

# APPLICATION FOR EXEMPTION FROM AUDIT

## LONG FORM

NAME OF GOVERNMENT	Swans Nest Metropolitan District
ADDRESS	375 Revett Drive Breckenridge, CO 80424
CONTACT PERSON	Kenneth J Marchetti
PHONE	970.926.6060 Ext 3
EMAIL	Kathy@mwcpaa.com
FAX	970.926.6040

For the Year Ended  
12/31/2017  
or fiscal year ended:

### 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:	Kenneth J Marchetti
TITLE	Outside Accountant
FIRM NAME (if applicable)	Marchetti & Weaver LLC
ADDRESS	28 Second St, Suite 213: Edwards, CO 81632
PHONE	970.926.6060 ext 8
DATE PREPARED <small>(Must be Completed prior to Board approval)</small>	28-Jan-18
RELATIONSHIP TO ENTITY	Outside Accountant all major decisions are made by the Board of Directors.

#### 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), C.R.S.]

YES	NO	If Yes, date filed:
<input type="checkbox"/>	<input checked="" type="checkbox"/>	



## 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*	Debt Service Fund*		Water Fund*	Fund*	
<b>Assets</b>				<b>Assets</b>			
1-1	Cash & Cash Equivalents	\$ 153,405	\$ 50,623	Cash & Cash Equivalents	\$ 376,874	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
1-3	Receivables	\$ 29,331	\$ 175,999	Receivables	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
	All Other Assets (specify)			Other Current Assets	\$ -	\$ -	
1-5	Prepaid Insurance	\$ 5,588	\$ -				
1-6		\$ -	\$ -	<b>Total Current Assets</b>	\$ 376,874	\$ -	
1-7		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ 5,444,113	\$ -	
1-8		\$ -	\$ -	Other Long Term Assets (specify)	\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) <b>TOTAL ASSETS</b>	\$ 188,324	\$ 226,622	(add lines 1-1 through 1-10) <b>TOTAL ASSETS</b>	\$ 5,820,987	\$ -	
1-12	<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	\$ -	\$ -	<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	\$ -	\$ -	
1-13	<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	\$ 188,324	\$ 226,622	<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	\$ 5,820,987	\$ -	
<b>Liabilities</b>				<b>Liabilities</b>			
1-14	Accounts Payable	\$ 593	\$ -	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	<b>TOTAL CURRENT LIABILITIES</b>	\$ 593	\$ -	<b>TOTAL CURRENT LIABILITIES</b>	\$ -	\$ -	
1-20	All Other Liabilities (specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ 113,489	\$ -	
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) <b>TOTAL LIABILITIES</b>	\$ 593	\$ -	(add lines 1-19 through 1-27) <b>TOTAL LIABILITIES</b>	\$ 113,489	\$ -	
1-29	<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	\$ 29,490	\$ 176,938	<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	\$ -	\$ -	
<b>Fund Balance</b>				<b>Net Position</b>			
1-30	Nonspendable Prepaid	\$ 5,588	\$ -	Net Investment in Capital Assets	\$ 5,330,624	\$ -	
1-31	Nonspendable Inventory	\$ -	\$ -				
1-32	Restricted (specify): TABOR	\$ 909	\$ -	Emergency Reserves	\$ -	\$ -	
1-33	Committed: (specify)	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-34	Assigned (specify) debt service	\$ -	\$ 49,684	Restricted	\$ -	\$ -	
1-35	Unassigned:	\$ 151,744	\$ -	Undesignated/Unreserved/Unrestricted	\$ 376,874	\$ -	
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 <b>TOTAL FUND BALANCE</b>	\$ 158,241	\$ 49,684	Add lines 1-30 through 1-35 This total should be the same as line 3-33 <b>TOTAL NET POSITION</b>	\$ 5,707,498	\$ -	
1-37	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 <b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE</b>	\$ 188,324	\$ 226,622	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 <b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION</b>	\$ 5,820,987	\$ -	

## PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		
		General Fund*	Debt Service Fund*		Water Fund*	Fund*	
<b>Tax Revenue</b>				<b>Tax Revenue</b>			
2-1	Property	\$ 27,945	\$ 167,671	Property	\$ -	\$ -	Please use this space to provide explanation of any items on this page
2-2	Specific Ownership	\$ 1,654	\$ 10,035	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	<b>Add lines 2-1 through 2-7 TOTAL TAX REVENUE</b>	<b>\$ 29,599</b>	<b>\$ 177,706</b>	<b>Add lines 2-1 through 2-7 TOTAL TAX REVENUE</b>	<b>\$ -</b>	<b>\$ -</b>	
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)	\$ 590	\$ -	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	\$ 99,450	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ 62	\$ 221	Interest/Investment Income	\$ -	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-21	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
2-22	All Other (specify):	\$ -	\$ -	All Other (specify):	\$ -	\$ -	
2-23	Misc Insurance Reimbursement	\$ 44	\$ -		\$ -	\$ -	
2-24	<b>Add lines 2-8 through 2-23 TOTAL REVENUES</b>	<b>\$ 30,295</b>	<b>\$ 177,927</b>	<b>Add lines 2-8 through 2-23 TOTAL REVENUES</b>	<b>\$ 99,450</b>	<b>\$ -</b>	
<b>Other Financing Sources</b>				<b>Other Financing Sources</b>			
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	<b>Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES</b>	<b>\$ -</b>	<b>\$ -</b>	<b>Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES</b>	<b>\$ -</b>	<b>\$ -</b>	
2-29	<b>Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<b>\$ 30,295</b>	<b>\$ 177,927</b>	<b>Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	<b>\$ 99,450</b>	<b>\$ -</b>	<b>\$ 307,672</b>

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

		Governmental Funds				Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
Line #	Description	Fund*	Fund*	Description	Fund*	Fund*		
	<b>Expenditures</b>			<b>Expenditures</b>				
3-1	General Government	\$ 4,083	\$ 12,524	General Operating & Administrative	\$ 4,086	\$ -		
3-2	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -		
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -		
3-4	Fire	\$ -	\$ -	Contract Services	\$ 15,778	\$ -		
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -		
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ -	\$ -		
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ -	\$ -		
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ 623	\$ -		
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ -	\$ -		
3-10	Other (specify):	\$ -	\$ -	Utilities	\$ 4,902	\$ -		
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	\$ -	\$ 100,000	Principal	\$ 45,545	\$ -		
3-16	Interest	\$ -	\$ 28,077	Interest	\$ 4,235	\$ -		
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	<b>Add lines 3-1 through 3-21 TOTAL EXPENDITURES</b>	\$ 4,083	\$ 140,601	<b>Add lines 3-1 through 3-21 TOTAL EXPENDITURES</b>	\$ 75,169	\$ -	<b>\$ 219,853</b>	
3-23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In)	\$ (49,780)	\$ -		
3-24	Interfund Transfers Out	\$ -	\$ (49,780)	Net Interfund Transfers Out	\$ -	\$ -		
3-25	Other Expenditures (Revenues):	\$ -	\$ -	Depreciation	\$ 40,397	\$ -		
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)	\$ 45,545	\$ -		
3-29	<b>(Add lines 3-23 through 3-28) TOTAL TRANSFERS AND OTHER EXPENDITURES</b>	\$ -	\$ (49,780)	<b>(Line 3-26, plus line 3-27, less line 3-24, less line 3-25) TOTAL GAAP RECONCILING ITEMS</b>	\$ 5,148	\$ -		
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	\$ 26,212	\$ (12,454)	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	\$ 79,210	\$ -		
3-31	Fund Balance, January 1 from December 31 prior year report	\$ 132,030	\$ 62,138	Net Position, January 1 from December 31 prior year report	\$ 5,628,288	\$ -		
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.	\$ 158,241	\$ 49,684	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	\$ 5,707,498	\$ -		

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)			
	<b>Outstanding at beginning of year*</b>	<b>Issued during year</b>	<b>Retired during year</b>
General obligation bonds	\$ 1,045,000	\$ -	\$ 100,000
Revenue bonds	\$ -	\$ -	\$ -
Notes/Loans	\$ 159,034	\$ -	\$ 45,545
Leases	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ 1,204,034</b>	<b>\$ -</b>	<b>\$ 145,545</b>
			<b>\$ 1,058,489</b>

\*must agree to prior year ending balance

Please answer the following questions by marking the appropriate boxes.		YES	NO
4-5 Does the entity have any authorized, but unissued, debt?		<input checked="" type="checkbox"/>	<input type="checkbox"/>
If yes: How much?	\$ 820,000		
If yes: Date the debt was authorized:	11/1/1995		
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 <u>mills</u> levied for the year reported (do not enter \$ amounts):			
	Bond Redemption	30.00	
	General/Other	5.00	
	<b>TOTAL</b>	<b>35.00</b>	

## 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	\$ 580,902	
5-2 Certificates of deposit	\$ -	
<b>TOTAL CASH DEPOSITS</b>		<b>\$ 580,902</b>
Investments (if investment is a mutual fund, please list underlying investments):		
	\$ -	
	\$ -	
5-3	\$ -	
	\$ -	
<b>TOTAL INVESTMENTS</b>		<b>\$ -</b>
<b>TOTAL CASH AND INVESTMENTS</b>		<b>\$ 580,902</b>

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"/>	
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"/>	

## 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?  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 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 (explain): Water rights	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

**6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:**

	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
Land	\$ 3,761,750	\$ -	\$ -	\$ 3,761,750
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ 2,013,842	\$ -	\$ -	\$ 2,013,842
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain): Water rights	\$ 287,827	\$ -	\$ -	\$ 287,827
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (578,909)	\$ (40,397)	\$ -	\$ (619,306)
<b>TOTAL</b>	<b>\$ 5,484,510</b>	<b>\$ (40,397)</b>	<b>\$ -</b>	<b>\$ 5,444,113</b>

\*must agree to prior year ending balance

## 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?  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.):		
<b>TOTAL</b>		
What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?		

## 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																	
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr style="background-color: #cccccc;"> <th style="text-align: left; padding: 5px;">Fund Name</th> <th style="text-align: right; padding: 5px;">Budgeted Expenditures</th> </tr> </thead> <tbody> <tr> <td style="padding: 5px;">General</td> <td style="text-align: right; padding: 5px;">\$ 9,891</td> </tr> <tr> <td style="padding: 5px;">Debt Service</td> <td style="text-align: right; padding: 5px;">\$ 198,673</td> </tr> <tr> <td style="padding: 5px;">Water</td> <td style="text-align: right; padding: 5px;">\$ 96,273</td> </tr> <tr> <td style="padding: 5px;"></td> <td style="text-align: right; padding: 5px;">\$ -</td> </tr> </tbody> </table>		Fund Name	Budgeted Expenditures	General	\$ 9,891	Debt Service	\$ 198,673	Water	\$ 96,273		\$ -						
Fund Name	Budgeted Expenditures																
General	\$ 9,891																
Debt Service	\$ 198,673																
Water	\$ 96,273																
	\$ -																

## 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)]? 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.	<input checked="" type="checkbox"/>	<input type="checkbox"/>		

## 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? If yes: Date of formation: <input style="width: 150px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
10-2	Has the entity changed its name in the past or current year? If Yes: NEW name <input style="width: 300px;" type="text"/> PRIOR name <input style="width: 300px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>		
10-3	Is the entity a metropolitan district?	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
10-4	Please indicate what services the entity provides: <input style="width: 400px;" type="text" value="The ownership and operations of a domestic water supply system and related activities, services &amp; facilities"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		
10-5	Does the entity have an agreement with another government to provide services? If yes: List the name of the other governmental entity and the services provided: <input style="width: 400px;" type="text" value="CO Special District Prop &amp; Liability Pool - Insurance"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>		




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	\$ 580,902	Unrestricted Fund Balan	\$ 151,744	Total Tax Revenue	\$ 207,305	
Current Liabilities	\$ 593	Total Fund Balance	\$ 158,241	Revenue Paying Debt Service	\$ 177,927	
Deferred Inflow	\$ 206,428	PY Fund Balance	\$ 132,030	Total Revenue	\$ 208,222	
		Total Revenue	\$ 30,295	Total Debt Service Principal	\$ 100,000	
		Total Expenditures	\$ 4,083	Total Debt Service Interest	\$ 28,077	
		Interfund In	\$ -			
		Interfund Out	\$ -	<b>Enterprise Funds</b>		
Total Cash & Investments	\$ 204,028	<b>Proprietary</b>		Net Position	\$ 5,707,498	
Transfers In	\$ -	Current Assets	\$ 376,874	PY Net Position	\$ 5,628,288	
Transfers Out	\$ (49,780)	Deferred Outflow	\$ -	<b>Government-Wide</b>		
Property Tax	\$ 195,616	Current Liabilities	\$ -	Total Outstanding Debt	\$ 1,058,489	
Debt Service Principal	\$ 100,000	Deferred Inflow	\$ -	Authorized but Unissued	\$ 820,000	
Total Expenditures	\$ 144,684	Cash & Investments	\$ 376,874	Year Authorized	\$ 35,004	
Total Developer Advances	\$ -	Principal Expense	\$ 45,545			
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 29-1-504, 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 1	Print Board Member's Name  Robert S. Carlson	I, <u>Robert S. Carlson</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 _____ Date: <u>1/23/2018</u> My term Expires: <u>2018</u>
Board Member 2	Print Board Member's Name  Alan Wickert	I, <u>Alan Wickert</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 _____ Date: <u>1/23/2018</u> My term Expires: <u>2020</u>
Board Member 3	Print Board Member's Name  Denise Staszel	I, <u>Denise Staszel</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 _____ Date: <u>1/29/2018</u> My term Expires: <u>2018</u>
Board Member 4	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: _____
Board Member 5	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: _____
Board Member 6	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: _____
Board Member 7	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: _____

**RESOLUTION FOR EXEMPTION FROM AUDIT**

(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2017 FOR SWANS NEST METROPOLITAN DISTRICT, STATE OF COLORADO.

WHEREAS, the Board of Directors of Swan's Nest Metropolitan 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 seven hundred fifty 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 Swan's Nest Metropolitan District exceeded \$750,000 for fiscal year 2017; and

WHEREAS, an application for exemption from audit for Swan's Nest Metropolitan District has been prepared by Marchetti & Weaver LLC, an independent accountant with knowledge of government accounting; and

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

NOW THEREFORE, be it resolved by the Board of Directors of Swan's Nest Metropolitan District for the fiscal year ended December 31, 2017, has been reviewed and is hereby approved by a majority the Board of Directors of Swan's Nest Metropolitan District; that those members of the Board of Directors 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 Swan's Nest Metropolitan District for the fiscal year ended December 31, 2017.

ADOPTED THIS 9<sup>th</sup> day of SEPTEMBER, A.D. 2018

Swans Nest Metropolitan District

By: Robert S. Carlson

By: \_\_\_\_\_

By: Luise Seno

By: \_\_\_\_\_

**Interest Rate Mode  
And Repayment  
Schedule:**

The rate shall be fixed at the rates shown in the following table upon the execution and delivery of this Commitment Letter by the Issuer no later than October 29, 2012. The repayment schedule shall be:

Maturity Date	Principal	Interest Rate
12/15/2013	90,000	1.8120%
12/15/2014	95,000	1.9220%
12/15/2015	95,000	2.0320%
12/15/2016	95,000	2.1420%
12/15/2017	100,000	2.2520%
12/15/2018	105,000	2.3620%
12/15/2019	105,000	2.4720%
12/15/2020	110,000	2.5350%
12/15/2021	115,000	2.6450%
12/15/2022	120,000	2.7550%
12/15/2023	125,000	2.8650%
12/15/2024	130,000	2.9750%
12/15/2025	135,000	3.0850%
<b>Total</b>	<u>1,420,000</u>	

**Closing Date:** Closing shall not be later than December 17, 2012.

**Fees and Expenses:** No Up-Front or Commitment Fee shall be charged for this transaction.

The Purchaser expects to be reimbursed for fees and expenses related to the transaction, including but not limited to documentation review by outside counsel (if necessary), etc. Upon acceptance of this commitment, any actual fees incurred by the Purchaser shall be reimbursed by the Issuer as a current budget expense.

**Conditions Precedent  
To Closing:**

Receipt of legal opinions from Special Tax and General Counsel in a form acceptable to the Purchaser.

Completion of documentation negotiations satisfactory to Purchaser as well as receipt of executed original copies of all

**COLORADO WATER CONSERVATION BOARD**

**LOAN REPAYMENT SCHEDULE**

<b>Borrower</b>	<b>Swan's Nest Metropolitan District</b>
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<b>Loan Contract Number</b>	<b>C150312</b>
<b>Principal</b>	<b>\$151,500.00</b>
<b>Interest Rate</b>	<b>4.75%</b>
<b>Frequency</b>	<b>Annual</b>
<b>Term (In Years)</b>	<b>20</b>
<b>First Payment Due</b>	<b>December 1, 2011</b>
<b>Payment Amount</b>	<b>\$11,900.40</b>

<b>Loan Payment No.</b>	<b>Annual Payment Due Date</b>	<b>Annual Payment Amount</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal BALANCE</b>
					\$ 151,500.00
1	1-Dec-11	\$11,900.40	\$ 4,704.15	\$ 7,196.25	\$ 146,795.85
2	1-Dec-12	\$11,900.40	\$ 4,927.60	\$ 6,972.80	\$ 141,868.25
3	1-Dec-13	\$11,900.40	\$ 5,161.66	\$ 6,738.74	\$ 136,706.59
4	1-Dec-14	\$11,900.40	\$ 5,406.84	\$ 6,493.56	\$ 131,299.75
5	1-Dec-15	\$11,900.40	\$ 5,663.66	\$ 6,236.74	\$ 125,636.09
6	1-Dec-16	\$11,900.40	\$ 5,932.69	\$ 5,967.71	\$ 119,703.40
7	1-Dec-17	\$11,900.40	\$ 6,214.49	\$ 5,685.91	\$ 113,488.91
8	1-Dec-18	\$11,900.40	\$ 6,509.68	\$ 5,390.72	\$ 106,979.23
9	1-Dec-19	\$11,900.40	\$ 6,818.89	\$ 5,081.51	\$ 100,160.34
10	1-Dec-20	\$11,900.40	\$ 7,142.78	\$ 4,757.62	\$ 93,017.56
11	1-Dec-21	\$11,900.40	\$ 7,482.07	\$ 4,418.33	\$ 85,535.49
12	1-Dec-22	\$11,900.40	\$ 7,837.46	\$ 4,062.94	\$ 77,698.03
13	1-Dec-23	\$11,900.40	\$ 8,209.74	\$ 3,690.66	\$ 69,488.29
14	1-Dec-24	\$11,900.40	\$ 8,599.71	\$ 3,300.69	\$ 60,888.58
15	1-Dec-25	\$11,900.40	\$ 9,008.19	\$ 2,892.21	\$ 51,880.39
16	1-Dec-26	\$11,900.40	\$ 9,436.08	\$ 2,464.32	\$ 42,444.31
17	1-Dec-27	\$11,900.40	\$ 9,884.30	\$ 2,016.10	\$ 32,560.01
18	1-Dec-28	\$11,900.40	\$ 10,353.80	\$ 1,546.60	\$ 22,206.21
19	1-Dec-29	\$11,900.40	\$ 10,845.61	\$ 1,054.79	\$ 11,360.60
20	1-Dec-30	\$11,900.23	\$ 11,360.60	\$ 539.63	\$ -
<b>TOTALS</b>		\$238,007.83	\$151,500.00	\$86,507.83	\$0.00