

# DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: May 11, 2010

Board Item: VI-B-1

## 2010 AUDITED FINANCIAL STATEMENTS

Action by Consent

Action

Information

Attached are the Audited Financial Statements for Denver Water. The audit was performed by KPMG who was selected as Denver Water's new external auditors in 2010. The Audited Financial Statements for the Defined Benefit (Retirement Plan), Defined Contribution (401k Plan) and the Deferred Compensation (457 plan) will be provided to the Board at the May 25<sup>th</sup> workshop.

KPMG's Audit resulted in an unqualified (clean) opinion for the Board of Water Commissioners 2010 financial statements. The audit was conducted in accordance with generally accepted auditing standards and the standards contained in *Government Auditing Standards*.

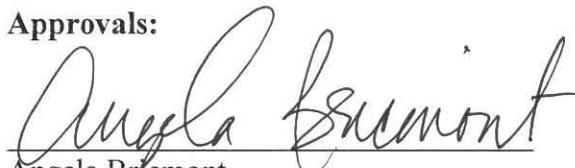
The audit document contains financial statements and associated notes. Financial highlights are presented in the Management's Discussion and Analysis (MD&A) located at the front of the document. Also attached is the External Auditor's (KPMG) post audit and management letter which includes our response to their comments. Following is a limited selection of the audited statement information.

### Denver Water 2010 Financial Statements

1. **2010 Operating Revenue** (from water sales) \$224 million; an increase of \$40 million (22%) from 2009.
2. **2010 Income Before Capital Contributions** of \$4 million; an increase of \$26 million from 2009.
3. **2010 Net Assets** (total assets less liabilities) \$1.58 billion; an increase of \$31 million (2%) over 2009.

### Recommendation:

#### Approvals:

  
Angela Brimont

Director of Finance

Respectfully submitted,

  
James S. Lochhead, CEO/Manager