

2022



COLORADO
CORRECTIONAL INDUSTRIES

ANNUAL REPORT

COLORADO DEPARTMENT OF CORRECTIONS
DIVISION OF CORRECTIONAL INDUSTRIES
STATEMENT OF NET POSITION
AS OF JUNE 30, 2022 AND JUNE 30, 2021
UNAUDITED (NOTE 1)

	YEAR ENDING 06/30/22	YEAR ENDING 06/30/21
ASSETS:		
CURRENT ASSETS:		
Cash and Pooled Cash (NOTE 2)	\$ (4,014,921)	\$ (2,740,263)
Other Receivables, net	1,122,162	1,336,091
Due from Other Governments	1,088,886	447,151
Due from Other Funds	690,381	880,156
Inventories	4,353,385	7,392,300
TOTAL CURRENT ASSETS	<u>3,239,893</u>	<u>7,315,435</u>
NONCURRENT ASSETS:		
Other Long Term Assets	-	621,664
Depreciable and Capital Assets and Infrastructure, net	4,632,731	3,351,845
Land and Nondepreciable Infrastructure	940,730	940,730
TOTAL NONCURRENT ASSETS	<u>5,573,461</u>	<u>4,914,239</u>
TOTAL ASSETS	<u>\$ 8,813,354</u>	<u>\$ 12,229,674</u>
LIABILITIES:		
CURRENT LIABILITIES:		
Accounts Payable and Accrued Liabilities	\$ 2,146,381	\$ 3,521,288
Compensated Absences Payable	145,500	66,600
Leases Payable	58,190.00	-
TOTAL CURRENT LIABILITIES	<u>2,350,071</u>	<u>3,587,888</u>
NONCURRENT LIABILITIES:		
Accrued Compensated Absences	638,721	963,393
Leases Payable	1,212,126	-
TOTAL NONCURRENT LIABILITIES	<u>1,850,847</u>	<u>963,393</u>
TOTAL LIABILITIES	<u>4,200,918</u>	<u>4,551,281</u>
NET POSITION:		
Net Investment in Capital Assets	5,573,461	4,292,575
Unrestricted	(961,025)	3,385,818
TOTAL NET POSITION	<u>\$ 4,612,436</u>	<u>\$ 7,678,393</u>

NOTE 1: The underlying balances are audited in the statewide financial audit.

NOTE 2: Cash and pooled cash is defined as cash-on-hand, demand deposits, certificates of deposit, pooled cash with State Treasurer (at fair market value), and warrants payable.

COLORADO DEPARTMENT OF CORRECTIONS
DIVISION OF CORRECTIONAL INDUSTRIES
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
FOR THE YEARS ENDED JUNE 30, 2022 AND JUNE 30, 2021
UNAUDITED (NOTE 1)

	YEAR ENDING 06/30/22	YEAR ENDING 06/30/21
OPERATING REVENUES:		
Sales of Goods and Services	\$ 33,243,040	\$ 34,965,884
Other Revenues	174,912	229,908
TOTAL OPERATING REVENUES	<u>33,417,952</u>	<u>35,195,792</u>
OPERATING EXPENSES:		
Raw Materials and Supplies	17,011,460	17,989,880
Salaries and Fringe Benefits	11,707,545	12,308,033
Operating & Travel (NOTE 2)	7,183,731	7,023,056
Depreciation	503,305	425,217
Grant Expenditures	-	92,711
TOTAL OPERATING EXPENSES	<u>36,406,041</u>	<u>37,838,897</u>
OPERATING INCOME (LOSS)	(2,988,089)	(2,643,105)
NON-OPERATING REVENUES AND (EXPENSES):		
Investment Income (Loss)	209,426	-
Rental Income (Loss)	56,110	26,156
Gifts and Donations	1,125	2,450
Gain/Loss on Sale or Impairment of Capital Assets	94,946	(33,033)
TOTAL NON-OPERATING REVENUES (EXPENSES):	<u>361,607</u>	<u>(4,427)</u>
INCOME (LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(2,626,482)	(2,647,532)
OPERATING TRANSFERS		
Transfers-Out to General Fund (NOTE 3)	(439,475)	(39,319)
TOTAL OPERATING TRANSFERS	<u>(439,475)</u>	<u>(39,319)</u>
CHANGE IN NET POSITION	(3,065,957)	(2,686,851)
NET POSITION - FISCAL YEAR BEGINNING	7,678,393	10,365,244
NET POSITION - FISCAL YEAR ENDING	<u>\$ 4,612,436</u>	<u>\$ 7,678,393</u>

NOTE 1: The underlying balances are audited in the statewide financial audit.

NOTE 2: Operating and Travel expenses include costs for packaging materials, transportation charges, office supplies and equipment, maintenance, travel, worker's compensation insurance, legal services, liability and property insurance, and other operating expenses.

NOTE 3: Operating transfer-out to the General Fund are costs reimbursed to the general fund for support services.

COLORADO DEPARTMENT OF CORRECTIONS
DIVISION OF CORRECTIONAL INDUSTRIES
STATEMENT OF CASH FLOWS
FOR THE YEARS ENDED JUNE 30, 2022 AND JUNE 30, 2021
UNAUDITED (NOTE 1)

	YEAR ENDING 06/30/22	YEAR ENDING 06/30/21
CASH FLOWS FROM OPERATING ACTIVITIES:		
Fees for Service	\$ 8,906,613	\$ 7,932,135
Sales of Products	24,098,396	28,106,312
Gifts, Grants, Donations (Federal Grant)	-	63,138
Income from Property (Rent)	56,110	(1,071,981)
Other Sources	174,911	229,908
Employees	(12,202,767)	(12,855,627)
Suppliers	(21,489,458)	(21,719,830)
Grant Expenses	-	(92,711)
Other	(170,610)	(82,310)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>(626,805)</u>	<u>509,034</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Transfers-Out to the General Fund	(439,475)	(39,319)
Gifts, Grants, Donations not for Capital Use	1,125	2,450
Deposits Held in Custody	-	(215)
NET CASH (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>(438,350)</u>	<u>(37,084)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:		
Acquisition of Capital Assets	(418,929)	(49,120)
NET CASH (USED) BY CAPITAL RELATED FINANCING ACTIVITIES	<u>(418,929)</u>	<u>(49,120)</u>
CASH FLOWS FROM INVESTING ACTIVITIES:		
Interest and Dividends on Investments	3,807	-
Increase (Decrease) from Unrealized Gain (Loss) on Investments	205,619	-
NET CASH FLOWS FROM INVESTING ACTIVITIES	<u>209,426</u>	<u>-</u>
NET INCREASE (DECREASE) IN CASH AND POOLED CASH	(1,274,658)	422,830
CASH AND POOLED CASH , FISCAL YEAR BEGINNING	(2,740,263)	(3,163,093)
CASH AND POOLED CASH, FISCAL YEAR END	<u>\$ (4,014,921)</u>	<u>\$ (2,740,263)</u>
RECONCILIATION OF NET OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES		
Net Operating Income (Loss)	\$ (2,988,089)	\$ (2,643,105)
Adjustments to Reconcile Net Operating (Loss) to Net Cash Provided by Operating Activities:		
Depreciation	503,305	425,217
Rents	56,110	26,156
Compensated Absences	(245,772)	(357,472)
Changes in Assets and Liabilities Related to Operating Activities:		
(Increase) Decrease in Operating Receivables	(238,031)	38,387
(Increase) Decrease in Inventories	3,660,579	4,762,671
Increase (Decrease) in Accounts Payable	(1,374,907)	(1,741,997)
Increase (Decrease) in Other Operating Liabilities	-	(823)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>\$ (626,805)</u>	<u>\$ 509,034</u>

NOTE 1: The underlying balances are audited in the statewide financial audit.