES	1,410,937	1,423,975	3,291	390,296	234,956	155,340	168,398
184 FIXED UTILITIES	12,511,189	11,979,343	136,945	2,209,932	1,976,592	233,340	-
22H CONSERVE EASEMENT HOLDER CERT	112,689	48,832	-	65,560	8,057	57,503	-
19U MORTGAGE BROKER REGISTRATION	1,161,159	1,186,758	55,320	990,415	195,815	794,600	760,846
189 DIVISION OF REGISTRATIONS	13,452,218	13,667,131	142,506	3,580,063	2,255,077	1,379,063	1,956,303
18S PRESCRIPTION DRUG MONITORING <sup>1</sup>			----- NA -----				120,412
185 MOTOR CARRIER <sup>1</sup>			----- NA -----				198,727
251 LOW INCOME TELEPHONE ASSISTANCE <sup>1</sup>			----- NA -----				275,318
212 REAL ESTATE <sup>1</sup>			----- NA -----				19,426
22G CONSERVATION EASEMENT APPRAISALS <sup>1</sup>			----- NA -----				69,795
Subtotal	<b>28,854,483</b>	<b>28,505,535</b>	<b>338,408</b>	<b>7,297,227</b>	<b>4,703,414</b>	<b>2,647,890</b>	<b>3,588,315</b>
<b>Department of Revenue</b>							
16V RACING CASH FUND	1,135,117	1,155,422	-	408,175	190,645	217,530	242,508
192 COLORADO DEALER LICENSE BOARD	2,606,859	2,778,018	8	603,008	458,373	144,635	331,550
236 LIQUOR LAW ENFORCEMENT	2,325,101	2,284,494	172	897,079	376,942	520,137	482,663
Subtotal	<b>6,067,077</b>	<b>6,217,934</b>	<b>180</b>	<b>1,908,262</b>	<b>1,025,960</b>	<b>882,302</b>	<b>1,056,721</b>
<b>Department of State</b>							
200 SECRETARY OF STATE FEES	17,298,269	16,518,634	223,080	6,786,653	2,725,575	4,061,078	3,221,197
20N NOTARY ADMINISTRATION CASH FD	395,123	173,263	-	436,825	28,588	408,237	167,951
Subtotal	<b>17,693,392</b>	<b>16,691,897</b>	<b>223,080</b>	<b>7,223,478</b>	<b>2,754,163</b>	<b>4,469,315</b>	<b>3,389,148</b>
<b>Grand Total</b>	<b>86,558,505</b>	<b>78,938,482</b>	<b>4,904,940</b>	<b>42,332,676</b>	<b>16,499,955</b>	<b>25,886,798</b>	<b>14,257,650</b>

<sup>1</sup> Fiscal Year 2012 uncommitted reserves are less than \$50,000 for these funds; however, these funds had excess uncommitted reserves for Fiscal Year 2011.

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# Findings and Recommendations

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The *Cash Funds Uncommitted Reserves Report* (the *Report*) has been important in providing an understanding of cash fund activity. It has also been a useful tool for the State to identify cash funds with large excess cash reserves. As a result of Senate Bill 98-194, this comprehensive report has been compiled annually solely for purposes of providing information relating to cash funds.

## Compliance With Cash Funds Reserves Statutory Requirements

During our audit of Fiscal Year 2012 cash reserves, we found that as of June 30, 2012, 14 departments had excess uncommitted reserves totaling approximately \$25.9 million in 32 cash funds that are subject to Senate Bill 98-194 limits. Section 24-75-402(3), C.R.S., specifies whether cash funds should have been in compliance by June 30, 2001, or June 30, 2003, depending on the amount of excess uncommitted reserves in the cash funds at the end of Fiscal Year 1998. Section 24-75-402(6), C.R.S., specifies that excess uncommitted reserves limitations do not apply to funds that have been in existence for fewer than two full fiscal years. Based on the criteria described above, we determined that nine of these 32 funds should have been in compliance by the end of Fiscal Year 2001; the remaining 23 of the 32 funds should have been in compliance the later of (a) the end of Fiscal Year 2003, or (b) after they had been in existence for two full fiscal years. The departments and funds with excess uncommitted reserves as of June 30, 2012, are described below along with the number of years each fund has shown an excess, based on the first year of required compliance.

### Department of Agriculture

As of June 30, 2012, the Department of Agriculture had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$29,000.

- **Fund: Veterinary Vaccine and Service**  
**Purpose:** Administer livestock programs for disease control and eradication, as directed by the state Agricultural Commission.  
**First year of required compliance:** 2003  
**Status:** Fiscal Year 2012 is the eighth year the Fund was not in compliance. Excess reserves for these eight years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2004*	–
2005	\$ 62,834
2006	\$ 71,469
2007	\$ 30,492
2008	\$ 20,908
2009	\$ 52,206
2010	\$ 55,275
2011	\$ 54,254
2012	\$ 6,026

\*This fund was in compliance during these years.

- Fund: Pet Animal Care and Facility**  
**Purpose:** Inspect and license pet animal care facilities.  
**First year of required compliance:** 2003  
**Status:** Fiscal Year 2012 is the fifth year the Fund was not in compliance.  
 Excess reserves for these five years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2004*	–
2005	\$ 49,309
2006	\$ 38,004
2007	\$ 65,854
2008	\$ 61,571
2009-2011*	–
2012	\$ 23,186

\*This fund was in compliance during these years.

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## Recommendation No. 1:

The Department of Agriculture should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

## Department of Agriculture Response:

Agree. Implementation date: June 2013.

The Department currently monitors expenditures in all cash funds. The Veterinary, Vaccine, and Service fund is moving closer to compliance with the excess uncommitted reserves reduced from \$54,254 at the end of Fiscal Year 2011 to \$6,026 at the end of Fiscal Year 2012. However, it is important to note that this fund supports operations of the Rocky Mountain Regional Animal Health Laboratory, which requires sufficient fund balance due to a 90-day receivable timeline. This receivable does, at times, require the fund to exceed the statutory cash reserve limit in order to meet current cash expenses.

For the Pet Animal Care and Facility Fund, the excess reserve was not exceeded in the prior three fiscal years. The program experienced some vacancy savings in addition to slightly higher than expected revenues in Fiscal Year 2012. The Department is monitoring the usage of the fund to ensure compliance with the reserve requirements.

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## Department of Higher Education

As of June 30, 2012, the Department of Higher Education had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$145,000.

- **Fund: Enterprise Services Fund**

**Purpose:** Record operations from the stores in the museums, microphoto services, the rental program, summer programs, and traveling exhibits.

**First year of required compliance:** 2001

**Status:** Fiscal Year 2012 is the first year the Fund was not in compliance. The excess reserve is noted in the table below:

Fiscal Year	Amount of Excess
2001-2011*	–
2012	\$ 145,248

\*This fund was in compliance during these years.

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## Recommendation No. 2:

The Department of Higher Education should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

## Department of Higher Education Response:

Agree. Implementation date: July 2013.

The State Historical Society, doing business as History Colorado is a division of the Department of Higher Education as defined in CRS 24-80-211. This is the first year the revenue exceeded the Uncommitted Reserve balance based on the statutory limits defined in CRS 24-75-402.

The fund balance in the Fund 509 account grew due to the opening of the History Colorado Center and growth of its membership program. History Colorado is taking action to commit and expend the funds to address operational needs in its FY-13 budget. As History Colorado moves forward, the agency will work with OSPB on increasing the Fund 509 budget to expend additional revenue growth as authorized.

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## Department of Human Services

As of June 30, 2012, the Department of Human Services had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$50,000.

- **Fund: Food Distribution Program Service**

**Purpose:** Administer Food Distribution programs.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2006*	–
2007	\$ 21,979
2008	\$ 41,420
2009-2010	–
2011	\$ 102,111
2012	\$ 50,362

\*This fund was in compliance during these years.

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### **Recommendation No. 3:**

The Department of Human Services should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

#### **Department of Human Services Response:**

Agree. Implementation date: August 2013.

The Federal regulation (7 CFR 250.15) allows the distributing agency (the Colorado Department of Human Services Food Distribution Program) to have an operating funds balance equal to the sum of the prior year's highest three-month expenditures. The State requirement uses an average of two months, resulting in a discrepancy in allowable ending fund balance (target reserve). To date, the Food Distribution Program has been using the Federal guidelines to determine the appropriate operating fund balance. In order to address this discrepancy and bring the Fund into compliance with Senate Bill 98-194, the Food Distribution Program is planning on purchasing an integrated system utilized by other USDA federal programs to assist with program efficiency. This purchase of software would occur by June 30, 2013 and would decrease the operating fund balance, bringing the Fund into compliance. The Food Distribution Program will then work with OIT to install the software. It is anticipated that annual costs associated with system maintenance would allow the Fund to remain in compliance in following years. If for some reason the software purchase does not occur, the Program would decrease the administrative fee charged to districts on all Department of Defense fruit and vegetable purchases as necessary to bring the Fund into compliance.

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### **Judicial Department**

As of June 30, 2012, the Judicial Department had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$33,000.

- **Fund: Other Expendable Trusts-Supreme Court Law Library**  
**Purpose:** Purchase new and replacement books and magazine subscriptions for the Supreme Court Law Library.  
**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the third year the Fund was not in compliance. Excess reserves for these three years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2009*	–
2010	\$ 28,727
2011	\$ 87,853
2012	\$ 33,387

\*This fund was in compliance during these years.

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## **Recommendation No. 4:**

The Judicial Department should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Judicial Department Response:**

Partially agree. Implementation date: July 2013.

The Judicial Branch has a continuing commitment to make ongoing improvements in its financial reporting and transparency efforts, including complying with all relevant statutes and fiscal rules. The Law Library Cash Fund has always been viewed by the General Assembly and the Court as a fund that falls solely under the control of the Supreme Court. Letter note “e” on page 94 of the current Long Bill (SB11-209) has existed since TABOR was enacted to clarify the informational nature of any appropriation from this Fund.

*(e) This amount shall be from appellate court filing fees and other fees credited to the Supreme Court Library Fund pursuant to Section 13-2-120, C.R.S. These moneys are included for informational purposes as they are continuously appropriated under the Judicial Branch's constitutional authority.*

In Fiscal Year 2010 and Fiscal Year 2011, expenditures for the Law Library were lower than usual, due primarily to being located in temporary, confined space. When the new Justice Center is completed, the Law Library will relocate and become fully operational again. Judicial will make a reasonable effort to comply with the reporting requirements of



Section 24-75-402, C.R.S. The existing plan, as noted in last year's report, is to have the fund balance fall within the 16.5 percent limit by 2013. In doing so, however, the Branch is not relinquishing or agreeing to any change in its constitutional or statutory authority over this Fund or the fees related to this Fund.

### *Auditor's Addendum*

*We have considered the Department's response and factual changes and made modifications to the comment, as appropriate. However, we maintain that this recommendation is valid.*

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## Department of Labor and Employment

As of June 30, 2012, the Department of Labor and Employment had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$300,000.

- **Fund: Boiler Inspection**

**Purpose:** Enforce statutory rules and regulations established to control the design, construction, operation, maintenance, and repair of boilers and pressure vessels in the state.

**First year of required compliance:** 2001

**Status:** Fiscal Year 2012 is the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in the table below:

Fiscal Year	Amount of Excess
2001-2003*	–
2004	\$ 217,609
2005	\$ 194,032
2006-2009*	–
2010	\$ 460,288
2011	\$ 590,039
2012	\$ 299,759

\*This fund was in compliance during these years.

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## Recommendation No. 5:

The Department of Labor and Employment should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

## Department of Labor and Employment Response:

Agree. Implementation date: June 2013.

The Division will continue to address the excess reserve (Boiler) fund balance. Although the fund balance reserve was still out of compliance, the Division reported a substantial reduction in fund balance reserve of \$290,000. The Division's capital construction project (planned expenses) experienced major project delays which directly impacted planned fund expenses and thus fund balance targeted reserves. The Division expects project expenses to increase during Fiscal Year 2013 bringing the targeted reserves into compliance by the end of the Fiscal Year 2013.

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## Department of Law

As of June 30, 2012, the Department of Law had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$182,000.

- Fund: Collection Agency Board**  
**Purpose:** Regulate collection agencies and debt collectors who pay registration fees for licenses.  
**First year of required compliance:** 2003  
**Status:** Fiscal Year 2012 is the 10th year the Fund was not in compliance. Excess reserves for these 10 years are noted in the table below:

Fiscal Year	Amount of Excess
2003	\$ 6,097
2004	\$ 43,314
2005	\$ 60,981
2006	\$ 97,978
2007	\$ 94,281
2008	\$ 71,940
2009	\$ 78,312
2010	\$ 104,581
2011	\$ 76,537
2012	\$ 5,347

- Fund: Uniform Consumer Credit Code**  
**Purpose:** Support the agency's licensing and rules enforcement of the consumer lending industry.  
**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the sixth year the Fund was not in compliance. Excess reserves for these six years are noted in the table below:

Fiscal Year	Amount of Excess
2003	\$ 146,836
2004*	–
2005	\$ 69,796
2006	\$ 187,293
2007	\$ 113,989
2008-2010*	–
2011	\$ 35,918
2012	\$ 176,400

\*This fund was in compliance during these years.

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## Recommendation No. 6:

The Department of Law should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### Department of Law Response:

Partially agree. Implementation date: June 2013.

The Department anticipates that the Uniform Commercial Credit Code Fund 151 will be in compliance at the end of Fiscal Year 2013. The fee revenue is received in January and February for the calendar year. Therefore, approximately one-half of the fees received should be recorded as deferred revenue at the end of the fiscal year. This entry has not been made in prior years, but we intend to make this adjustment as of Fiscal Year 2013 year-end, and in subsequent years.

The Department is anticipating that the Collection Agency Board Fund 150 will be in compliance at the end of Fiscal Year 2013. As detailed in the chart of balances for the last ten fiscal year-ends, the Fund was materially in compliance for Fiscal Year 2012.

However, the Department wishes to state again that the fund balance provisions of SB 98-194 are excessively restrictive for funds which support appropriations of less than one million dollars. In small programs

such as the Collection Agency Board, the number of licenses (fee payers) can fluctuate significantly. As the Department has stated in the past, we urge an exception to SB 98-194 for funds with annual receipts of less than \$1,000,000.

### *Auditor's Addendum*

*We have considered the Department's response and factual changes and made modifications to the comment, as appropriate. However, we maintain that this recommendation is valid.*

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## Department of Local Affairs

As of June 30, 2011, the Department of Local Affairs had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$378,000.

- Fund: Building Regulation**  
**Purpose:** Support inspections of factory-built housing, commercial structures, and manufactured homes to ensure the health and safety of Colorado residents who purchase these units.  
**First year of required compliance:** 2003  
**Status:** Fiscal Year 2012 is the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2004*	–
2005	\$ 550,006
2006	\$ 931,721
2007	\$ 1,106,743
2008	\$ 1,197,489
2009*	–
2010	\$ 204,546
2011	\$ 337,518
2012	\$ 377,677

\*This fund was in compliance during these years.

## **Recommendation No. 7:**

The Department of Local Affairs should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Department of Local Affairs Response:**

Partially agree. Implementation date: June 2016.

The Department of Local Affairs continues to monitor the excess uncommitted reserves of the Building Regulation Cash Fund. Since Fiscal Year 2009, the program has been detrimentally affected by the downturn in the economy as many of the manufactures and builders in this industry closed. The industry trends remain volatile and a reserve balance in excess of 16.5 percent allows the Division of Housing to manage this uncertainty, to preserve regulatory service levels and to preclude the need for continual fee adjustments.

Through Fiscal Year 2012, expecting declines in cash revenues, the Division of Housing sought alternative federal sources of revenues to maintain the ability of the program to comply with its statutory duties. Resultantly, the Division of Housing used one-time federal moneys and was able to build its cash reserves so that the program would be able to cover the regulatory costs of the manufactured homes industry given that the cost of regulation exceeds revenues generated by fees.

The Department expects that compliance with Senate Bill 98-194 requirements can be achieved by the end of Fiscal Year 2016 through the implementation of a regulatory plan that will expend the reserve of the Building Regulation Cash Fund below the 16.5 percent target reserve.

### ***Auditor's Addendum***

***We have considered the Department's response and factual changes and made modifications to the comment, as appropriate. However, we maintain that this recommendation is valid.***

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## Department of Natural Resources

As of June 30, 2012, the Department of Natural Resources had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$1.9 million. This fund is:

- Fund: Oil & Gas Conservation Fund**  
**Purpose:** Support the issuance and enforcement of oil and gas operating permits.  
**First year of required compliance:** 2001  
**Status:** Fiscal Year 2012 is the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in the table below:

Fiscal Year	Amount of Excess
2001	\$ 561,202
2002-2006*	–
2007	\$ 998,444
2008-2010*	–
2011	\$ 804,303
2012	\$ 1,881,588

\*This fund was in compliance during these years.

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### Recommendation No. 8:

The Department of Natural Resources should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### Department of Natural Resources Response:

Agree. Implementation date: July 2013.

The Oil and Gas Conservation Commission's (OGCC's) spending authority was increased by approximately \$700,000 for Fiscal Year 2013. The budget increase included 7.0 FTE and 2 state vehicles. An additional 5.0 FTE and 4 state vehicles, at a total cost of \$571,702, have been requested for Fiscal Year 2014. The OGCC is also expecting to fund a \$1.3 million Air Pollutant Emissions and Dispersion Study commencing July 2013. Furthermore, during the 2012 legislative session several bills

that would have required substantial staffing increases (up to 17 new FTE), were debated, but ultimately not passed. Some of this legislation is expected to be reintroduced during the 2013 session. The uncertainty in the results of the legislation has contributed to the agency's delay in purposefully reducing its revenue.

Additionally, the spot market for natural gas prices is near its lowest point in a decade, and when spot market prices are lower than the terms of long term private gas sales contracts, to which the OGCC is not privy, actual levy revenues will exceed revenue forecasts.

The OGCC may also consider a rulemaking suspending levy payments for a quarter if projections for commodity prices, production, and expenditures indicate the agency's fund balance will be strong enough to withstand reduced revenue.

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## Department of Personnel & Administration

As of June 30, 2012, the Department of Personnel & Administration had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$235,000.

- **Fund: Supplier Database**

**Purpose:** Maintain the centralized database of providers of goods and services.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the third year the Fund was not in compliance. Excess reserves for these three years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2009*	–
2010	\$ 142,569
2011	\$ 88,699
2012	\$ 181,983

\*This fund was in compliance during these years.

- **Fund: State Archives and Public Records**

**Purpose:** Respond to requests for information and research from state agencies and the general public.

**First year of required compliance:** 2012

**Status:** Fiscal Year 2012 is the first year the Fund was not in compliance, with an excess reserve of \$52,822.

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## **Recommendation No. 9:**

The Department of Personnel & Administration should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Department of Personnel & Administration Response:**

Agree. Implementation date: June 2014.

The Department of Personnel & Administration monitors all of its cash funds on a regular basis and has submitted a compliance plan to the Office of State Planning and Budgeting.

For the Supplier Database Cash Fund, the Department has requested combining the Supplier Database Cash Fund and the E-Procurement Account within the Supplier Database Cash Fund for the purpose of implementing the E-Procurement system within the COFRS modernization project.

For the State Archives and Public Records cash fund, the Department has requested authority to use the excess reserves to support the State Archives and Public Records program in lieu of General Fund.

The Department anticipates that both funds will be in compliance at the end of Fiscal Year 2014.

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## **Department of Public Health and Environment**

As of June 30, 2012, the Department of Public Health and Environment had six cash funds out of compliance, with excess uncommitted reserves totaling approximately \$14.4 million. These funds are:

- **Fund: Newborn Genetics**  
**Purpose:** Support newborn screening, follow-up care, genetic counseling, and educational programs and functions.  
**First year of required compliance:** 2001



**Status:** Fiscal Year 2012 is the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in the table below:

Fiscal Year	Amount of Excess
2001-2003*	–
2004	\$ 322,335
2005	\$ 619,513
2006-2009*	–
2010	\$ 653,048
2011	\$ 1,992,418
2012	\$ 2,330,296

\*This fund was in compliance during these years.

- **Fund: Medical Marijuana Cash Fund**

**Purpose:** Create an identification registry for card holders and partially offset the direct and indirect costs of administering the medical marijuana program.

**First year of required compliance:** 2004

**Status** In previous fiscal years, this fund was omitted because the Department coded the revenue in the State’s accounting system (COFRS) improperly. According to the historical data, the fund would have been out of compliance for nine years since its required compliance year of 2004. The following table shows the calculated excesses for those years, and the current year:

Fiscal Year	Amount of Excess
2004*	\$ 282
2005*	\$ 16,170
2006*	\$ 23,018
2007*	\$ 84,580
2008*	\$ 189,920
2009*	\$ 222,546
2010*	\$ 4,127,911
2011*	\$ 7,321,922
2012	\$ 11,322,309

\*This fund was not reported with excess uncommitted reserves for these years due to the Department’s improper coding of revenue.

- **Fund: Assisted Living Residence**

**Purpose:** Support annual inspections and licensing of assisted living residences to ensure the protection of health and safety for residents who cannot live independently.

**First year of required compliance:** 2001

**Status:** Fiscal Year 2012 is the 10th year the Fund was not in compliance. Excess reserves for these 10 years are noted in the table below:

Fiscal Year	Amount of Excess
2001-2002*	—
2003	\$ 307,280
2004	\$ 382,317
2005	\$ 182,142
2006	\$ 59,848
2007	\$ 81,393
2008	\$ 33,287
2009	\$ 60,746
2010	\$ 279,220
2011	\$ 472,596
2012	\$ 311,202

\*This fund was in compliance during these years.

- **Fund: Trauma System**

**Purpose:** Support a program to designate qualifying health care facilities as trauma centers.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the eighth year the Fund was not in compliance. Excess reserves for these eight years are noted in the table on the following page:

Fiscal Year	Amount of Excess
2003*	–
2004	\$ 27,299
2005	\$ 37,244
2006*	–
2007	\$ 66,734
2008	\$ 77,864
2009	\$ 48,484
2010	\$ 25,923
2011	\$ 137,884
2012	\$ 132,045

\*This fund was in compliance during these years.

- **Fund: Medication Administration**

**Purpose:** Support the implementation of a medication administration and competency evaluation program.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in the table below:

Fiscal Year	Amount of Excess
2003	\$ 45,248
2004	\$ 65,587
2005	\$ 68,164
2006	\$ 51,549
2007	\$ 41,776
2008-2009*	–
2010	\$ 18,769
2011*	–
2012	\$ 14,586

\*This fund was in compliance during these years.

- **Fund: Home Care Agency**

**Purpose:** Administer and enforce standards for home care agencies.

**First year of required compliance:** 2011

**Status:** Fiscal Year 2012 is the second year the Fund was not in compliance. Excess reserves for these two years are noted in the table on the following page:

Fiscal Year	Amount of Excess
2011	\$ 24,378
2012	\$ 254,091

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### **Recommendation No. 10:**

The Department of Public Health and Environment should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

The Department should verify that revenues are recorded properly in order to ensure that all funds subject to Senate Bill 98-194 are reported.

### **Department of Public Health and Environment Response:**

Agree. Implementation date: June 2015.

In accordance with SB 98-194, for all funds that are subject to SB 98-194 and exceeded the target reserve level on June 30, 2011, the Department provided a *Schedule 9.A - Cash Fund Status*, *Schedule 9.B - Cash Fund Reserve Plan* and *Schedule 9.C - Waiver*, as applicable, to the Office of State Planning and Budgeting.

The Department requested a waiver for the excess uncommitted reserves in the Newborn Genetics fund. The Department must continue to maintain a sufficient fund balance in order to maintain compliance with the State Controller due to prior years' negative balance resulting from a 90-day receivable cycle.

The amount of fees per applicant on the Medical Marijuana fund was reduced as of January 1, 2012 to bring revenue collections in line with program costs. Under the State Constitution, this fund can only be used for Medical Marijuana Registry related expenditures. Currently CDPHE does not have the spending authority that would allow us to reduce this excess balance.

The Department requested a waiver for the excess uncommitted reserves in the Assisted Living Residence for which compliance is anticipated by June 30, 2014. The fee levels were reduced on January 1, 2011 in order to bring the fund into compliance.

The Trauma Center Designation Fund (Fund 12A) is issued for a three year period. Much of the designation fee revenue is collected during the first half of that three-year cycle. This results in a higher fund balance at that time, which is then drawn down over the remainder of the designation period.

The Department anticipates the Medication Administration fund to be in compliance by June 30, 2013.

The Licensure of Home Care Agencies Fund was created in 2010 with phased-in licensure requirements over three years. The Department anticipated the fund to be in compliance by June 30, 2014.

The Department will continue to monitor revenues, expenditures, fund balances and excess uncommitted reserves by assessing the submitted Schedules and continue to take necessary actions to bring the fund balances to or below the target or alternative reserves so that all cash funds will come into compliance with SB 98-194 requirements.

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## Department of Public Safety

As of June 30, 2012, the Department of Public Safety had three cash funds out of compliance, with excess uncommitted reserves totaling approximately \$289,000.

- **Fund: Fire Suppression Cash**

**Purpose:** Support the administration of the fire suppression program.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in the table below:

Fiscal Year	Amount of Excess
2003	\$ 51,710
2004	\$ 51,569
2005-2010*	–
2011	\$ 67,497
2012	\$ 112,332

\*This fund was in compliance during these years.

- **Fund: Fire Service Education and Training**

**Purpose:** Administer fire service education and training programs.

**First year of required compliance: 2001**

**Status:** Fiscal Year 2012 is the first year the Fund was not in compliance. The excess reserve is noted in the table on the following page:

Fiscal Year	Amount of Excess
2001-2011*	–
2012	\$ 61,883

\*This fund was in compliance during these years.

- **Fund: Firefighter/First Responder**

**Purpose:** Support the duties of the Division of Fire Safety.

**First year of required compliance: 2003**

**Status:** Fiscal Year 2012 is the sixth year the Fund was not in compliance. Excess reserves for these six years are noted in the following table:

Fiscal Year	Amount of Excess
2003	\$ 45,989
2004	\$ 41,573
2005-2008*	–
2009	\$ 54,635
2010	\$ 47,935
2011	\$ 82,680
2012	\$ 114,762

\*This fund was in compliance during these years.

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## **Recommendation No. 11:**

The Department of Public Safety should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Department of Public Safety Response:**

Agree. Implementation date: June 2014.

The Department agrees that Fund 12C-Fire Suppression Cash Fund, Fund 12B-Fire Service Education and Training Fund and Fund 203-Firefighter/First Responder Fund are not in compliance with Section 24-

75-402, C.R.S., and are taking the following steps to bring the funds into compliance:

- Recruit and hire Fire Suppression Manager for position that has been open for more than one year.
- Terminate contract with vendor to build a division-wide database who has not been performing in accordance with terms of the agreement.
- Select another vendor to develop and build the data base.
- Recruit and hire a new position to coordinate the training functions for Division of Fire Prevention and Control.

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## Department of Regulatory Agencies

As of June 30, 2012, the Department of Regulatory Agencies had six cash funds out of compliance, with excess uncommitted reserves totaling approximately \$2.6 million.

- **Fund: Financial Services Cash Fund**

**Purpose:** Support the activities of the Division of Financial Services.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 was the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2004*	–
2005	\$ 56,229
2006	\$ 38,158
2007-2010*	–
2011	\$ 168,398
2012	\$ 155,340

\*This fund was in compliance during these years.

- **Fund: Fixed Utilities**

**Purpose:** Administrative expenses of the commission for the supervision and regulation of the public utilities.

**First year of required compliance:** 2001

**Status:** Fiscal Year 2012 is the first year the Fund was not in compliance. The excess reserve is noted in the table on the following page:

Fiscal Year	Amount of Excess
2001-2011*	–
2012	\$ 233,340

\*This fund was in compliance during these years.

- **Fund: Mortgage Broker Registration**

**Purpose:** Administer the Mortgage Loan Originator Licensing and Mortgage Company Registration program.

**First year of required compliance:** 2009

**Status:** Fiscal Year 2012 is the third year the Fund was not in compliance. Excess reserves for these three years are noted in the table below:

Fiscal Year	Amount of Excess
2009	\$ 182,873
2010*	–
2011	\$ 760,846
2012	\$ 794,600

\*This fund was in compliance during this year.

- **Fund: Conservation Easement Holder Certification**

**Purpose:** Administer the certification program for entities that hold conservation easements for tax credits.

**First year of required compliance:** 2011

**Status:** Fiscal Year 2012 is the first year the Fund was not in compliance. The excess reserve is noted in the table below:

Fiscal Year	Amount of Excess
2011*	–
2012	\$ 57,503

\*This fund was in compliance during this year.

- **Fund: Division of Registrations**

**Purpose:** Support the Division's mission to protect the public through effective licensure and enforcement of many professionals and occupations. The Division includes 32 separate boards and commissions that are aggregated together into one cash fund in the State's accounting system.



**First year of required compliance: 2001**

**Status:** Thirteen boards and commissions were out of compliance and had excess reserves totaling \$1,956,303 at the end of Fiscal Year 2011. Fiscal Year 2012 was the 12th year the Fund was not in compliance, with an excess reserve of \$1,379,063 for seven boards. A detail of these boards follows:

Barbers & Cosmetologists Board <sup>1</sup>	\$ 138,650
Dental Board	\$ 255,786
Engineers & Land Surveyors Board <sup>1</sup>	\$ 256,294
Mental Health Board <sup>1</sup>	\$ 556,259
Nursing Board <sup>1</sup>	\$ 67,923
Pharmacy Board <sup>1</sup>	\$ 71,483
Landscape Architects Board <sup>1</sup>	\$ 32,668

Total excess reserves, Fiscal Year 2012 \$1,379,063

<sup>1</sup> These boards and commissions had excess reserves in Fiscal Year 2011.

The excess reserves for the Division of Registrations for these 12 years are noted in the table below:

Fiscal Year	Amount of Excess
2001	\$ 267,753
2002*	—
2003	\$ 761,333
2004	\$ 1,325,300
2005	\$ 2,082,903
2006	\$ 2,487,140
2007	\$ 1,636,309
2008	\$ 901,928
2009	\$ 842,311
2010	\$ 1,607,282
2011	\$ 1,956,303
2012	\$ 1,379,063

\*This fund had excess uncommitted reserves for this year; however, the amount of the excess was not reported.

- **Fund: Consumer Outreach & Education**

**Purpose:** Develop, implement, and maintain the Consumer Outreach & Education program.

**First year of required compliance: 2011**

**Status:** Fiscal Year 2012 is the second year the Fund was not in compliance. Excess reserves for these two years are noted in the table below:

Fiscal Year	Amount of Excess
2011	\$ 19,090
2012	\$ 28,044

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### **Recommendation No. 12:**

The Department of Regulatory Agencies should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Department of Regulatory Agencies Response:**

Agree. Implementation date: June 2014.

The Department agrees with the recommendation and continually monitors all fund balances for compliance with Senate Bill 98-194's limitations on excess uncommitted reserves as soon as possible. While license renewal cycles, fluctuations in licensee population, and expenditure trends can, in some cases, prevent immediate compliance, in all cases fee adjustments are made at the earliest available opportunity to bring the funds into compliance as quickly as possible. In summary, compliance will occur for the listed funds as follows:

- Financial Services Cash Fund: June 2013.
- Division of Professions and Occupations Cash Fund\*: June 2013 (5 of 7 boards) and June 2014 (2 of 7 boards).
- Consumer Outreach and Education Cash Fund: June 2013.
- Fixed Utility Fund: June 2013.
- Conservation Easement Holder Certification: June 2013.
- Mortgage Broker Cash Fund: June 2014.

*\*Formerly the Division of Registrations Cash Fund*

Fee-setting determinations will enable resolutions in Fiscal Year 2013 for the following funds: Financial Services Cash Fund, Fixed Utility Fund, Division of Professions and Occupations (5 of 7 boards), Consumer

Outreach and Education Cash Fund, and Conservation Easement Holder Certification Fund. For all other funds, fee-setting determinations will enable resolutions in Fiscal Year 2014, as follows: Mortgage Broker Cash Fund, and Division of Professions and Occupations (2 of 7 boards).

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## Department of Revenue

As of June 30, 2012, the Department of Revenue had three cash funds out of compliance, with excess uncommitted reserves totaling approximately \$882,000. These cash funds are:

- Fund: Racing**  
**Purpose:** Promote racing and the recreation, entertainment, and commercial benefits derived from racing.  
**First year of required compliance:** 2005  
**Status:** Fiscal Year 2012 was the third year the Fund was not in compliance. Excess reserves for these three years are noted in the table below:

Fiscal Year	Amount of Excess
2005-2009*	–
2010	\$ 71,522
2011	\$ 242,508
2012	\$ 217,530

\*This fund was in compliance during these years.

- Fund: Colorado Dealer License Board**  
**Purpose:** Support the regulatory oversight function of the Motor Vehicle Dealer Board.  
**First year of required compliance:** 2001  
**Status:** Fiscal Year 2012 was the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in the table on the following page:

Fiscal Year	Amount of Excess
2001	\$ 163,256
2002-2006*	–
2007	\$ 569,256
2008-2009*	–
2010	\$ 644,669
2011	\$ 331,550
2012	\$ 144,635

\*This fund was in compliance during these years.

- **Fund: Liquor Law Enforcement**

**Purpose:** Support the administration, licensing, and enforcement of Colorado liquor laws.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in the table below:

Fiscal Year	Amount of Excess
2003-2007*	–
2008	\$ 210,305
2009	\$ 358,335
2010	\$ 455,866
2011	\$ 482,663
2012	\$ 520,137

\*This fund was in compliance during these years.

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## Recommendation No. 13:

The Department of Revenue should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### Department of Revenue Response:

Agree. Implementation date: June 2014.

The Department does monitor excess uncommitted reserves and will continue to do so on an ongoing basis. The reasons why the various Cash

Funds are not currently in compliance with state statute is due to mitigating factors as described below for each Cash Fund identified.

**Racing Cash Fund:** In Fiscal Year 2012 license fees decreased 11.2 percent. Although the Racing Cash Fund had excess reserves at the end of Fiscal Year 2012, the fee decrease impacted the Fund's cash balance, which is projected to be at least \$100,000 below the reserve requirement by the end of this fiscal year. Consequently, it is anticipated that fees will be increased in Fiscal Year 2014 so that the fund will be more in line with the reserve requirement.

**Auto Dealers License Fund:** This fund continues to be challenged by the volatility of the automotive industry. In Fiscal Year 2012, the number of licensees increased 2.3 percent after a three-year decline. After an increase of 90 percent to license fees in Fiscal Year 2010, fees were decreased in Fiscal Year 2011 and Fiscal Year 2012 of 35 percent and 5 percent, respectively. While the excess reserve balance has declined over the last three years, the fund is projected to have an ending cash balance over the reserve requirement in Fiscal Year 2013. However, it is anticipated that the Auto Dealer Board will impose another fee decrease in the spring of 2013 to more closely align the fund balance with the reserve requirement.

**Liquor Enforcement Cash Fund:** There has been no fee adjustment in the Fund for the last three years despite a decrease of 15.2 percent in the number of liquor licenses issued in Fiscal Year 2012. The uncommitted reserve balance in the Fund has increased each year over the last five years. However, in Fiscal Year 2013, expenditures are projected to increase as the vacancy rate declines and revenues are projected to remain stable. Consequently, the uncommitted reserve balance is expected to decline in Fiscal Year 2013, but remain higher than the reserve requirement. By Fiscal Year 2014, the uncommitted reserve balance is expected to be more in line with the statutory requirement without adjusting fees. The Division has determined that it is best to stabilize the fund and fees over a period of time to minimize disruption to the industry.

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## Department of State

As of June 30, 2012, the Department of State had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$4.5 million. These cash funds are:

- **Fund: Secretary of State Fees**

**Purpose:** Support the direct and indirect costs associated with the Department's duties.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the ninth year the Fund was not in compliance. Excess reserves for these nine years are noted in the following table:

Fiscal Year	Amount of Excess
2003	\$ 4,757,996
2004	\$ 4,667,217
2005	\$ 2,554,809
2006	\$ 2,847,940
2007	\$ 709,445
2008	\$ 2,069,888
2009*	–
2010	\$ 1,911,907
2011	\$ 3,221,197
2012	\$ 4,061,078

\*This fund was in compliance during this year.

- **Fund: Notary Administration**

**Purpose:** Support the Secretary of State's Office in performing its duties under Section 12-55-102.5(2), C.R.S.

**First year of required compliance:** 2003

**Status:** Fiscal Year 2012 is the ninth year the Fund was not in compliance. Excess reserves for these nine years are noted in the table below:

Fiscal Year	Amount of Excess
2003	\$ 200,125
2004	\$ 499,279
2005	\$ 426,887
2006	\$ 568,105
2007	\$ 717,884
2008	\$ 552,021
2009*	–
2010	\$ 148,145
2011	\$ 167,951
2012	\$ 408,237

\*This fund was in compliance during this year.

## **Recommendation No. 14:**

The Department of State should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.

### **Department of State Response:**

Agree. Implementation date: June 2013.

The Secretary of State Fees cash fund (Fund #200) will be in compliance by June 30, 2013. Through in-depth analysis of business filer's trends, the Department has developed and executed a compliance plan. Current information indicates that business filings continue to increase and that new businesses are being formed even in a struggling economy. Business filings fees were lowered last year to be among the lowest in the nation. To further reduce excess reserves the department has implemented a three-tiered temporary fee reduction that started October 1, 2012 for all non-profit filings. Notary filing fee reductions followed on November 1, 2012 and all other business filings on December 1, 2012 (except for late report and delinquency). Fees are returning to pre-October 2012 levels by June 30, 2013. The department projects that the fund will be in compliant by June 30, 2013.

The Department will note that HB 12-1274 was enacted in the prior legislative session. This act collapsed the monies in the Notary Cash fund (Fund 20N) into the Department of State Cash Fund (#200). After working with the SCO's office it was determined that this transfer will take place by June 30, 2013.

The Department believes that the fund balance provisions of SB 98-194 are excessively restrictive for our operations. Economic conditions 15 years ago were much different. And the technology and security issues that we deal with require redundancy and rapid-response. The Department has built and acquired world-class customer service and application technology, yielding an exceptionally high-level of service to Colorado businesses and voters. An unanticipated hardware failure or cyber-attack cannot interrupt business formation or elections. The cost of ameliorating such an event doesn't neatly correspond to a percentage of the operating budget.

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# Disposition of Prior Audit Recommendations

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The following recommendations are from the *Cash Funds Uncommitted Reserves Report* for the fiscal year ended June 30, 2011.

<b>Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
1	The Department of Agriculture should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible	See current year Recommendation No. 1
2	The Department of Education should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	Implemented
3	The Office of the Governor should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	Implemented
4	The Department of Human Services should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 3
5	The Judicial Department should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 4
6	The Department of Labor and Employment should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 5

<b>Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
7	The Department of Law should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 6
8	The Department of Local Affairs should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 7
9	The Department of Natural Resources should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 8
10	The Department of Personnel & Administration should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 9
11	The Department of Public Health and Environment should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 10
12	The Department of Public Safety should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 11
13	The Department of Regulatory Agencies should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 12

<b>Rec. No.</b>	<b>Recommendation</b>	<b>Disposition</b>
14	The Department of Revenue should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 13
15	The Department of State should monitor its excess uncommitted reserves to ensure all cash funds are in compliance with Senate Bill 98-194 requirements as soon as possible.	See current year Recommendation No. 14

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# **Financial Information**

**Cash Funds Uncommitted Reserves Report**  
**All Funds, Uncommitted Reserves Greater than \$50,000**  
**For Fiscal Year Ended June 30, 2012**

Department/Agency	Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)
<b>Department of Agriculture</b>					
BAA DEPARTMENT OF AGRICULTURE	104	VET, VACCINE & SVC FUND	72,317	3,500	0
BAA DEPARTMENT OF AGRICULTURE	294	PET ANIMAL CARE AND FACILITY	120,916	0	0
BAA DEPARTMENT OF AGRICULTURE	103	AGRICULTURAL PRODUCTS INSPECTN	307,149	0	0
BAA DEPARTMENT OF AGRICULTURE	23S	PLNT HLTH PST CONT ENV PROT CS	1,752,757	15,285	0
BAA DEPARTMENT OF AGRICULTURE	16R	INSPECT & CONSUMER SERVIC CASH	1,824,630	290	0
<b>Total, Department of Agriculture</b>			<b>4,077,769</b>	<b>19,075</b>	<b>0</b>
<b>Department of Education</b>					
DAA DEPARTMENT OF EDUCATION	293	EDUCATOR LICENSURE CASH FUND	383,799	0	0
<b>Total, Department of Education</b>			<b>383,799</b>	<b>0</b>	<b>0</b>
<b>Department of Health Care Policy and Financing</b>					
UHA DEPT OF HLTH CARE POLICY & FIN	22X	MEDICAID NURSING FACILITY CASH	2,002,942	0	0
UHA DEPT OF HLTH CARE POLICY & FIN	24A	HOSPITAL PROVIDER FEE CASH	22,164,920	0	0
<b>Total, Department of Health Care Policy and Financing</b>			<b>24,167,862</b>	<b>0</b>	<b>0</b>
<b>Department of Higher Education</b>					
GAA DEPARTMENT OF HIGHER EDUCATION	21B	INNOVATIVE HE RESEARCH FUND	1,546,919	0	0
GCA STATE HISTORICAL SOCIETY	509	ENTERPRISE SERVICES	804,955	209,280	0
GCA STATE HISTORICAL SOCIETY	401	LIMITED GAMING FUND	41,493,423	0	0
GPA PRIVATE OCCUPATIONAL SCHOOL DV	222	PRIVATE OCCUPATIONAL SCHOOLS	157,928	0	32,351
<b>Total, Department of Higher Education</b>			<b>44,003,225</b>	<b>209,280</b>	<b>32,351</b>
<b>Department of Human Services</b>					
IHA DEPARTMENT OF HUMAN SERVICES	504	BUSINESS ENTERPRISE PROGRAM	685,932	448,488	0
IHA DEPARTMENT OF HUMAN SERVICES	12T	CHILD CARE LICENSING CASH FUND	122,062	0	0
IHA DEPARTMENT OF HUMAN SERVICES	17K	RECORDS AND REPORTS FUND	128,534	0	0
IHA DEPARTMENT OF HUMAN SERVICES	18R	FOOD DISTRIBUTION PROG SERVICE	261,138	0	0
<b>Total, Department of Human Services</b>			<b>1,197,666</b>	<b>448,488</b>	<b>0</b>
<b>Judicial Branch</b>					
JBA SUPREME COURT LIBRARY	700	OTHER EXPENDABLE TRUSTS	468,398	169,177	0
<b>Total, Judicial Branch</b>			<b>468,398</b>	<b>169,177</b>	<b>0</b>
<b>Department of Labor</b>					
KAA DEPT OF LABOR AND EMPLOYMENT	136	DISPLACED HOMEMAKERS	59,227	0	0
KAA DEPT OF LABOR AND EMPLOYMENT	137	BOILER INSPECTION	1,348,099	0	0
<b>Total, Department of Labor</b>			<b>1,407,326</b>	<b>0</b>	<b>0</b>
<b>Department of Law</b>					
LAA DEPARTMENT OF LAW	150	COLLECTION AGENCY BOARD	86,340	0	0
LAA DEPARTMENT OF LAW	151	UNIFORM CONSUMER CREDIT CODE	635,540	0	0
<b>Total, Department of Law</b>			<b>721,880</b>	<b>0</b>	<b>0</b>
<b>Department of Local Affairs</b>					
NAA DEPARTMENT OF LOCAL AFFAIRS	11E	MOFFAT TUNNEL CASH FUND	103,203	0	0
NAA DEPARTMENT OF LOCAL AFFAIRS	16E	PRIVATE ACTIV BOND ALLOCATION	112,161	0	0
NAA DEPARTMENT OF LOCAL AFFAIRS	12V	BUILDING REGULATION FUND	475,418	0	0
<b>Total, Department of Local Affairs</b>			<b>690,782</b>	<b>0</b>	<b>0</b>

Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
342,826	342,826	380,552	0	68,817	62,791	6,026
583,629	599,953	572,364	3,290	117,626	94,440	23,186
2,204,912	2,210,248	2,206,034	742	306,407	363,996	0
3,979,644	4,075,244	3,674,850	40,759	1,696,713	1,837,425	0
3,883,964	4,066,015	3,765,241	81,683	1,742,657	1,882,621	0
<b>10,994,975</b>	<b>11,294,286</b>	<b>10,599,041</b>	<b>126,474</b>	<b>3,932,220</b>	<b>4,241,273</b>	<b>29,212</b>
2,350,438	2,350,438	2,457,731	0	383,799	405,526	0
<b>2,350,438</b>	<b>2,350,438</b>	<b>2,457,731</b>	<b>0</b>	<b>383,799</b>	<b>405,526</b>	<b>0</b>
41,275,796	41,343,403	43,529,887	3,275	1,999,667	7,182,431	0
585,719,330	586,536,503	586,570,019	30,881	22,134,039	96,784,053	0
<b>626,995,126</b>	<b>627,879,906</b>	<b>630,099,906</b>	<b>34,156</b>	<b>24,133,706</b>	<b>103,966,484</b>	<b>0</b>
388,007	1,946,739	2,139,519	1,238,601	308,318	353,021	0
901,102	1,626,724	1,119,504	265,709	329,966	184,718	145,248
978,343	24,541,476	28,531,003	39,839,293	1,654,130	4,707,615	0
811,700	811,700	779,448	0	125,577	128,609	0
<b>3,079,152</b>	<b>28,926,639</b>	<b>32,569,474</b>	<b>41,343,603</b>	<b>2,417,991</b>	<b>5,373,963</b>	<b>145,248</b>
374,042	1,104,361	1,080,399	157,023	80,421	178,266	0
803,126	806,588	798,145	524	121,538	131,694	0
882,879	882,879	834,416	0	128,534	137,679	0
251,267	493,980	499,807	128,308	132,830	82,468	50,362
<b>2,311,314</b>	<b>3,287,808</b>	<b>3,212,767</b>	<b>285,855</b>	<b>463,323</b>	<b>530,107</b>	<b>50,362</b>
187,413	529,489	439,530	193,312	105,909	72,522	33,387
<b>187,413</b>	<b>529,489</b>	<b>439,530</b>	<b>193,312</b>	<b>105,909</b>	<b>72,522</b>	<b>33,387</b>
100,356	100,356	120,887	0	59,227	145,000	0
1,211,742	1,231,531	1,513,324	21,662	1,326,437	1,026,678	299,759
<b>1,312,098</b>	<b>1,331,887</b>	<b>1,634,211</b>	<b>21,662</b>	<b>1,385,664</b>	<b>1,171,678</b>	<b>299,759</b>
412,050	415,680	486,298	754	85,586	80,239	5,347
1,452,742	1,485,343	1,349,063	13,949	621,591	445,191	176,400
<b>1,864,792</b>	<b>1,901,023</b>	<b>1,835,361</b>	<b>14,703</b>	<b>707,177</b>	<b>525,430</b>	<b>181,747</b>
26,659	27,819	20	4,303	98,900	250,000	0
49,827	49,827	52,381	0	112,161	258,660	0
599,061	605,751	560,543	5,251	470,167	92,490	377,677
<b>675,547</b>	<b>683,397</b>	<b>612,944</b>	<b>9,554</b>	<b>681,228</b>	<b>601,150</b>	<b>377,677</b>

Department/Agency	Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)	
<b>Department of Natural Resources</b>						
PEA	DIVISION OF WATER RESOURCES	166	SATELLITE MONITORING	183,200	0	0
PHA	OIL AND GAS CONSERVATION COMM	170	OIL & GAS CONSERVATION FUND	9,302,947	2,880	0
PIA	COLORADO GEOLOGICAL SURVEY	171	GEOLOGICAL SURVEY CASH FUND	885,616	5,588	0
PKA	DIV RECLAMATION, MINING, SAFETY	256	MINED LAND RECLAMATION FUND	637,652	4,291	0
<b>Total, Department of Natural Resources</b>				<b>11,009,415</b>	<b>12,759</b>	<b>0</b>
<b>Department of Personnel and Administration</b>						
AAG	STATE ARCHIVES	24Y	STATE ARCHIVES & PUBLIC RECRD	83,204	0	0
ACA	DIV OF FINANCE AND PROCUREMENT	281	SUPPLIER DATABASE CASH FUND	218,416	0	0
ACA	DIV OF FINANCE AND PROCUREMENT	604	DEBT COLLECTION FUND	708,331	6,359	0
<b>Total, Department of Personnel and Administration</b>				<b>1,009,951</b>	<b>6,359</b>	<b>0</b>
<b>Department of Public Health and Environment</b>						
FAA	DEPT OF PUB HLTH & ENVIRONMENT	14V	MEDICAL MARIJUANA CASH FUND	12,033,532	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	246	ASSISTED LIVING RESIDENCE FUND	499,474	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	409	EMERGENCY MEDICAL SERVICES	1,314,177	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	121	NEWBORN GENETICS	3,274,753	0	0
FMA	HEALTH-HEALTH FACILITIES	224	MEDICATION ADMINISTRATION FUND	58,348	0	0
FMA	HEALTH-HEALTH FACILITIES	12A	TRAUMA SYSTEM CASH FUND	195,963	0	0
FMA	HEALTH-HEALTH FACILITIES	22R	HOME CARE AGENCY	348,257	0	0
<b>Total, Department of Public Health and Environment</b>				<b>17,724,504</b>	<b>0</b>	<b>0</b>
<b>Department of Public Safety</b>						
RAA	DEPARTMENT OF PUBLIC SAFETY	12B	FIRE SVC EDUCATION & TRNG	62,949	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	12C	FIRE SUPPRESSION CASH	128,512	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	203	FIREFIGHTER FIRST RESP HAZMAT	152,342	0	0
<b>Total, Department of Public Safety</b>				<b>343,803</b>	<b>0</b>	<b>0</b>
<b>Department of Regulatory Agencies</b>						
SAA	DORA - EXECUTIVE DIRECTOR	22J	CONSUMER OUTREACH & EDUCATION	61,307	0	0
SCA	DIVISION OF BANKING	244	PUBLIC DEPOSIT ADMINISTRATION	471,673	3,635	0
SEA	DIVISION OF FINANCIAL SERVICES	272	FINANCIAL SERVICES CASH FUND	394,735	1,148	0
SFA	DIVISION OF INSURANCE	16Z	INSURANCE FRAUD CASH FUND	113,879	0	0
SGA	PUBLIC UTILITIES COMMISSION	185	MOTOR CARRIER	350,793	1,301	0
SGA	PUBLIC UTILITIES COMMISSION	184	FIXED UTILITIES	2,354,711	7,834	0
SIA	DIVISION OF REAL ESTATE	22H	CONSERVE EASEMENT HOLDER CERT	65,659	99	0
SIA	DIVISION OF REAL ESTATE	212	REAL ESTATE CASH FUND	609,588	3,038	0
SIA	DIVISION OF REAL ESTATE	19U	MORTGAGE CO & LOAN ORIGINATOR	1,046,347	612	0
SJF	BARBERS & COSMETOLOGISTS BOARD	189	DIV OF REGISTRATIONS CASH FUND	295,795	497	0
SJH	DENTAL BOARD	189	DIV OF REGISTRATIONS CASH FUND	407,521	434	0
SJI	ELECTRICAL BOARD	189	DIV OF REGISTRATIONS CASH FUND	640,158	4,248	0
SJJ	ENGINEERS & LAND SURVEYORS BD	189	DIV OF REGISTRATIONS CASH FUND	425,336	3,663	0
SJK	MENTAL HEALTH BOARDS	189	DIV OF REGISTRATIONS CASH FUND	759,195	673	0
SJN	NURSING BOARD	189	DIV OF REGISTRATIONS CASH FUND	898,649	2,064	0
SJS	PHARMACY BOARD	189	DIV OF REGISTRATIONS CASH FUND	256,360	694	0
SKA	LANDSCAPE ARCHITECTS BOARD	189	DIV OF REGISTRATIONS CASH FUND	51,949	121	0
SLA	DIVISION OF SECURITIES	213	DIV OF SECURITIES CASH FUND	192,127	1,996	0
<b>Total, Department of Regulatory Agencies</b>				<b>9,395,782</b>	<b>32,057</b>	<b>0</b>
<b>Department of Revenue</b>						
TAA	REVENUE - ADMINISTRATION	16V	RACING CASH FUND	408,175	0	0
TAA	REVENUE - ADMINISTRATION	192	COLO DEALER LICENSE BOARD	604,541	1,525	0
TAA	REVENUE - ADMINISTRATION	236	LIQUOR LAW ENFORCEMENT	898,867	1,616	0
<b>Total, Department of Revenue</b>				<b>1,911,583</b>	<b>3,141</b>	<b>0</b>
<b>Department of State</b>						
VAA	DEPARTMENT OF STATE	20N	NOTARY ADMINISTRATION CASH FD	436,825	0	0
VAA	DEPARTMENT OF STATE	200	SECRETARY OF STATE FEES	7,009,733	0	0
<b>Total, Department of State</b>				<b>7,446,558</b>	<b>0</b>	<b>0</b>
<b>Grand Total</b>				<b>125,960,303</b>	<b>900,336</b>	<b>32,351</b>



Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
237,027	574,779	572,502	107,652	75,548	94,463	0
6,739,614	10,656,793	9,239,229	3,418,479	5,881,588	4,000,000	1,881,588
237,500	4,104,701	4,026,311	829,109	50,919	664,341	0
1,057,617	2,949,894	2,935,856	406,284	227,077	484,416	0
<b>8,271,758</b>	<b>18,286,167</b>	<b>16,773,898</b>	<b>4,761,524</b>	<b>6,235,132</b>	<b>5,243,220</b>	<b>1,881,588</b>
178,306	203,945	120,740	10,460	72,744	19,922	52,822
287,840	287,840	220,804	0	218,416	36,433	181,983
1,212,736	2,982,605	2,768,742	416,548	285,424	456,842	0
<b>1,678,882</b>	<b>3,474,390</b>	<b>3,110,286</b>	<b>427,008</b>	<b>576,584</b>	<b>513,197</b>	<b>234,805</b>
6,266,634	6,414,383	2,630,559	277,181	11,756,351	434,042	11,322,309
990,678	990,678	1,141,043	0	499,474	188,272	311,202
10,046,559	10,150,001	10,118,060	13,393	1,300,784	1,669,480	0
6,198,126	6,198,126	5,723,979	0	3,274,753	944,457	2,330,296
292,040	292,040	265,225	0	58,348	43,762	14,586
392,171	395,035	378,767	1,421	194,542	62,497	132,045
780,094	780,094	570,702	0	348,257	94,166	254,091
<b>24,966,302</b>	<b>25,220,357</b>	<b>20,828,335</b>	<b>291,995</b>	<b>17,432,509</b>	<b>3,436,676</b>	<b>14,364,529</b>
25,767	26,106	1,507	817	62,132	249	61,883
146,167	147,658	90,191	1,298	127,214	14,882	112,332
215,594	217,566	219,385	1,381	150,961	36,199	114,762
<b>387,528</b>	<b>391,330</b>	<b>311,083</b>	<b>3,496</b>	<b>340,307</b>	<b>51,330</b>	<b>288,977</b>
205,128	206,291	199,496	346	60,961	32,917	28,044
4,370,252	4,403,299	4,416,042	3,513	464,525	728,647	0
1,399,141	1,410,937	1,423,975	3,291	390,296	234,956	155,340
914,294	916,711	872,480	300	113,579	143,959	0
276,813	323,046	1,949,464	50,018	299,474	321,662	0
11,781,135	12,511,189	11,979,343	136,945	2,209,932	1,976,592	233,340
112,689	112,689	48,832	0	65,560	8,057	57,503
3,372,734	3,573,709	3,657,133	34,111	572,439	603,427	0
1,099,733	1,161,159	1,186,758	55,320	990,415	195,815	794,600
862,615	862,864	948,866	85	295,213	156,563	138,650
1,222,860	1,222,860	916,973	0	407,087	151,301	255,786
4,077,823	4,077,823	4,181,739	0	635,910	689,987	0
810,574	810,574	1,002,299	0	421,673	165,379	256,294
1,537,563	1,537,697	1,225,437	66	758,456	202,197	556,259
3,274,915	3,893,028	4,159,437	142,355	754,230	686,307	67,923
957,659	957,660	1,116,258	0	255,666	184,183	71,483
89,712	89,712	116,122	0	51,828	19,160	32,668
3,413,619	3,413,620	3,698,671	0	190,131	610,281	0
<b>39,779,259</b>	<b>41,484,868</b>	<b>43,099,325</b>	<b>426,350</b>	<b>8,937,375</b>	<b>7,111,390</b>	<b>2,647,890</b>
1,135,118	1,135,117	1,155,422	0	408,175	190,645	217,530
2,606,825	2,606,859	2,778,018	8	603,008	458,373	144,635
2,324,655	2,325,101	2,284,494	172	897,079	376,942	520,137
<b>6,066,598</b>	<b>6,067,077</b>	<b>6,217,934</b>	<b>180</b>	<b>1,908,262</b>	<b>1,025,960</b>	<b>882,302</b>
395,123	395,123	173,263	0	436,825	28,588	408,237
16,747,763	17,298,269	16,518,634	223,080	6,786,653	2,725,575	4,061,078
<b>17,142,886</b>	<b>17,693,392</b>	<b>16,691,897</b>	<b>223,080</b>	<b>7,223,478</b>	<b>2,754,163</b>	<b>4,469,315</b>
<b>748,064,068</b>	<b>790,802,454</b>	<b>790,493,723</b>	<b>48,162,952</b>	<b>76,864,664</b>	<b>137,024,069</b>	<b>25,886,798</b>

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## NOTES TO CASH FUNDS UNCOMMITTED RESERVES REPORT

### NOTE 1. PURPOSE

Section 24-30-207, C.R.S., requires the State Controller to prepare a report showing the amount of uncommitted reserves credited to each of the State of Colorado's cash funds. This report is prepared in accordance with the statutory definitions and may not agree to financial reports prepared on a GAAP basis. The report must be audited by the State Auditor. The report is to be delivered to the Office of State Planning and Budgeting and to the Joint Budget Committee on or before September 20 of each year.

### NOTE 2. CASH FUND DEFINED

Section 24-75-402 (2) (b), C.R.S., defines "cash fund" to mean any fund, other than the State General Fund and any federal fund, established by law for a specific program or purpose.

### NOTE 3. CASH FUNDS EXCLUDED

The following cash funds are specifically excluded from the cash reserves report:

- Any cash fund for which revenue is derived solely from fees, the amounts of which are established by the federal government;
- Any cash fund for which revenue is derived solely from fees set by the Colorado Supreme Court in the exercise of its exclusive authority to regulate the practice of law;
- Any cash fund for which revenue is derived solely from fees set by an enterprise, as defined in Section 24-77-102(3), C.R.S., or a special purpose authority;
- Any cash fund that is established for capital construction;
- Any cash fund for which the reserve amounts are based on actuarial requirements;
- Any trust fund;
- Any cash fund with uncommitted reserves of less than \$50,000;
- The Petroleum Storage Tank Fund;
- The Hazardous Substance Response Fund;
- The Land and Water Management Fund;
- The Brand Inspection Fund;
- The Colorado State Fair Authority Cash Fund;
- The Highway Users' Tax Fund;
- The State Highway Fund;
- The Worker's Compensation Cash Fund;

- The Worker's Compensation Cost Containment Fund;
- The State Commission on Judicial Performance Cash Fund;
- The Motorcycle Operator Safety Training Fund;
- The Colorado Disabled Telephone Users Fund;
- The Colorado Bureau of Investigation Identification Unit Fund;
- The Buildings and Grounds Cash Fund;
- The Judicial Department Information Technology Cash Fund;
- The Private Activity Bond Allocations Fund;
- The Colorado High Cost Administration Fund;
- The Public School Construction and Inspection Cash Fund;
- The Health Facility Construction and Inspection Cash Fund;
- The Medical Marijuana License Fund;
- The Emergency Fire Fund;
- The Wildland Fire Equipment Repair Fund;
- The Wildland Fire Cost Recovery Fund; and
- Any cash fund used to fund a single program if the program has been in existence less than two full fiscal years.

Although the Private Activity Bond Allocations Fund is specifically excluded from the cash reserves report based on the cash funds report statute, the language included in the fund's enabling statute provides for an alternate target reserve for the fund. The alternate target reserve is applicable to funds reported on the cash reserves report. Therefore, we are including the fund in the cash reserves report for informational purposes only.

### NOTE 4. FUND BALANCE

Fund balance is the net of total assets and total liabilities in each fund as of June 30, 2012.

### NOTE 5. EXEMPT ASSETS

Exempt assets are any long-term assets or non-monetary current assets held by the fund at June 30, 2012. "Non-monetary" current assets are those that either cannot be converted to cash or are held with the intent of being used rather than converted to cash, including but not limited to consumable inventory and prepaid expenses.

## NOTES TO CASH FUNDS UNCOMMITTED RESERVES REPORT

### NOTE 6. PREVIOUSLY APPROPRIATED FUND BALANCE

Previously appropriated fund balance is that portion of fund balance that has been appropriated for capital construction or other multi-year purposes.

### NOTE 7. FEE REVENUE

Fee revenue means any moneys collected by an entity, except that fee revenue does not include:

- Any moneys collected from sources excluded from state fiscal year spending, as defined in Section 24-77-102(17), C.R.S.;
- Any moneys received through the imposition of penalties or fines or surcharges imposed on any person convicted of a crime;
- Any moneys appropriated from the state general fund;
- Any moneys received through the imposition of taxes;
- Any moneys received from charges or assessments, the amount of which are not determined by the entity;
- Any moneys received from gifts or donations;
- Any moneys received from local government grants or contracts;
- Any moneys received through direct transfers from another entity, an enterprise, or a special purpose authority; or
- Any moneys received as interest or other investment income.

During Fiscal Year 2011, a legal memorandum from the Office of Legislative Legal Services concluded that if a cash fund has fees set in statute, those revenues are not “determined by the entity” and are excluded from the fee revenue calculation in accordance with the fifth bullet above.

### NOTE 8. NON-FEE FUND BALANCE

Non-fee fund balance is calculated by subtracting any exempt assets and previously appropriated fund balance from total fund balance and multiplying the result times the ratio of non-fee revenue to total revenue.

### NOTE 9. UNCOMMITTED RESERVE

Uncommitted reserve is calculated by subtracting any exempt assets and previously

appropriated fund balance from total fund balance and multiplying the result by the ratio of fee revenue to total revenue.

### NOTE 10. TARGET/ALTERNATIVE RESERVE

Target reserve is defined as 16.5 percent of Fiscal Year 2012 expenditures. In some cases an alternative reserve is used when there is a reserve limit established by statute.

### NOTE 11. EXCESS UNCOMMITTED RESERVE

Excess uncommitted reserve is the amount by which the uncommitted reserve exceeds the target/alternative reserve.

# **Appendices**

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# Appendix A

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## Descriptions of Cash Funds

These cash funds are included on the Cash Funds Uncommitted Reserves Report (pages 48-53) for the Fiscal Year Ended June 30, 2012, prepared by the Office of the State Controller.

## **Fund Description**

### **AGRICULTURE**

104	Veterinary Vaccine and Service	Proceeds from the sale of vaccines and related services to be used for purchase of vaccines and such other laboratory incidental expenses, including travel directly incidental to the designated disease control and eradication program, as may be determined by the State Agricultural Commission.
294	Pet Animal Care and Facility	Fees assessed for the inspection and licensing of pet animal care facilities. Fees used to ensure pet care facilities meet minimum standards for physical facilities, sanitation, ventilation, lighting, heating, cooling, humidity, and spatial and enclosure requirements; nutrition; humane care; medical treatment; and methods of operation and recordkeeping. Monies are used to fund the operational costs.
103	Agricultural Products Inspection	Fixed fees assessed for the inspection and certification of fruits and vegetables. All monies collected pay for operational costs.
23S	Plant Health, Pest Control, and Environment Protection	Fees, fines, and penalties collected to implement, administer, and enforce provisions including, but not limited to: biological pest control, bee inspection efforts, ground water protection efforts, and pesticide applicator license and inspection efforts.
16R	Inspection and Consumer Services	Fees charged to issue inspection certificates for fruits and vegetables. Monies are used to pay the operational costs.

### **EDUCATION**

293	Educator Licensure	Fees charged to cover the costs to administer examinations and to review applications for licenses, endorsements, and certificates, as authorized by the State Board of Education. Fees are set annually and are \$80 for the initial license and \$40 for a substitute license.
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### **HEALTH CARE POLICY AND FINANCING**

22X	Medicaid Nursing Facility	Provider fees on health care items or services provided by nursing facility providers for the purpose of obtaining federal financial participation under the State's medical assistance program.
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**Fund Description**

24A Hospital Provider Fee Provider fees on health care items or services provided by hospital providers for the purpose of obtaining federal financial participation under the State’s medical assistance programs.

**HIGHER EDUCATION**

21B Innovative Higher Education Research Funds to higher education institutions as matching funding for sponsored research. Funds are distributed only to the Colorado Higher Education Competitive Research Authority.

509 Enterprise Services Operations from the stores in the museums, microphoto services, the rental program, summer programs, and traveling exhibits.

401 Limited Gaming Fund Limited Gaming Fund was authorized for the State historic fund by Section 12-47.1-120, C.R.S. Limited Gaming funds are revenue generated from authorized gaming activities derived from tax, application and license fees, as well as fines levied by the Division of Gaming. History Colorado’s Society Museum and Preservation Operations consists of cash funds, cash funds exempt (Limited Gaming Revenue) and federal funds. Prior to 2004, a General Fund appropriation covered the Gaming Revenue portion of History Colorado annual appropriation. Section 12-47.1-1201(5)(a)(I)(C),C.R.S. defines all moneys received by History Colorado to include museum admission fees, rentals, earned revenue and other fees for services as well as gifts, donations and grants.

222 Private Occupational Schools Fees collected for any application requesting written authorization to operate a private occupational school within or outside of Colorado or to change ownership of a private occupational school. Fees shall be used for the direct or indirect costs of the administration of providing standards for and to foster and improve private occupational schools.

**HUMAN SERVICES**

504 Business Enterprise Program Monies accruing from assessments against the net proceeds of each vending facility operator in the Business Enterprise Program. The assessments support equipment maintenance and report, operator benefits, site improvements, and new development.

**Fund Description**

- 12T Child Care Licensing New and continuing child care providers for state licenses. Fees received and credited to the fund are applied against all costs associated with child care inspection licensing, developing a methodology to assess the relationship between licensing costs and fees, and annually reassessing costs and fees and reporting the results to the State Board of Human Services.
- 17K Records and Reports Fees from conducting background screening, on behalf of employers, of job applicants against the registry database that contains individuals who have a confirmed history of child abuse.
- 18R Food Distribution Program Services Administrative fees support the administration of food distribution programs to eligible agencies authorized by federal law and the U.S. Department of Agriculture.

**JUDICIAL**

- 700 Other Expendable Trusts Supreme Court Law Library Fees come from appellate court filings, single client, pro hac vice, and cost recoveries from copier charges. These fees exclusively fund new/replacement books and magazine subscriptions for the law library.

**LABOR AND EMPLOYMENT**

- 136 Displaced Homemakers Fee of \$5 assessed by the courts for each divorce filed in the state. The program provides job counseling, training and job placement services, educational services, and legal counseling services to enable displaced homemakers to become economically self-sufficient.
- 137 Boiler Inspection Inspection fees to support a boiler inspection program that enforces statutory rules and regulations established to control the design, construction, operation, maintenance, and repair of boilers and pressure vessels in the State of Colorado.

**LAW**

- 150 Collection Agency Board Fees to regulate collection agencies and debt collectors who pay registration fees for licenses. The Collection Agency Board can assess fines for unlawful practices. Monies are used to fund the operational costs.

**Fund Description**

151 Uniform Consumer Credit Code Fees collected with the official notification to the State that individuals are participating in consumer credit sales or consumer leases within the state. The funds are appropriated annually by the General Assembly for the administration and enforcement of this code.

**LOCAL AFFAIRS**

11E Moffat Tunnel Proceeds from conveyance of property for the Moffat Tunnel Improvement District to be transferred directly to the counties identified in Section 32-8-102, C.R.S., after setting aside sufficient revenue necessary for administrative costs.

16E Private Activity Bond Allocation Administrative fees collected for direct allocations, or from entities that receive bonding authority.

12V Building Regulation Registration fees charged to installers and sellers of manufactured homes as well as various other fees established by the State Housing Board. Funds are used to inspect factory-built (modular) housing, commercial structures, and manufactured homes to ensure the health and safety of Colorado residents who purchase these units.

**NATURAL RESOURCES**

166 Satellite Monitoring Fees for the use of equipment and programs of the satellite monitoring system. All fees are credited to this fund for operating the automated data processing equipment and programs associated with the satellite monitoring system of the Colorado Water Resources and Power Development Authority.

170 Oil and Gas Conservation Fees charged for oil and gas operating permits, and levies charged on oil and gas production.

171 Geological Survey Fees charged for geological services provided, based on the actual cost to the Department of Natural Resources, including collections made from the public for publications, reports, and maps.

256 Mined Land Reclamation Fees for permits to operate a mine and annual reviews and inspections of those mining sites. Fees are used to monitor mining operations.

## Fund Description

### PERSONNEL & ADMINISTRATION

24Y	State Archives & Public Records	Fees to respond to requests for information and research from state agencies and the general public.
281	Supplier Database	Fees assessed for registration in the centralized database of providers of goods and services to the State. Monies are used to fund the operational costs of maintaining the database.
604	Debt Collection	Collection fees assessed to individuals for collection of past due debts owed to the State. Monies are used to fund the operations of the Central Collection Services unit.

### PUBLIC HEALTH AND ENVIRONMENT

14V	Medical Marijuana Cash Fund	Identification registry for card holders and partially offset the direct and indirect costs of administering the medical marijuana program.
246	Assisted Living Residence	Fees charged for licensing assisted living residences and for conducting inspections, and complaint investigations. There is an annual base fee of \$150 per residence, and then the fees vary depending on the number of beds in the facility and the residence's designation. If the residence has a high Medicaid utilization, the fee is \$15 per bed; otherwise, it is \$30 per bed. There is also an initial fee of \$6,000 for new residences. The fee for a change of ownership of an existing licensed residence is \$5,000.
409	Emergency Medical Services	Fee of \$2 assessed at the time of registration of any motor vehicle, for the purpose of providing emergency medical services. Revenue is used for grants to local emergency medical service providers, planning and coordinating emergency medical services, and testing and certifying emergency medical technicians.
121	Newborn Genetics	Charges for laboratory blood tests for newborns and for genetic counseling; the fees shall be utilized to carry out the program as well as to provide educational awareness programs. The fee of \$85 per Colorado baby covers two screenings for seven genetic diseases and an additional 22 metabolic disorders on the initial screen utilizing tandem mass spectrometry technology. The fee increased to \$92 in February 2012 when Severe Combined Immunodeficiency Disease (SCID) was added to the panel.

**Fund Description**

224	Medication Administration Fund	Fees collected from students who take a two day medication administration class. The class fee is \$55, with \$40 going to the instructor while the State retains the remainder.
12A	Trauma System	Fees charged every 3 years to pay for the direct and indirect costs of evaluating and designating applicant health care facilities as Trauma Centers. Fee rates are commensurate with the level of designation related to the type and amount of resources a facility has available to care for injured patients. Initial designation fees range from \$6,800 for Level V to \$20,000 for Level I and renewal fees range from \$6,800 for Level V to \$34,200 for Level I.
22R	Health Care Agency	Fees charged for licensure of certified providers for the direct and indirect costs to establish minimum standards and rules for home care agencies and for the administration and enforcement of minimum standards and rules.

**PUBLIC SAFETY**

12B	Fire Service Education and Training	Moneys received pursuant to the administration of the fire service education and training programs and interest earned on moneys deposited in the fund.
12C	Fire Suppression Cash	All monies received and interest earned from the administration of the fire suppression program
203	Firefighter/First Responder	Fees for the coordination and administration of the firefighter and first responder certification programs. Monies are used to fund the operational costs of the Division of Fire Safety.

**REGULATORY AGENCIES**

22J	Consumer Outreach & Education	Surcharges used to develop, implement, and maintain the program to inform consumers of their rights regarding regulated professions and occupations, decreasing regulatory violations, and ensuring public awareness of consumer protection information available.
244	Public Deposit Administration	Fees and assessments collected from eligible public depository institutions regulated by the Division of Banking to be used for administration and enforcement.
272	Financial Services	Fees received from domestic and foreign savings and loan associations operating in the state, based on their total public deposits held.

## Fund Description

16Z	Insurance Fraud Cash Fund	Moneys collected by DORA and deposited in the Insurance Fraud cash fund. These moneys are subject to annual appropriation by the General Assembly to the Department of Law for use in investigating and prosecuting allegations of insurance fraud.
185	Motor Carrier	Fees from motor vehicle carriers to cover the direct and indirect costs of the Public Utilities Commission in the supervision and regulation of motor carriers.
184	Fixed Utilities	Assessments levied on each fixed public utility regulated by the Public Utilities Commission to cover the fixed utility regulatory costs of the Public Utilities Commission and to cover the costs of the Office of Consumer Counsel.
22H	Conservation Easement Holder Certification	At the time of submission of an application, and each year the entity is certified pursuant to this section, the applicant shall pay the division a fee as prescribed by the division. The fee shall cover the costs of the division and the commission in administering the certification program for entities that hold conservation easements for which tax credits are claimed pursuant to section 39-22-522, C.R.S. The division shall have the authority to accept and expend gifts, grants, and donations for the purposes of this section. The state treasurer shall credit fees, gifts, grants, and donations collected pursuant to this subsection to the conservation easement holder certification fund, which fund is hereby created in the state treasury. Moneys in the fund shall be annually appropriated to the division for the purposes of implementing and administering this section and shall not revert to the general fund at the end of any fiscal year.
212	Real Estate	Fees that the Division of Real Estate is authorized by law to collect. The Division shall propose, as part of its annual budget request, an adjustment in the amount of each fee. The requested changes shall adjust fees so that revenue adjusted from said fees approximates its direct and indirect costs.
19U	Mortgage Broker Registration	Fees to administer the Mortgage Loan Originator Licensing and Mortgage Company Registration program.
189	Division of Registrations	Fees collected for the issuance and renewal of occupational licenses for professional boards, such as the Accountancy Board, Dental Board, and Plumbers Board. Monies are used to fund the operations of the Division of Registrations.

**Fund Description**

213 Division of Securities Fees for the registration of securities sales agents and the regulation of nonexempt securities and municipal bonds issued by certain political subdivisions. Monies are used to fund the operations of the Division of Securities.

**REVENUE**

16V Racing Fees for occupational licenses and business licenses and from racetracks for racetrack meet licenses. Monies used for the promotion of racing, establishment of high standards of sport and fair play, and promotion of the health and safety of the animals involved in racing events.

192 Colorado Dealer License Board Fees for the licensing of motor vehicle dealers, wholesalers, buyer agents, and salespersons. Fees for the purpose of supporting the regulatory oversight function of the Motor Vehicle Dealer Board. Monies can be used by the Motor Vehicle Dealer Board to pay for the expenses of the administration of the board. Any funds remaining at the end of the fiscal year are to be used for educational and enforcement purposes.

236 Liquor Law Enforcement Licensing fee of \$25 from manufacturers, distributors, wholesalers, and retailers of liquor. Application fees for licenses and permits are also collected. Fees are used for costs associated with the overall administration, licensing, and enforcement of Colorado liquor laws.

**SECRETARY OF STATE**

20N Notary Administration Fees charged by the State for filing each body corporate and political document, for filing each facsimile signature, for each official certificate, for administering each, for all transcripts or copies of papers and records, computer tapes, microfilm or microfiche, and for other papers officially executed.

200 Secretary of State Fees Fees for filing articles of incorporation, issuing official certificates, and making official copies of documents. Monies are used to fund the operational costs of the Department of State.

# Appendix B

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## **Cash Funds Uncommitted Reserves Report for the Fiscal Year Ended June 30, 2012 - All Funds**

The *Cash Funds Uncommitted Reserves Report* (pages 48-53) prepared by the Office of the State Controller does not include funds that have an uncommitted reserves balance of less than \$50,000. The following report includes all of the cash funds with uncommitted reserve balances at June 30, 2012, and fee revenue greater than zero.



**Cash Funds Uncommitted Reserves Report**  
**All Funds, Uncommitted Reserves Greater than \$0**  
**For Fiscal Year Ended June 30, 2012**

Department/Agency		Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)
<b>Department of Personnel and Administration</b>						
AAG	STATE ARCHIVES	24Y	STATE ARCHIVES & PUBLIC RECRDS	83,204	0	0
ACA	DIV OF FINANCE AND PROCUREMENT	281	SUPPLIER DATABASE CASH FUND	218,416	0	0
ACA	DIV OF FINANCE AND PROCUREMENT	604	DEBT COLLECTION FUND	708,331	6,359	0
AIA	DIV OF ADMINISTRATIVE HEARINGS	611	ADMINISTRATIVE HEARINGS FUND	411,585	7,845	0
AQD	TRAINING PROGRAMS	22Y	PROF DEVELOPMENT CASH FUND	158,658	658	0
<b>Total, Department of Personnel and Administration</b>				<b>1,580,194</b>	<b>14,862</b>	<b>0</b>
<b>Department of Agriculture</b>						
BAA	DEPARTMENT OF AGRICULTURE	103	AGRICULTURAL PRODUCTS INSPECTN	307,149	0	0
BAA	DEPARTMENT OF AGRICULTURE	104	VET, VACCINE & SVC FUND	72,317	3,500	0
BAA	DEPARTMENT OF AGRICULTURE	109	ALTERNATIVE LIVESTOCK FARM	27,261	0	0
BAA	DEPARTMENT OF AGRICULTURE	16R	INSPECT & CONSUMER SERVIC CASH	1,824,630	290	0
BAA	DEPARTMENT OF AGRICULTURE	17Q	DANGEROUS DOG FUND	15,764	0	0
BAA	DEPARTMENT OF AGRICULTURE	23S	PLNT HLTH PST CONT ENV PROT CS	1,752,757	15,285	0
BAA	DEPARTMENT OF AGRICULTURE	261	COLORADO AQUACULTURE FUND	7,337	0	0
BAA	DEPARTMENT OF AGRICULTURE	294	PET ANIMAL CARE AND FACILITY	120,916	0	0
<b>Total, Department of Agriculture</b>				<b>4,128,131</b>	<b>19,075</b>	<b>0</b>
<b>Department of Education</b>						
DAA	DEPARTMENT OF EDUCATION	293	EDUCATOR LICENSURE CASH FUND	383,799	0	0
<b>Total, Department of Education</b>				<b>383,799</b>	<b>0</b>	<b>0</b>
<b>Governor's Office</b>						
EDA	OFFICE OF ECONOMIC DEVELOPMENT	13N	TRAVEL AND TOURISM PROMOTION	11,286,201	3,646	0
EDA	OFFICE OF ECONOMIC DEVELOPMENT	156	ECONOMIC DEVELOPMENT FUND	9,090,042	427	0
EFA	GOVERNOR'S ENERGY OFFICE	21D	CLEAN ENERGY FUND	7,086,450	425	0
<b>Total, Governor's Office</b>				<b>27,462,693</b>	<b>4,498</b>	<b>0</b>
<b>Department of Public Health and Environment</b>						
FAA	DEPT OF PUB HLTH & ENVIRONMENT	117	SOLID WASTE MGMNT RESERVE	763,887	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	121	NEWBORN GENETICS	3,274,753	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	126	HAZ WASTE FEES	1,647,313	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	14V	MEDICAL MARIJUANA CASH FUND	12,033,532	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	246	ASSISTED LIVING RESIDENCE FUND	499,474	0	0
FAA	DEPT OF PUB HLTH & ENVIRONMENT	409	EMERGENCY MEDICAL SERVICES	1,314,177	0	0
FEA	HEALTH-HAZARDOUS MATERIALS	279	HAZARDOUS WASTE COMMISSION FND	46,110	0	0
FHA	HEALTH-DISEASE CONTROL & EPI	124	VITAL RECORDS	4,732	0	0
FHA	HEALTH-DISEASE CONTROL & EPI	280	IMMUNIZATION FUND	5,437	0	0
FLA	HEALTH-PREVENTION	23Y	VISA WAIVER PROGRAM FUND	7,661	0	0
FMA	HEALTH-HEALTH FACILITIES	12A	TRAUMA SYSTEM CASH FUND	195,963	0	0
FMA	HEALTH-HEALTH FACILITIES	13L	FIXED & ROTARY-WING AMBULANCES	34,678	0	0
FMA	HEALTH-HEALTH FACILITIES	21S	ASSTD LIVING RESID IMPROVEMENT	49,268	0	0
FMA	HEALTH-HEALTH FACILITIES	224	MEDICATION ADMINISTRATION FUND	58,348	0	0
FMA	HEALTH-HEALTH FACILITIES	22R	HOME CARE AGENCY	348,257	0	0
FMA	HEALTH-HEALTH FACILITIES	265	HLTH FAC GEN'L LICENSURE	645,109	0	0
<b>Total, Department of Public Health and Environment</b>				<b>20,928,699</b>	<b>0</b>	<b>0</b>

Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
178,306	203,945	120,740	10,460	72,744	19,922	52,822
287,840	287,840	220,804	0	218,416	36,433	181,983
1,212,736	2,982,605	2,768,742	416,548	285,424	456,842	0
89,659	4,477,761	4,590,270	395,656	8,084	757,395	0
62,492	233,225	231,620	115,664	42,336	38,217	4,119
<b>1,831,033</b>	<b>8,185,376</b>	<b>7,932,176</b>	<b>938,328</b>	<b>627,004</b>	<b>1,308,809</b>	<b>238,924</b>
2,204,912	2,210,248	2,206,034	742	306,407	363,996	0
342,826	342,826	380,552	0	68,817	62,791	6,026
11,495	16,949	33,359	8,772	18,489	5,504	12,985
3,883,964	4,066,015	3,765,241	81,683	1,742,657	1,882,621	0
2,100	2,300	79	1,371	14,393	13	14,380
3,979,644	4,075,244	3,674,850	40,759	1,696,713	1,837,425	0
16,050	16,050	34,545	0	7,337	5,700	1,637
583,629	599,953	572,364	3,290	117,626	94,440	23,186
<b>11,024,620</b>	<b>11,329,585</b>	<b>10,667,024</b>	<b>136,617</b>	<b>3,972,439</b>	<b>4,252,490</b>	<b>58,214</b>
2,350,438	2,350,438	2,457,731	0	383,799	405,526	0
<b>2,350,438</b>	<b>2,350,438</b>	<b>2,457,731</b>	<b>0</b>	<b>383,799</b>	<b>405,526</b>	<b>0</b>
898	11,154,855	12,846,819	11,281,647	908	2,119,725	0
20,014	11,169,131	7,436,002	9,073,327	16,288	1,226,940	0
93	1,068,192	1,207,446	7,085,408	617	199,229	0
<b>21,005</b>	<b>23,392,178</b>	<b>21,490,267</b>	<b>27,440,382</b>	<b>17,813</b>	<b>3,545,894</b>	<b>0</b>
51,416	3,140,910	2,736,000	751,382	12,505	451,440	0
6,198,126	6,198,126	5,723,979	0	3,274,753	944,457	2,330,296
36,884	1,781,383	1,740,207	1,613,205	34,108	287,134	0
6,266,634	6,414,383	2,630,559	277,181	11,756,351	434,042	11,322,309
990,678	990,678	1,141,043	0	499,474	188,272	311,202
10,046,559	10,150,001	10,118,060	13,393	1,300,784	1,669,480	0
67,891	67,891	43,664	0	46,110	7,205	38,905
102,690	102,690	116,968	0	4,732	19,300	0
1,630	1,630	0	0	5,437	0	5,437
11,250	11,359	17,178	74	7,587	2,834	4,753
392,171	395,035	378,767	1,421	194,542	62,497	132,045
22,534	22,944	19,808	620	34,058	3,268	30,790
14,750	15,446	8,449	2,220	47,048	1,394	45,654
292,040	292,040	265,225	0	58,348	43,762	14,586
780,094	780,094	570,702	0	348,257	94,166	254,091
10,080	2,120,895	2,097,915	642,043	3,066	346,156	0
<b>25,285,427</b>	<b>32,485,505</b>	<b>27,608,524</b>	<b>3,301,539</b>	<b>17,627,160</b>	<b>4,555,407</b>	<b>14,490,068</b>

Department/Agency	Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)	
<b>Department of Higher Education</b>						
GAA	DEPARTMENT OF HIGHER EDUCATION	21B	INNOVATIVE HE RESEARCH FUND	1,546,919	0	0
GCA	STATE HISTORICAL SOCIETY	401	LIMITED GAMING FUND	41,493,423	0	0
GCA	STATE HISTORICAL SOCIETY	509	ENTERPRISE SERVICES	804,955	209,280	0
GPA	PRIVATE OCCUPATIONAL SCHOOL DV	222	PRIVATE OCCUPATIONAL SCHOOLS	157,928	0	32,351
<b>Total, Department of Higher Education</b>				<b>44,003,225</b>	<b>209,280</b>	<b>32,351</b>
<b>Department of Transportation</b>						
HAA	COLO DEPT OF TRANSPORTATION	606	HIGHWAYS	577,067	110,162	0
<b>Total, Department of Transportation</b>				<b>577,067</b>	<b>110,162</b>	<b>0</b>
<b>Department of Human Services</b>						
IHA	DEPARTMENT OF HUMAN SERVICES	12T	CHILD CARE LICENSING CASH FUND	122,062	0	0
IHA	DEPARTMENT OF HUMAN SERVICES	17K	RECORDS AND REPORTS FUND	128,534	0	0
IHA	DEPARTMENT OF HUMAN SERVICES	18R	FOOD DISTRIBUTION PROG SERVICE	261,138	0	0
IHA	DEPARTMENT OF HUMAN SERVICES	504	BUSINESS ENTERPRISE PROGRAM	685,932	448,488	0
IIB	COLO. MENT HEALTH INST PUEBLO	516	WORK THERAPY	42,627	0	0
IID	OBH-COMMUNITY BEHAVIORAL HLTH	125	ALC & DRUG AB COUNSELOR TRNG	3,391	0	0
<b>Total, Department of Human Services</b>				<b>1,243,684</b>	<b>448,488</b>	<b>0</b>
<b>Judicial Branch</b>						
JAA	JUDICIAL	118	ALCOHOL/DRUG DRIVING SAFETY	490,036	0	0
JAA	JUDICIAL	286	MEDIATION CASH FUND	6,536	0	0
JBA	SUPREME COURT LIBRARY	700	OTHER EXPENDABLE TRUSTS	468,398	169,177	0
<b>Total, Judicial Branch</b>				<b>964,970</b>	<b>169,177</b>	<b>0</b>
<b>Department of Labor and Employment</b>						
KAA	DEPT OF LABOR AND EMPLOYMENT	136	DISPLACED HOMEMAKERS	59,227	0	0
KAA	DEPT OF LABOR AND EMPLOYMENT	137	BOILER INSPECTION	1,348,099	0	0
KAA	DEPT OF LABOR AND EMPLOYMENT	139	UTILITIZATION REVIEW	41,332	0	0
KAA	DEPT OF LABOR AND EMPLOYMENT	140	WORKMENS COMP SELF-INSURANCE	40,000	0	0
KAA	DEPT OF LABOR AND EMPLOYMENT	144	LP GAS INSPECTION FUND	46,339	0	0
KAA	DEPT OF LABOR AND EMPLOYMENT	259	PHYSICIANS ACCREDITATION PROG	42,421	0	0
<b>Total, Department of Labor and Employment</b>				<b>1,577,418</b>	<b>0</b>	<b>0</b>
<b>Department of Law</b>						
LAA	DEPARTMENT OF LAW	150	COLLECTION AGENCY BOARD	86,340	0	0
LAA	DEPARTMENT OF LAW	151	UNIFORM CONSUMER CREDIT CODE	635,540	0	0
<b>Total, Department of Law</b>				<b>721,880</b>	<b>0</b>	<b>0</b>
<b>Legislative Branch</b>						
MAA	GENERAL ASSEMBLY	700	OTHER EXPENDABLE TRUSTS	14,226	0	0
<b>Total, Legislative Branch</b>				<b>14,226</b>	<b>0</b>	<b>0</b>
<b>Department of Local Affairs</b>						
NAA	DEPARTMENT OF LOCAL AFFAIRS	11E	MOFFAT TUNNEL CASH FUND	103,203	0	0
NAA	DEPARTMENT OF LOCAL AFFAIRS	12V	BUILDING REGULATION FUND	475,418	0	0
NAA	DEPARTMENT OF LOCAL AFFAIRS	16E	PRIVATE ACTIV BOND ALLOCATION	112,161	0	0
<b>Total, Department of Local Affairs</b>				<b>690,782</b>	<b>0</b>	<b>0</b>

Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
388,007	1,946,739	2,139,519	1,238,601	308,318	353,021	0
978,343	24,541,476	28,531,003	39,839,293	1,654,130	4,707,615	0
901,102	1,626,724	1,119,504	265,709	329,966	184,718	145,248
811,700	811,700	779,448	0	125,577	128,609	0
<b>3,079,152</b>	<b>28,926,639</b>	<b>32,569,474</b>	<b>41,343,603</b>	<b>2,417,991</b>	<b>5,373,963</b>	<b>145,248</b>
32,335	1,812,399	2,127,209	458,575	8,330	350,989	0
<b>32,335</b>	<b>1,812,399</b>	<b>2,127,209</b>	<b>458,575</b>	<b>8,330</b>	<b>350,989</b>	<b>0</b>
803,126	806,588	798,145	524	121,538	131,694	0
882,879	882,879	834,416	0	128,534	137,679	0
251,267	493,980	499,807	128,308	132,830	82,468	50,362
374,042	1,104,361	1,080,399	157,023	80,421	178,266	0
326,919	332,939	346,806	771	41,856	57,223	0
10,630	10,630	9,455	0	3,391	1,560	1,831
<b>2,648,863</b>	<b>3,631,377</b>	<b>3,569,028</b>	<b>286,626</b>	<b>508,570</b>	<b>588,890</b>	<b>52,193</b>
18,800	4,596,137	5,019,811	488,032	2,004	828,269	0
1,242	1,242	0	0	6,536	0	6,536
187,413	529,489	439,530	193,312	105,909	72,522	33,387
<b>207,455</b>	<b>5,126,868</b>	<b>5,459,341</b>	<b>681,344</b>	<b>114,449</b>	<b>900,791</b>	<b>39,923</b>
100,356	100,356	120,887	0	59,227	145,000	0
1,211,742	1,231,531	1,513,324	21,662	1,326,437	1,026,678	299,759
33,628	33,628	17,920	0	41,332	2,957	38,375
184,000	184,000	192,291	0	40,000	31,728	8,272
175,906	176,565	151,624	173	46,166	25,018	21,148
96,753	96,753	100,652	0	42,421	16,608	25,813
<b>1,802,385</b>	<b>1,822,833</b>	<b>2,096,698</b>	<b>21,835</b>	<b>1,555,583</b>	<b>1,247,989</b>	<b>393,367</b>
412,050	415,680	486,298	754	85,586	80,239	5,347
1,452,742	1,485,343	1,349,063	13,949	621,591	445,191	176,400
<b>1,864,792</b>	<b>1,901,023</b>	<b>1,835,361</b>	<b>14,703</b>	<b>707,177</b>	<b>525,430</b>	<b>181,747</b>
11,252	11,252	7,930	0	14,226	1,308	12,918
<b>11,252</b>	<b>11,252</b>	<b>7,930</b>	<b>0</b>	<b>14,226</b>	<b>1,308</b>	<b>12,918</b>
26,659	27,819	20	4,303	98,900	250,000	0
599,061	605,751	560,543	5,251	470,167	92,490	377,677
49,827	49,827	52,381	0	112,161	258,660	0
<b>675,547</b>	<b>683,397</b>	<b>612,944</b>	<b>9,554</b>	<b>681,228</b>	<b>601,150</b>	<b>377,677</b>

Department/Agency		Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)
<b>Department of Natural Resources</b>						
PDA	WATER CONSERVATION BOARD	23D	INTERBASIN COMPACT COMMITTEE	779,191	0	0
PDA	WATER CONSERVATION BOARD	488	PUBLICATIONS FUND	10,054	0	0
PEA	DIVISION OF WATER RESOURCES	163	WATER DATA BANK	7,207	0	0
PEA	DIVISION OF WATER RESOURCES	164	PUBLICATION REVOLVING	6,318	0	0
PEA	DIVISION OF WATER RESOURCES	166	SATELLITE MONITORING	183,200	0	0
PEA	DIVISION OF WATER RESOURCES	167	GROUND WATER MANAGEMENT	27,666	0	0
PEA	DIVISION OF WATER RESOURCES	16S	WELL INSPECTION CASH FUND	47,073	0	0
PHA	OIL AND GAS CONSERVATION COMM	170	OIL & GAS CONSERVATION FUND	9,302,947	2,880	0
PIA	COLORADO GEOLOGICAL SURVEY	171	GEOLOGICAL SURVEY CASH FUND	885,616	5,588	0
PKA	DIV RECLAMATION,MINING,SAFETY	168	OFFICE OF MINES OPERATIONS	66,535	948	0
PKA	DIV RECLAMATION,MINING,SAFETY	256	MINED LAND RECLAMATION FUND	637,652	4,291	0
<b>Total, Department of Natural Resources</b>				<b>11,953,459</b>	<b>13,707</b>	<b>0</b>
<b>Department of Public Safety</b>						
RAA	DEPARTMENT OF PUBLIC SAFETY	12B	FIRE SVC EDUCATION & TRNG	62,949	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	12C	FIRE SUPPRESSION CASH	128,512	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	12E	FIREWORKS LICENSING CASH	48,084	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	16C	SEX OFFENDER REGISTRY FUND	16,528	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	18E	SEX OFFENDR TREATMENT PROVIDER	1,094	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	18F	DOM VIOLNCE TREATMENT PROVIDER	31,490	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	203	FIREFIGHTER FIRST RESP HAZMAT	152,342	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	21N	CRIMINAL JUSTICE TRAINING	24,640	0	0
RAA	DEPARTMENT OF PUBLIC SAFETY	612	PUBLIC SAFETY INTERNAL SVC FND	2,240,250	1,751,424	0
<b>Total, Department of Public Safety</b>				<b>2,705,889</b>	<b>1,751,424</b>	<b>0</b>
<b>Department of Regulatory Agencies</b>						
SAA	DORA - EXECUTIVE DIRECTOR	22J	CONSUMER OUTREACH & EDUCATION	61,307	0	0
SCA	DIVISION OF BANKING	19Q	IDENTITY THEFT FINANCIAL FRAUD	3,000	0	0
SCA	DIVISION OF BANKING	244	PUBLIC DEPOSIT ADMINISTRATION	471,673	3,635	0
SEA	DIVISION OF FINANCIAL SERVICES	272	FINANCIAL SERVICES CASH FUND	394,735	1,148	0
SFA	DIVISION OF INSURANCE	16Z	INSURANCE FRAUD CASH FUND	113,879	0	0
SGA	PUBLIC UTILITIES COMMISSION	184	FIXED UTILITIES	2,354,711	7,834	0
SGA	PUBLIC UTILITIES COMMISSION	185	MOTOR CARRIER	350,793	1,301	0
SGA	PUBLIC UTILITIES COMMISSION	227	COLO HIGH COST ADMINISTRATION	21,458	77	0
SGA	PUBLIC UTILITIES COMMISSION	251	LOW INCOME TELEPHONE ASSIST	9,755	0	0
SIA	DIVISION OF REAL ESTATE	19U	MORTGAGE CO & LOAN ORIGINATOR	1,046,347	612	0
SIA	DIVISION OF REAL ESTATE	212	REAL ESTATE CASH FUND	609,588	3,038	0
SIA	DIVISION OF REAL ESTATE	22G	CONSERV EASEMENT APPRAISAL REV	42,337	99	0
SIA	DIVISION OF REAL ESTATE	22H	CONSERVE EASEMENT HOLDER CERT	65,659	99	0
SJB	OFFICE OF BOXING	189	DIV OF REGISTRATIONS CASH FUND	19,185	148	0
SJF	BARBERS & COSMETOLOGISTS BOARD	189	DIV OF REGISTRATIONS CASH FUND	295,795	497	0
SJH	DENTAL BOARD	189	DIV OF REGISTRATIONS CASH FUND	407,521	434	0
SJI	ELECTRICAL BOARD	189	DIV OF REGISTRATIONS CASH FUND	640,158	4,248	0
SJJ	ENGINEERS & LAND SURVEYORS BD	189	DIV OF REGISTRATIONS CASH FUND	425,336	3,663	0
SJK	MENTAL HEALTH BOARDS	189	DIV OF REGISTRATIONS CASH FUND	759,195	673	0
SJN	NURSING BOARD	189	DIV OF REGISTRATIONS CASH FUND	898,649	2,064	0
SJP	OPTOMETRIC BOARD	189	DIV OF REGISTRATIONS CASH FUND	2,792	94	0
SJQ	OUTFITTERS BOARD	189	DIV OF REGISTRATIONS CASH FUND	28,574	115	0
SJR	PASSENGER TRAMWAY SAFETY BOARD	189	DIV OF REGISTRATIONS CASH FUND	48,776	284	0
SJS	PHARMACY BOARD	189	DIV OF REGISTRATIONS CASH FUND	256,360	694	0
SJS	PHARMACY BOARD	18S	PRESCRIPTION DRUG MONITORING	24,809	211	0
SJV	PODIATRY BOARD	189	DIV OF REGISTRATIONS CASH FUND	28,435	42	0
SJW	LAY MIDWIFE REGISTRATION	189	DIV OF REGISTRATIONS CASH FUND	6,812	36	0
SJX	ADDICTION COUNSELORS	189	DIV OF REGISTRATIONS CASH FUND	7,365	232	0

Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
2,655	752,722	528,434	776,443	2,748	87,192	0
675	807	30	1,645	8,409	5	8,404
2,724	2,949	21,067	550	6,657	3,476	3,181
1,880	1,959	975	255	6,063	161	5,902
237,027	574,779	572,502	107,652	75,548	94,463	0
2,163	292,362	330,584	27,461	205	54,546	0
22,457	197,383	167,576	41,717	5,356	27,650	0
6,739,614	10,656,793	9,239,229	3,418,479	5,881,588	4,000,000	1,881,588
237,500	4,104,701	4,026,311	829,109	50,919	664,341	0
26,388	609,930	601,540	62,749	2,838	99,254	0
1,057,617	2,949,894	2,935,856	406,284	227,077	484,416	0
<b>8,330,700</b>	<b>20,144,279</b>	<b>18,424,104</b>	<b>5,672,344</b>	<b>6,267,408</b>	<b>5,515,504</b>	<b>1,899,075</b>
25,767	26,106	1,507	817	62,132	249	61,883
146,167	147,658	90,191	1,298	127,214	14,882	112,332
25,900	26,289	8,605	712	47,372	1,420	45,952
1,360	1,584	1,475	2,337	14,191	243	13,948
12,800	12,842	13,010	4	1,090	2,147	0
33,121	33,745	30,675	582	30,908	5,061	25,847
215,594	217,566	219,385	1,381	150,961	36,199	114,762
57,568	65,589	81,067	3,013	21,627	13,376	8,251
16,066	1,738,350	974,580	484,308	4,518	160,806	0
<b>534,343</b>	<b>2,269,729</b>	<b>1,420,495</b>	<b>494,452</b>	<b>460,013</b>	<b>234,383</b>	<b>382,975</b>
205,128	206,291	199,496	346	60,961	32,917	28,044
32,500	32,500	32,500	0	3,000	5,363	0
4,370,252	4,403,299	4,416,042	3,513	464,525	728,647	0
1,399,141	1,410,937	1,423,975	3,291	390,296	234,956	155,340
914,294	916,711	872,480	300	113,579	143,959	0
11,781,135	12,511,189	11,979,343	136,945	2,209,932	1,976,592	233,340
276,813	323,046	1,949,464	50,018	299,474	321,662	0
76,669	77,632	91,588	265	21,116	15,112	6,004
292,100	292,100	807,663	0	9,755	133,264	0
1,099,733	1,161,159	1,186,758	55,320	990,415	195,815	794,600
3,372,734	3,573,709	3,657,133	34,111	572,439	603,427	0
28,895	28,895	74,449	0	42,238	12,284	29,954
112,689	112,689	48,832	0	65,560	8,057	57,503
175,943	175,943	200,643	0	19,037	33,106	0
862,615	862,864	948,866	85	295,213	156,563	138,650
1,222,860	1,222,860	916,973	0	407,087	151,301	255,786
4,077,823	4,077,823	4,181,739	0	635,910	689,987	0
810,574	810,574	1,002,299	0	421,673	165,379	256,294
1,537,563	1,537,697	1,225,437	66	758,456	202,197	556,259
3,274,915	3,893,028	4,159,437	142,355	754,230	686,307	67,923
46,598	46,598	125,635	0	2,698	20,730	0
93,084	94,584	123,284	451	28,008	20,342	7,666
519,771	519,771	570,323	0	48,492	94,103	0
957,659	957,660	1,116,258	0	255,666	184,183	71,483
144,488	231,691	374,580	9,258	15,340	61,806	0
47,656	47,655	49,516	-1	28,394	8,170	20,224
42,499	72,570	87,117	2,808	3,968	14,374	0
223,036	223,036	403,837	0	7,133	66,633	0

Department/Agency		Fund		Fund Balance (Note 4)	Exempt Assets (Note 5)	Previously Appropriated Fund Balance (Note 6)
SJY	AUDIOLOGIST & AND REG. HEARING	189	DIV OF REGISTRATIONS CASH FUND	7,990	72	0
SJZ	VETERINARY MEDICINE BOARD	189	DIV OF REGISTRATIONS CASH FUND	28,547	217	0
SKA	LANDSCAPE ARCHITECTS BOARD	189	DIV OF REGISTRATIONS CASH FUND	51,949	121	0
SKB	OCCUPATIONAL THERAPISTS	189	DIV OF REGISTRATIONS CASH FUND	144	46	0
SKC	MASSAGE THERAPISTS	189	DIV OF REGISTRATIONS CASH FUND	25,349	118	0
SKE	FUNERAL HOMES & CREMATORIES	189	DIV OF REGISTRATIONS CASH FUND	29,557	88	0
SKF	ATHLETIC TRAINIERS	189	DIV OF REGISTRATIONS CASH FUND	24,929	34	0
SLA	DIVISION OF SECURITIES	213	DIV OF SECURITIES CASH FUND	192,127	1,996	0
<b>Total, Department of Regulatory Agencies</b>				<b>9,755,596</b>	<b>33,970</b>	<b>0</b>
<b>Department of Revenue</b>						
TAA	REVENUE - ADMINISTRATION	16V	RACING CASH FUND	408,175	0	0
TAA	REVENUE - ADMINISTRATION	192	COLO DEALER LICENSE BOARD	604,541	1,525	0
TAA	REVENUE - ADMINISTRATION	20A	PRIVATE LETTER RULING FUND	6,000	0	0
TAA	REVENUE - ADMINISTRATION	236	LIQUOR LAW ENFORCEMENT	898,867	1,616	0
TAA	REVENUE - ADMINISTRATION	237	TAX LIEN CERTIFICATION FUND	4,522	0	0
TAA	REVENUE - ADMINISTRATION	25C	PREPAID WIRELESS TRST CSH FUND	127	0	0
TAA	REVENUE - ADMINISTRATION	437	LICENSING SERVICES CASH FUND	4,279,276	0	0
TGA	REVENUE - GAMING DIVISION	401	LIMITED GAMING FUND	2,300,399	20,482	0
<b>Total, Department of Revenue</b>				<b>8,501,907</b>	<b>23,623</b>	<b>0</b>
<b>Department of Health Care Policy and Financing</b>						
UHA	DEPT OF HLTH CARE POLICY & FIN	11G	CHILDREN'S BASIC HEALTH PLAN	8,349,790	0	0
UHA	DEPT OF HLTH CARE POLICY & FIN	22X	MEDICAID NURSING FACILITY CASH	2,002,942	0	0
UHA	DEPT OF HLTH CARE POLICY & FIN	24A	HOSPITAL PROVIDER FEE CASH	22,164,920	0	0
<b>Total, Department of Health Care Policy and Financing</b>				<b>32,517,652</b>	<b>0</b>	<b>0</b>
<b>Department of State</b>						
VAA	DEPARTMENT OF STATE	200	SECRETARY OF STATE FEES	7,009,733	0	0
VAA	DEPARTMENT OF STATE	20N	NOTARY ADMINISTRATION CASH FD	436,825	0	0
<b>Total, Department of State</b>				<b>7,446,558</b>	<b>0</b>	<b>0</b>
<b>Department of Treasury</b>						
WAA	TREASURY - ADMINISTRATION	827	UNCLAIMED PROPERTY	32,343,737	0	0
WBA	TREASURY - OPERATING	406	AIR ACCOUNT	3,004,464	0	0
<b>Total, Department of Treasury</b>				<b>35,348,201</b>	<b>0</b>	<b>0</b>
<b>Grand Total</b>				<b>212,506,030</b>	<b>2,798,266</b>	<b>32,351</b>

Fee Revenues (Note 7)	Total Revenue	Total Expense	Non-Fee Fund Balance (Note 8)	Uncommitted Reserves (Note 9)	Target/ Alternative Reserve (Note 10)	Excess Uncommitted Reserve (Note 11)
54,360	54,360	56,930	0	7,918	9,393	0
313,523	313,523	270,506	0	28,330	44,633	0
89,712	89,712	116,122	0	51,828	19,160	32,668
125,720	125,720	73,029	0	98	12,050	0
294,596	294,596	404,699	0	25,231	66,775	0
89,531	89,531	62,233	0	29,469	10,268	19,201
26,930	26,930	35,751	0	24,895	5,899	18,996
3,413,619	3,413,620	3,698,671	0	190,131	610,281	0
<b>42,407,158</b>	<b>44,232,503</b>	<b>46,943,608</b>	<b>439,131</b>	<b>9,282,495</b>	<b>7,745,695</b>	<b>2,749,935</b>
1,135,118	1,135,117	1,155,422	0	408,175	190,645	217,530
2,606,825	2,606,859	2,778,018	8	603,008	458,373	144,635
3,500	3,500	2,000	0	6,000	330	5,670
2,324,655	2,325,101	2,284,494	172	897,079	376,942	520,137
4,424	4,424	0	0	4,522	0	4,522
6,784	6,784	6,657	0	127	1,098	0
3,060	25,543,859	24,864,409	4,278,763	513	4,102,627	0
851,462	103,716,822	103,488,019	2,261,200	18,717	17,075,523	0
<b>6,935,828</b>	<b>135,342,466</b>	<b>134,579,019</b>	<b>6,540,143</b>	<b>1,938,141</b>	<b>22,205,538</b>	<b>892,494</b>
620,097	223,353,988	219,911,364	8,326,609	23,181	36,285,375	0
41,275,796	41,343,403	43,529,887	3,275	1,999,667	7,182,431	0
585,719,330	586,536,503	586,570,019	30,881	22,134,039	96,784,053	0
<b>627,615,223</b>	<b>851,233,894</b>	<b>850,011,270</b>	<b>8,360,765</b>	<b>24,156,887</b>	<b>140,251,859</b>	<b>0</b>
16,747,763	17,298,269	16,518,634	223,080	6,786,653	2,725,575	4,061,078
395,123	395,123	173,263	0	436,825	28,588	408,237
<b>17,142,886</b>	<b>17,693,392</b>	<b>16,691,897</b>	<b>223,080</b>	<b>7,223,478</b>	<b>2,754,163</b>	<b>4,469,315</b>
1,814	73,049,655	76,714,219	32,342,934	803	12,657,846	0
4,915	7,807,897	7,427,177	3,002,573	1,891	1,225,484	0
<b>6,729</b>	<b>80,857,552</b>	<b>84,141,396</b>	<b>35,345,507</b>	<b>2,694</b>	<b>13,883,330</b>	<b>0</b>
<b>753,807,171</b>	<b>1,273,432,685</b>	<b>1,270,645,496</b>	<b>131,708,528</b>	<b>77,966,885</b>	<b>216,249,108</b>	<b>26,384,073</b>



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