

COLORADO OFFICE OF THE STATE AUDITOR



STATE OF COLORADO CASH FUNDS UNCOMMITTED RESERVES FISCAL YEAR ENDED JUNE 30, 2014



FEBRUARY 2015

PERFORMANCE AUDIT

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February 20, 2015

DIANNE E. RAY, CPA
—
STATE AUDITOR

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, 2014. 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.

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REPORT HIGHLIGHTS



CASH FUNDS UNCOMMITTED RESERVES
FISCAL YEAR ENDED JUNE 30, 2014
PERFORMANCE AUDIT

STATE OF COLORADO
OFFICE OF THE STATE CONTROLLER

CONCERN

Eight departments had cash funds with excess uncommitted reserves that were out of compliance with Section 24-75-402, C.R.S. at June 30, 2014, and in one case, reported those excess reserves to the OSPB incorrectly.

KEY FACTS AND FINDINGS

- We determined that eight departments had funds with excess uncommitted reserves at June 30, 2014.
 - ▶ Within those eight departments, 21 total cash funds had excess uncommitted reserves. This was a decrease from the previous year with 12 departments and 34 total cash funds.
 - ▶ The cash funds contained a total of \$22.5 million in excess uncommitted reserves at June 30, 2014. This was a decrease of \$3.1 million from the previous year.
- The departments that we identified as having cash funds with excess uncommitted reserves as of June 30, 2014, are:
 - ▶ Department of Agriculture
 - ▶ Department of Education
 - ▶ Department of Human Services
 - ▶ Department of Natural Resources
 - ▶ Department of Personnel and Administration
 - ▶ Department of Public Health and Environment
 - ▶ Department of Regulatory Agencies
 - ▶ Department of Revenue
- ▶ We found that the Department of Regulatory Agencies did not submit accurate information to the OSPB in accordance with requirements.

BACKGROUND

- Section 24-75-402, C.R.S. limits the amount departments can keep in certain cash funds at the end of a fiscal year.
- The Office of the State Controller (OSC) prepares the Cash Funds Excess Uncommitted Reserves Report to determine which funds are in compliance.
- Each department verifies the financial information prepared by the OSC. This information is audited as part of the Statewide Financial audit.
- The Office of State Planning and Budgeting (OSPB) requires departments to submit cash fund information with their annual budget packages that agree to the report prepared by the OSC.

KEY RECOMMENDATIONS

The out of compliance departments should:

- A Monitor excess uncommitted reserves to ensure all cash funds are in compliance with Section 24-75-402, C.R.S. requirements.
- B Implement procedures to ensure they accurately report cash funds information to the OSPB.



RECOMMENDATION LOCATOR

REC. NO.	PAGE NO.	RECOMMENDATION SUMMARY	AGENCY ADDRESSED	AGENCY RESPONSE	IMPLEMENTATION DATE
1	23	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Agriculture	AGREE	SEPTEMBER 2015 TO DECEMBER 2016
2	26	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Education	AGREE	JUNE 2015
3	29	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Human Services	PARTIALLY AGREE	JUNE 2015
4	32	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Natural Resources	AGREE	JUNE 2015
5	34	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Personnel & Administration	AGREE	JUNE 2016
6	40	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Public Health and Environment	AGREE	JUNE 2015 TO JUNE 2017
7	48	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	Department of Regulatory Agencies	AGREE	FEBRUARY 2015 TO JUNE 2015
8	53	Monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	Department of Revenue	AGREE	JUNE 2016



CHAPTER 1

OVERVIEW

In 1998, 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 establishes a reserve limit for all cash funds, except those specifically exempted, equal to 16.5 percent of the total expenditures in the fund during the fiscal year. This amount is roughly equal to a two-month spending reserve. Some funds may be subject to alternative reserve limits that Statutes establish elsewhere. 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 or increase 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 exist in each state cash fund. The Legislature has codified this provision in Section 24-30-207, C.R.S., that the State Controller submit the report to the Office of State Planning and Budgeting (OSPB) and the Joint Budget Committee (JBC) on or before September 20 of each year. The law also requires the State Auditor to audit the report.

METHODOLOGY TO IDENTIFY CASH FUNDS WITH EXCESS UNCOMMITTED RESERVES

Section 24-75-402, C.R.S. prescribes a methodology to determine the amount of excess uncommitted reserves for each of the State's cash funds. Exhibit 1.1 demonstrates the activity and account balances used to calculate the excess uncommitted reserve of a hypothetical cash fund to illustrate the methodology.

Fund balance (adjusted for exempt assets and previously appropriated amounts), and revenue (categorized by fee and non-fee sources), are used to derive the amount of excess uncommitted reserves. The exhibit shows that cash fund "Z" has an excess uncommitted reserve of \$43,500 at the end of the fiscal year.

**EXHIBIT 1.1 HYPOTHETICAL BALANCES FOR CASH FUND Z
CALCULATION OF EXCESS UNCOMMITTED RESERVE
BALANCES AS OF JUNE 30, 20XX**

HYPOTHETICAL BALANCES:			
	Ending fund balance	\$ 95,000	A
	Exempt assets (e.g. inventory)	\$ 2,000	B
	Previously appropriated fund balance (e.g., capital construction)	\$ 3,000	C
Fiscal Year 20XX revenue and expenses:			
	Fee revenue	\$ 100,000	D
	Non-fee revenue	\$ 50,000	E
	Total revenue	\$ 150,000	F
	Total expenses	\$ 100,000	G
STEPS USED TO CALCULATE THE AMOUNT OF EXCESS UNCOMMITTED RESERVES:			
1 CALCULATE THE UNCOMMITTED RESERVE			
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%
	Uncommitted reserve		\$ 60,000
	<i>(Note: Reduced fund balance multiplied by the ratio.)</i>		
2 CALCULATE THE TARGET RESERVE			
A	Multiply total expenses by 16.5 percent		
	Total expenses	\$ 100,000	G
		x 16.5%	
	Target reserve		\$ 16,500
3 CALCULATE THE EXCESS UNCOMMITTED RESERVE			
A	Subtract target reserve from the uncommitted reserve		
	EXCESS UNCOMMITTED RESERVE		\$ 43,500

CHANGES IN EXCESS UNCOMMITTED RESERVES DURING FISCAL YEAR 2014

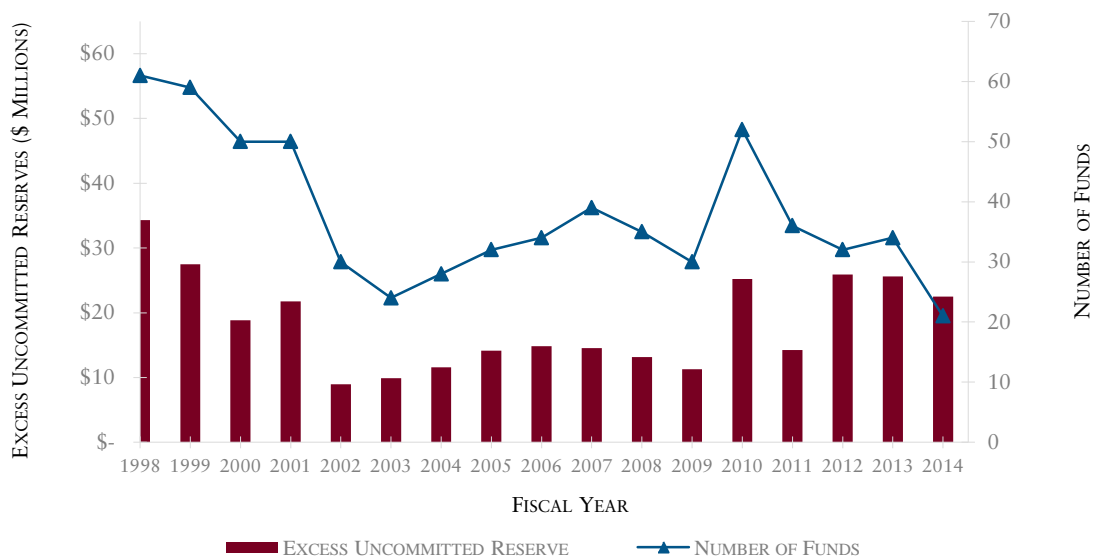
The purpose of Section 24-75-402, C.R.S. was not only to eliminate excess uncommitted reserves existing on June 30, 1998, but also to keep all cash funds from increasing their uncommitted reserves over the target reserves in future years.

Our review of the *Report* indicates that, overall, Section 24-75-402, C.R.S. has reduced total excess uncommitted reserves since 1998. The Fiscal Year 2014 *Report* shows 21 cash funds with excess uncommitted reserves of about \$22.5 million, compared with 61 cash funds with excess uncommitted reserves of about \$34.3 million in the Fiscal Year 1998 *Report*. The total excess uncommitted reserves decreased \$3.1 million in Fiscal Year 2014 from \$25.6 million in Fiscal Year 2013.

The number of funds with excess uncommitted reserves also decreased from 34 funds in Fiscal Year 2013 to 21 funds in Fiscal Year 2014.

The following graph shows the excess uncommitted reserves by fiscal year and the number of noncompliant funds since Fiscal Year 1998.

**EXHIBIT 1.2. STATE OF COLORADO
CASH FUNDS EXCESS UNCOMMITTED RESERVES
BY FISCAL YEAR**



SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for Fiscal Years 1998 through 2014.

For Fiscal Year 2014, the 10 funds with the largest excess uncommitted reserves had approximately \$21.9 million in reserves, as shown in Exhibit 1.3. These 10 funds represent 97 percent of the total excess uncommitted reserves of \$22.5 million as of June 30, 2014.

EXHIBIT 1.3. STATE OF COLORADO TEN CASH FUNDS WITH THE LARGEST EXCESS UNCOMMITTED RESERVES BALANCES AS OF JUNE 30, 2014			
DEPARTMENT	FUND NAME	EXCESS UNCOMMITTED RESERVES - 2014	EXCESS UNCOMMITTED RESERVES - 2013
Public Health and Environment	Medical Marijuana Cash Fund	\$12,977,819	\$ 12,542,567
Natural Resources	Oil and Gas Conservation	2,998,563	2,359,495
Public Health and Environment	Newborn Genetics	2,022,921	2,064,259
Personnel	Supplier Database	1,295,229	259,252
Revenue	Liquor Law Enforcement	704,503	581,702
Revenue	Colorado Dealer License Board	618,714	488,433
Agriculture	Inspection and Consumer Service Cash Fund	519,857	724,084
Regulatory Agencies	Division of Professions and Occupations	379,545	637,249 *
Public Health and Environment	Health Facilities General Licensure Fund	192,408	520,041
Regulatory Agencies	Division of Securities Fund	165,190	0
TOTAL		\$ 21,874,749	\$ 20,177,082
SOURCE: Office of the State Auditor analysis of the <i>Cash Funds Uncommitted Reserves Report</i> for the Fiscal Year Ended June 30, 2014.			
*Excess recalculated to be consistent with Fiscal Year 2014 methodology.			

TAXPAYER'S BILL OF RIGHTS (TABOR) IMPLICATIONS

Each year, the OSC prepares the *Schedule of Computations Required Under Article X, Section 20, of the State Constitution (TABOR)*, which calculates the annual amount of TABOR revenue, and the annual TABOR revenue limit. If the State collects revenue in excess of the limit, it must refund that excess to taxpayers, traditionally paid from the General Fund, not cash funds. The last time the State was in a refund situation was Fiscal Year 2005, and the refund amount was

over \$41 million. TABOR revenue consists of two major parts: State tax revenues including income and sales taxes, and fees from cash-funded activities. These fees are a component of the financial information contained in this audit report and are used to calculate excess uncommitted reserves. In Fiscal Year 2014, the State had almost \$11.7 billion in TABOR revenue; of this amount, \$2.7 billion was from cash fund revenue.

TABOR allows the State to keep revenue up to certain calculated limits that are based on revenue and collections from prior fiscal years, this limit is known as the Excess State Revenues Cap. The gap between TABOR revenue and the Excess State Revenues Cap has decreased since Fiscal Year 2012. In Fiscal Year 2012, the State's TABOR revenue was under the Excess State Revenues Cap by \$600 million, and that gap decreased to just over \$350 million in Fiscal Year 2013. The gap decreased further in Fiscal Year 2014 to about \$170 million.

Section 24-75-402, C.R.S. requires a department to reduce fees if the department has excess uncommitted reserves; however, there is no penalty for maintaining excess reserves or not reducing fees. Exhibit 1.4 shows nine funds that have been out of compliance with Section 24-75-402, C.R.S. for the past three consecutive years, with eight of these funds being out of compliance for five or more years. This table shows that the total excess uncommitted reserve balances for the nine funds increased from \$19.0 million in Fiscal Year 2013 to \$20.8 million in Fiscal Year 2014. In addition, these funds generated \$26.7 million in TABOR revenue in Fiscal Year 2014.

The State's TABOR revenue is expected to continue to increase in Fiscal Year 2015 and beyond. As the State's TABOR revenue gets closer to the Excess State Revenues Cap, excess fee revenue in cash funds will have a greater potential impact on the determination as to whether the State owes a TABOR refund. If each of the departments in the chart below reduced the maximum amount of fees for Fiscal Year 2015 for all nine of these funds to bring the uncommitted reserves into or near compliance,

the State's TABOR revenue would be decreased by almost \$10.8 million for Fiscal Year 2015. It is unrealistic to expect each department to so drastically reduce its fee revenue for Fiscal Year 2015; however, it demonstrates the taxpayer dollars that could be saved if the departments that have cash funds out of compliance took action to reduce fees and bring their funds into compliance. The last column of the chart shows the total possible reduction in TABOR revenue for each fund in Fiscal Year 2015, which reflects the lesser of TABOR revenue or the excess uncommitted reserves.

EXHIBIT 1.4. STATE OF COLORADO CASH FUNDS WITH EXCESS RESERVE BALANCES FOR THREE OR MORE CONSECUTIVE YEARS AS OF JUNE 30, 2014								
FUND NAME	DEPARTMENT	FUND DETAILS PAGE NO.	EXCESS UNCOMMITTED RESERVE 2012	EXCESS UNCOMMITTED RESERVE 2013	EXCESS UNCOMMITTED RESERVE 2014	TOTAL YEARS OUT OF COMPLIANCE	TABOR REVENUE CONTRIBUTED IN 2014 (FEE REVENUE)	MAXIMUM TABOR ANNUAL REVENUE REDUCTION (EXCESS)
Oil & Gas Conservation Fund	Natural Resources	31	\$1,881,588	\$2,359,495	\$2,998,563	6	\$ 9,149,344	\$ 2,998,563
State Archives & Public Records	Personnel & Administration	33	52,822	95,734	61,823	3	128,760	61,823
Supplier Database	Personnel & Administration	33	181,983	259,252	1,295,229	5	1,279,772	1,279,772
Assisted Living Residence	Public Health and Environment	36	311,202	302,604	64,034	12	985,460	64,034
Newborn Genetics	Public Health and Environment	38	2,330,296	2,064,259	2,022,921	7	6,588,062	2,022,921
Medical Marijuana Cash Fund	Public Health and Environment	39	11,322,309	12,542,567	12,977,819	11	2,998,356	2,998,356
Mortgage Broker Registration	Regulatory Agencies	46	794,600	310,309	66,981	5	759,120	66,981
Colorado Dealer License Board	Revenue	51	144,635	488,433	618,714	7	3,199,015	618,714
Liquor Law Enforcement	Revenue	52	520,137	581,702	704,503	7	2,749,214	704,503
TOTAL			\$17,539,572	\$19,004,355	\$20,810,587		\$27,837,103	\$10,815,667

SOURCE: Office of the State Auditor analysis of the *Cash Funds Uncommitted Reserves Report* for the Fiscal Year Ended June 30, 2014.

DEPARTMENT REPORTING REQUIREMENTS TO OSPB

Each year, the OSPB requires each department to submit a budget packet that contains historical and pro forma financial information. As part of that annual submission, the OSPB requires departments to submit a separate Schedule 9 for each cash fund that supports appropriations contained in the annual State appropriations bill, known as the Long Bill, including funds that are otherwise exempt from the requirements of Section 24-75-402, C.R.S.

The OSPB also requires departments to submit compliance plans for any fund that has an excess uncommitted reserve greater than \$50,000. The budget instructions also note that these plans may contain information regarding whether the department plans to increase expenditures, reduce fees, or both. Of the eight departments with excess uncommitted reserves, six departments were required to submit compliance plans. We analyzed those compliance plans to determine if the departments addressed how they would bring their funds into compliance. We did not note any exceptions with compliance plan submission.

Additionally, the budget submission instructions dictate that the financial information on each Schedule 9 should balance with the OSC's *Report*. We examined department budget Schedule 9s submitted to the OSPB in October 2014 for compliance with these requirements.

REPORTING REQUIREMENTS

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 fund has fees set in statute, those funds are excluded from fee revenue in the calculation of excess uncommitted reserves.

Exhibit 1.5 shows a summary of the *Report*. The summary includes only cash funds with uncommitted reserves in excess of \$50,000 at June 30, 2014 or 2013, and provides the amount of excess uncommitted reserves at the end of Fiscal Year 2014 and 2013. The complete *Report* with all cash funds with fee revenue greater than \$0 and subject to Section 24-75-402, C.R.S. is on pages 58 to 61.

EXHIBIT 1.5. STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT SUMMARY
 FOR THE FISCAL YEAR ENDED JUNE 30, 2014 - CASH FUNDS WITH UNCOMMITTED RESERVES EQUAL TO OR GREATER THAN \$50,000
 AND EXCESS UNCOMMITTED RESERVES (WITH COMPARATIVE AMOUNTS FOR EXCESS UNCOMMITTED RESERVES OF CASH
 FUNDS WITH UNCOMMITTED RESERVES EQUAL TO OR GREATER THAN \$50,000 FOR THE FISCAL YEAR ENDED JUNE 30, 2013)

FUND DEPARTMENT/FUND	2014						2013
	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE	UNCOMMITTED RESERVES	TARGET/ ALTERNATIVE RESERVE	EXCESS UNCOMMITTED RESERVE	EXCESS UNCOMMITTED RESERVE
DEPARTMENT OF AGRICULTURE							
104 Vet, Vaccine & Svc Fund	340,608	307,356	-	87,691	50,714	36,977	-
16R Inspect & Consumer Servc Cash	2,972,474	3,030,699	109,318	2,035,206	1,515,349	519,857	724,084
294 Pet Animal Care And Facility	635,420	681,754	1,429	82,853	112,489	-	27,972
SUBTOTAL	3,948,502	4,019,809	110,747	2,205,750	1,678,552	556,834	752,056
DEPARTMENT OF EDUCATION							
293 Educator Licensure	2,732,258	2,793,783	-	494,043	460,974	33,069	144,372
HISTORICAL SOCIETY							
509 Enterprise Services	1,647,917	1,758,896	35,836	283,377	290,218	-	38,800
DEPARTMENT OF HUMAN SERVICES							
17K Records And Reports Fund	810,736	871,964	-	143,905	143,874	31	70,391
18R Food Distribution Program Service	910,476	881,971	254,968	66,778	145,525	-	42,016
516 Work Therapy	455,488	459,750	1,356	92,895	75,859	17,036	32,455
SUBTOTAL	2,176,700	2,213,685	256,324	303,578	365,258	17,067	144,862
DEPARTMENT OF LAW							
150 Collection Agency Board ¹			N/A				18,507
DEPARTMENT OF NATURAL RESOURCES							
166 Satellite Monitoring	594,217	682,183	78,402	56,682	112,560	-	24,234
170 Oil & Gas Conservation Fund	13,907,026	13,192,234	3,639,270	6,998,563	4,000,000	2,998,563	2,359,495
SUBTOTAL	14,501,243	13,874,417	3,717,672	7,055,245	4,112,560	2,998,563	2,383,729
DEPARTMENT OF PERSONNEL AND ADMINISTRATION							
24R Electronic Procurement Program ¹			N/A				1,774,441
24Y State Archives & Public Recrds	151,045	184,610	15,972	92,284	30,461	61,823	95,734
281 Supplier Database Cash Fund	2,385,313	3,045,143	1,552,938	1,797,677	502,448	1,295,229	259,252
SUBTOTAL	2,536,358	3,229,753	1,568,910	1,889,961	532,909	1,357,052	2,129,427
DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT							
121 Newborn Genetics	6,588,582	6,623,693	246	3,115,830	1,092,909	2,022,921	2,064,259
12A Trauma System Cash Fund ¹			N/A				211,745
13L Fixed & Rotary-wing Ambulances	24,802	9,744	1,557	65,349	1,607	63,742	49,684
14V Medical Marijuana Cash Fund	3,134,597	2,555,394	608,852	13,399,459	421,640	12,977,819	12,542,567
22R Home Care Agency ¹			N/A				12,648
246 Assisted Living Residence Fund	985,460	1,050,972	-	237,444	173,410	64,034	302,604
265 Hlth Fac Gen'l Licensure	1,931,617	1,974,756	-	518,243	325,835	192,408	520,041
26A Laboratory Cash Fund	1,338,627	1,836,296	9,575	454,214	302,989	151,225	439,331
279 Hazardous Waste Commission Fund ¹			N/A				36,296
SUBTOTAL	\$ 14,003,685	\$ 14,050,855	\$ 620,230	\$ 17,790,539	\$ 2,318,390	\$ 15,472,149	\$ 16,179,175
DEPARTMENT OF PUBLIC SAFETY							
12B Fire Service Education & Training ¹			N/A				56,612
203 Firefighter First Resp Hazmat	\$ 231,333	437,760	1,344	60,334	72,230	-	246,827
SUBTOTAL	231,333	437,760	1,344	60,334	72,230	-	303,439
DEPARTMENT OF REGULATORY AGENCIES							
184 Fixed Utilities	11,309,098	12,627,770	57,891	976,109	2,083,582	-	224,955
189 Div Of Professions And Occupations	26,132,382	24,040,028	210,693	4,346,149	3,966,605	379,545	1,079,678
18S Prescription Drug Monitoring ¹			N/A				57,577
19U Mortgage Co & Loan Originator	799,820	1,081,189	13,156	245,377	178,396	66,981	310,309
213 Div Of Securities Cash Fund	4,756,257	4,283,925	-	872,038	706,848	165,190	-
22H Conserve Easement Holder Cert ¹			N/A				40,384
244 Public Deposit Administration	4,901,632	4,595,352	3,948	843,215	758,233	84,982	-
25Q Hoa Info & Resource Centr Fund	168,000	166,924	541	76,208	27,543	48,665	54,398
SUBTOTAL	48,067,189	46,795,188	286,229	7,359,096	7,721,207	745,363	1,767,301
DEPARTMENT OF REVENUE							
16V Racing Cash Fund	1,172,697	1,378,396	1	193,254	227,435	-	173,587
192 Colo Dealer License Board	3,199,016	3,047,696	-	1,121,584	502,870	618,714	488,433
236 Liquor Law Enforcement	2,749,227	2,606,965	5	1,134,653	430,150	704,503	581,702
SUBTOTAL	7,120,940	7,033,057	6	2,449,491	1,160,455	1,323,217	1,243,722
DEPARTMENT OF STATE							
20N Notary Administration Cash Fund ¹			N/A				486,143
GRAND TOTAL	\$ 96,966,125	\$ 96,207,203	\$ 6,597,298	\$ 39,891,414	\$ 18,712,753	\$ 22,503,314	\$ 25,591,533

SOURCE: Office of the State Auditor Analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2014 and 2013 prepared by the Office of the State Controller.

¹ Fiscal Year 2014 uncommitted reserves are less than \$50,000 for these funds; however these funds had excess uncommitted reserves for Fiscal Year 2013.

AUDIT PURPOSE, SCOPE, AND METHODOLOGY

Section 24-30-207(3), C.R.S., requires the State Auditor to conduct an audit of the *Cash Funds Uncommitted Reserves Report (Report)*, which is prepared annually by the Office of the State Controller (OSC). We performed our audit work during the period August 2013 through January 2014. We acknowledge the cooperation and assistance provided by the State Controller and staff at the OSC, as well as staff at the various departments.

The overall objective of our audit was to determine compliance of the State's cash funds in accordance with Section 24-75-402, C.R.S., and to determine whether the schedules contained in the State Controller's *Report* were prepared in accordance with Statute. The *Report* is included in the Financial Information section of this audit report.

We also performed test work to determine if departments submitted cash funds information to the OSPB in accordance with OSPB requirements. The OSPB budget submission instructions require departments to ensure that the amounts reported for cash funds uncommitted reserve balances on the Schedule 9 agree to the most recent *Report* issued by the OSC. The instructions also require departments to submit compliance plans for each fund that has an excess uncommitted reserve greater than \$50,000.

In the prior year report, we recommended that the OSPB and the Departments implement procedures to ensure accurate reporting. Based on our testing, we found that the OSBP provided additional direction to the departments and implemented procedures for OSPB staff resulting in a decrease in the number of inaccuracies decreased from Fiscal Year 2013 to Fiscal Year 2014, indicating that OSPB and the departments implemented procedures to ensure accurate reporting.

We examined whether departments submitted Schedule 9s for funds that had reportable excesses, and examined each required compliance

plan to determine if the plan addressed how the department would bring that fund into compliance.

Our audit work was designed 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 OSC's calculation for Excess Uncommitted Reserves.
- Reviewed the internal controls the OSC has in place including the OSC's procedures for preparing the *Report*.
- Reviewed departments' compliance with OSPB rules.

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 *Report* for the Fiscal Year Ended June 30, 2014, 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*.

SUBSEQUENT ACTIONS

At the August 25, 2014, Legislative Audit Committee (LAC) hearing, the LAC heard from five departments with cash funds that have been out of compliance with Section 24-75-402, C.R.S., for at least three consecutive years as of June 30, 2013 and were not anticipated to be

in compliance as of June 30, 2014. The LAC created a subcommittee of members to look at these cash funds, and discuss the possibility of sponsoring legislation to assist with and ensure compliance with cash fund laws. The subcommittee met on September 15, 2014, to discuss future steps and possible actions for each of the cash funds in question.

The LAC and the JBC met on January 8, 2015 to discuss options to encourage and enforce departments' compliance with the cash funds statutes. As of the date of this report, the JBC was considering potential legislation to make changes to some of the Cash Funds statutory provisions.

CHAPTER 2

FINDINGS AND RECOMMENDATIONS

COMPLIANCE WITH STATUTORY RESERVE REQUIREMENTS

During our audit of Fiscal Year 2014 cash reserves, we found that as of June 30, 2014, eight departments had excess uncommitted reserves totaling approximately \$22.5 million in 21 cash funds that are subject to limits outlined in Section 24-75-402, C.R.S. The statute lists key dates that specify when cash funds should be in compliance. Based on the balance of excess uncommitted reserves in the fund at the end of Fiscal Year 1998, cash funds were required to be in compliance by either the end of Fiscal Year 2001, or by the end of Fiscal Year 2003. For cash funds established after 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 eight of these 21 funds should have been in compliance by the end of Fiscal Year 2001; and 13 of the 21 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 not in compliance as of June 30, 2014 are described throughout this report, 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, 2014, the Department of Agriculture had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$557,000.

INSPECTION AND CONSUMER SERVICE FUND

PURPOSE: To issue inspection certificates for fruits and vegetables. Monies are used to pay the operational costs.

FIRST YEAR OF REQUIRED COMPLIANCE: 2006.

STATUS: Fiscal Year 2014 was the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in Exhibit 2.1:

EXHIBIT 2.1. INSPECTION AND CONSUMER SERVICE FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2006-2007*	\$ -
2008	\$ 456,991
2009*	\$ -
2010	\$ 124,408
2011-2012*	\$ -
2013	\$ 724,084
2014	\$ 519,857

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2006–2014.
*This fund was in compliance during these years.

VET, VACCINE AND SERVICE FUND

PURPOSE: To pay expenses of services and enforcement.

FIRST YEAR OF REQUIRED COMPLIANCE: 2003.

STATUS: Fiscal Year 2014 was the ninth year the Fund was not in compliance. Excess reserves for these nine years are noted in Exhibit 2.2:

EXHIBIT 2.2. VET, VACCINE AND SERVICE FUND	
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
2013*	\$ -
2014	\$ 36,977

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2003–2014.

*This fund was in compliance during these years.

RECOMMENDATION 1

The Department of Agriculture should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the Inspection and Consumer Service Fund complies with statutory requirements.
- B Ensuring the Vet, Vaccine and Service Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF AGRICULTURE

- A AGREE. IMPLEMENTATION DATE: DECEMBER 2016.

This overage occurred when the legislature restored over \$1 million in general funding to the Inspection Consumer Service (ICS) Division in 2011, which lowered our reserve fund target balance by \$500,000. The legislature restored approximately \$1 million in general funds for operating costs for the Feed, Fertilizer, Farm Products/Commodity Handler, Large Scale Inspection, and the Metrology Laboratory programs. Fees were lowered in these programs so that the general funds did fund operations as intended.

The Division's cash fund is allowed a reserve of 50% of the previous years' cash fund expenses. Our balance prior to 2011 was at the maximum allowable reserve of approximately \$2 million. However, because our cash fund expenses were reduced by the amount of the \$1 million in general fund our allowable reserve was only \$1.5 million, creating the overage of approximately \$500,000.

Our plan is to spend down the overage in the fund over the next two years through expenditures for the new centralized on-line licensing system, and relocation of ICS to the Department's new offices. Due to the anticipated expenses, the decision was made not to lower fees more to reduce the fund balance, to only increase fees to cover these costs in future years.

B AGREE. IMPLEMENTATION DATE: SEPTEMBER 2015.

This fund will ensure compliance with statutory requirements through the following:

- The replacement of inadequate and aging equipment for the Rocky Mountain Regional Animal Health Laboratory (RMRAHL) such as the Roche LightCycler 480 for almost \$15,000 and additional procurement of a Biosafety Cabinet for \$15,000 to replace a 30 year old damaged cabinet.
- RMRAHL is replacing an in-house Laboratory Information Management System (LIMS) with an off the shelf product called USALIMS from Computer Aid Inc. and will require up to \$19,000/year in maintenance costs.
- RMRAHL had to hire temporary help to meet client demands that will cost up to \$23,000 over the next six to nine months.

DEPARTMENT OF EDUCATION

As of June 30, 2014, the Department of Education had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$33,000.

EDUCATOR LICENSURE FUND

PURPOSE: To administer examinations and to review applications for licenses, endorsements, and certificates, as authorized by the State Board of Education.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the eighth year the Fund was not in compliance. Excess reserves for these eight years are noted in Exhibit 2.3:

EXHIBIT 2.3. EDUCATOR LICENSURE FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001	\$ 27,887
2002	\$ 143,535
2003-2006*	\$ -
2007	\$ 51,030
2008	\$ 273,603
2009	\$ 201,467
2010*	\$ -
2011	\$ 180,416
2012*	\$ -
2013	\$ 144,372
2014	\$ 33,069

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.

*This fund was in compliance during these years.

RECOMMENDATION 2

The Department of Education should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action to ensure the Educator Licensure Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF EDUCATION

AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department of Education, Educator Preparation and Licensing Office agrees that we must ensure compliance with applicable cash funds statutes by monitoring excess uncommitted reserves and taking the appropriate action to ensure compliance. As we move forward into Fiscal Year 2015, the Educator Licensure team will ensure that the Educator Licensure Fund is used accordingly by committing and applying those dollars toward the rule and content assessment alignment project that is currently underway in the Office of Educator Preparation and Licensing. This initiative will continue throughout Fiscal Year 2015 and the Educator Licensure Fund will be used to support this work and monitored closely on a monthly basis to ensure compliancy.

DEPARTMENT OF HUMAN SERVICES

As of June 30, 2014, the Department of Human Services had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$17,000.

RECORDS AND REPORTS FUND

PURPOSE: To conduct background screening on behalf of employers of job applications against the Trails registry database that contains individuals who have a confirmed history of child abuse.

FIRST YEAR OF REQUIRED COMPLIANCE: 2003.

STATUS: Fiscal Year 2014 was the fourth year the Fund was not in compliance. Excess reserves for these four years are noted in Exhibit 2.4:

EXHIBIT 2.4. RECORDS AND REPORT FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2003-2005*	\$ -
2006	\$ 772,699
2007	\$ 335,404
2008-2012*	\$ -
2013	\$ 70,391
2014	\$ 31

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2003–2014.
*This fund was in compliance during these years.

WORK THERAPY FUND

PURPOSE: To fund programs for rehabilitation and training on basic work and life skills, specific job skills, and work experience in a sheltered workshop for residents of the Colorado Mental Health Institutes through contractual agreements with area businesses and organizations.

FIRST YEAR OF REQUIRED COMPLIANCE: 2002.

STATUS: Fiscal Year 2014 was the ninth year the Fund was not in compliance. Excess reserves for these nine years are noted in Exhibit 2.5:

EXHIBIT 2.5. WORK THERAPY FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2002	\$ 54,824
2003	\$ 58,975
2004	\$ 16,257
2005	\$ 96,700
2006	\$ 2,166
2007	\$ 50,956
2008*	\$ —
2009	\$ 45,214
2010-2012*	\$ —
2013	\$ 32,455
2014	\$ 17,036

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2002–2014.

*This fund was in compliance during these years.

RECOMMENDATION 3

The Department of Human Services should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the Records and Reports Fund complies with statutory requirements.
- B Ensuring the Work Therapy Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF HUMAN SERVICES

- A AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department of Human Services will ensure the Records and Reports Fund complies with statutory requirements. The Department's strategies to reduce the fund include purchasing an automated mailing system, implementing credit card payment capability, creating office space for staff, repairing needed roof damage, improving the accounting of staff salaries, and/or reducing fees.

- B PARTIALLY AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department of Human Services uses the Work Therapy Fund as an enterprise fund, meaning that the activities of the fund must be covered by the revenues generated by those activities. The Revenues to the Fund are based on sales volume to a large extent. If the Department cuts back on its revenue contracts, it would be the equivalent of cutting back on programming for those we serve such as vocational training, life skills training, and daily activity for those living in the Mental Health Institutes and Regional Centers. Likewise, if the Department cuts the cost of goods or services, the Department will not be able to carry out some initiatives including better wages for

those individuals working on the various contracts. Maintaining a balance in the Fund is often necessary to ensure that the activities will be able to continue if revenues from sales of goods or services decline. However, the Department understands the need to comply with the cash funds requirements for this fund and will continue to monitor the balance in the Work Therapy Fund. The partial agreement was to signify that the Department needs additional spending authority to be able to comply with cash reserve limits and spend excess fund balances. The Department anticipates spending down the balance in the Fund in Fiscal Year 2015, provided the Joint Budget Committee approves the request for spending authority. The Department also plans to make a number of changes in business practice, including paying increased wages to individuals participating in the Work Therapy Program that will result in increased spending from the Fund and utilize a good portion of the fund balance.

AUDITOR'S ADDENDUM:

The Department is required to comply with the applicable cash funds statutes and should consider the fee side as well as the expenditure side to lower the excess reserves.

DEPARTMENT OF NATURAL RESOURCES

As of June 30, 2014, the Department of Natural Resources had one cash fund out of compliance, with excess uncommitted reserves totaling approximately \$3,000,000.

OIL AND GAS CONSERVATION FUND

PURPOSE: To support the issuance and enforcement of oil and gas operating permits.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the sixth year the Fund was not in compliance. Excess reserves for these six years are noted in Exhibit 2.6:

EXHIBIT 2.6. OIL AND GAS CONSERVATION FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001	\$ 561,202
2002-2006*	\$ -
2007	\$ 998,444
2008-2010*	\$ -
2011	\$ 804,303
2012	\$ 1,881,588
2013	\$ 2,359,495
2014	\$ 2,998,563 **

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.
 *This fund was in compliance during these years.
 **House Bill 14-1077 increased the alternative reserve from \$4 million to \$6 million, effective Fiscal Year 2015.

RECOMMENDATION 4

The Department of Natural Resources should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action to ensure the Oil and Gas Conservation Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF NATURAL RESOURCES

AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department of Natural Resources agrees it should monitor its excess uncommitted reserves, but does not believe any additional steps should be taken at this time to ensure the Oil and Gas Conservation and Environmental Response Fund does not exceed its statutory cap, which was raised to a two-year average of \$6 million by House Bill 14-1077. The recent 50% reduction in oil prices is likely to have a significant, negative impact on revenues to the fund in the near future. However, due to a one-quarter lag between production and levy payments, the impacts will be negligible until the fourth quarter of Fiscal Year 2015, when levy payments are due for January through March oil and gas sales. The level and timing of the impact also depends on the amount of production in the state that was hedged against falling prices.

Nonetheless, based on current product price and production forecasts, the fiscal year-end uncommitted reserve balance is expected to fall to about \$5.5 million, which would be \$500,000 under the new cap. The two-year average, however, would be about \$6.2 million, resulting in an excess of approximately \$200,000. Unless oil prices rebound sooner than most experts project, the fund balance will continue to decline over the next few years.

DEPARTMENT OF PERSONNEL AND ADMINISTRATION

As of June 30, 2014, the Department of Personnel and Administration had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$1,360,000.

STATE ARCHIVES AND PUBLIC RECORDS FUND

PURPOSE: To respond to requests for information and research from state agencies and the public.

FIRST YEAR OF REQUIRED COMPLIANCE: 2012.

STATUS: Fiscal Year 2014 was the third year the Fund was not in compliance. Excess reserves for these three years are noted in Exhibit 2.7:

EXHIBIT 2.7. STATE ARCHIVES AND PUBLIC RECORDS FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2012	\$ 52,822
2013	\$ 95,734
2014	\$ 61,823

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2012–2014.

SUPPLIER DATABASE FUND

PURPOSE: To maintain the centralized database of providers of goods and services.

FIRST YEAR OF REQUIRED COMPLIANCE: 2003.

STATUS: Fiscal Year 2014 was the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in Exhibit 2.8:

EXHIBIT 2.8. SUPPLIER DATABASE FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2003-2009*	\$ –
2010	\$ 142,569
2011	\$ 88,699
2012	\$ 181,983
2013	\$ 259,252
2014	\$ 1,295,229

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2003–2014.
*This fund was in compliance during these years.

RECOMMENDATION 5

The Department of Personnel and Administration should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the State Archives and Public Records Fund complies with statutory requirements.
- B Ensuring the Supplier Database Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF PERSONNEL AND ADMINISTRATION

- A AGREE. IMPLEMENTATION DATE: JUNE 2016.

The Department of Personnel & Administration continues to work toward ensuring the Supplier Database Fund complies with statutory requirements. For Fiscal Year 2016, the Department submitted a budget request to the General Assembly to use the excess reserves to fund a new Colorado Operations Resource Engine (CORE) common policy. CORE is the State's new financial system. One module of CORE includes Vendor Self Service (VSS) which has replaced the BIDS system used by vendors to bid on State contracts. The Supplier Database cash fund was the source of funding for the BIDS system, and now this fund will now be used as a source of funding for a portion of CORE.

- B AGREE. IMPLEMENTATION DATE: JUNE 2016.

The Department of Personnel & Administration continues to monitor the State Archives and Public Records Fund for statutory compliance

and has been requesting increased cash fund spending authority in lieu of general fund each budget year as the fund balance increases.

DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

As of June 30, 2014, the Department of Public Health and Environment had six cash funds out of compliance, with excess uncommitted reserves totaling approximately \$15,500,000.

ASSISTED LIVING RESIDENCE FUND

PURPOSE: To support 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 2014 was the 12th year the Fund was not in compliance. Excess reserves for these 12 years are noted in Exhibit 2.9:

EXHIBIT 2.9. ASSISTED LIVING RESIDENCE FUND	
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
2013	\$ 302,604
2014	\$ 64,034

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.

*This fund was in compliance during these years.

FIXED & ROTARY WING AMBULANCES FUND

PURPOSE: To license air ambulance services that pick up patients in Colorado, including establishing minimum standards in Rule, verifying compliance with standards, issuing licenses, and investigating complaints.

FIRST YEAR OF REQUIRED COMPLIANCE: 2004.

STATUS: Fiscal Year 2014 was the second year the Fund was not in compliance. Excess reserves for these two years are noted in Exhibit 2.10:

EXHIBIT 2.10. FIXED & ROTARY WING AMBULANCE FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2004-2012*	\$ -
2013	\$ 49,684
2014	\$ 63,742

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2004–2014.
*This fund was in compliance during these years.

HEALTH FACILITIES GENERAL LICENSURE FUND

PURPOSE: To license 15 different types of health care facilities (other than assisted living residences), including applicant fitness review, building plan review, inspections, and complaint and occurrence investigations.

FIRST YEAR OF REQUIRED COMPLIANCE: 2003.

STATUS: Fiscal Year 2014 was the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in Exhibit 2.11:

EXHIBIT 2.11. HEALTH FACILITIES GENERAL LICENSURE FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2003-2004*	\$ -
2005	\$ 18,703
2006-2007*	\$ -
2008	\$ 122,044
2009	\$ 130,563
2010	\$ 102,308
2011	\$ 391,666
2012*	\$ -
2013	\$ 520,041
2014	\$ 192,408

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2003–2014.
*This fund was in compliance during these years.

LABORATORY FUND

PURPOSE: To analyze microbiological specimens, environmental samples, and forensic toxicological samples.

FIRST YEAR OF REQUIRED COMPLIANCE: 2005.

STATUS: Fiscal Year 2014 was the second year the Fund was not in compliance. Excess reserves for these two years are noted in Exhibit 2.12:

EXHIBIT 2.12 LABORATORY FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2005-2012*	\$ —
2013	\$ 439,331
2014	\$ 151,225

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2005–2014.
*This fund was in compliance during these years.

NEWBORN GENETICS FUND

PURPOSE: To support newborn screening, follow-up care, genetic counseling, and educational programs and functions.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted Exhibit 2.13:

EXHIBIT 2.13. NEWBORN GENETICS FUND	
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
2013	\$ 2,064,259
2014	\$ 2,022,921

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.
*This fund was in compliance during these years.

MEDICAL MARIJUANA FUND

PURPOSE: To create an identification registry for cardholders and partially offset the costs of administering the medical marijuana program.

FIRST YEAR OF REQUIRED COMPLIANCE: 2004.

STATUS: Fiscal Year 2014 was the 11th year the Fund was not in compliance. Excess reserves for these 11 years are noted in Exhibit 2.14:

EXHIBIT 2.14. MEDICAL MARIJUANA FUND	
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
2013	\$ 12,542,567
2014	\$ 12,977,819

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2004–2014.

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

RECOMMENDATION 6

The Department of Public Health and Environment should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the Assisted Living Residence Fund complies with statutory requirements.
- B Ensuring the Fixed & Rotary Wing Ambulances Fund complies with statutory requirements.
- C Ensuring the Health Facilities General Licensure Fund complies with statutory requirements.
- D Ensuring the Laboratory Fund complies with statutory requirements.
- E Ensuring the Newborn Genetics Fund complies with statutory requirements.
- F Ensuring the Medical Marijuana Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT

- A AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department implemented two changes to address the excess uncommitted reserves in this fund: 1) on January 1, 2012 the licensure fees to the program were reduced to draw down the excess fund balance over a three-year period; and 2) in November 2013 the

Department transferred \$188,463 and Life Safety Code staff to the Department of Public Safety. Through these actions, the fund is projected to be in compliance by the end of Fiscal Year 2015.

Additionally, the Department has requested a cash-funded Decision Item to increase staff resources for this program to provide improved oversight of assisted living residences; however, compliance with the 16.5% requirement is not dependent on approval of this request.

The Department requests that the General Assembly not reduce the General Fund appropriation for this program as the fund is projected to be in compliance on June 30, 2015.

B AGREE. IMPLEMENTATION DATE: JUNE 2016.

In 2014, the Board of Health promulgated rules to waive the fee for fixed and rotary wing ambulances from January 1, 2015 through June 30, 2017. This will deplete the fund balance to a level below \$50,000. The fund is expected to be in compliance with the 16.5% uncommitted cash reserve limitation by June 30, 2016.

C AGREE. IMPLEMENTATION DATE: JUNE 2015.

The Department is in the process of implementing a rebate program that will distribute a proportionate rebate to all facilities that paid into the fund. In addition, the program has received approval from the Board of Health to reduced specific fees to address the excess cash fund balance issue. These actions are projected to bring the fund balance into compliance by the end of Fiscal Year 2015.

The Department requests that the General Assembly not reduce the General Fund appropriation for this program as the fund is projected to be in compliance on June 30, 2015. In addition, the only General Fund used for this program is for government owned facilities only. The Department is statutorily prohibited from using this cash fund for government owned facilities.

D AGREE. IMPLEMENTATION DATE: JUNE 2015.

Fees to the fund have not been increased which has reduced the excess fund balance from the prior year. In addition, a reduction in revenues from declining laboratory test volumes associated with the closure of the Toxicology Lab are projected to bring the fund into compliance by the end of Fiscal Year 2015.

E AGREE. IMPLEMENTATION DATE: JUNE 2016.

Periodically, the Department petitions the State Board of Health to add tests to the Newborn Screening Panel as new tests are needed for inclusion by the Discretionary Advisory Committee on Heritable Disorders in Newborns and Children and by the Colorado Newborn Screening Advisory Committee. The significant costs associated with the addition of each new test, which can range from \$350,000 to in excess of \$1,000,000, requires that the Department maintain a cash balance in the fund in excess of the 16.5% uncommitted cash reserve limitation. A larger minimum fund balance is needed in this fund in order to cover the costs of adding new tests to the Newborn Screening Panel as needed over time. For example, the Colorado Newborn Screening Advisory Committee recently recommended that testing for Pompe Disease be added to the Newborn Screening Panel. Adding this test could occur as soon as Fiscal Year 2016, and would require an estimated increase of \$471,000 in cash fund spending authority. As such, the Department requests an alternative reserve balance of 16.5% plus \$471,000 for the Newborn Genetics Fund. The alternate fund balance reserve coupled with the inclusion of additional tests on the newborn screening panel is the Department's proposed solution for bringing the fund balance into compliance. Through these activities, the Department expects that the Newborn Genetics Fund will be in compliance by the end of Fiscal Year 2015-16.

F AGREE. IMPLEMENTATION DATE: JUNE 2017.

The Department has initiated a variety of measures to reduce excess uncommitted reserves in the Medical Marijuana Fund. The Colorado Board of Health reduced the application fee twice; once in January

2012 from \$90 to \$35, and again in February, 2014 from \$35 to \$15. (Note: Revenue reduction efforts have been offset by revenue increases resulting from a greater number of program registrants since the introduction and sale of adult-use marijuana in January 2014.)

In addition, the Department and the Governor's Office submitted budget requests in Fiscal Year 2015 to use fund resources to support initiatives related to medical marijuana research and data management. Through these efforts, the Department anticipates that the fund will be in compliance by the end of Fiscal Year 2017. The General Assembly approved \$10 million for marijuana research studies (which is exempt from the 16.5% reserve requirement through Fiscal Year 2019 per Senate Bill 14-155) and \$1,117,284 for the Medical Marijuana Registration System (Capital Construction appropriation per House Bill 14-1336).

DEPARTMENT OF REGULATORY AGENCIES

As of June 30, 2014, the Department of Regulatory Agencies had five cash funds out of compliance, with excess uncommitted reserves totaling approximately \$745,000.

DIVISION OF PROFESSIONS AND OCCUPATIONS FUND

PURPOSE: To support the Division’s mission to protect the public through effective licensure and enforcement of many professionals and occupations. The Division includes 38 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: Fiscal Year 2014 was the seventh year the fund was not in compliance. Excess reserves for these seven years are noted in Exhibit 2.15:

EXHIBIT 2.15. DIVISION OF PROFESSIONS AND OCCUPATIONS FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001	\$ 473,453
2002*	\$ –
2003	\$ 761,732
2004*	\$ –
2005	\$ 1,247,399
2006	\$ 1,503,696
2007-2010*	\$ –
2011	\$ 1,877,326
2012*	\$ –
2013	\$ 637,249
2014	\$ 379,545

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.
*This fund was in compliance during these years.

DIVISION OF SECURITIES FUND

PURPOSE: To support the expenditures of the Division of Securities.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in Exhibit 2.16:

EXHIBIT 2.16. DIVISION OF SECURITIES FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001	\$ 112,625
2002-2004*	\$ -
2005	\$ 279,648
2006	\$ 288,343
2007	\$ 230,010
2008	\$ 47,333
2009*	\$ -
2010	\$ 85,207
2011-2013*	\$ -
2014	\$ 165,190

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.
*This fund was in compliance during these years.

HOMEOWNERS ASSOCIATION (HOA)

INFORMATION AND RESOURCE CENTER FUND

PURPOSE: To support the HOA Information and Resource program. The fund receives revenues from HOA registrants.

FIRST YEAR OF REQUIRED COMPLIANCE: 2012.

STATUS: Fiscal Year 2014 was the second year the Fund was not in compliance. Excess reserves for these two years are noted in Exhibit 2.17:

EXHIBIT 2.17. HOMEOWNERS ASSOCIATION (HOA) INFORMATION AND RESOURCE CENTER FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2012*	\$ -
2013	\$ 54,398
2014	\$ 48,665

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2012–2014.
*This fund was in compliance during this year.

MORTGAGE BROKER REGISTRATION FUND

PURPOSE: To administer the Mortgage Loan Originator Licensing and Mortgage Company Registration program.

FIRST YEAR OF REQUIRED COMPLIANCE: 2009.

STATUS: Fiscal Year 2014 was the fifth year the Fund was not in compliance. Excess reserves for these five years are noted in Exhibit 2.18:

EXHIBIT 2.18. MORTGAGE BROKER REGISTRATION FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2009	\$ 182,873
2010*	\$ —
2011	\$ 760,846
2012	\$ 794,600
2013	\$ 310,309
2014	\$ 66,981

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2009–2014.
*This fund was in compliance during this year.

PUBLIC DEPOSIT ADMINISTRATION FUND

PURPOSE: To administer and enforce the provisions of the Public Deposit Protection Act.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the second year the Fund was not in compliance. Excess reserves for these two years are noted in Exhibit 2.19:

EXHIBIT 2.19. PUBLIC DEPOSIT ADMINISTRATION FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001-2004*	\$ —
2005	\$ 131,962
2006-2013*	\$ —
2014	\$ 84,982

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001–2014.
*This fund was in compliance during these years.

OSPB REPORTING REQUIREMENTS

In our Fiscal Year 2014 Cash Funds audit, we examined budget packet submissions to OSPB for the eight departments that had cash funds with excess uncommitted reserves as the end of Fiscal Year 2014. OSPB budget instructions state that cash funds financial information reported by the departments should agree with information reported on the OSC's Report. We found that one of the eight departments, Regulatory Agencies, reported balances for excess uncommitted reserves that did not agree with the balances submitted by the OSC. Specifically, we noted the discrepancy described below:

Fund: MORTGAGE BROKER REGISTRATION FUND

Excess Uncommitted Reserve per OSC Report: \$66,981

Excess per Department's OSPB Submission: \$123,690

RECOMMENDATION 7

The Department of Regulatory Agencies should ensure compliance with applicable cash funds statutes and OSPB requirements by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the Division of Professions and Occupations Fund complies with statutory requirements.
- B Ensuring the Division of Securities Fund complies with statutory requirements.
- C Ensuring the Homeowners Association (HOA) Information and Resource Center Fund complies with statutory requirements
- D Ensuring the Mortgage Broker Registration Fund complies with statutory requirements.
- E Ensuring the Public Deposit Administration Fund complies with statutory requirements.
- F Implementing procedures to ensure that it submits accurate financial information to the OSPB.

RESPONSE

DEPARTMENT OF REGULATORY AGENCIES

- A AGREE. IMPLEMENTATION DATE: JUNE 2015.

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. This single fund

encapsulates 38 separate boards and programs, each of which assesses its own fees and records expenditures against its own revenues. The Department has taken measures to achieve compliance by reducing fees in 24 of the Division's programs for Fiscal Year 2015. Of significant note, Electrical and Plumbing inspection fees were decreased 50 percent and 75 percent, respectively, in September 2015. These efforts will collectively result in fund compliance during Fiscal Year 2015, with a projected fund balance of 10 percent.

B AGREE. IMPLEMENTATION DATE: JUNE 2015.

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. In the case of this fund, renewal fees were reduced 25 percent during Fiscal Year 2015, from \$80 to \$60 for broker-dealers and investment advisor firms, and from \$16 to \$12 for broker-dealer and investment advisor representatives. This reduction is expected to bring the fund into compliance by June 2015, with a projected fund balance of 8.9 percent.

C AGREE. IMPLEMENTATION DATE: JUNE 2015.

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. In the case of this fund, fees were adjusted during Fiscal Years 2013 and 2014, ranging from \$43 to \$27. As a result, this fund is projected to be in compliance as of the current fiscal year end, with a projected fund balance of 12.8 percent.

D AGREE. IMPLEMENTATION DATE: JUNE 2015.

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. Although compliance of this fund took several years, given the size of the original excess balance, the Department drastically reduced renewal fees by over 80 percent (\$305 to \$60 renewal fee) in Fiscal Year 2012 such that the

fund is expected to achieve compliance with a fund balance of only 3.9 percent projected for June of 2015.

E AGREE. IMPLEMENTATION DATE: JUNE 2015.

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. In the case of this fund, the Department has already acted to reduce biennial assessments to financial institutions during the current fiscal year. Specifically, the assessment for the first half of Fiscal Year 2015 was reduced by \$500,000, substantially more than the excess identified for the cash fund (\$84,982). As a result, immediate compliance is expected for this fund during Fiscal Year 2015, with a projected fund balance of 10 percent in June 2015.

F AGREE. IMPLEMENTATION DATE: FEBRUARY 2015.

The Department agrees with the recommendation. With regard to the OSC Report, the Department has communicated with OSPB about steps it is taking to improve the quality control over the submission to OSPB. Specifically, in ensuing budget cycles the Department will task multiple personnel with reviewing the OSC report and OSPB submission for accuracy prior to finalizing the submission.

DEPARTMENT OF REVENUE

As of June 30, 2014, the Department of Revenue had two cash funds out of compliance, with excess uncommitted reserves totaling approximately \$1,300,000.

COLORADO DEALER LICENSE BOARD FUND

PURPOSE: To support the regulatory oversight function of the Motor Vehicle Dealer Board.

FIRST YEAR OF REQUIRED COMPLIANCE: 2001.

STATUS: Fiscal Year 2014 was the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in Exhibit 2.20:

EXHIBIT 2.20. COLORADO DEALER LICENSE BOARD FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2001	\$ 163,256
2002-2006*	\$ -
2007	\$ 569,256
2008-2009*	\$ -
2010	\$ 644,669
2011	\$ 331,550
2012	\$ 144,635
2013	\$ 488,433
2014	\$ 618,714

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2001-2014.
*This fund was in compliance during these years.

LIQUOR LAW ENFORCEMENT FUND

PURPOSE: To support the administration, licensing, and enforcement of Colorado liquor laws.

FIRST YEAR OF REQUIRED COMPLIANCE: 2003.

STATUS: Fiscal Year 2014 was the seventh year the Fund was not in compliance. Excess reserves for these seven years are noted in Exhibit 2.21:

EXHIBIT 2.21. LIQUOR LAW ENFORCEMENT FUND	
FISCAL YEAR	AMOUNT OF EXCESS
2003-2007*	\$ —
2008	\$ 210,305
2009	\$ 358,335
2010	\$ 455,866
2011	\$ 482,663
2012	\$ 520,137
2013	\$ 581,702
2014	\$ 704,503

SOURCE: Office of the State Auditor analysis of the Cash Funds Uncommitted Reserves Report for the Fiscal Years Ended June 30, 2003–2014.
*This fund was in compliance during these years.

RECOMMENDATION 8

The Department of Revenue should ensure compliance with applicable cash funds statutes by monitoring its excess uncommitted reserves and taking the appropriate action as follows:

- A Ensuring the Colorado Dealer License Board Fund complies with statutory requirements.
- B Ensuring the Liquor Law Enforcement Fund complies with statutory requirements.

RESPONSE

DEPARTMENT OF REVENUE

- A AGREE. IMPLEMENTATION DATE: JUNE 2016.

As part of the Fiscal Year (FY) 2015 fee-setting process, the Auto Industry Division and the Motor Vehicle Dealer Licensing Board worked cooperatively to develop fee and licensing models to ensure sufficient revenue to fully support the appropriation while reducing the uncommitted reserve per the statutory requirement. Additionally, the Division Director emphasized the importance of complying with the statutory reserve requirement. At the meeting held May 7, 2014, the Board recommended a 7% overall fee decrease, based on a projected 2% growth in licensing activity, with the following exceptions: (1) continuation of the Off-Premise Permit Fee at \$300; (2) continuation of the Reprint Fee at \$25; and (3) continuation of the Late Fee at \$50. In FY 2015, fee adjustments will be rounded to the nearest \$1 instead of the previous \$5 increments. We expect the fund to comply with the reserve requirement by year-end FY 2016. The 7% fee decrease is for the FY 2014-15 operating year and affects licensing activity July 1, 2014, through June 30, 2015. Division appropriations, thus projected expenditures, for FY 2014-15 have increased by \$275,858 over the FY 2013-14 operating year. The FY 2015-16 and

ongoing operating year appropriations and planned expenditures are expected to increase by \$81,893 over FY 2013-14. The projected 7% decrease in FY 2014-15 fees, coupled with the projected increase in expenditures and estimated 2% growth in licensing activity, forecast an overall reduction of \$561,956 in the uncommitted cash fund balance. Pursuant to 12-6-110(5)(a) and (b), C.R.S., fees are analyzed and adjusted annually to reflect the direct and indirect costs of the Division for the upcoming operating year. Future fees will be adjusted accordingly.

B AGREE. IMPLEMENTATION DATE: JUNE 2016.

The Liquor Enforcement Division developed a new revenue projection and fee-setting model for the fund and began implementation efforts in the fall of 2014. The approved recommendations include a reduction to specific fees intended to reduce the excess uncommitted reserves. Notice of the fee adjustment has been communicated to the industry. The division filed a notice of rulemaking for the change in fees with the Secretary of State in October 2014. The rule hearing on December 3, 2014, was for rules that will be effective mid-January; therefore, the division filed/processed an emergency rule to make the change in fees effective January 1, 2015. In order to minimize the disruption to the industry and prevent sharp increases or decreases in fees, the division intends to take a measured approach to reducing the fund balance beginning in Fiscal Year 2015 with the goal of fully complying with the reserve requirement by the end of Fiscal Year 2016.

The overall reduction in revenue is 8.7% for Fiscal Year 2014-15 and 21.6% in Fiscal Year 2015-16. The Application Fee for New Licenses (includes New License with Concurrent Review, and Transfer License) decreased from \$1,025 to \$600, a reduction of \$425 or 41%. The fee reduction will end June 30th, 2016, or earlier if the Division has met the 16.5% target reserve balance sooner. Projections indicate that the Fiscal Year 2014-15 year end fund balance of the cash fund will be \$897,012 and \$407,837 at year end Fiscal Year 2015-16. There are no other planned reductions in the future.

DISPOSITION OF PRIOR AUDIT RECOMMENDATIONS

REC. NO.	RECOMMENDATION SUMMARY	IMPLEMENTATION DATE
1	OSPB should implement procedures to ensure that the cash funds information it receives in the annual budget submissions is accurate.	IMPLEMENTED
2	Department of Agriculture should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 1
3	Department of Education should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	SEE CURRENT YEAR RECOMMENDATION 2
4	Department of Higher Education should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	IMPLEMENTED
5	Department of Human Services should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	SEE CURRENT YEAR RECOMMENDATION 3
6	Department of Law should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	IMPLEMENTED
7	Department of Natural Resources should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 4

REC. NO.	RECOMMENDATION SUMMARY	IMPLEMENTATION DATE
8	Department of Personnel and Administration should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 5
9	Department of Public Health and Environment should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 6
10	Department of Public Safety should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	IMPLEMENTED
11	Department of Regulatory Agencies should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information is submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 7
12	Department of Revenue should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements and implement procedures to ensure that accurate financial information and compliance plans are submitted to the OSPB.	SEE CURRENT YEAR RECOMMENDATION 8
13	Department of State should monitor excess uncommitted reserves to ensure that cash funds are in compliance with statutory requirements.	IMPLEMENTED

FINANCIAL

INFORMATION

STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT
 REPORT OF FUNDS WITH UNCOMMITTED RESERVES GREATER THAN \$50,000
 FISCAL YEAR 2014 AS OF JUNE 30, 2014

DEPARTMENT/AGENCY	FUND	FUND BALANCE (NOTE 4)	EXEMPT ASSETS (NOTE 5)	PREVIOUSLY APPROPRIATED FUND BALANCE (NOTE 6)
DEPARTMENT OF AGRICULTURE				
DEPARTMENT OF AGRICULTURE	103 AGRICULTURAL PRODUCTS INSPECTN	307,731	0	0
DEPARTMENT OF AGRICULTURE	104 VET, VACCINE & SVC FUND	87,691	0	0
DEPARTMENT OF AGRICULTURE	16R INSPECT & CONSUMER SERVIC CASH	2,144,524	0	0
DEPARTMENT OF AGRICULTURE	23S PLNT HLTH PST CONT ENV PROT CS	1,718,887	27,068	0
DEPARTMENT OF AGRICULTURE	294 PET ANIMAL CARE AND FACILITY	84,282	0	0
SUBTOTAL		4,343,115	27,068	0
DEPARTMENT OF EDUCATION				
DEPARTMENT OF EDUCATION	293 EDUCATOR LICENSURE CASH FUND	494,043	0	0
DEPARTMENT OF HEALTH CARE POLICY AND FINANCING				
DEPT OF HLTH CARE POLICY & FIN	11G CHILDREN'S BASIC HEALTH PLAN	13,937,178	0	0
DEPT OF HLTH CARE POLICY & FIN	22X MEDICAID NURSING FACILITY CASH	903,102	0	0
DEPT OF HLTH CARE POLICY & FIN	24A HOSPITAL PROVIDER FEE CASH	6,908,111	0	0
SUBTOTAL		21,748,391	0	0
DEPARTMENT OF HIGHER EDUCATION				
PRIVATE OCCUPATIONAL SCHOOL DV	222 PRIVATE OCCUPATIONAL SCHOOLS	106,532	0	0
STATE HISTORICAL SOCIETY	401 LIMITED GAMING FUND	39,553,044	0	0
STATE HISTORICAL SOCIETY	509 ENTERPRISE SERVICES	536,976	217,763	0
SUBTOTAL		40,196,552	217,763	0
DEPARTMENT OF HUMAN SERVICES				
DEPARTMENT OF HUMAN SERVICES	12T CHILD CARE LICENSING CASH FUND	122,796	0	0
DEPARTMENT OF HUMAN SERVICES	17K RECORDS AND REPORTS FUND	143,905	0	0
DEPARTMENT OF HUMAN SERVICES	18R FOOD DISTRIBUTION PROG SERVICE	321,746	0	0
DEPARTMENT OF HUMAN SERVICES	504 BUSINESS ENTERPRISE PROGRAM	849,239	553,055	0
COLO. MENT HEALTH INST PUEBLO	516 WORK THERAPY	94,251	0	0
SUBTOTAL		1,531,937	553,055	0
JUDICIAL DEPARTMENT				
JUDICIAL	26J JUD COLLECTION ENHANCMENT FUND	3,974,340	0	0
DEPT OF LABOR AND EMPLOYMENT				
DEPT OF LABOR AND EMPLOYMENT	137 BOILER INSPECTION	561,925	0	0
LEGISLATIVE BRANCH				
GENERAL ASSEMBLY	24S LEGISLATIVE DEPARTMENT CASH	4,736,691	2,275	0
DEPARTMENT OF LOCAL AFFAIRS				
DEPARTMENT OF LOCAL AFFAIRS	11E MOFFAT TUNNEL CASH FUND	159,039	0	0
DEPARTMENT OF LOCAL AFFAIRS	16E PRIVATE ACTIV BOND ALLOCATION	75,699	0	0
SUBTOTAL		234,738	0	0
DEPARTMENT OF NATURAL RESOURCES				
DIVISION OF WATER RESOURCES	166 SATELLITE MONITORING	135,084	0	0
OIL AND GAS CONSERVATION COMM	170 OIL & GAS CONSERVATION FUND	10,674,407	36,574	0
DIV RECLAMATION, MINING, SAFETY	256 MINED LAND RECLAMATION FUND	737,264	4,146	0
SUBTOTAL		11,546,755	40,720	0
DEPARTMENT OF PERSONNEL AND ADMINISTRATION				
STATE ARCHIVES	24Y STATE ARCHIVES & PUBLIC RECRDS	108,256	0	0
DIV OF FINANCE AND PROCUREMENT	281 SUPPLIER DATABASE CASH FUND	3,350,615	0	0
DIV OF FINANCE AND PROCUREMENT	604 DEBT COLLECTION FUND	576,874	0	0
SUBTOTAL		4,035,745	0	0

FEE REVENUES (NOTE 7)	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE (NOTE 8)	UNCOMMITTED RESERVES (NOTE 9)	TARGET RESERVE (NOTE 10)	ALTERNATIVE RESERVE (NOTE 11)	EXCESS UNCOMMITTED RESERVE (NOTE 12)
2,117,120	2,119,482	2,121,702	343	307,388	350,081	0	0
340,608	340,608	307,356	0	87,691	50,714	0	36,977
2,820,951	2,972,474	3,030,699	109,318	2,035,206	500,065	1,515,349	519,857
4,246,707	4,315,534	4,484,772	26,982	1,664,837	739,987	2,242,386	0
624,646	635,420	681,754	1,429	82,853	112,489	0	0
10,150,032	10,383,518	10,626,283	138,072	4,177,975	1,753,336	3,757,735	556,834
2,732,258	2,732,258	2,793,783	0	494,043	460,974	0	33,069
904,328	203,499,183	198,116,058	13,875,243	61,935	32,689,150	0	0
43,969,824	44,000,469	45,106,235	629	902,473	7,442,529	0	0
565,976,813	566,716,385	596,189,907	9,015	6,899,096	98,371,335	0	0
610,850,965	814,216,037	839,412,200	13,884,887	7,863,504	138,503,014	0	0
803,257	803,257	788,825	0	106,532	130,156	0	0
1,647,540	25,745,799	23,279,593	37,021,943	2,531,101	3,841,133	0	0
1,462,914	1,647,917	1,758,896	35,836	283,377	290,218	0	0
3,913,711	28,196,973	25,827,314	37,057,779	2,921,010	4,261,507	0	0
777,453	779,216	777,212	278	122,518	128,240	0	0
810,736	810,736	871,964	0	143,905	143,874	0	31
188,969	910,476	881,971	254,968	66,778	145,525	0	0
295,898	1,311,287	1,227,821	229,349	66,835	202,590	0	0
448,933	455,488	459,750	1,356	92,895	75,859	0	17,036
2,521,989	4,267,203	4,218,718	485,951	492,931	696,088	0	17,067
465,765	5,074,276	3,690,422	3,609,538	364,802	608,920	0	0
899,981	908,049	1,369,921	4,993	556,932	226,037	1,197,837	0
1,454	51,839	1,440,121	4,601,623	132,793	237,620	0	0
26,659	28,027	27	7,763	151,276	4	250,000	0
70,630	70,630	83,868	0	75,699	13,838	306,294	0
97,289	98,657	83,895	7,763	226,975	13,842	556,294	0
249,337	594,217	682,183	78,402	56,682	112,560	0	0
9,149,344	13,907,026	13,192,234	3,639,270	6,998,563	2,176,719	4,000,000	2,998,563
1,062,678	3,261,149	3,173,015	494,224	238,894	523,547	0	0
10,461,359	17,762,392	17,047,432	4,211,896	7,294,139	2,812,826	4,000,000	2,998,563
128,760	151,045	184,610	15,972	92,284	30,461	0	61,823
1,279,772	2,385,313	3,045,143	1,552,938	1,797,677	502,448	0	1,295,229
1,654,176	4,452,422	4,612,396	362,552	214,322	761,045	0	0
3,062,708	6,988,780	7,842,149	1,931,462	2,104,283	1,293,954	0	1,357,052

STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT
 REPORT OF FUNDS WITH UNCOMMITTED RESERVES GREATER THAN \$50,000
 FISCAL YEAR 2014 AS OF JUNE 30, 2014

DEPARTMENT/AGENCY	FUND	FUND BALANCE (NOTE 4)	EXEMPT ASSETS (NOTE 5)	PREVIOUSLY APPROPRIATED FUND BALANCE (NOTE 6)
DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT				
DEPT OF PUB HLTH & ENVIRONMENT	117 SOLID WASTE MGMNT RESERVE	1,417,490	0	0
DEPT OF PUB HLTH & ENVIRONMENT	121 NEWBORN GENETICS	3,116,076	0	0
DEPT OF PUB HLTH & ENVIRONMENT	13L FIXED & ROTARY-WING AMBULANCES	66,906	0	0
DEPT OF PUB HLTH & ENVIRONMENT	14V MEDICAL MARIJUANA CASH FUND	14,008,311	0	0
DEPT OF PUB HLTH & ENVIRONMENT	246 ASSISTED LIVING RESIDENCE FUND	237,444	0	0
HEALTH-HEALTH FACILITIES	265 HLTH FAC GEN'L LICENSURE	518,243	0	0
DEPT OF PUB HLTH & ENVIRONMENT	26A LABORATORY CASH FUND	463,789	0	0
SUBTOTAL		19,828,259	0	0
DEPARTMENT OF PUBLIC SAFETY				
DEPARTMENT OF PUBLIC SAFETY	203 FIREFIGHTER FIRST RESP HAZMAT	61,678	0	0
DEPARTMENT OF REGULATORY AGENCIES				
PUBLIC UTILITIES COMMISSION	184 FIXED UTILITIES	1,035,094	1,094	0
REGULATORY AGENCIES	189 DIV OF PROFESSIONS AND OCCUPAT	4,562,112	5,270	0
DIVISION OF REAL ESTATE	19U MORTGAGE CO & LOAN ORIGINATOR	258,533	0	0
DIVISION OF REAL ESTATE	212 REAL ESTATE CASH FUND	501,468	0	0
DIVISION OF SECURITIES	213 DIV OF SECURITIES CASH FUND	874,238	2,200	0
DIVISION OF BANKING	244 PUBLIC DEPOSIT ADMINISTRATION	847,163	0	0
DIVISION OF REAL ESTATE	25Q HOA INFO & RESOURCE CENTR FUND	76,749	0	0
SUBTOTAL		8,155,357	8,564	0
DEPARTMENT OF REVENUE				
REVENUE - ADMINISTRATION	16V RACING CASH FUND	198,755	5,500	0
REVENUE - ADMINISTRATION	192 COLO DEALER LICENSE BOARD	1,123,209	1,625	0
REVENUE - ADMINISTRATION	236 LIQUOR LAW ENFORCEMENT	1,136,287	1,629	0
SUBTOTAL		2,458,251	8,754	0
DEPARTMENT OF STATE				
DEPARTMENT OF STATE	200 SECRETARY OF STATE FEES	3,859,445	225,526	0
GRAND TOTAL		127,767,222	1,083,725	0

FEE REVENUES (NOTE 7)	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE (NOTE 8)	UNCOMMITTED RESERVES (NOTE 9)	TARGET RESERVE (NOTE 10)	ALTERNATIVE RESERVE (NOTE 11)	EXCESS UNCOMMITTED RESERVE (NOTE 12)
205,831	3,598,127	3,218,844	1,336,402	81,088	531,109	0	0
6,588,062	6,588,582	6,623,693	246	3,115,830	1,092,909	0	2,022,921
24,225	24,802	9,744	1,557	65,349	1,607	0	63,742
2,998,356	3,134,597	2,555,394	608,852	13,399,459	421,640	0	12,977,819
985,460	985,460	1,050,972	0	237,444	173,410	0	64,034
1,931,617	1,931,617	1,974,756	0	518,243	325,835	0	192,408
1,310,990	1,338,627	1,836,296	9,575	454,214	302,989	0	151,225
14,044,541	17,601,812	17,269,699	1,956,632	17,871,627	2,849,499	0	15,472,149
226,293	231,333	437,760	1,344	60,334	72,230	0	0
10,675,934	11,309,098	12,627,770	57,891	976,109	2,083,582	0	0
24,924,110	26,132,382	24,040,028	210,693	4,346,149	3,966,605	0	379,545
759,120	799,820	1,081,189	13,156	245,377	178,396	0	66,981
4,421,670	4,589,925	4,417,892	18,383	483,085	728,952	0	0
4,756,257	4,756,257	4,283,925	0	872,038	706,848	0	165,190
4,878,789	4,901,632	4,595,352	3,948	843,215	758,233	0	84,982
166,815	168,000	166,924	541	76,208	27,543	0	48,665
50,582,695	52,657,114	51,213,080	304,612	7,842,181	8,450,159	0	745,363
1,172,688	1,172,697	1,378,396	1	193,254	227,435	0	0
3,199,015	3,199,016	3,047,696	0	1,121,584	502,870	0	618,714
2,749,214	2,749,227	2,606,965	5	1,134,653	430,150	0	704,503
7,120,917	7,120,940	7,033,057	6	2,449,491	1,160,455	0	1,323,217
18,151,921	20,869,430	19,393,370	473,190	3,160,729	3,199,906	0	0
735,283,878	989,160,611	1,009,699,204	68,669,748	58,013,749	166,600,367	9,511,866	22,503,314



NOTES

TO THE CASH FUNDS
UNCOMMITTED
RESERVES REPORT—
PREPARED BY THE OFFICE
OF THE STATE
CONTROLLER



NOTE 1—PURPOSE

Section 24-30-207, Colorado Revised Statutes, 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), Colorado Revised Statutes, 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), Colorado Revised Statutes, 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;
- The Wildfire Emergency Response Fund;
- The Wildfire Preparedness 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, 2014.

NOTE 5—EXEMPT ASSETS

Exempt assets are any long-term assets or non-monetary current assets held by the fund at June 30, 2014. "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.

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), Colorado Revised Statutes;
- 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.

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 RESERVE

Target reserve is defined as 16.5 percent of Fiscal Year 2014 expenditures.

NOTE 11—ALTERNATIVE RESERVE

In some cases an alternative reserve is used in place of a target reserve when there is a reserve limit established by statute.

NOTE 12—EXCESS UNCOMMITTED RESERVE

Excess uncommitted reserve is the amount by which the uncommitted reserve exceeds the alternative reserve (if provided) or the target reserve.

APPENDIX A



DESCRIPTIONS OF CASH FUNDS

These cash funds are included on the Cash Funds Uncommitted Reserves Report (pages 58-61) for the Fiscal Year Ended June 30, 2014, prepared by the Office of the State Controller.

FUND DESCRIPTION		
AGRICULTURE		
103	Agricultural Products Inspection	Fixed fees assessed for the inspection and certification of fruits and vegetables. All monies collected pay for operational costs.
104	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.
16R	Inspection and Consumer Services	Fees charged to issue inspection certificates for fruits and vegetables. Monies are used to pay the 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.
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.

FUND DESCRIPTION		
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.
HEALTH CARE POLICY AND FINANCING		
11G	Children's Basic Health Plan	The purpose of the fund is to pay for the administration and purchase of insurance and health care services for clients of the Children's Basic Health Plan established by HB 97-1304 and HB 98-1325. The fund can only be used for operations and services for the Children's Basic Health Plan.
22X	Medicaid Nursing Facility	<p>Created by HB 08-1114, the fund is used to collect 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. The provider fees shall be used to sustain or increase reimbursement for providing medical care under the state's medical assistance program for nursing facility providers.</p> <p>The provider fees shall be charged on a non-medicare-resident day basis and shall be based upon the aggregate gross or net revenue, as prescribed by the state department, of all nursing facility providers subject to the provider fee.</p>
24A	Hospital Provider Fee	Created by HB 09-1293, the fund is used to collect 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 program. The provider fees shall be used to sustain or increase reimbursement for providing medical care under the state's medical assistance program for hospital providers and to expand services to additional populations as defined by the Act.

FUND DESCRIPTION		
HIGHER EDUCATION		
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.
401	Limited Gaming Fund	Limited Gaming Fund was authorized for the State historic fund by Section 12-47.1-701, 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. Monies received by History Colorado include museum admission fees, rentals, earned revenue and other fees for services as well as gifts, donations and grants.
509	Enterprise Services	Operations from the stores in the museums, microphoto services, the rental program, summer programs, and traveling exhibits.
HUMAN SERVICES		
12T	Child Care Licensing	New and continuing child care provider fees 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.

FUND DESCRIPTION		
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.
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.
516	Work Therapy	To fund programs for rehabilitation and training on basic work and life skills, specific job skills, and work experience in a sheltered workshop for residents of the Colorado Mental Health Institutes through contractual agreements with area businesses and organizations

JUDICIAL

26J	Collection Enhancement	Fees come from any defendant who requires additional time to pay for all fines, fees, costs, surcharges, or other monetary assessments with regard to the sentencing, disposition, or adjudication of a felony, misdemeanor, juvenile delinquency petition, petty offense, traffic offense, or traffic infraction. In accordance with Section 16-11-101.6, C.R.S., this initial payment plan fee is \$25. In addition, there may be assessed against a defendant a late penalty fee of \$10 each time a payment toward the fines, fee, costs, surcharges, or other amounts owed is not received on or before the date due. The money collected shall remain in the fund for appropriation to the judicial department for ongoing enforcement and collection of restitution, fines, fees, costs, surcharges, and other monetary assessments.
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FUND DESCRIPTION		
LABOR AND EMPLOYMENT		
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.
LEGISLATIVE		
24S	Legislative Department Cash Fund	The fund is comprised of moneys the Legislative Department accepts as gifts, grants, or donations from private and public sources and any other moneys appropriated to the fund. Any monies credited to the fund and unexpended at the end of any given fiscal year will remain in the fund. House Bill 12-1301 requires unexpended General Fund appropriations to the Legislative Department to be transferred to the Legislative Department Cash Fund. The "fee" revenue in this fund is from miscellaneous receipts received by the Legislative Department.
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.
NATURAL RESOURCES		
166	Satellite Monitoring	Fees collected by the state engineer are to be used for purposes of developing an automated well permit processing system. A portion of this fund goes into the general fund.
170	Oil and Gas Conservation	Fees charged for oil and gas operating permits, and levies charged on oil and gas production.
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		
117	Solid Waste Management Reserve	The fund consists of moneys collected from the Solid Waste User's Fee(SWUF), hourly activity fees and annual facility fees. The SWUF are the fees paid by landfill operators based the amount of waste they receive. Approximately 85% of the fund's revenue comes from the SWUF. The fund provides resources to the Solid Waste Management Program to ensure compliance with laws pertaining to the management of solid waste and recycling activities through compliance assistance; compliance monitoring and enforcement; remediation, permitting, outreach, training and information management.
121	Newborn Genetics	Charges for laboratory blood tests for newborns and for genetic counseling; the fees shall be utilized to conduct newborn screening, follow-up care, genetic counseling as well as to provide educational awareness programs. The Fiscal Year 2014 fee per two screenings for seven genetic and congenital diseases and an additional 23 metabolic disorders (only on the initial screen) utilizing tandem mass spectrometry technology is \$92.00 per Colorado baby.

FUND DESCRIPTION		
13L	Fixed & Rotary-Wing Ambulances	This cash fund was created under Section 25-3.5-307, C.R.S. Fees charged for licensure of air ambulance services that pick up patients in Colorado, including establishing minimum standards in Rule, verifying compliance with standards, issuing licenses, and investigating complaints. The renewal license fee is \$860 plus \$100 per aircraft.
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.
265	Health Facilities General Licensure	Fees charged to pay for the direct and indirect costs of licensing 15 different types of health care facilities (other than assisted living residences), including applicant fitness review, building plan review, inspections, and complaint and occurrences investigations. Renewal licensure fees range from \$360 to \$8,000. Initial licensure fees range from \$360 to \$20,000. Change of ownership fees range from \$360 to \$6,000.
26A	Laboratory Cash Fund	Cash fees are assessed to customers submitted microbiological specimens (i.e., HIV, West Nile, Hantavirus, Tuberculosis, Pertussis, Syphilis Serology, etc.) and environmental samples (water, soil and air filters) as well as forensic (Toxicology) samples. Cash fees are also assessed for environmental and forensic laboratory certifications.

FUND DESCRIPTION		
PUBLIC SAFETY		
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		
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.
189	Division of Professions & Occupations	Fees collected for the issuance and renewal of occupational licenses for 38 separate professional boards, such as the Accountancy Board, Dental Board, and Plumbers Board. Monies are used to fund the operations of the Division of Professions and Occupations.
19U	Mortgage Broker Registration	Fees to administer the Mortgage Loan Originator Licensing and Mortgage Company Registration program.
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.
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.
244	Public Deposit Administration	Moneys are used for the administration and enforcement of the provisions of this fund. All fees are derived from an annual fee established by the banking board for every eligible public depository.
25Q	HOA Information & Resource Center Fund	Monies in this account are to be used for the Homeowner's Association Information and Resource program. The fund receives revenues from HOA registrants.

FUND DESCRIPTION		
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		
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



CASH FUNDS UNCOMMITTED RESERVES REPORT FOR THE FISCAL YEAR ENDED JUNE 30, 2014 ALL FUNDS

The *Cash Funds Uncommitted Reserves Report* (pages 58-61) 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, 2014, and fee revenue greater than zero.

STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT
 REPORT OF FUNDS WITH UNCOMMITTED RESERVES GREATER THAN \$0
 FISCAL YEAR 2014 AS OF JUNE 30, 2014

DEPARTMENT/AGENCY	FUND		FUND BALANCE (NOTE 4)	EXEMPT ASSETS (NOTE 5)
DEPARTMENT OF AGRICULTURE				
DEPARTMENT OF AGRICULTURE	103	AGRICULTURAL PRODUCTS INSPECTN	307,731	0
DEPARTMENT OF AGRICULTURE	104	VET, VACCINE & SVC FUND	87,691	0
DEPARTMENT OF AGRICULTURE	109	ALTERNATIVE LIVESTOCK FARM	22,723	0
DEPARTMENT OF AGRICULTURE	16R	INSPECT & CONSUMER SERVIC CASH	2,144,524	0
DEPARTMENT OF AGRICULTURE	17Q	DANGEROUS DOG FUND	19,779	0
DEPARTMENT OF AGRICULTURE	226	WINE DEVELOPMENT FUND	339,278	0
DEPARTMENT OF AGRICULTURE	22L	AGRICULTURE MANAGEMENT	2,286,240	25,682
DEPARTMENT OF AGRICULTURE	23S	PLNT HLTH PST CONT ENV PROT CS	1,718,887	27,068
DEPARTMENT OF AGRICULTURE	261	COLORADO AQUACULTURE FUND	11,397	0
DEPARTMENT OF AGRICULTURE	294	PET ANIMAL CARE AND FACILITY	84,282	0
SUBTOTAL			7,022,532	52,750
DEPARTMENT OF EDUCATION				
DEPARTMENT OF EDUCATION	293	EDUCATOR LICENSURE CASH FUND	494,043	0
GOVERNOR'S OFFICE				
OFFICE OF ECONOMIC DEVELOPMENT	115	DONATIONS	728,217	918
OFFICE OF ECONOMIC DEVELOPMENT	156	ECONOMIC DEVELOPMENT FUND	24,627,474	1,849
COLORADO ENERGY OFFICE	21D	CLEAN & RENEWABLE ENERGY FUND	24,146,653	12,131,652
OFFICE OF ECONOMIC DEVELOPMENT	25N	CREATIVE INDUSTRIES CASH FUND	3,017,551	3,066
SUBTOTAL			52,519,895	12,137,485
DEPARTMENT OF HEALTH CARE POLICY AND FINANCING				
DEPT OF HLTH CARE POLICY & FIN	11G	CHILDREN'S BASIC HEALTH PLAN	13,937,178	0
DEPT OF HLTH CARE POLICY & FIN	15B	MEDICAID BUY-IN CASH FUND	15,540	0
DEPT OF HLTH CARE POLICY & FIN	16Y	SERVICE FEE FUND	154	0
DEPT OF HLTH CARE POLICY & FIN	22X	MEDICAID NURSING FACILITY CASH	903,102	0
DEPT OF HLTH CARE POLICY & FIN	24A	HOSPITAL PROVIDER FEE CASH	6,908,111	0
SUBTOTAL			21,764,085	0
HISTORICAL SOCIETY				
PRIVATE OCCUPATIONAL SCHOOL DV	222	PRIVATE OCCUPATIONAL SCHOOLS	106,532	0
STATE HISTORICAL SOCIETY	401	LIMITED GAMING FUND	39,553,044	0
STATE HISTORICAL SOCIETY	509	ENTERPRISE SERVICES	536,976	217,763
SUBTOTAL			40,196,552	217,763
DEPARTMENT OF HUMAN SERVICES				
OBH-COMMUNITY BEHAVIORAL HLTH	125	ALC & DRUG AB COUNSELOR TRNG	640	0
DEPARTMENT OF HUMAN SERVICES	12T	CHILD CARE LICENSING CASH FUND	122,796	0
DEPARTMENT OF HUMAN SERVICES	17K	RECORDS AND REPORTS FUND	143,905	0
DEPARTMENT OF HUMAN SERVICES	18R	FOOD DISTRIBUTION PROG SERVICE	321,746	0
DEPARTMENT OF HUMAN SERVICES	504	BUSINESS ENTERPRISE PROGRAM	849,239	553,055
COLO. MENT HEALTH INST PUEBLO	516	WORK THERAPY	94,251	0
SUBTOTAL			1,532,577	553,055
JUDICIAL DEPARTMENT				
JUDICIAL	118	ALCOHOL/DRUG DRIVING SAFETY	181,950	0
JUDICIAL	26J	JUD COLLECTION ENHANCMENT FUND	3,974,340	0
JUDICIAL	286	MEDIATION CASH FUND	16,051	0
JUDICIAL	700	OTHER EXPENDABLE TRUSTS	160,328	31,248
SUBTOTAL			4,332,669	31,248
DEPARTMENT OF LABOR AND EMPLOYMENT				
DEPT OF LABOR AND EMPLOYMENT	136	DISPLACED HOMEMAKERS	39,772	0
DEPT OF LABOR AND EMPLOYMENT	137	BOILER INSPECTION	561,925	0
DEPT OF LABOR AND EMPLOYMENT	139	UTILITIZATION REVIEW	44,128	0
DEPT OF LABOR AND EMPLOYMENT	140	WORKMENS COMP SELF-INSURANCE	47,239	0
DEPT OF LABOR AND EMPLOYMENT	144	LP GAS INSPECTION FUND	22,998	0
DEPT OF LABOR AND EMPLOYMENT	259	PHYSICIANS ACCREDITATION PROG	41,041	0
SUBTOTAL			757,103	0

PREVIOUSLY APPROPRIATED FUND BALANCE (NOTE 6)	FEE REVENUES (NOTE 7)	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE (NOTE 8)	UNCOMMITTED RESERVES (NOTE 9)	TARGET RESERVE (NOTE 10)	ALTERNATIVE RESERVE (NOTE 11)	EXCESS UNCOMMITTED RESERVE (NOTE 12)
0	2,117,120	2,119,482	2,121,702	343	307,388	350,081	0	0
0	340,608	340,608	307,356	0	87,691	50,714	0	36,977
0	10,965	15,790	23,740	6,944	15,779	3,917	0	11,862
0	2,820,951	2,972,474	3,030,699	109,318	2,035,206	500,065	1,515,349	519,857
0	1,350	1,534	0	2,372	17,407	0	0	17,407
0	11,569	719,796	635,935	333,825	5,453	104,929	0	0
0	26,055	9,925,185	9,951,512	2,254,624	5,934	1,641,999	0	0
0	4,246,707	4,315,534	4,484,772	26,982	1,664,837	739,987	2,242,386	0
0	8,180	8,180	6,525	0	11,397	1,077	0	10,320
0	624,646	635,420	681,754	1,429	82,853	112,489	0	0
0	10,208,151	21,054,003	21,243,995	2,735,837	4,233,945	3,505,258	3,757,735	596,423
0	2,732,258	2,732,258	2,793,783	0	494,043	460,974	0	33,069
0	43,343	875,025	721,534	691,273	36,026	119,053	0	0
0	5,400	27,473,563	13,150,920	24,620,785	4,840	2,169,902	0	0
0	128	2,728,161	3,202,041	12,014,437	564	528,337	0	0
0	5,000	2,933,741	2,348,093	3,009,347	5,138	387,435	0	0
0	53,871	34,010,490	19,422,588	40,335,842	46,568	3,204,727	0	0
0	904,328	203,499,183	198,116,058	13,875,243	61,935	32,689,150	0	0
0	954,614	954,614	942,389	0	15,540	155,494	0	0
0	228,048	2,095,757	2,095,603	137	17	345,774	0	0
0	43,969,824	44,000,469	45,106,235	629	902,473	7,442,529	0	0
0	565,976,813	566,716,385	596,189,907	9,015	6,899,096	98,371,335	0	0
0	612,033,627	817,266,408	842,450,192	13,885,024	7,879,061	139,004,282	0	0
0	803,257	803,257	788,825	0	106,532	130,156	0	0
0	1,647,540	25,745,799	23,279,593	37,021,943	2,531,101	3,841,133	0	0
0	1,462,914	1,647,917	1,758,896	35,836	283,377	290,218	0	0
0	3,913,711	28,196,973	25,827,314	37,057,779	2,921,010	4,261,507	0	0
0	1,475	1,475	4,522	0	640	746	0	0
0	777,453	779,216	777,212	278	122,518	128,240	0	0
0	810,736	810,736	871,964	0	143,905	143,874	0	31
0	188,969	910,476	881,971	254,968	66,778	145,525	0	0
0	295,898	1,311,287	1,227,821	229,349	66,835	202,590	0	0
0	448,933	455,488	459,750	1,356	92,895	75,859	0	17,036
0	2,523,464	4,268,678	4,223,240	485,951	493,571	696,834	0	17,067
0	4,875	4,514,983	4,999,814	181,754	196	824,969	0	0
0	465,765	5,074,276	3,690,422	3,609,538	364,802	608,920	0	0
0	5,192	5,192	0	0	16,051	0	0	16,051
0	195,307	518,097	528,734	80,421	48,659	87,241	0	0
0	671,139	10,112,548	9,218,970	3,871,713	429,708	1,521,130	0	16,051
0	106,231	106,231	120,887	0	39,772	19,946	0	19,826
0	899,981	908,049	1,369,921	4,993	556,932	226,037	1,197,837	0
0	39,397	39,397	38,574	0	44,128	6,365	0	37,763
0	171,000	171,000	171,000	0	47,239	28,215	0	19,024
0	175,267	175,920	196,873	85	22,913	32,484	0	0
0	107,937	107,937	102,919	0	41,041	16,982	0	24,059
0	1,499,813	1,508,534	2,000,174	5,078	752,025	330,029	1,197,837	100,672

STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT
 REPORT OF FUNDS WITH UNCOMMITTED RESERVES GREATER THAN \$0
 FISCAL YEAR 2014 AS OF JUNE 30, 2014

DEPARTMENT/AGENCY	FUND		FUND BALANCE (NOTE 4)	EXEMPT ASSETS (NOTE 5)
DEPARTMENT OF LAW				
DEPARTMENT OF LAW	150	COLLECTION AGENCY BOARD	5,919	400
DEPARTMENT OF LAW	151	UNIFORM CONSUMER CREDIT CODE	608	300
SUBTOTAL			6,527	700
LEGISLATIVE BRANCH				
GENERAL ASSEMBLY	24S	LEGISLATIVE DEPARTMENT CASH	4,736,691	2,275
GENERAL ASSEMBLY	700	OTHER EXPENDABLE TRUSTS	16,205	0
SUBTOTAL			4,752,896	2,275
DEPARTMENT OF LOCAL AFFAIRS				
DEPARTMENT OF LOCAL AFFAIRS	11E	MOFFAT TUNNEL CASH FUND	159,039	0
DEPARTMENT OF LOCAL AFFAIRS	16E	PRIVATE ACTIV BOND ALLOCATION	75,699	0
SUBTOTAL			234,738	0
DEPARTMENT OF NATURAL RESOURCES				
DIVISION OF WATER RESOURCES	166	SATELLITE MONITORING	135,084	0
DIVISION OF WATER RESOURCES	16S	WELL INSPECTION CASH FUND	45,731	0
OIL AND GAS CONSERVATION COMM	170	OIL & GAS CONSERVATION FUND	10,674,407	36,574
DIV RECLAMATION,MINING,SAFETY	168	OFFICE OF MINES OPERATIONS	54,455	874
DIV RECLAMATION,MINING,SAFETY	256	MINED LAND RECLAMATION FUND	737,264	4,146
WATER CONSERVATION BOARD	488	PUBLICATIONS FUND	10,160	0
SUBTOTAL			11,657,101	41,594
DEPARTMENT OF PERSONNEL AND ADMINISTRATION				
TRAINING PROGRAMS	22Y	PROF DEVELOPMENT CASH FUND	9,068	0
STATE ARCHIVES	24Y	STATE ARCHIVES & PUBLIC RECRDS	108,256	0
DIV OF FINANCE AND PROCUREMENT	281	SUPPLIER DATABASE CASH FUND	3,350,615	0
DIV OF FINANCE AND PROCUREMENT	604	DEBT COLLECTION FUND	576,874	0
DIV OF ADMINISTRATIVE HEARINGS	611	ADMINISTRATIVE HEARINGS FUND	539,955	745
SUBTOTAL			4,584,768	745
DEPARTMENT OF PUBLIC HEALTH AND ENVIRONMENT				
DEPT OF PUB HLTH & ENVIRONMENT	117	SOLID WASTE MGMNT RESERVE	1,417,490	0
DEPT OF PUB HLTH & ENVIRONMENT	121	NEWBORN GENETICS	3,116,076	0
DEPT OF PUB HLTH & ENVIRONMENT	123	RADIATION CONTROL	136,837	0
DEPT OF PUB HLTH & ENVIRONMENT	126	HAZ WASTE FEES	910,417	0
DEPT OF PUB HLTH & ENVIRONMENT	12A	TRAUMA SYSTEM CASH FUND	26,200	0
DEPT OF PUB HLTH & ENVIRONMENT	13L	FIXED & ROTARY-WING AMBULANCES	66,906	0
DEPT OF PUB HLTH & ENVIRONMENT	14V	MEDICAL MARIJUANA CASH FUND	14,008,311	0
HEALTH-HEALTH FACILITIES	21S	ASSTD LIVING RESID IMPROVEMENT	38,814	0
HEALTH-HEALTH FACILITIES	224	MEDICATION ADMINISTRATION FUND	15,109	0
HEALTH-HEALTH FACILITIES	22R	HOME CARE AGENCY	4,750	0
HEALTH-PREVENTION	23Y	VISA WAIVER PROGRAM FUND	3,693	0
DEPT OF PUB HLTH & ENVIRONMENT	246	ASSISTED LIVING RESIDENCE FUND	237,444	0
HEALTH-HEALTH FACILITIES	265	HLTH FAC GEN'L LICENSURE	518,243	0
DEPT OF PUB HLTH & ENVIRONMENT	26A	LABORATORY CASH FUND	463,789	0
HEALTH-HAZARDOUS MATERIALS	279	HAZARDOUS WASTE COMMISSION FND	38,239	0
SUBTOTAL			21,002,318	0
DEPARTMENT OF PUBLIC SAFETY				
DEPARTMENT OF PUBLIC SAFETY	12B	FIRE SVC EDUCATION & TRNG	23,507	0
DEPARTMENT OF PUBLIC SAFETY	12C	FIRE SUPPRESSION CASH	32,881	0
DEPARTMENT OF PUBLIC SAFETY	12E	FIREWORKS LICENSING CASH	27,884	0
DEPARTMENT OF PUBLIC SAFETY	16C	SEX OFFENDER REGISTRY FUND	18,378	0
DEPARTMENT OF PUBLIC SAFETY	18E	SEX OFFENDR TREATMENT PROVIDER	1,544	0
DEPARTMENT OF PUBLIC SAFETY	18F	DOM VIOLNCE TREATMENT PROVIDER	36,829	0
DEPARTMENT OF PUBLIC SAFETY	203	FIREFIGHTER FIRST RESP HAZMAT	61,678	0
DEPARTMENT OF PUBLIC SAFETY	21N	CRIMINAL JUSTICE TRAINING	45,786	0
DEPARTMENT OF PUBLIC SAFETY	271	STATE PATROL SPECIAL EVENTS FD	35,484	0
DEPARTMENT OF PUBLIC SAFETY	612	PUBLIC SAFETY INTERNAL SVC FND	1,247,254	670,532
SUBTOTAL			1,531,225	670,532

PREVIOUSLY APPROPRIATED FUND BALANCE (NOTE 6)	FEE REVENUES (NOTE 7)	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE (NOTE 8)	UNCOMMITTED RESERVES (NOTE 9)	TARGET RESERVE (NOTE 10)	ALTERNATIVE RESERVE (NOTE 11)	EXCESS UNCOMMITTED RESERVE (NOTE 12)
0	507,850	510,522	608,806	29	5,490	100,453	0	0
0	1,692,716	1,723,996	1,727,796	6	302	285,086	0	0
0	2,200,566	2,234,518	2,336,602	35	5,792	385,539	0	0
0	1,454	51,839	1,440,121	4,601,623	132,793	237,620	0	0
0	5,434	5,434	5,583	0	16,205	921	0	15,284
0	6,888	57,273	1,445,704	4,601,623	148,998	238,541	0	15,284
0	26,659	28,027	27	7,763	151,276	4	250,000	0
0	70,630	70,630	83,868	0	75,699	13,838	306,294	0
0	97,289	98,657	83,895	7,763	226,975	13,842	556,294	0
0	249,337	594,217	682,183	78,402	56,682	112,560	0	0
0	25,298	266,001	270,819	41,382	4,349	44,685	0	0
0	9,149,344	13,907,026	13,192,234	3,639,270	6,998,563	2,176,719	4,000,000	2,998,563
0	15,185	633,131	645,210	52,296	1,285	106,460	0	0
0	1,062,678	3,261,149	3,173,015	494,224	238,894	523,547	0	0
0	125	222	659	4,439	5,721	109	0	5,612
0	10,501,967	18,661,746	17,964,120	4,310,013	7,305,494	2,964,080	4,000,000	3,004,175
0	71,391	603,085	627,469	7,995	1,073	103,532	0	0
0	128,760	151,045	184,610	15,972	92,284	30,461	0	61,823
0	1,279,772	2,385,313	3,045,143	1,552,938	1,797,677	502,448	0	1,295,229
0	1,654,176	4,452,422	4,612,396	362,552	214,322	761,045	0	0
0	59,071	4,462,924	4,653,247	532,073	7,137	767,786	0	0
0	3,193,170	12,054,789	13,122,865	2,471,530	2,112,493	2,165,272	0	1,357,052
0	205,831	3,598,127	3,218,844	1,336,402	81,088	531,109	0	0
0	6,588,062	6,588,582	6,623,693	246	3,115,830	1,092,909	0	2,022,921
0	737	2,516,632	2,890,728	136,797	40	476,970	0	0
0	43,693	1,512,343	2,082,173	884,114	26,303	343,559	0	0
0	193,596	195,056	446,742	196	26,004	73,712	0	0
0	24,225	24,802	9,744	1,557	65,349	1,607	0	63,742
0	2,998,356	3,134,597	2,555,394	608,852	13,399,459	421,640	0	12,977,819
0	18,200	18,590	10,718	814	38,000	1,768	0	36,231
0	250,572	254,352	282,430	225	14,884	46,601	0	0
0	1,019,684	1,019,684	1,222,381	0	4,750	201,693	0	0
0	16,000	16,061	21,083	14	3,679	3,479	0	200
0	985,460	985,460	1,050,972	0	237,444	173,410	0	64,034
0	1,931,617	1,931,617	1,974,756	0	518,243	325,835	0	192,408
0	1,310,990	1,338,627	1,836,296	9,575	454,214	302,989	0	151,225
0	60,592	60,592	72,657	0	38,239	11,988	0	26,251
0	15,647,615	23,195,122	24,298,611	2,978,792	18,023,526	4,009,269	0	15,534,831
0	43,033	43,427	82,020	213	23,294	13,533	0	9,760
0	97,180	97,286	101,540	36	32,845	16,754	0	16,091
0	26,205	26,469	48,306	278	27,606	7,970	0	19,635
0	1,119	1,266	0	2,134	16,244	0	0	16,244
0	11,025	11,057	12,463	4	1,540	2,056	0	0
0	2,140	2,326	124	2,945	33,884	20	0	33,863
0	226,293	231,333	437,760	1,344	60,334	72,230	0	0
0	47,610	54,498	55,002	5,787	39,999	9,075	0	30,924
0	151,917	3,325,554	3,325,552	33,863	1,621	548,716	0	0
0	15,237	580,203	1,166,767	561,576	15,146	192,517	0	0
0	621,759	4,373,419	5,229,534	608,180	252,513	862,871	0	126,517

STATE OF COLORADO
 CASH FUNDS UNCOMMITTED RESERVES REPORT
 REPORT OF FUNDS WITH UNCOMMITTED RESERVES GREATER THAN \$0
 FISCAL YEAR 2014 AS OF JUNE 30, 2014

DEPARTMENT/AGENCY	FUND	FUND BALANCE (NOTE 4)	EXEMPT ASSETS (NOTE 5)
DEPARTMENT OF REGULATORY AGENCIES			
PUBLIC UTILITIES COMMISSION	184 FIXED UTILITIES	1,035,094	1,094
PUBLIC UTILITIES COMMISSION	185 MOTOR CARRIER	3,271	0
REGULATORY AGENCIES	189 DIV OF PROFESSIONS AND OCCUPAT	4,562,112	5,270
PHARMACY BOARD	18S PRESCRIPTION DRUG MONITORING	19,112	0
DIVISION OF BANKING	19Q IDENTITY THEFT FINANCIAL FRAUD	3,000	0
DIVISION OF REAL ESTATE	19U MORTGAGE CO & LOAN ORIGINATOR	258,533	0
DIVISION OF REAL ESTATE	212 REAL ESTATE CASH FUND	501,468	0
DIVISION OF SECURITIES	213 DIV OF SECURITIES CASH FUND	874,238	2,200
DORA - EXECUTIVE DIRECTOR	22J CONSUMER OUTREACH & EDUCATION	23,991	0
DIVISION OF BANKING	244 PUBLIC DEPOSIT ADMINISTRATION	847,163	0
DIVISION OF FINANCIAL SERVICES	272 FINANCIAL SERVICES CASH FUND	15,648	0
PUBLIC UTILITIES COMMISSION	227 COLO HIGH COST ADMINISTRATION	11,340	0
DIVISION OF REAL ESTATE	22H CONSERVE EASEMENT HOLDER CERT	1,398	0
DIVISION OF REAL ESTATE	25Q HOA INFO & RESOURCE CENTR FUND	76,749	0
SUBTOTAL		8,233,117	8,564
DEPARTMENT OF REVENUE			
REVENUE - ADMINISTRATION	16V RACING CASH FUND	198,755	5,500
REVENUE - ADMINISTRATION	192 COLO DEALER LICENSE BOARD	1,123,209	1,625
REVENUE - ADMINISTRATION	20A PRIVATE LETTER RULING FUND	12,507	0
REVENUE - ADMINISTRATION	236 LIQUOR LAW ENFORCEMENT	1,136,287	1,629
REVENUE - ADMINISTRATION	237 TAX LIEN CERTIFICATION FUND	14,619	0
REVENUE - ADMINISTRATION	25C PREPAID WIRELESS TRST CSH FUND	1,102	0
REVENUE - ADMINISTRATION	26B GAMBLING PYMT INTERCEPT FUND	30,400	0
REVENUE - GAMING DIVISION	401 LIMITED GAMING FUND	2,335,805	38,848
SUBTOTAL		4,852,684	47,602
DEPARTMENT OF STATE			
DEPARTMENT OF STATE	200 SECRETARY OF STATE FEES	3,859,445	225,526
DEPARTMENT OF TREASURY			
TREASURY - OPERATING	406 AIR ACCOUNT	3,494,809	0
TREASURY - ADMINISTRATION	827 UNCLAIMED PROPERTY	61,506,711	0
SUBTOTAL		65,001,520	0
GRAND TOAL		254,335,795	13,989,839

PREVIOUSLY APPROPRIATED FUND BALANCE (NOTE 6)	FEE REVENUES (NOTE 7)	TOTAL REVENUE	TOTAL EXPENSE	NON-FEE FUND BALANCE (NOTE 8)	UNCOMMITTED RESERVES (NOTE 9)	TARGET RESERVE (NOTE 10)	ALTERNATIVE RESERVE (NOTE 11)	EXCESS UNCOMMITTED RESERVE (NOTE 12)
0	10,675,934	11,309,098	12,627,770	57,891	976,109	2,083,582	0	0
0	2,125,035	2,172,831	2,416,662	72	3,199	398,749	0	0
0	24,924,110	26,132,382	24,040,028	210,693	4,346,149	3,966,605	0	379,545
0	154,470	238,796	383,925	6,749	12,363	63,348	0	0
0	35,500	35,500	35,500	0	3,000	5,858	0	0
0	759,120	799,820	1,081,189	13,156	245,377	178,396	0	66,981
0	4,421,670	4,589,925	4,417,892	18,383	483,085	728,952	0	0
0	4,756,257	4,756,257	4,283,925	0	872,038	706,848	0	165,190
0	143,864	144,504	131,368	106	23,885	21,676	0	2,209
0	4,878,789	4,901,632	4,595,352	3,948	843,215	758,233	0	84,982
0	1,550,529	1,554,411	1,591,543	39	15,609	262,605	0	0
0	107,562	107,951	106,968	41	11,299	17,650	0	0
0	61,239	61,240	111,440	0	1,398	18,388	0	0
0	166,815	168,000	166,924	541	76,208	27,543	0	48,665
0	54,760,894	56,972,347	55,990,486	311,619	7,912,934	9,238,433	0	747,572
0	1,172,688	1,172,697	1,378,396	1	193,254	227,435	0	0
0	3,199,015	3,199,016	3,047,696	0	1,121,584	502,870	0	618,714
0	4,926	4,926	0	0	12,507	0	0	12,507
0	2,749,214	2,749,227	2,606,965	5	1,134,653	430,150	0	704,503
0	4,741	4,741	0	0	14,619	0	0	14,619
0	7,106	7,106	6,072	0	1,102	1,002	0	100
0	14,272	14,272	4,000	0	30,400	660	0	29,740
0	797,099	106,115,475	106,088,331	2,279,703	17,254	17,504,575	0	0
0	7,949,061	113,267,460	113,131,460	2,279,709	2,525,373	18,666,692	0	1,380,183
0	18,151,921	20,869,430	19,393,370	473,190	3,160,729	3,199,906	0	0
0	6,230	8,455,266	8,249,750	3,492,234	2,575	1,361,209	0	0
0	3,250	57,368,415	20,828,245	61,503,227	3,484	3,436,660	0	0
0	9,480	65,823,681	29,077,995	64,995,461	6,059	4,797,869	0	0
0	746,776,644	1,236,758,334	1,209,254,898	181,415,139	58,930,817	199,527,055	9,511,866	22,928,896



