

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT ADDRESS

*Neckman River Water Conservancy District
P.O. Box 13
Walden, Co. 80480*

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

2623.00

CONTACT PERSON
PHONE
EMAIL
FAX

*Robert Carlstrom
970/728/5470
r1cay1st@gmail.com
970-728-8471*

PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

NAME:
TITLE
FIRM NAME (if applicable)
ADDRESS
PHONE
DATE PREPARED
(Must be prepared prior to Board approval)

*Robert Carlstrom
ACST
P.O. Box 1617 Walden, Co. 80480
970/728/8470
3/25/2017*

PREPARER (SIGNATURE REQUIRED)

Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types

GOVERNMENTAL <small>(MODIFIED ACCRUAL BASIS)</small> <input checked="" type="checkbox"/>	PROPRIETARY <small>(CASH OR BUDGETARY BASIS)</small> <input type="checkbox"/>
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By Justin L. Smith at 1:17 pm, Apr 04, 2017

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#	Description	Round to nearest Dollar	Please use this space to provide any necessary explanations
2-1	Ta Property	\$	
2-2	Specific ownership	\$	
2-3	Sales and use	\$	
2-4	Other (specify):	\$	
2-5	Licenses and permits	\$	
2-6	Intergovernment Grants	\$	
2-7	Conservation Trust Funds (Lottery)	\$	
2-8	Highway Users Tax Funds (HUTF)	\$	
2-9	Other (specify):	\$	
2-10	Charges for services	\$	
2-11	Fines and forfeits	\$	
2-12	Special assessments	\$	60,1200
2-13	Investment income	\$	1,100
2-14	Charges for utility services	\$	
2-15	Debt proceeds (should agree with line 4-4, column 2)	\$	
2-16	Lease proceeds	\$	
2-17	Developer Advances received (should agree with line 4-4)	\$	
2-18	Proceeds from sale of capital assets	\$	
2-19	Fire and police pension	\$	
2-20	Donations	\$	
2-21	Other (specify):	\$	
2-22		\$	
2-23		\$	
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE	\$	

PART 3 - EXPENDITURES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

Line#	Description	Round to nearest Dollar	Please use this space to provide any necessary explanations
3-1	Administrative	\$	141
3-2	Salaries	\$	
3-3	Payroll taxes	\$	
3-4	Contract services	\$	
3-5	Employee benefits	\$	
3-6	Insurance	\$	3,956
3-7	Accounting and legal fees	\$	3,700
3-8	Repair and maintenance	\$	9,309
3-9	Supplies	\$	
3-10	Utilities and telephone	\$	
3-11	Fire/Police	\$	
3-12	Streets and highways	\$	
3-13	Public health	\$	
3-14	Culture and recreation	\$	
3-15	Utility operations	\$	
3-16	Capital outlay	\$	
3-17	Debt service principal (should agree with Part 4)	\$	30,684
3-18	Debt service interest	\$	17,093
3-19	Repayment of Developer Advance Principal (should agree with line 4-4)	\$	
3-20	Repayment of Developer Advance Interest	\$	
3-21	Contribution to pension plan (should agree to line 7-2)	\$	
3-22	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$	
3-23	Other (specify):	\$	
3-24	Miscellaneous	\$	146
3-25		\$	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURES	\$	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - STOP You may not use this form. Please use the "Application for Exemption from Audit - LONG FORM"

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?
If Yes, please attach a copy of the entity's Debt Repayment Schedule. | <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"/> |

	Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end
4-4 Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)				
General obligation bonds	\$ -	\$ -	\$ -	\$ -
Revenue bonds	\$ -	\$ -	\$ -	\$ -
Notes/Loans	\$ 599,504	\$ -	\$ 30,634	\$ 568,870
Leases	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 599,504	\$ -	\$ 30,634	\$ 568,870

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"/>
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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"/>
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If yes: What is the amount outstanding? \$

4-8	Does the entity have any lease agreements?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
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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?

What are the annual lease payments? \$

4-9	Does the entity have a certified MIN Levy?	<input type="checkbox"/>	<input checked="" type="checkbox"/>
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If yes: Please provide the following mills levied for the year reported:

	Bond Redemption			
	General/Other			
	TOTAL			

Please use this space to provide any explanations or comments:

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	\$ 17696	
5-2	Certificates of deposit	\$ -	
	Total Cash Deposits		\$ 17696
	Investments (if investment is a mutual fund, please list underlying investment(s): <i>Edward Jones</i>)	\$ 21741	
5-3		\$ -	
		\$ -	
		\$ -	
	Total Investments		\$ 21741
	Total Cash and Investments		\$ 39437

Please answer the following questions by marking in the appropriate boxes

- | | | Yes | No | N/A |
|-----|---|-------------------------------------|--------------------------|--------------------------|
| 5-4 | Are the entity's investments legal in accordance with Section 24-75-501, 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.)? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |

(If no, MUST use this space to provide any explanations:

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.

- 6-1 Does the entity have capital assets? Yes No
- 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: Yes No

6-3 Complete the following capital assets table:

	Balance - beginning of the year	Additions (Must be included in Part 3)	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Construction in Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain): <i>Accrual and Dam</i>	\$ 1379442	\$ -	\$ -	\$ 1379442
Accumulated Depreciation (Please enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 1379442	\$ -	\$ -	\$ 1379442

Please use this space to provide any explanations or comments:

PART 7 - PENSION INFORMATION

Please answer the following questions by marking in the appropriate boxes.

- 7-1 Does the entity have an "old hire" firemen's pension plan? Yes No
- 7-2 Does the entity have a volunteer firemen's pension plan? Yes No
- If yes: Who administers the plan?
- Indicate the contributions from:
- | | |
|----------------------------------|-------------|
| Tax (property, SO, 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 questions by marking in the appropriate boxes.

- 8-1 Did the entity file a budget with the Department of Local Affairs for the current year in accordance with Section 29-1-113 C.R.S.? Yes No N/A
- If no, MUST explain:
- 8-2 Did the entity pass an appropriations resolution, in accordance with Section 29-1-108 C.R.S.? If no, MUST explain: Yes No N/A

If yes: Please indicate the amount appropriated for each fund for the year reported:

Fund Name	Budgeted Expenditures
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PART 9 TAX-EXEMPT ORGANIZATION (TAB 9)
 Please answer the following question by marking in the appropriate box.
 9-1 Is this organization a corporation, partnership, trust, or other entity created under the laws of the United States or any state, territory, or possession of the United States, or the District of Columbia, or any foreign country? Yes No
 If no, MUST explain:

PART 10 GENERAL INFORMATION

- 10-1 Is this organization (or a closely related governmental entity)? Yes No
- 10-2 If yes, Date of formation: _____
- 10-3 Has the entity changed its status in the past or current year? Yes No
 If yes, please list the status change(s) and the date(s) of change.
- 10-4 Is the entity a metropolitan district? Yes No
- 10-5 Does the entity have an agreement with another governmental entity to provide services? Yes No
 If yes, list the name of the other governmental entity and the services provided.
- 10-6 Has the district filed a 1999-2000 Article 4 Special District Act in its State during the year? (Applicable to Title 32 special districts only, pursuant to Sections 35-4-105 (9.5) and 35-4-106 (9.5), R.S.A.) Yes No

If yes, Date Filed: _____ Please use this space to provide any explanations or comments:

PART 11 - 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 \$100,000 or less must have an application prepared by a person skilled in 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 1

Print Board Member's Name

I James A. Baller Jr., attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.

Signed James A. Baller Jr.

Date: 3/27/17

My term Expires: 1-30-2019

JAMES A. BALLER JR
Print Board Member's Name

Board Member 2

Print Board Member's Name

I Newell Geer, attest I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit.

Signed Newell Geer

Date: 3/27/2017

My term Expires: 1-30-2018

NEWELL GEER
Print Board Member's Name

Board Member 3

Print Board Member's Name

I Markus Funk, attest 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: 1-30-2020

MARKUS FUNK
Print Board Member's Name

Board Member 4

Print Board Member's Name

I _____, attest 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 5

Print Board Member's Name

I _____, attest 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 6

Print Board Member's Name

I _____, attest 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

Original Signatures
Verified by

Justin L. Smith



EXHIBIT F

Repayment Schedule Michigan River Water Conservancy District
 Once a Year Payment
 Principal \$1,103,200.00 Payment \$47,727.06
 Interest 3%
 Term 40 Years

Period	Principal	Payment	Interest	Principal Repayment
1	\$1,103,200.00	\$47,727.06	\$33,096.00	\$14,631.06
2	1,088,568.94	47,727.06	32,657.07	15,069.99
3	1,073,498.96	47,727.06	32,204.97	15,522.09
4	1,057,976.87	47,727.06	31,739.31	15,987.75
5	1,041,989.12	47,727.06	31,259.67	16,467.38
6	1,025,521.74	47,727.06	30,765.65	16,961.40
7	1,008,560.34	47,727.06	30,256.81	17,470.25
8	991,090.09	47,727.06	29,732.70	17,994.35
9	973,095.74	47,727.06	29,192.87	18,534.18
10	954,561.56	47,727.06	28,636.85	19,090.21
11	935,471.35	47,727.06	28,064.14	19,662.91
12	915,808.43	47,727.06	27,474.25	20,252.80
13	895,555.63	47,727.06	26,866.67	20,860.39
14	874,695.24	47,727.06	26,240.86	21,486.20
15	853,209.05	47,727.06	25,596.27	22,130.78
16	831,078.26	47,727.06	24,932.35	22,794.71
17	808,283.56	47,727.06	24,248.51	23,478.55
18	784,805.01	47,727.06	23,544.15	24,182.91
19	760,622.10	47,727.06	22,818.66	24,908.39 -09
20	735,713.71	47,727.06	22,071.41	25,655.64 -10
21	710,058.07	47,727.06	21,301.74	26,425.31 -11
22	683,632.75	47,727.06	20,508.98	27,218.07 -12
23	656,414.68	47,727.06	19,692.44	28,034.61 -13
24	628,380.06	47,727.06	18,851.40	28,875.65 -14
25	599,504.41	47,727.06	17,985.13	29,741.92 -15
26	569,762.49	47,727.06	17,092.87	30,634.18 -16
27	539,128.31	47,727.06	16,173.85	31,553.21
28	507,575.10	47,727.06	15,227.25	32,499.80
29	475,075.30	47,727.06	14,252.26	33,474.80
30	441,600.50	47,727.06	13,248.02	34,479.04
31	407,121.46	47,727.06	12,213.64	35,513.41
32	371,608.05	47,727.06	11,148.24	36,578.61
33	335,029.24	47,727.06	10,050.88	37,676.18
34	297,353.06	47,727.06	8,920.59	38,806.46
35	258,546.60	47,727.06	7,756.40	39,970.66
36	218,575.94	47,727.06	6,557.28	41,169.78
37	177,406.16	47,727.06	5,322.18	42,404.87
38	135,001.29	47,727.06	4,050.04	43,677.02
39	91,324.27	47,727.06	2,739.73	44,987.33
40	46,326.85	47,727.06	1,390.11	46,336.95

EXHIBIT F

RESOLUTION

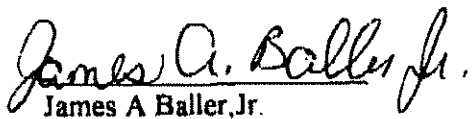
WHEREAS, Michigan River Conservancy District is entitled to apply for an exemption from audit requirements pursuant to C. R. S. 29-1-603 and 604; and

WHEREAS, said District wishes to avail itself of this statutory provision in order to avoid the cost and expense of an audit,

NOW THEREFORE, BE IT RESOLVED, that the board of directors of Michigan River Conservancy District are hereby authorized to sign and file the appropriate audit exemption documents with the office of the State Auditor.

BE IT FURTHER RESOLVED, that the Application for Exemption of Audit dated March 27, 2017, is approved and adopted by this Board.

Adopted this ^{27th} day of March, 2017.



James A Baller, Jr.
President