

# APPLICATION FOR EXEMPTION FROM AUDIT

## SHORT FORM

2622-00

NAME OF GOVERNMENT ADDRESS

Marks Butte Groundwater Management District  
501 Main Street  
Wray, CO 80758

For the Year Ended  
12/31/17  
or fiscal year ended:

CONTACT PERSON  
PHONE  
EMAIL  
FAX

John Willard  
(970) 332-5800  
yourcpa@premier-accounting.net  
(970) 797-1537

### 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)

John R. Willard  
CPA  
Premier Accounting Services, LLC  
501 Main Street, Wray, CO 80758  
(970) 332-5800  
3/23/2018

PREPARER (SIGNATURE REQUIRED)

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

GOVERNMENTAL  
(MODIFIED ACCRUAL BASIS)

PROPRIETARY  
(CASH OR BUDGETARY BASIS)

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# RECEIVED

Office of the State Auditor

March 30, 2018

## 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	<b>Taxes: Property</b>	\$	
2-2	<b>Specific ownership</b>	\$	9,528
2-3	<b>Sales and use</b>	\$	-
2-4	<b>Other (specify):</b>	\$	-
2-5	<b>Licenses and permits</b>	\$	-
2-6	<b>Intergovernmental: Grants</b>	\$	-
2-7	<b>Conservation Trust Funds (Lottery)</b>	\$	-
2-8	<b>Highway Users Tax Funds (HUTF)</b>	\$	-
2-9	<b>Other (specify):</b>	\$	-
2-10	<b>Charges for services</b>	\$	850
2-11	<b>Fines and forfeits</b>	\$	-
2-12	<b>Special assessments</b>	\$	9,550
2-13	<b>Investment income</b>	\$	350
2-14	<b>Charges for utility services</b>	\$	874
2-15	<b>Debt proceeds</b> (should agree with line 4-4, column 2)	\$	-
2-16	<b>Lease proceeds</b>	\$	-
2-17	<b>Developer Advances received</b> (should agree with line 4-4)	\$	-
2-18	<b>Proceeds from sale of capital assets</b>	\$	-
2-19	<b>Fire and police pension</b>	\$	-
2-20	<b>Donations</b>	\$	-
2-21	<b>Other (specify):</b>	\$	-
2-22		\$	-
2-23		\$	-
2-24	(add lines 2-1 through 2-23) <b>TOTAL REVENUE</b>	\$	18,192

## 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	<b>Administrative</b>	\$	-
3-2	<b>Salaries</b>	\$	4,989
3-3	<b>Payroll taxes</b>	\$	382
3-4	<b>Contract services</b>	\$	-
3-5	<b>Employee benefits</b>	\$	735
3-6	<b>Insurance</b>	\$	1,337
3-7	<b>Accounting and legal fees</b>	\$	3,868
3-8	<b>Repair and maintenance</b>	\$	608
3-9	<b>Supplies</b>	\$	329
3-10	<b>Utilities and telephone</b>	\$	1,265
3-11	<b>Fire/Police</b>	\$	-
3-12	<b>Streets and highways</b>	\$	-
3-13	<b>Public health</b>	\$	-
3-14	<b>Culture and recreation</b>	\$	-
3-15	<b>Utility operations</b>	\$	-
3-16	<b>Capital outlay</b>	\$	-
3-17	<b>Debt service principal</b> (should agree with Part 4)	\$	-
3-18	<b>Debt service interest</b>	\$	-
3-19	<b>Repayment of Developer Advance Principal</b> (should agree with line 4-4)	\$	-
3-20	<b>Repayment of Developer Advance Interest</b>	\$	-
3-21	<b>Contribution to pension plan</b> (should agree to line 7-2)	\$	-
3-22	<b>Contribution to Fire &amp; Police Pension Assoc.</b> (should agree to line 7-2)	\$	-
3-23	<b>Other (specify):</b>	\$	-
3-24	<b>Miscellaneous Fees</b>	\$	3,184
3-25	<b>Rent</b>	\$	2,170
3-26	(add lines 3-1 through 3-24) <b>TOTAL EXPENDITURES</b>	\$	18,965

If TOTAL REVENUE (line 2-24) or TOTAL EXPENDITURES (line 3-26) are GREATER than \$100,000 - STOP. You may not file this form. Please use the Application for Expenditure from a Bonding Firm.

## PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

<b>4-1</b>	<b>Does the entity have outstanding debt?</b>	Yes <input type="checkbox"/>	No <input checked="" type="checkbox"/>
	<b>If Yes, please attach a copy of the entity's Debt Repayment Schedule.</b>		
<b>4-2</b>	<b>Is the debt repayment schedule attached? if no, MUST explain:</b>	<input type="checkbox"/>	<input type="checkbox"/>
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>		
<b>4-3</b>	<b>Is the entity current in its debt service payments? if no, MUST explain:</b>	<input type="checkbox"/>	<input type="checkbox"/>
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>		
<b>4-4</b>	Please complete the following debt schedule, if applicable (please only include principal amounts) (enter all amount as positive numbers)		
	Outstanding at end of prior year	Issued during year	Retired during year
	Outstanding at year-end		
	<b>General obligation bonds</b>	\$ -	\$ -
	<b>Revenue bonds</b>	\$ -	\$ -
	<b>Notes/Loans</b>	\$ -	\$ -
	<b>Leases</b>	\$ -	\$ -
	<b>Developer Advances</b>	\$ -	\$ -
	<b>Other (specify):</b>	\$ -	\$ -
	<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>

\*must tie to prior year ending balance

Please answer the following questions by marking the appropriate boxes.		Yes	No
<b>4-5</b>	<b>Does the entity have any authorized, but unissued, debt?</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	<b>How much?</b>		
	<div style="border: 1px solid black; padding: 2px;">\$ -</div>		
	<b>Date the debt was authorized:</b>		
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>		
<b>4-6</b>	<b>Does the entity intend to issue debt within the next calendar year?</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	<b>How much?</b>		
	<div style="border: 1px solid black; padding: 2px;">\$ -</div>		
<b>4-7</b>	<b>Does the entity have debt that has been refinanced that it is still responsible for?</b>	<input type="checkbox"/>	<input checked="" type="checkbox"/>
If yes:	<b>What is the amount outstanding?</b>		
	<div style="border: 1px solid black; padding: 2px;">\$ -</div>		
<b>4-8</b>	<b>Does the entity have any lease agreements?</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
If yes:	<b>What is being leased?</b>		
	<div style="border: 1px solid black; padding: 2px; text-align: center;">Office &amp; Pickup</div>		
	<b>What is the original date of the lease?</b>		
	<div style="border: 1px solid black; padding: 2px; text-align: center;">1/1/2017</div>		
	<b>Number of years of lease?</b>		
	<div style="border: 1px solid black; padding: 2px; text-align: center;">1</div>		
	<b>Is the lease subject to annual appropriation?</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
	<b>What are the annual lease payments?</b>		
	<div style="border: 1px solid black; padding: 2px;">\$ 2,170.00</div>		
<b>4-9</b>	<b>Does the entity have a certified Mill Levy?</b>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
If yes:	<b>Please provide the following mills levied for the year reported (do not report \$ amounts):</b>		
	<b>Bond Redemption</b>		-
	<b>General/Other</b>		0.32
	<b>TOTAL</b>		0.32

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
<b>5-1</b>	<b>YEAR-END Total of ALL Checking and Savings Accounts</b>	\$ 26,329	
<b>5-2</b>	<b>Certificates of deposit</b>	\$ 68,497	
	<b>Total Cash Deposits</b>		\$ 94,825
	Investments (if investment is a mutual fund, please list underlying investments):		
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>	\$ -	
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>	\$ -	
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>	\$ -	
	<div style="border: 1px solid black; height: 20px; width: 100%;"></div>	\$ -	
	<b>Total Investments</b>		\$ -
	<b>Total Cash and Investments</b>		<b>\$ 94,825</b>

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

<b>5-4</b>	<b>Are the entity's investments legal in accordance with Section 24-75-601, et seq., C.R.S.?</b>	Yes <input type="checkbox"/>	No <input type="checkbox"/>	N/A <input type="checkbox"/>
<b>5-5</b>	<b>Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)?</b>	<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	\$ 267	\$ -	\$ -	\$ 267
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Construction in Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Please enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ 267</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 267</b>

\*must tie to prior year ending balance

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?

	\$ -
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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:

General Fund	\$ 107,168

### PART 9 - TAXPAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box.

**9-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?**

Yes  No

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.

If no, MUST explain:

### PART 10 - GENERAL INFORMATION

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

**10-1 Is this application for a newly formed governmental entity?**  
If yes: Date of formation:

Yes  No

**10-2 Has the entity changed its name in the past or current year?**  
If yes: Please list the NEW name & PRIOR name:

Yes  No

**10-3 Is the entity a metropolitan district?**  
Please indicate what services the entity provides:

Yes  No

**10-4 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:

Yes  No

**10-5 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.]**  
If yes: Date Filed:

Yes  No

Please use this space to provide any explanations or comments:

# 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 THE **Marks Butte GWMD**, STATE OF COLORADO.

WHEREAS, the **Board of Directors of the Marks Butte GWMD** 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 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


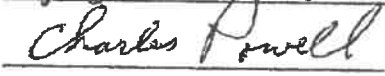


WHEREAS, neither revenue nor expenditures for the **Marks Butte GWMD** exceeded \$100,000 for Fiscal Year 2017; and

WHEREAS, an application for exemption from audit for the **Marks Butte GWMD** has been prepared by **John R. Willard**, a person skilled in 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 by the **Board of Directors of the Marks Butte GWMD** that the application for exemption from audit for the **Marks Butte GWMD** for the Fiscal Year ended December, 2017, has been personally reviewed and is hereby approved by a majority of the **Board of Directors of the Marks Butte GWMD**; 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 **Marks Butte GWMD** for the fiscal year ended December, 2017.

ADOPTED THIS 27th day of March, 2018

Printed Name of Director	Date Term Expires	Signature
Gilbert Anderson	2020	
Charles Powell	2022	
Eugene Bauerle	2022	
David Schram	2020	
Joe Kinnie	2022	N/A