

**APPLICATION FOR EXEMPTION FROM AUDIT
LONG FORM**

NAME OF GOVERNMENT	Navajo Western Water District	For the Year Ended 12/31/2016 or fiscal year ended:
ADDRESS	705 Navajo Road Walsenburg, CO 81089	
CONTACT PERSON	Thomas Ortiz	
PHONE	719-846-9663	
EMAIL	fortiz_81082@yahoo.com	
FAX	719-846-9663	

2478.00

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	Thomas Ortiz
TITLE	Accountant
FIRM NAME (if applicable)	Ortiz Tax Service
ADDRESS	15801 Hwy. 239, Trinidad, CO 81082
PHONE	719-846-9663
DATE PREPARED <small>(Must be Completed prior to Board approval)</small>	8-Mar-16
RELATIONSHIP TO ENTITY	Independent from Entity

PREPARER (SIGNATURE REQUIRED)

Thomas B Ortiz

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 (9.3) and 32-1-104 (3), C.R.S.]

YES	NO
<input type="checkbox"/>	<input checked="" type="checkbox"/>

If Yes, date filed:



RECEIVED

By Justin L. Smith at 9:50 am, Apr 12, 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	
		Fund*	Fund*		Enterprise Fund	Fund*
Assets				Assets		
1-1	Cash & Cash Equivalents	\$	\$	Cash & Cash Equivalents	\$	156,397
1-2	Investments	\$	\$	Investments	\$	-
1-3	Receivables	\$	\$	Receivables	\$	27,853
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	\$	184,250
1-6		\$	\$	Capital Assets, net (from Part 4)	\$	1,423,403
1-7		\$	\$	Other Long Term Assets (specify)	\$	-
1-8		\$	\$	Parts - Inventory	\$	9,252
1-9		\$	\$	Meter Deposits	\$	220
1-10		\$	\$		\$	-
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$	\$	(add lines 1-1 through 1-10) TOTAL ASSETS	\$	1,617,155
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$	\$	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$	-
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$	\$	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$	1,617,155
Liabilities				Liabilities		
1-14	Accounts Payable	\$	\$	Accounts Payable	\$	4,697
1-15	Accrued Payroll and Related Liabilities	\$	\$	Accrued Payroll and Related Liabilities	\$	5,161
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	\$	9,858
1-20	All Other Liabilities (specify)	\$	\$	Proprietary Debt Outstanding (from Part 4-4)	\$	852,415
1-21		\$	\$	Other Liabilities (specify)	\$	-
1-22		\$	\$	Renters Deposits	\$	2,296
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	\$	864,569
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	\$	608,697
1-31	Nonspendable Inventory	\$	\$		\$	-
1-32	Restricted (specify)	\$	\$	Emergency Reserves	\$	-
1-33	Committed (specify)	\$	\$	Other Designations/Reserves	\$	-
1-34	Assigned (specify)	\$	\$	Restricted	\$	-
1-35	Unassigned	\$	\$	Undesignated/Unreserved/Unrestricted	\$	145,889
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$	\$	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	\$	752,586
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	\$	\$	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	\$	1,617,155

Please use this space to provide explanation of any items on this page

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*		Enterprise Fund	Fund*	
Tax Revenue				Tax Revenue			
2-1	Property	\$	-	Property	\$	37,113	
2-2	Specific Ownership	\$	-	Specific Ownership	\$	3,867	
2-3	Sales and Use Tax	\$	-	Sales and Use Tax	\$	-	
2-4	Other Tax Revenue (specify):	\$	-	Other Tax Revenue (specify):	\$	-	
2-5		\$	-	Insurance Refund	\$	3,658	
2-6		\$	-		\$	-	
2-7		\$	-		\$	-	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$	-	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$	44,638	
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	\$	-	
2-14	Grants	\$	-	Grants	\$	-	
2-15	Donations	\$	-	Donations	\$	-	
2-16	Charges for Sales and Services	\$	-	Charges for Sales and Services	\$	155,314	
2-17	Rental Income	\$	-	Rental Income	\$	-	
2-18	Fines and Forfeits	\$	-	Fines and Forfeits	\$	4,186	
2-19	Interest/Investment Income	\$	-	Interest/Investment Income	\$	123	
2-20	Tap Fees	\$	-	Tap Fees	\$	5,232	
2-21	Developer Advances	\$	-	Developer Advances	\$	-	
2-22	All Other (specify):	\$	-	All Other (specify): Water Lease	\$	9,600	
2-23		\$	-	Loan Service Fee	\$	17,070	
2-24	Add lines 2-3 through 2-23 TOTAL REVENUES	\$	-	Add lines 2-3 through 2-23 TOTAL REVENUES	\$	236,163	
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	\$	-	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$	236,163	GRAND TOTALS
					\$	236,163	\$ 236,163

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*		Enterprise Fund	Fund*	
3-1	Expenditures			Expenditures			
3-1	General Government	\$	\$	General Operating & Administrative	\$ 16,842	\$	
3-2	Judicial	\$	\$	Salaries	\$ 69,972	\$	
3-3	Law Enforcement	\$	\$	Payroll Taxes	\$ 12,452	\$	
3-4	Fire	\$	\$	Contract Services	\$	\$	
3-5	Highways & Streets	\$	\$	Employee Benefits	\$	\$	
3-6	Solid Waste	\$	\$	Insurance	\$ 9,577	\$	
3-7	Contributions to Fire & Police Pension Assoc.	\$	\$	Accounting and Legal Fees	\$ 1,336	\$	
3-8	Health	\$	\$	Repair and Maintenance	\$ 23,366	\$	
3-9	Culture and Recreation	\$	\$	Supplies	\$	\$	
3-10	Other (specify):	\$	\$	Utilities	\$ 17,832	\$	
3-11		\$	\$	Contributions to Fire & Police Pension Assoc.	\$	\$	
3-12		\$	\$	Other (specify):	\$	\$	
3-13		\$	\$		\$	\$	
3-14	Capital Outlay	\$	\$	Capital Outlay	\$	\$	
	Debt Service			Debt Service			
3-15	Principal	\$	\$	Principal	\$ 33,428	\$	
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	\$	\$	Add lines 3-1 through 3-21	\$	\$	
	TOTAL EXPENDITURES	\$	\$	TOTAL EXPENDITURES	\$ 184,595	\$	\$ 184,595
3-23	Interfund Transfers (In)	\$	\$	Net Interfund Transfers (In)	\$	\$	
3-24	Interfund Transfers Out	\$	\$	Net Interfund Transfers Out	\$	\$	
3-25	Other Expenditures (Revenues):	\$	\$	Depreciation	\$ 42,253	\$	
3-26		\$	\$	Other Financing Sources (Uses) (from line 2-28)	\$	\$	
3-27		\$	\$	Capital Outlay (from line 3-14)	\$	\$	
3-28		\$	\$	Debt Principal (from line 3-15)	\$ 33,428	\$	
3-29	(Add lines 3-23 through 3-28)	\$	\$	(Line 3-26, plus line 3-27, less line 3-24, less line 3-25)	\$	\$	
	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$	\$	TOTAL GAAP RECONCILING ITEMS	\$ (8,825)	\$	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$	\$	Net Increase (Decrease) in Net Position			
	Line 2-29, less line 3-22, plus line 3-29	\$	\$	Line 2-29, less line 3-22, plus line 3-29, plus line 3-23, less line 3-24	\$ 42,743	\$	
3-31	Fund Balance, January 1 from December 31 prior year report	\$	\$	Net Position, January 1 from December 31 prior year report	\$ 709,843	\$	
3-32	Prior Period Adjustment (MUST explain)	\$	\$	Prior Period Adjustment (MUST explain)	\$	\$	
3-33	Fund Balance, December 31	\$	\$	Net Position, December 31			
	Sum of Line 3-30, 3-31, and 3-32	\$	\$	Line 3-30 plus line 3-31			
	This total should be the same as line 1-36.	\$	\$	This total should be the same as line 1-36.	\$ 752,586	\$	

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

Please use this space to provide any explanations or comments:

4-1	Does the entity have outstanding debt?	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
4-2	Is the debt repayment schedule attached? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
4-3	Is the entity current in its debt service payments? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
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
	General obligation bonds	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -
	Notes/Loans	\$ 885,843	\$ -	\$ 33,428
	Leases	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -
	TOTAL	\$ 885,843	\$ -	\$ 33,428
				\$ 852,415
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 type="checkbox"/>	<input checked="" type="checkbox"/>	
If yes:	Please provide the following mills levied for the year reported:			
	Bond Redemption	0.00		
	General/Other	0.00		
	TOTAL	0.00		

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.

AMOUNT TOTAL

Please use this space to provide any explanations or comments:

5-1	YEAR-END Total of ALL Checking and Savings accounts:	\$ 156,397		
5-2	Certificates of deposit:	\$ -		
	TOTAL CASH DEPOSITS		\$ 156,397	
	Investments (if investment is a mutual fund, please list underlying investments):			
		\$ -		
		\$ -		
5-3		\$ -		
		\$ -		
	TOTAL INVESTMENTS		\$ -	
	TOTAL CASH AND INVESTMENTS		\$ 156,397	
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 24-75-601, 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"/>

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box		YES	NO		
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 29-1-506, C.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	\$	25,900	\$ -	\$ -	\$ 25,900
Buildings	\$	94,885	\$ -	\$ -	\$ 94,885
Machinery and equipment	\$	43,447	\$ -	\$ -	\$ 43,447
Furniture and fixtures	\$	13,409	\$ -	\$ -	\$ 13,409
Infrastructure	\$	910,407	\$ 995,661	\$ -	\$ 1,906,068
Construction In Progress (CIP)	\$	995,661	\$ -	\$ 995,661	\$ -
Other (explain): Water Right	\$	322,500	\$ -	\$ -	\$ 322,500
Accumulated Depreciation (Enter a negative, or credit, balance)	\$	(940,523)	\$ (42,253)	\$ -	\$ (982,776)
TOTAL		\$ 1,465,686	\$ 953,408	\$ 995,661	\$ 1,423,433
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		\$ -	\$ -	\$ -	\$ -

Please use this space to provide any explanations or comments:

PART 7 - PENSION INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO
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 type="checkbox"/>	<input checked="" type="checkbox"/>
If yes: Who administers the plan?			
Indicate the contributions from:			
	Tax (property, CO, sales, etc.):	\$ -	-
	State contribution amount:	\$ -	-
	Other (gifts, donations, etc.):	\$ -	-
TOTAL		\$ -	-
What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?		\$ -	-

Please use this space to provide any explanations or comments:

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box	YES	NO	N/A
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		
Enterprise Fund	\$	222,650	
	\$	-	
	\$	-	
	\$	-	

Please use this space to provide any explanations or comments:

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

Please answer the following question by marking in the appropriate box	YES	NO
9-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	<input type="checkbox"/>	<input checked="" type="checkbox"/>

Please use this space to provide any explanations or comments:

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
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:	<input type="checkbox"/>	<input checked="" type="checkbox"/>
10-5 Does the entity have an agreement with another government to provide services?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes: List the name of the other governmental entity and the services provided:		

Please use this space to provide any explanations or comments:

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 \$	156,397	Unrestricted Fund Balance \$	-
Current Liabilities \$	9,858	Total Fund Balance \$	-
Deferred Inflow \$	-	PY Fund Balance \$	-
		Total Revenue \$	-
		Total Expenditures \$	-
		Interfund In \$	-
		Interfund Out \$	-
		Proprietary \$	-
		Current Assets \$	184,250
		Deferred Outflow \$	-
		Current Liabilities \$	9,858
		Deferred Inflow \$	-
		Cash & Investments \$	156,397
		Principal Expense \$	33,428
		Total Tax Revenue \$	-
		Revenue Paying Debt Service \$	-
		Total Revenue \$	-
		Total Debt Service Principal \$	-
		Total Debt Service Interest \$	-
		Enterprise Funds	
		Net Position \$	752,588
		PY Net Position \$	709,843
		Government-Wide	
		Total Outstanding Debt \$	852,415
		Authorized but Unissued \$	-
		Year Authorized \$	-

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		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.	
Board Member 1	Randy Wilson	Signed <u>Randy D. Wilson</u>	Date: <u>3/29/2017</u> My term Expires: <u>2020</u>
Board Member 2	Doris Fulkerson	Signed <u>Doris Fulkerson</u>	Date: <u>3/27/2017</u> My term Expires: <u>2020</u>
Board Member 3	Gary Engelmohr	Signed <u>Gary Engelmohr</u>	Date: <u>3-18-2017</u> My term Expires: <u>2018</u>
Board Member 4	Charles Flatt	Signed <u>Charles Flatt</u>	Date: <u>3/18/2017</u> My term Expires: <u>2019</u>
Board Member 5	Charlene Baldwin	Signed <u>Charlene E. Baldwin</u>	Date: <u>3-18-2017</u> My term Expires: <u>2018</u>
Board Member 6		Signed _____	Date: _____ My term Expires: _____
Board Member 7		Signed _____	Date: _____ My term Expires: _____

**Original Signatures
Verified by**

Justin L. Smith



RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT
(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2016 FOR THE NAVAJO WESTERN WATER DISTRICT, STATE OF COLORADO.

WHEREAS, the governing body of the Navajo Western Water District wishes to claim exemption from the audit requirements of Section 29-1-603, C.R.S.; and

WHEREAS, Section 29-1-604, C.R.S. states that any local government where either revenues nor expenditures exceed five hundred thousand dollars may, with the approval of the state auditor, be exempt from the provision of Section 29-1-603, C.R.S.; and


WHEREAS, neither revenues nor expenditures for the Navajo Western Water District exceeded \$750,000 for fiscal year 2016; and

WHEREAS, an application for exemption from audit for Navajo Western Water District has been prepared by Ortiz Tax Service, an independent accountant with knowledge of governmental accounting; and

WHEREAS, said application for exemption from audit has been completed in accordance with regulations issued by the state auditor,

NOW, THEREFORE, be it resolved/ordained by the governing body of the Navajo Western Water District that the application for exemption from audit for Navajo Western Water District for the fiscal year ended December 31, 2016, has been reviewed and is hereby approved by a majority of the governing body of the Navajo Western Water District; that those members of the governing body have signified their approval by signing below; and that this resolution shall be attached to, and shall become a part of, the application for exemption from audit of the Navajo Western Water District for the fiscal year ended December 31, 2016 .

ADOPTED this 23rd day of March, A.D., 2017.



President, Randy Wilson



Secretary, Doris Fulkerson

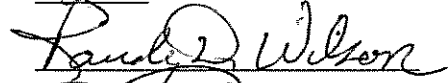
Members of Governing Body

Term Expires

Signature

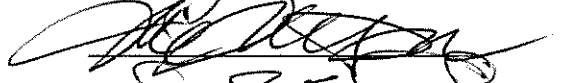
Randy Wilson

2020



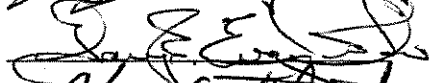
Doris Fulkerson

2020



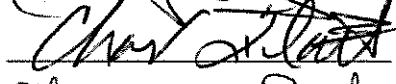
Gary Engelmohr

2018



Charles Flatt

2018



Charlene Baldwin

2018



NAJAVJO WESTERN WATER DISTRICT
705 NAVAJO ROAD
WALSENBURG, CO 81089
719-738-2773

March 23, 2017

I, Charles Flatt attest that I am an elected board member of the Navajo Western Water District and that I approve the 2016 application for exemption from audit.

Signed: Charles Flatt
My term expires: 2018
Date: 3/18/2017

**EXHIBIT C
DRINKING WATER REVOLVING FUND
LOAN REPAYMENT SCHEDULE**

NAVAJO WESTERN WATER DISTRICT, COLORADO, ACTING BY AND THROUGH ITS NAVAJO WESTERN WATER ENTERPRISE
Loan Number: #D12F292

On or before the first of each date, commencing on November 1, 2012 the
Governmental Agency shall pay the amount set forth below:

LOAN DATE:	5/3/12
LOAN AMOUNT:	\$1,101,939
INTEREST RATE:	0.000%
TERM (YEARS):	30

1st Amendment

PAYMENT DATES	PAYMENT	PRINCIPAL REDUCTION (1)	PRINCIPAL	REMAINING PRINCIPAL	CALCULATED INTEREST
				\$1,101,939.00	
11/1/2012	\$18,365.65		\$18,365.65	\$1,083,573.35	\$0.00
5/1/2013	\$18,365.65		\$18,365.65	\$1,065,207.70	\$0.00
11/1/2013	\$18,365.65		\$18,365.65	\$1,046,842.05	\$0.00
5/1/2014	\$18,365.65		\$18,365.65	\$1,028,476.40	\$0.00
11/1/2014	\$18,365.65		\$18,365.65	\$1,010,110.75	\$0.00
1/7/2015		\$90,839.69		\$918,271.06	
5/1/2015	\$16,714.02		\$16,714.02	\$902,557.04	\$0.00
11/1/2015	\$16,714.02		\$16,714.02	\$885,843.02	\$0.00
5/1/2016	\$16,714.02		\$16,714.02	\$869,129.00	\$0.00
11/1/2016	\$16,714.02		\$16,714.02	\$852,414.98	\$0.00
5/1/2017	\$16,714.02		\$16,714.02	\$835,700.96	\$0.00
11/1/2017	\$16,714.02		\$16,714.02	\$818,986.94	\$0.00
5/1/2018	\$16,714.02		\$16,714.02	\$802,272.92	\$0.00
11/1/2018	\$16,714.02		\$16,714.02	\$785,558.90	\$0.00
5/1/2019	\$16,714.02		\$16,714.02	\$768,844.88	\$0.00
11/1/2019	\$16,714.02		\$16,714.02	\$752,130.86	\$0.00
5/1/2020	\$16,714.02		\$16,714.02	\$735,416.84	\$0.00
11/1/2020	\$16,714.02		\$16,714.02	\$718,702.82	\$0.00
5/1/2021	\$16,714.02		\$16,714.02	\$701,988.80	\$0.00
11/1/2021	\$16,714.02		\$16,714.02	\$685,274.78	\$0.00
5/1/2022	\$16,714.02		\$16,714.02	\$668,560.76	\$0.00
11/1/2022	\$16,714.02		\$16,714.02	\$651,846.74	\$0.00
5/1/2023	\$16,714.02		\$16,714.02	\$635,132.72	\$0.00
11/1/2023	\$16,714.02		\$16,714.02	\$618,418.70	\$0.00
5/1/2024	\$16,714.02		\$16,714.02	\$601,704.68	\$0.00
11/1/2024	\$16,714.02		\$16,714.02	\$584,990.66	\$0.00
5/1/2025	\$16,714.02		\$16,714.02	\$568,276.64	\$0.00
11/1/2025	\$16,714.02		\$16,714.02	\$551,562.62	\$0.00
5/1/2026	\$16,714.02		\$16,714.02	\$534,848.60	\$0.00
11/1/2026	\$16,714.02		\$16,714.02	\$518,134.58	\$0.00
5/1/2027	\$16,714.02		\$16,714.02	\$501,420.56	\$0.00
11/1/2027	\$16,714.02		\$16,714.02	\$484,706.54	\$0.00
5/1/2028	\$16,714.02		\$16,714.02	\$467,992.52	\$0.00
11/1/2028	\$16,714.02		\$16,714.02	\$451,278.50	\$0.00
5/1/2029	\$16,714.02		\$16,714.02	\$434,564.48	\$0.00
11/1/2029	\$16,714.02		\$16,714.02	\$417,850.46	\$0.00
5/1/2030	\$16,714.02		\$16,714.02	\$401,136.44	\$0.00
11/1/2030	\$16,714.02		\$16,714.02	\$384,422.42	\$0.00
5/1/2031	\$16,714.02		\$16,714.02	\$367,708.40	\$0.00
11/1/2031	\$16,714.02		\$16,714.02	\$350,994.38	\$0.00
5/1/2032	\$16,714.02		\$16,714.02	\$334,280.36	\$0.00
11/1/2032	\$16,714.02		\$16,714.02	\$317,566.34	\$0.00
5/1/2033	\$16,714.02		\$16,714.02	\$300,852.32	\$0.00
11/1/2033	\$16,714.02		\$16,714.02	\$284,138.30	\$0.00
5/1/2034	\$16,714.02		\$16,714.02	\$267,424.28	\$0.00
11/1/2034	\$16,714.02		\$16,714.02	\$250,710.26	\$0.00
5/1/2035	\$16,714.02		\$16,714.02	\$233,996.24	\$0.00
11/1/2035	\$16,714.02		\$16,714.02	\$217,282.22	\$0.00
5/1/2036	\$16,714.02		\$16,714.02	\$200,568.20	\$0.00
11/1/2036	\$16,714.02		\$16,714.02	\$183,854.18	\$0.00
5/1/2037	\$16,714.02		\$16,714.02	\$167,140.16	\$0.00
11/1/2037	\$16,714.02		\$16,714.02	\$150,426.14	\$0.00
5/1/2038	\$16,714.02		\$16,714.02	\$133,712.12	\$0.00
11/1/2038	\$16,714.02		\$16,714.02	\$116,998.10	\$0.00
5/1/2039	\$16,714.02		\$16,714.02	\$100,284.08	\$0.00
11/1/2039	\$16,714.02		\$16,714.02	\$83,570.06	\$0.00
5/1/2040	\$16,714.02		\$16,714.02	\$66,856.04	\$0.00
11/1/2040	\$16,714.02		\$16,714.02	\$50,142.02	\$0.00
5/1/2041	\$16,714.02		\$16,714.02	\$33,428.00	\$0.00
11/1/2041	\$16,714.02		\$16,714.02	\$16,713.98	\$0.00
5/1/2042	\$16,713.98		\$16,713.98	\$0.00	\$0.00
Total	\$1,011,099.31	\$90,839.69	\$1,011,099.31		\$0.00

(1) Remaining project funds totalling \$90,839.69 applied as principal reduction.