

**APPLICATION FOR EXEMPTION FROM AUDIT
LONG FORM**

NAME OF GOVERNMENT: Rainbow Valley Water District
ADDRESS: PO Box 388
 Divide, CO 80814
CONTACT PERSON: Stephen Hart
PHONE: 719.687.8032
EMAIL: sdhart@stevehartcpa.com
FAX: 719.687.9776

For the Year Ended
12/31/16
or fiscal year ended:

2503.00

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: Stephen D. Hart
TITLE: CPA
FIRM NAME (if applicable): Stephen D. Hart, CPA, LLC
ADDRESS: PO Box 6856, Woodland Park, CO 80866
PHONE: 719.687.8032
DATE PREPARED (Must be Completed prior to Board Approval): 03/13/17
RELATIONSHIP TO ENTITY: Independent

PREPARER (SIGNATURE REQUIRED)



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) G.R.S.]	YES	NO	If Yes, date filed:
	<input type="checkbox"/>	<input checked="" type="checkbox"/>	



RECEIVED
By Justin L. Smith at 11:56 am, Mar 21, 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	
		Fund*	Fund*		General Fund	Fund*		
Assets				Assets				
1-1	Cash & Cash Equivalents	\$	\$	Cash & Cash Equivalents	\$	77,454	\$	
1-2	Investments	\$	\$	Investments	\$	-	\$	
1-3	Receivables	\$	\$	Receivables	\$	10,986	\$	
1-4	Due from Other Entities or Funds	\$	\$	Due from Other Entities or Funds	\$	38,579	\$	
	All Other Assets (specify)	\$	\$	Other Current Assets	\$	-	\$	
1-5		\$	\$	Total Current Assets		\$	127,020	\$
1-6		\$	\$	Capital Assets, net	\$	193,798	\$	
1-7		\$	\$	Other Long Term Assets (specify)	\$	-	\$	
1-8		\$	\$		\$	-	\$	
1-9		\$	\$		\$	-	\$	
1-10		\$	\$		\$	-	\$	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$	\$	(add lines 1-1 through 1-10) TOTAL ASSETS	\$	320,818	\$	
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$	\$	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$	-	\$	
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$	\$	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$	320,818	\$	
Liabilities				Liabilities				
1-14	Accounts Payable	\$	\$	Accounts Payable	\$	-	\$	
1-15	Accrued Payroll and Related Liabilities	\$	\$	Accrued Payroll and Related Liabilities	\$	182	\$	
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	\$	38,579	\$	
1-19	TOTAL CURRENT LIABILITIES	\$	\$	TOTAL CURRENT LIABILITIES	\$	38,761	\$	
1-20	All Other Liabilities (specify)	\$	\$	Proprietary Debt Outstanding (from Part 4-3)	\$	-	\$	
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	\$	38,761	\$	
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	\$	2,000	\$	
1-31	Nonspendable Inventory	\$	\$		\$	-	\$	
1-32	Restricted (specify)	\$	\$	Emergency Reserves	\$	14,206	\$	
1-33	Committed (specify)	\$	\$	Other Designations/Reserves	\$	-	\$	
1-34	Assigned (specify)	\$	\$	Restricted	\$	-	\$	
1-35	Unassigned	\$	\$	Undesignated/Unreserved/Unrestricted	\$	265,851	\$	
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	\$	282,057	\$	
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	\$	320,818	\$	

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		General Fund	Fund	
	Tax Revenue			Tax Revenue			
2-1	Property	\$	\$	Property	\$ 40,801	\$	
2-2	Specific Ownership	\$	\$	Specific Ownership	\$ 3,788	\$	
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	\$	\$	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 44,589	\$	
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 (CTF)	\$	\$	Conservation Trust Funds (CTF)	\$	\$	
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	\$ 108,682	\$	
2-17	Rental Income	\$	\$	Rental Income	\$	\$	
2-18	Fines and Forfeits	\$	\$	Fines and Forfeits	\$ 2,938	\$	
2-19	Interest/Investment Income	\$	\$	Interest/Investment Income	\$ 20	\$	
2-20	Tap Fees	\$	\$	Tap Fees	\$	\$	
2-21	Developer Advances	\$	\$	Developer Advances	\$	\$	
2-22	All Other (specify)	\$	\$	All Other (specify)	\$	\$	
2-23		\$	\$		\$	\$	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$	\$	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 156,229	\$	
	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	\$ 156,229	\$	
					GRAND TOTALS		
					\$	\$	\$ 156,229

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		General Fund	Fund	
	Expenditures			Expenditures			
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ 25,458	\$ -	
3-2	Judicial	\$ -	\$ -	Salaries	\$ 23,141	\$ -	
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ 1,854	\$ -	
3-4	Fire	\$ -	\$ -	Contract Services	\$ 31,095	\$ -	
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -	
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ 6,283	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ 20,500	\$ -	
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ 20,858	\$ -	
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ -	\$ -	
3-10	Other (specify)	\$ -	\$ -	Utilities	\$ 10,622	\$ -	
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	\$ -	\$ -	
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	\$ 139,811	\$ -	
	TOTAL EXPENDITURES	\$ -	\$ -	TOTAL EXPENDITURES	\$ 139,811	\$ -	GRAND TOTAL
3-23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In)	\$ -	\$ -	
3-24	Interfund Transfers Out	\$ -	\$ -	Net Interfund Transfers Out	\$ -	\$ -	
3-25	Other Expenditures (Revenues)	\$ -	\$ -	Depreciation	\$ 25,346	\$ -	
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)	\$ -	\$ -	
3-29	(Add lines 3-23 through 3-28)	\$ -	\$ -	(Line 3-25; plus line 3-27; less line 3-24; less line 3-25)	\$ (25,346)	\$ -	
	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$ -	\$ -	TOTAL GAAP RECONCILING ITEMS	\$ (25,346)	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	\$ -	\$ -	Net Increase (Decrease) in Net Position Line 2-29, less line 3-22, plus line 3-29, plus line 3-23, less line 3-24	\$ (8,928)	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ -	\$ -	Net Position, January 1 from December 31 prior year report	\$ -	\$ -	
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.	\$ -	\$ -	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	\$ (8,928)	\$ -	

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 type="checkbox"/>
4-3	Is the entity current in its debt service payments? If no, MUST explain.	<input 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	\$ -	\$ -
	Leases	\$ -	\$ -
	Developer Advances	\$ -	\$ -
	Other (specify)	\$ -	\$ -
	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 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	9.56	
	TOTAL	9.56	

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	\$ 30,726	
5-2	Certificates of deposit	\$ 46,728	
	TOTAL CASH DEPOSITS		\$ 77,454
	Investments (if investment is a mutual fund, please list underlying investments)	\$ -	
5-3		\$ -	
		\$ -	
		\$ -	
	TOTAL INVESTMENTS		\$ -
	TOTAL CASH AND INVESTMENTS		\$ 77,454

Please use this space to provide any explanations or comments:

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 24-75-801, et seq., C.R.S.?	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" 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 20-1506 C.R.S.? (If no, MUST explain)	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Please use this space to provide any explanations or comments:

6-3	Complete the following Capital Assets table for GOVERNMENTAL 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 (specify)	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -

6-4	Complete the following Capital Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year	Additions	Deletions	Year-End Balance
	Land	\$ 7,023	\$ -	\$ -	\$ 7,023
	Buildings	\$ 156,682	\$ -	\$ -	\$ 156,682
	Machinery and equipment	\$ 235,078	\$ -	\$ -	\$ 235,078
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ 249,151	\$ -	\$ -	\$ 249,151
	Construction in Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (specify)	\$ 100,911	\$ -	\$ -	\$ 100,911
	Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (529,701)	\$ -	\$ 25,346	\$ (555,047)
	TOTAL	\$ 219,144	\$ -	\$ 25,346	\$ 193,798

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"/>

Please use this space to provide any explanations or comments:

If yes: Who administers the plan?

Indicate the contributions from:	Amount
Tax (property, EO, 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? \$ -

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.

Board Member	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. Signed _____ Date: _____ My term Expires: _____
1	WHEELER CLARK	I, <u>WHEELER CLARK</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>Wheeler Clark</u> Date: <u>3/14/17</u> My term Expires: <u>MAY 2020</u>
2	DALE ROTHBERG	I, <u>DALE ROTHBERG</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>Dale Rothberg</u> Date: <u>3/14/17</u> My term Expires: <u>MAY 2020</u>
3	LEOTA ALEXANDER	I, <u>LEOTA ALEXANDER</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>Leota Alexander</u> Date: <u>3/14/17</u> My term Expires: <u>MAY 2018</u>
4	JOHN DATKA	I, <u>JOHN DATKA</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>John Datka</u> Date: <u>3/14/17</u> My term Expires: <u>MAY 2018</u>
5	MARY HENKELS	I, <u>MARY HENKELS</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>Mary Henkels</u> Date: <u>3/14/17</u> My term Expires: <u>MAY 2018</u>
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: _____
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



RESOLUTION OF RAINBOW VALLEY WATER DISTRICT
TO ADOPT BUDGET

WHEREAS, the Board of Directors of Rainbow Valley Water District has appointed a budget committee to prepare and submit a proposed 2017 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held on December 13, 2016, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, in order to effect a refund of excess property tax revenue for the 2016 fiscal year for any of the purposes set forth in TABOR, the Board has determined that a temporary property tax credit and mill levy rate reduction as set forth in the budget should be approved and certified to the County in accordance with the provisions of Section 39-1-111.5, C.R.S.; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, whatever increases may have been made in the expenditures, like increases were added to the revenues so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District:

1. That estimated expenditures for each fund are as follows:

General Fund	\$178,150
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2. That estimated revenues are as follows:

General Fund:

From unappropriated surpluses	\$ 56,845
From sources other than general property tax	\$ 98,025
From the general property tax	<u>\$ 38,579</u>
Total	<u>\$193,449</u>

3. That the budget, as submitted, amended and herein summarized by fund, be, and the same hereby is, approved and adopted as the budget of Rainbow Valley Water District for the 2017 fiscal year.

4. That the budget, as hereby approved and adopted, shall be certified by the President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money necessary to balance the budget for general operating expenses is \$39,391; and

WHEREAS, the amount of excess property tax revenue necessary to refund in accordance with Section 39-1-111.5, C.R.S. is \$1,352; and

WHEREAS, the 2016 valuation for assessment of the District, as certified by the County Assessor, is \$4,037,120.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District:

1. That for the purpose of meeting all general operating expenses of the District during the 2017 budget year, there is hereby levied a property tax of 9.891 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise \$39,931.

2. That for the purpose of effecting a refund of excess property tax revenue for the 2016 fiscal year for any of the purposes set forth in TABOR, there is hereby established a temporary property tax credit and mill levy rate reduction of .335 mills upon each dollar of the total valuation for assessment of all taxable property within the District to refund \$1,352 of such revenue.

3. That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of Teller County, Colorado, the mill levies for the District as hereinabove determined and set.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully set forth in the budget, including any interfund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund	\$178,150
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Adopted this 13th day of December, 2016.

RAINBOW VALLEY WATER DISTRICT

By 
Wheeler W. Clark, President

ATTEST

By 
Dale Rothberg, Secretary

**CERTIFICATION OF 2017 BUDGET FOR
RAINBOW VALLEY WATER DISTRICT**

TO: THE DIVISION OF LOCAL GOVERNMENT

This is to certify that the budget, attached hereto, is a true and accurate copy of the budget for Rainbow Valley Water District, for the budget year ending December 31, 2017, as adopted on December 13, 2016.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of Rainbow Valley Water District in Teller County, Colorado, this 13th day of December, 2016.



Wheeler W. Clark, President

RAINBOW VALLEY WATER DISTRICT				
2017 BUDGET				
GENERAL OPERATING FUND				
		Actual	Estimated	Budget
Acct #	Description	2015	2016	2017
	BEGINNING BALANCE	57530	67628	56845
	REVENUES			
700	Water Sales	105571	95000	95000
705	Earned Interest	26	25	25
750	Teller County General Taxes	33660	39192	38579
751	Teller County S/O	3462	3000	3000
	Penalties & Fines	4509		
	Total Revenues	147228	137217	136604
TOTAL AVAILABLE REVENUES		204758	204845	193449
EXPENSES ACTUAL "AUDIT 2015"				
70-EA	General Operating & Administrative	33357		
71-EA	Salaries	22280		
72-EA	Payroll Taxes	1772		
73-EA	Contract Services	31653		
75-EA	Insurance	5105		
76-EA	Accounting and Legal Services	17300		
77-EA	Repairs and Maintenance	15262		
79-EA	Utilities	10401		
801	Accounting Services		19000	19000
805	Automotive Expense		4000	7500
810	Bank Service Charges		150	150
812	Contract Labor		35000	35000
821	Dues & Publications		450	600
825	Insurance Expenses		6400	6400
830	Licenses and Fees		150	150
831	Miscellaneous Expenses		150	150
835	Office Expense		1500	2000
840	Professional Fees		18000	35000
845A	Repairs/Maintenance Buildings		4000	5000
845B	R/M Ponds		8000	15000
845C	Supplies		200	200
845D	Tools/Maintenance Equipment		500	500
845E	Treatment Equipment		8000	8000
850	Salaries		25000	25000
885	Utilities-Operating		12000	13000
9955	Payroll Expenses		2000	2000
	Contingency		2000	2000
752	Teller Co Treasurer Fees		1500	1500
Total Expenses		137130	148000	178150
Ending Balance		67628	56845	15299

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners¹ of Teller County, Colorado.

On behalf of the Rainbow Valley Water District,

(taxing entity)^A

the Board of Directors

(governing body)^B

of the Rainbow Valley Water District

(local government)^C

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS \$ 4,037,120 assessed valuation of: (GROSS^D assessed valuation, Line 2 of the Certification of Valuation Form DLG 57^E)

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area^F the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: \$ 4,037,120 (NET^G assessed valuation, Line 4 of the Certification of Valuation Form DLG 57-)

Submitted: 12/13/2016 for budget/fiscal year 2017
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY ²	REVENUE ²
1. General Operating Expenses ^H	<u>9.891</u> mills	\$ <u>39,931</u>
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction ^I	< <u>.335</u> > mills	\$ < <u>1,352</u> >
SUBTOTAL FOR GENERAL OPERATING:	<u>9.556</u> mills	\$ <u>38,579</u>
3. General Obligation Bonds and Interest ^J	_____ mills	\$ _____
4. Contractual Obligations ^K	_____ mills	\$ _____
5. Capital Expenditures ^L	_____ mills	\$ _____
6. Refunds/Abatements ^M	_____ mills	\$ _____
7. Other ^N (specify): _____	_____ mills	\$ _____
_____	_____ mills	\$ _____
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	<u>9.556</u> mills	\$ <u>38,579</u>

Contact person: (print) Wheeler W. Clark Daytime phone: (719) 687-9883
Signed: *Wheeler W. Clark* Title: Chairman

¹ If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
² Levies must be rounded to three decimal places and revenue must be calculated from the total NET assessed valuation (Line 4 of Form DLG57 on the County Assessor's final certification of valuation).

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**A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR
FISCAL YEAR 2016 FOR THE RAINBOW VALLEY WATER DISTRICT**

WHEREAS, the Rainbow Valley Water District ("District") is a quasi-municipal corporation and political subdivision of the State of Colorado and a duly organized and existing special district pursuant to Title 32, Colorado Revised Statutes; and

WHEREAS, the Board of Directors ("Board") of the 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 neither revenues nor expenditures exceed \$500,000 may, with the approval of the State Auditor, be exempt from the provisions of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenues nor expenditures for the District exceed \$750,000 for fiscal year 2016; and

WHEREAS, an Application for Exemption from Audit for the District has been prepared by an independent accountant with knowledge of governmental accounting; and

WHEREAS, such Application for Exemption from Audit has been completed in accordance with regulations issued by the State Auditor.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of the Rainbow Valley Water District that the Application for Exemption from Audit for the Rainbow Valley Water District for fiscal year 2016 has been reviewed and is hereby approved by a majority of the Board of Directors of the Rainbow Valley Water District; and that this Resolution shall be attached to and shall become a part of the Application for Exemption from Audit for the Rainbow Valley Water District for fiscal year 2016.

ADOPTED this 14th day of March, 2017.

RAINBOW VALLEY WATER DISTRICT

By 
Officer

ATTEST:


Director