

**APPLICATION FOR EXEMPTION FROM AUDIT
LONG FORM**

NAME OF GOVERNMENT	DELTA COUNTY FIRE PROTECTION DIST #2	For the Year Ended 12/31/2016 or fiscal year ended <i>1756.02</i>
ADDRESS	PO BOX 1023 PAONIA, CO 81428	
CONTACT PERSON	DAVID HURR	
PHONE	970-399-7600	
EMAIL		
FAX		

CERTIFICATION OF PREPARER

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. I am aware that the Audit Law requires that a person independent of the entity complete the application if revenues or expenditure are at least \$100,000 but not more than \$750,000, and that independent means someone who is separate from the entity.

NAME	JEFFREY HENION
TITLE	PA, EA
FIRM NAME (if applicable)	HENION TAX & ACCOUNTING SERVICES
ADDRESS	PO BOX 1029, PAONIA, CO 81428
PHONE	970-527-2350
DATE PREPARED <small>(Must be Completed prior to Board approval)</small>	01/31/2017
RELATIONSHIP TO ENTITY	NONE OTHER THAN PREPARATION OF EXEMPTION FROM AUDIT

PREPARER (SIGNATURE REQUIRED)

Jeffrey Henion

Has the entity filed for, or has the district filed, a Title 32, Article 1 Special District Notice of Inactive Status during the year? [Applicable to Title 32 special districts only, pursuant to Sections 32-1-103 (8.3) and 32-1-104 (3), C.R.S.]	YES	NO	If Yes, date filed
	<input type="checkbox"/>	<input checked="" type="checkbox"/>	



RECEIVED
By Justin L. Smith at 8:00 am, Mar 07, 2017

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		GENERAL Fund*	Fund*		PENSION Fund*	Fund*	
Assets				Assets			
1-1	Cash & Cash Equivalents	\$ 275,687	\$ -	Cash & Cash Equivalents	\$ 739,175	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ 244,506	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
	All Other Assets (specify)	\$ -	\$ -	Other Current Assets	\$ -	\$ -	
1-5		\$ -	\$ -	Total Current Assets	\$ 983,681	\$ -	
1-6		\$ -	\$ -	Capital Assets, net (from Part 4-4)	\$ -	\$ -	
1-7		\$ -	\$ -	Other Long Term Assets (specify)	\$ -	\$ -	
1-8		\$ -	\$ -		\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 275,687	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 983,681	\$ -	
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 275,687	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 983,681	\$ -	
Liabilities				Liabilities			
1-14	Accounts Payable	\$ -	\$ -	Accounts Payable	\$ -	\$ -	
1-15	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -	
1-16	Accrued Interest Payable	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -	
1-17	Due to Other Entities or Funds	\$ -	\$ -	Due to Other Entities or Funds	\$ -	\$ -	
1-18	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -	
1-19	TOTAL CURRENT LIABILITIES	\$ -	\$ -	TOTAL CURRENT LIABILITIES	\$ -	\$ -	
1-20	All Other Liabilities (specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -	
1-21		\$ -	\$ -	Other Liabilities (specify)	\$ -	\$ -	
1-22		\$ -	\$ -		\$ -	\$ -	
1-23		\$ -	\$ -		\$ -	\$ -	
1-24		\$ -	\$ -		\$ -	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	
1-26		\$ -	\$ -		\$ -	\$ -	
1-27		\$ -	\$ -		\$ -	\$ -	
1-28	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ -	\$ -	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ -	\$ -	
1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ -	\$ -	
Fund Balance				Net Position			
1-30	Nonspendable Prepaid	\$ -	\$ -	Net Investment in Capital Assets	\$ -	\$ -	
1-31	Nonspendable Inventory	\$ -	\$ -				
1-32	Restricted (specify) EMERGENCY RESERVES	\$ 13,000	\$ -	Emergency Reserves	\$ -	\$ -	
1-33	Committed (specify)	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-34	Assigned (specify)	\$ -	\$ -	Restricted	\$ 983,681	\$ -	
1-35	Unassigned	\$ 262,687	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -	
1-36	Add lines 1-30 through 1-35 This total should be the same as line 1-33 TOTAL FUND BALANCE	\$ 275,687	\$ -	Add lines 1-30 through 1-35 This total should be the same as line 1-33 TOTAL NET POSITION	\$ 983,681	\$ -	
1-37	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 275,687	\$ -	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 983,681	\$ -	

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Fund*	Fund*	
	Tax Revenue			Tax Revenue			
2-1	Property	\$ 142,343	\$ -	Property	\$ -	\$ -	
2-2	Specific Ownership	\$ 21,249	\$ -	Specific Ownership	\$ -	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue (specify):	\$ -	\$ -	Other Tax Revenue (specify):	\$ -	\$ -	
2-5		\$ -	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 163,592	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	
2-9	Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -	
2-10	Highway Users Tax Funds (HUTF)	\$ -	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
2-11	Conservation Trust Funds (Lottery)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ 20,195	\$ -	
2-14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ 1,631	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ 90,000	\$ -	Charges for Sales and Services	\$ -	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ 429	\$ -	Interest/Investment Income	\$ 19,182	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-21	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
2-22	All Other (specify): MISC	\$ 132	\$ -	Fire Dist #2 Pension Cont.	\$ 129,805	\$ -	
2-23		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 255,784	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 169,182	\$ -	
	Other Financing Sources			Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-27	Other (specify):	\$ -	\$ -	Other (specify):	\$ -	\$ -	
2-28	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 255,784	\$ -	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 169,182	\$ -	GRAND TOTALS
							\$ 424,966

IF GRAND TOTAL REVENUES AND OTHER FINANCING SOURCES for all funds (Line 2-29) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Fund*	Fund*	
	Expenditures			Expenditures			
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ -	\$ -	
3-2	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -	
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -	
3-4	Fire	\$ 84,696	\$ -	Contract Services	\$ -	\$ -	
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ 28,410	\$ -	
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ -	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ -	\$ -	
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ -	\$ -	
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ -	\$ -	
3-10	Other (specify)	\$ -	\$ -	Utilities	\$ -	\$ -	
3-11	Pension Contribution	\$ 129,805	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-12		\$ -	\$ -	Other (specify)	\$ -	\$ -	
3-13		\$ -	\$ -		\$ -	\$ -	
3-14	Capital Outlay	\$ 14,915	\$ -	Capital Outlay	\$ -	\$ -	
	Debt Service			Debt Service			
3-16	Principal	\$ -	\$ -	Principal	\$ -	\$ -	
3-16	Interest	\$ -	\$ -	Interest	\$ -	\$ -	
3-17	Bond Issuance Costs	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
3-18	Developer Principal Repayments	\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
3-19	Developer Interest Repayments	\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
3-20	All Other (specify)	\$ -	\$ -	All Other (specify)	\$ -	\$ -	
3-21		\$ -	\$ -		\$ -	\$ -	
3-22	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	\$ 229,416	\$ -	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	\$ 28,410	\$ -	GRAND TOTAL
3-23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In)	\$ -	\$ -	\$ 257,826
3-24	Interfund Transfers Out	\$ -	\$ -	Net Interfund Transfers Out	\$ -	\$ -	
3-25	Other Expenditures (Revenues)	\$ -	\$ -	Depreciation	\$ -	\$ -	
3-26		\$ -	\$ -	Other Financing Sources (Uses) (from line 2-28)	\$ -	\$ -	
3-27		\$ -	\$ -	Capital Outlay (from line 3-14)	\$ -	\$ -	
3-28		\$ -	\$ -	Debt Principal (from line 3-16)	\$ -	\$ -	
3-29	(Add lines 3-23 through 3-28) TOTAL TRANSFERS AND OTHER EXPENDITURES	\$ -	\$ -	(Line 3-26, plus line 3-27, less line 3-24, less line 3-25) TOTAL GAAP RECONCILING ITEMS	\$ -	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 3-28, less line 3-22, plus line 3-29	\$ 26,368	\$ -	Net Increase (Decrease) in Net Position Line 3-29, less line 3-22, plus line 3-29, plus line 3-25, less line 3-23	\$ 140,772	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ 249,319	\$ -	Net Position, January 1 from December 31 prior year report	\$ 842,909	\$ -	
3-32	Prior Period Adjustment (MUST explain)	\$ -	\$ -	Prior Period Adjustment (MUST explain)	\$ -	\$ -	
3-33	Fund Balance, December 31 Sum of Line 3-30, 3-31, and 3-32 This total should be the same as line 1-36.	\$ 275,687	\$ -	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	\$ 983,681	\$ -	

IF GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.		YES	NO	
4-1	Does the entity have outstanding debt?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
4-2	Is the debt repayment schedule attached? If no, MUST explain:	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
N/A NO DEBT				
4-3	Is the entity current in its debt service payments? If no, MUST explain:	<input type="checkbox"/>	<input type="checkbox"/>	
N/A				
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)			
	Outstanding at beginning of year	Issued during year	Retired during year	Outstanding at year-end
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -

Please use this space to provide any explanations or comments:

Please answer the following questions by marking the appropriate boxes.		YES	NO
4-5	Does the entity have any authorized, but unissued, debt?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	How much? \$ -		
	Date the debt was authorized:		
4-6	Does the entity intend to issue debt within the next calendar year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	How much? \$ -		
4-7	Does the entity have debt that has been refinanced that it is still responsible for?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	What is the amount outstanding? \$ -		
4-8	Does the entity have any lease agreements?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	What is being leased?		
	What is the original date of the lease?		
	Number of years of lease?		
	Is the lease subject to annual appropriation?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
	What are the annual lease payments? \$ -		
4-9	Does the entity have a certified mill levy?	<input checked="" type="checkbox"/>	<input type="checkbox"/>
If yes:	Please provide the following mills levied for the year reported:		
	Bond Redemption	0.00	
	General/Other	3.50	
	TOTAL	3.50	

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.		AMOUNT	TOTAL	
5-1	YEAR-END Total of ALL Checking and Savings accounts	\$ 215,108		
5-2	Certificates of deposit	\$ 60,579		
TOTAL CASH DEPOSITS			\$ 275,687	
Investments (if investment is a mutual fund, please list underlying investments):				
5-3	SEE ATTACHED SCHEDULE	\$ 983,681		
		\$ -		
		\$ -		
		\$ -		
TOTAL INVESTMENTS		\$ 983,681		
TOTAL CASH AND INVESTMENTS			\$ 1,259,368	
Please answer the following question by marking in the appropriate box		YES	NO	N/A
5-4	Are the entity's investments legal in accordance with Section 24-75-901, et seq., C.R.S.?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
5-5	Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10-5-101, et seq., C.R.S.)? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Please use this space to provide any explanations or comments:

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
6-1	Does the entity have capitalized assets?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
6-2	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-806, O.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

6-3 Complete the following Capital Assets table for GOVERNMENTAL FUNDS		Balance - beginning of the year	Additions	Deletions	Year-End Balance
Land		\$ 20,781	\$ -	\$ -	\$ 20,781
Buildings		\$ 431,876	\$ -	\$ -	\$ 431,876
Machinery and equipment		\$ 1,297,236	\$ 14,915	\$ -	\$ 1,312,151
Furniture and fixtures		\$ -	\$ -	\$ -	\$ -
Infrastructure		\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)		\$ -	\$ -	\$ -	\$ -
Other (explain):		\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)		\$ (1,069,431)	\$ (87,021)	\$ -	\$ (1,156,452)
TOTAL		\$ 680,462	\$ (72,106)	\$ -	\$ 608,356

6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:		Balance - beginning of the year	Additions	Deletions	Year-End Balance
Land		\$ -	\$ -	\$ -	\$ -
Buildings		\$ -	\$ -	\$ -	\$ -
Machinery and equipment		\$ -	\$ -	\$ -	\$ -
Furniture and fixtures		\$ -	\$ -	\$ -	\$ -
Infrastructure		\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)		\$ -	\$ -	\$ -	\$ -
Other (explain):		\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)		\$ -	\$ -	\$ -	\$ -
TOTAL		\$ -	\$ -	\$ -	\$ -

PART 7 - PENSION INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
7-1	Does the entity have an "old hire" firemen's pension plan?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
7-2	Does the entity have a volunteer firemen's pension plan?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

If yes:	Who administers the plan?	EDWARD JONES		
Indicate the contributions from:				
	Tax (property, SO, sales, etc.):	\$ 129,805		
	State contribution amount:	\$ 20,195		
	Other (gifts, donations, etc.):	\$ -		
TOTAL		\$ 150,000		
	What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?	\$ 150		

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	N/A	Please use this space to provide any explanations or comments:
8-1	Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-113 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
8-2	Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
If yes: Please indicate the amount appropriated for each fund for the year reported					
	Fund Name	Budgeted Expenditures			
	GENERAL	\$	287,655		
	PENSION	\$	35,000		
		\$	-		
		\$	-		

PART 9 - TAX PAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
9-1	Is the entity in compliance with all the provisions of TABOR (State Constitution, Article X, Section 20(5))?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
10-1	Is this application for a newly formed governmental entity?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
If yes: Date of formation:				
10-2	Has the entity changed its name in the past or current year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
If Yes: NEW name				
PRIOR name				
10-3	Is the entity a metropolitan district?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
10-4	Please indicate what services the entity provides:			
10-5	Does the entity have an agreement with another government to provide services?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
If yes: List the name of the other governmental entity and the services provided:				
Delta County Fire Dist, #1,3,4,5 & Ragged Mtn Fire Dist in Gunnison County				

Please use this space to provide any additional explanations or comments not previously included:

OSA USE ONLY

Entity Wide:		General Fund		Governmental Funds		Notes	
Unrestricted Cash & Investments	\$	1,259,368	Unrestricted Fund Balan:	\$	262,687	Total Tax Revenue	\$ 163,592
Current Liabilities	\$	-	- Total Fund Balance	\$	275,687	Revenue Paying Debt Service	\$ -
Deferred Inflow	\$	-	- FY Fund Balance	\$	249,319	Total Revenue	\$ 255,784
			Total Revenue	\$	255,784	Total Debt Service Principal	\$ -
			Total Expenditures	\$	228,416	Total Debt Service Interest	\$ -
			Interfund In	\$	-		
Governmental			Interfund Out	\$	-		
Total Cash & Investments	\$	275,687	- Proprietary	\$	983,681	Enterprise Funds	
Transfers In	\$	-	- Current Assets	\$	-	Net Position	\$ 983,681
Transfers Out	\$	-	Deferred Outflow	\$	-	- PY Net Position	\$ 842,909
Property Tax	\$	142,343	- Current Liabilities	\$	-	- Government-Wide	
Debt Service Principal	\$	-	Deferred Inflow	\$	-	- Total Outstanding Debt	\$ -
Total Expenditures	\$	229,416	- Cash & Investments	\$	983,681	- Authorized but Unissued	\$ -
Total Developer Advances	\$	-	- Principal Expense	\$	-	- Year Authorized	\$ -
Total Developer Repayments	\$	-		\$	-		

PART 12 - GOVERNING BODY APPROVAL

Below is the certification and approval of the governing board. By signing the board member is certifying they are a duly elected or appointed officer of the local government. Governing board members may be verified. Also by signing, the board member certifies that this Application for Exemption from Audit has been prepared consistent with Section 29-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting, completed to the best of their knowledge and is accurate and true. Use additional pages if needed.


Print the names of all current governing board members below.

A MAJORITY of the governing board members must complete and sign in the column below.

		Print Board Member's Name	
Board Member	1	RON ROWELL	I, <u>RON ROWELL</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u>[Signature]</u> Date: <u>Feb 27, 2017</u> My term Expires: <u>5-2020</u>
Board Member	2	RICHARD KINSER	I, <u>RICHARD KINSER</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u>[Signature]</u> Date: <u>Feb 27, 2017</u> My term Expires: <u>5-2020</u>
Board Member	3	JOHN BLAIR	I, <u>JOHN BLAIR</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u>[Signature]</u> Date: <u>2/27/17</u> My term Expires: <u>5-2018</u>
Board Member	4	STAN PARK	I, <u>STAN PARK</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u>[Signature]</u> Date: <u>2/27/17</u> My term Expires: <u>5-2018</u>
Board Member	5	CALVIN CAMPBELL	I, <u>CALVIN CAMPBELL</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: <u>[Signature]</u> Date: <u>2/22/17</u> My term Expires: <u>5/2018</u>
Board Member	6		I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: _____ Date: _____ My term Expires: _____
Board Member	7		I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed: _____ Date: _____ My term Expires: _____

**Original Signatures
Verified by**

Justin L. Smith



Supplemental Information for Exemption from Audit
For the year ended December 31, 2016

Entity: Delta County Fire Protection District # 2

Part 5 – Cash & Investments

Question 5-3 – Investment schedule

See following Edward Jones statement dated December 31, 2016



DELTA COUNTY FIRE PROTECTION
 DISTRICT NO 2 PENSION FUND
 U/A DTD 09/20/1989
 P O BOX 1023
 PAONIA CO 81428-1023

Changes to the Asset Details Section of Statements

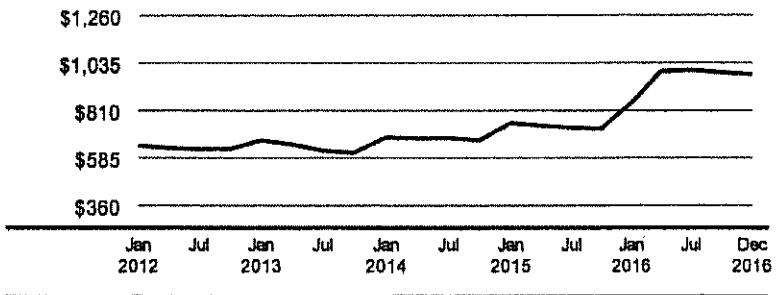
The Asset Details section of your statement may now include cost basis information or the rate of return for each investment you own. This section can be tailored based on your preferences. To learn more, visit www.edwardjones.com/shortstatementguide or talk with your branch team.

Account Value

\$983,681.20

1 Month Ago	\$983,613.71
1 Year Ago	\$842,909.01
3 Years Ago	\$679,466.25
5 Years Ago	\$634,259.75

Value of Your Account (in 000s)



Value Summary



Asset Details (as of Dec 31, 2016)

additional details at www.edwardjones.com/access

Assets Held At Edward Jones

	Current Yield/Rate	Beginning Balance	Deposits	Withdrawals	Ending Balance
Retirement Money Market	0.01%*	\$364,998.20	\$2,428.01	-\$2,425.00	\$365,001.21

* The average yield on the money market fund for the past seven days.

Certificates of Deposit	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Discover Bank DTD 04/01/2015 FDIC Insured to Legal Limits Interest Rate: 0.85% CUSIP: 254672LA4 Estimated Yield: 0.84%	4/3/2017*	16,000.00	15,964.80	38.46	16,003.26
Bmo Harris Bank National Association DTD 11/12/2015 FDIC Insured to Legal Limits Interest Rate: 0.9% CUSIP: 05573J6Q2 Estimated Yield: 0.89%	5/12/2017*	22,000.00	22,000.00	9.63	22,009.63
Wells Fargo Bank NA DTD 08/31/2016 FDIC Insured to Legal Limits Interest Rate: 0.9% CUSIP: 949763AN6 Estimated Yield: 0.90%	12/1/2017*	87,000.00	87,000.00	-79.82	86,920.18
Goldman Sachs Bank USA DTD 02/24/2016 FDIC Insured to Legal Limits Interest Rate: 1.0% CUSIP: 38148PAY3 Estimated Yield: 1.00%	2/26/2018*	50,000.00	50,000.00	-28.83	49,971.17
American Express Centurion Bk DTD 11/12/2015 FDIC Insured to Legal Limits Interest Rate: 1.65% CUSIP: 02587DG36 Estimated Yield: 1.64%	11/13/2018*	24,000.00	24,000.00	17.46	24,017.46
Goldman Sachs Bank USA DTD 05/02/2012 FDIC Insured to Legal Limits Interest Rate: 2.25% CUSIP: 38143ARJ6 Estimated Yield: 2.22%	5/2/2019*	25,000.00	25,217.24	33.38	25,250.62



Asset Details (continued)

Certificates of Deposit	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Wells Fargo Bank DTD 06/30/2016 FDIC Insured to Legal Limits Interest Rate: 1.25% CUSIP: 9497486F9 Estimated Yield: 1.26%	7/1/2019*	100,000.00	100,000.00	-1,224.75	98,775.25
Discover Bank DTD 11/12/2015 FDIC Insured to Legal Limits Interest Rate: 2.2% CUSIP: 254672WS3 Estimated Yield: 2.19%	11/12/2020*	51,000.00	51,000.00	225.72	51,225.72

* This investment has an option that allows executor(s), surviving owner(s), or beneficiary(ies) to redeem it at par value upon your death subject to limitations. See the prospectus or banking agreement for additional information.

Taxable Municipal Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Florida St Dept Environmental Protection Build Amer Bond Rev DTD 01/28/2010 Callable 07/01/2019 @ 100.00 Interest Rate: 7.04% CUSIP: 34160WUD4 Bond Rating: AA-/Aa3/AA- Asset Category: Income Estimated Yield: 6.40%	7/1/2029	10,000.00	10,159.29	835.11	10,994.40
University Michigan General Revenue Build America Bonds DTD 01/20/2010 Interest Rate: 5.51% CUSIP: 914455JZ4 Bond Rating: AAA/Aaa Asset Category: Income Estimated Yield: 4.76%	4/1/2030	10,000.00	10,118.14	1,455.66	11,573.80
Cuyahoga Cnty Ohio Various Purpose Build America Bonds GO DTD 12/22/2009 Interest Rate: 6.03% CUSIP: 23223PCX3 Bond Rating: AA/Aa1/AA+ Asset Category: Income Estimated Yield: 5.06%	12/1/2034	25,000.00	25,767.36	4,039.14	29,806.50



Asset Details (continued)

Taxable Municipal Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Williamsport PA San Auth Swr Rev Ser Aa-2 Build America Bds DTD 12/21/2009 Callable 01/01/2019 @ 100.00 Interest Rate: 6.59% CUSIP: 970225CD8 Bond Rating: A+ Asset Category: Income Estimated Yield: 6.18%	1/1/2039	20,000.00	20,756.78	551.42	21,308.20
Arapahoe Cnty Colorado Wtr & Wastewtr GI Build America Bds DTD 12/16/2009 Callable 12/01/2019 @ 100.00 Interest Rate: 6.48% CUSIP: 03871LAU7 Bond Rating: AA- Asset Category: Income Estimated Yield: 5.92%	12/1/2039	25,000.00	25,486.71	1,864.04	27,350.75
South Jersey Port Corp NJ Rev Marine Terminal Ser P-3 Bab DTD 12/30/2009 Interest Rate: 7.36% CUSIP: 838530NL3 Bond Rating: BBB-/A3 Asset Category: Income Estimated Yield: 6.93%	1/1/2040	10,000.00	10,468.49	149.01	10,617.50
Corporate Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Citigroup Inc Senior Note DTD 01/10/2012 Interest Rate: 4.45% CUSIP: 172967FW6 Bond Rating: BBB+/Baa1/A Asset Category: Income Estimated Yield: 4.44%	1/10/2017	20,000.00	20,008.57	0.03	20,008.60
Statoil Asa Senior Note DTD 11/23/2011 Interest Rate: 3.15% CUSIP: 85771PAF9 Bond Rating: A+/Aa3/AA Asset Category: Income Estimated Yield: 3.08%	1/23/2022	45,000.00	44,787.18	1,130.82	45,918.00



Asset Details (continued)

	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Corporate Bonds Apple Inc Note DTD 02/09/2015 Interest Rate: 2.5% CUSIP: 037833AZ3 Bond Rating: AA+/Aa1 Asset Category: Income Estimated Yield: 2.60%	2/9/2025	45,000.00	44,407.99	-1,167.04	43,240.95
Microsoft Corp Note DTD 05/18/2009 Interest Rate: 5.2% CUSIP: 594918AD6 Bond Rating: AAA/Aaa/AA+ Asset Category: Income Estimated Yield: 4.39%	6/1/2039	20,000.00	20,204.82	3,483.18	23,688.00

Estimated Yield

The Estimated Yield (EY) in the preceding sections(s) compares the anticipated earnings on your investments in the coming year to the current price of the investments. It is based on past interest and dividend payments made by the securities held in your account. Changes in the price of a security over time or in the amount of the investment held in your account will cause the EY to vary. The EY is only an estimate and cannot be guaranteed by Edward Jones or the issuers of the securities. Your actual yield may be higher or lower than the estimated amounts. Estimates for any securities that have a return of principal or capital gain may be overstated. Income cannot be estimated for any securities that do not have an annual payment amount or frequency available at the time of estimation. Yield to Maturity is typically reported for Zero Coupon Bonds as these securities do not have an annual payment.

Total Account Value

\$983,681.20