

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT ADDRESS	East Otero Conservation District 200 South 10th Street Rocky Ford, CO 81067	For the Year Ended 12/31/17 or fiscal year ended:
CONTACT PERSON	Nancy Aschermann	
PHONE	719-254-7883	
EMAIL	rockyfordcd@gmail.com	
FAX		

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:	Nancy Aschermann
TITLE	District Manager
FIRM NAME (if applicable)	
ADDRESS	200 South 10th Street, Rocky Ford, CO 81067
PHONE	719-254-7883
DATE PREPARED (Must be prepared prior to Board approval)	1-Mar-18

PREPARER (SIGNATURE REQUIRED)



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	GOVERNMENTAL <small>(MODIFIED ACCRUAL BASIS)</small>	PROPRIETARY <small>(CASH OR BUDGETARY BASIS)</small>
	<input checked="" type="checkbox"/>	<input type="checkbox"/>

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RECEIVED

Office of the State Auditor

March 8, 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	Taxes: Property	\$ -	
2-2	Specific ownership	\$ -	
2-3	Sales and use	\$ -	
2-4	Other (specify):	\$ -	
2-5	Licenses and permits	\$ -	Three districts work together to hire employees. Line 2-6 is 1/3 of the DCT Grant income. Two districts work together to purchase and rent the Service Center Building. Line 2-16 is 1/2 of the income received.
2-6	Intergovernmental: Grants	\$ 13,245	
2-7	Conservation Trust Funds (Lottery)		
2-8	Highway Users Tax Funds (HUTF)	\$ -	
2-9	Other (specify):	\$ 10,862	
2-10	Charges for services		
2-11	Fines and forfeits	\$ -	
2-12	Special assessments	\$ -	
2-13	Investment income	\$ 248	
2-14	Charges for utility services	\$ -	
2-15	Debt proceeds (should agree with line 4-4, column 2)	\$ -	
2-16	Lease proceeds	\$ 47,221	
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	\$ 450	
2-21	Other (specify):	\$ -	
2-22	Rental	\$ 2,700	
2-23		\$ -	
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE	\$ 74,726	

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	\$ -	
3-2	Salaries	\$ 15,142	
3-3	Payroll taxes	\$ 1,108	
3-4	Contract services	\$ -	
3-5	Employee benefits	\$ -	See note in income. Line 3-2 and 3-3 represent 1/3 of the expenses for employees. Line 3-6, 3-8, 3-9, 3-10, 3-17, 3-18 represent 1/2 of building expenses.
3-6	Insurance	\$ 1,745	
3-7	Accounting and legal fees	\$ -	
3-8	Repair and maintenance	\$ 6,010	
3-9	Supplies	\$ 581	
3-10	Utilities and telephone	\$ 2,289	
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)	\$ 19,914	
3-18	Debt service interest	\$ 738	
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		\$ -	
3-25		\$ -	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENDITURES	\$ 47,527	

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: <div style="border: 1px solid black; height: 20px; width: 100%; margin-top: 5px;"></div>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
4-3	Is the entity current in its debt service payments? If no, MUST explain: <div style="border: 1px solid black; height: 20px; width: 100%; margin-top: 5px;"></div>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
4-4	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
	General obligation bonds	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -
	Notes/Loans	\$ 38,611	\$ -	\$ 19,914
	Leases	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -
	TOTAL	\$ 38,611	\$ -	\$ 19,914

*must tie to prior year ending balance

		Yes	No
4-5	Does the entity have any authorized, but unissued, debt? If yes: How much? \$ -	<input type="checkbox"/>	<input checked="" type="checkbox"/>
	Date the debt was authorized: <div style="border: 1px solid black; height: 20px; width: 100%; margin-top: 5px;"></div>		
4-6	Does the entity intend to issue debt within the next calendar year? If yes: How much? \$ -	<input type="checkbox"/>	<input checked="" type="checkbox"/>
4-7	Does the entity have debt that has been refinanced that it is still responsible for? If yes: What is the amount outstanding? \$ 18,697.00	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4-8	Does the entity have any lease agreements? 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? \$ 22,800.05	<input checked="" type="checkbox"/>	<input type="checkbox"/>
4-9	Does the entity have a certified Mill Levy? If yes: Please provide the following mills levied for the year reported (do not report \$ amounts):	<input type="checkbox"/>	<input checked="" type="checkbox"/>
	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	\$ 48,132	
5-2	Certificates of deposit	\$ 41,980	
	Total Cash Deposits		\$ 90,113
	Investments (if investment is a mutual fund, please list underlying investments):		
5-3		\$ -	
		\$ -	
		\$ -	
		\$ -	
	Total Investments		\$ -
	Total Cash and Investments		\$ 90,113

		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.)?	<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.

- | | | Yes | No |
|-----|---|-------------------------------------|--------------------------|
| 6-1 | Does the entity have capital 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:

	Balance - beginning of the year*	Additions (Must be included in Part 3)	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ 130,397	\$ -	\$ 4,209	\$ 126,188
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Please enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 130,397	\$ -	\$ 4,209	\$ 126,188

*must tie to prior year ending balance

Please use this space to provide any explanations or comments:

Purchase value was \$328,135. Commercial Propoerty has a 39 year useful life. Thus the building depreciates at \$8418 for eight years for a value of \$260,791. Divide that by 1/2 since two conservation districts own the building which makes a capital asset of \$130,396. Half of the depreciation is \$4209.

PART 7 - PENSION INFORMATION

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

- | | | 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, 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.

- | | | Yes | No | N/A |
|-----|--|-------------------------------------|--------------------------|--------------------------|
| 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.? | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
- 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: | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
|-----|--|-------------------------------------|--------------------------|--------------------------|

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

EOCD	\$ 42,200

PART 9 - TAXPAYER'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)]?

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.

Yes

No

- 10-1** Is this application for a newly formed governmental entity?
 If yes: Date of formation:
- 10-2** Has the entity changed its name in the past or current year?
 If yes: Please list the NEW name & PRIOR name:
- 10-3** Is the entity a metropolitan district?
 Please indicate what services the entity provides:
- 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:
- 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:

Please use this space to provide any explanations or comments:

PART 11 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box		YES	NO
12-1	If you plan to submit this form electronically, have you read the new Electronic Signature Policy?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

Office of the State Auditor — Local Government Division - Exemption Form Electronic Signatures Policy and Procedure

Policy - Requirements

The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as DocuSign or Echosign. Required elements and safeguards are as follows:

- The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.
- The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.
- Office of the State Auditor staff will not coordinate obtaining signatures.

The application for exemption from audit form created by our office includes a section for governing body approval. Local governing boards note their approval and submit the application through one of the following three methods:

- 1) Submit the application in hard copy via the US Mail including original signatures.
- 2) Submit the application electronically via email and either,
 - a. Include a copy of an adopted resolution that documents formal approval by the Board, **or**
 - b. Include electronic signatures obtained through a software program such as DocuSign or Echosign in accordance with the requirements noted above.

Amortization Schedule

Customer Name

Principal \$ 100,000.00
 Interest Rate 2.500%
 Term in years 2.5
 Payments per year 12
 Total number of payments 30
 Payment Amount \$3,442.05

Amortized Totals
 Principal Paid \$100,000.00
 Interest Paid \$ 3,261.65
 Principal 1st year if monthly pmt \$39,252.40
 Interest 1st year if monthly pmt \$2,052.26

Payment Number	Payment		Principal Balance	Payment Number	Payment		Principal Balance
	Principal	Interest			Principal	Interest	
1	\$ 3,233.72	\$ 208.33	\$ 96,766.28	40	\$ -	\$ -	\$ -
2	\$ 3,240.46	\$ 201.60	\$ 93,525.82	41	\$ -	\$ -	\$ -
3	\$ 3,247.21	\$ 194.85	\$ 90,278.61	42	\$ -	\$ -	\$ -
4	\$ 3,253.97	\$ 188.08	\$ 87,024.64	43	\$ -	\$ -	\$ -
5	\$ 3,260.75	\$ 181.30	\$ 83,763.88	44	\$ -	\$ -	\$ -
6	\$ 3,267.55	\$ 174.51	\$ 80,496.34	45	\$ -	\$ -	\$ -
7	\$ 3,274.35	\$ 167.70	\$ 77,221.98	46	\$ -	\$ -	\$ -
8	\$ 3,281.18	\$ 160.88	\$ 73,940.81	47	\$ -	\$ -	\$ -
9	\$ 3,288.01	\$ 154.04	\$ 70,652.79	48	\$ -	\$ -	\$ -
10	\$ 3,294.86	\$ 147.19	\$ 67,357.93	49	\$ -	\$ -	\$ -
11	\$ 3,301.73	\$ 140.33	\$ 64,056.21	50	\$ -	\$ -	\$ -
12	\$ 3,308.60	\$ 133.45	\$ 60,747.60	51	\$ -	\$ -	\$ -
13	\$ 3,315.50	\$ 126.56	\$ 57,432.10	52	\$ -	\$ -	\$ -
14	\$ 3,322.40	\$ 119.65	\$ 54,109.70	53	\$ -	\$ -	\$ -
15	\$ 3,329.33	\$ 112.73	\$ 50,780.37	54	\$ -	\$ -	\$ -
16	\$ 3,336.26	\$ 105.79	\$ 47,444.11	55	\$ -	\$ -	\$ -
17	\$ 3,343.21	\$ 98.84	\$ 44,100.90	56	\$ -	\$ -	\$ -
18	\$ 3,350.18	\$ 91.88	\$ 40,750.72	57	\$ -	\$ -	\$ -
19	\$ 3,357.16	\$ 84.90	\$ 37,393.56	58	\$ -	\$ -	\$ -
20	\$ 3,364.15	\$ 77.90	\$ 34,029.41	59	\$ -	\$ -	\$ -
21	\$ 3,371.16	\$ 70.89	\$ 30,658.25	60	\$ -	\$ -	\$ -
22	\$ 3,378.18	\$ 63.87	\$ 27,280.07	61	\$ -	\$ -	\$ -
23	\$ 3,385.22	\$ 56.83	\$ 23,894.85	62	\$ -	\$ -	\$ -
24	\$ 3,392.27	\$ 49.78	\$ 20,502.57	63	\$ -	\$ -	\$ -
25	\$ 3,399.34	\$ 42.71	\$ 17,103.23	64	\$ -	\$ -	\$ -
26	\$ 3,406.42	\$ 35.63	\$ 13,696.81	65	\$ -	\$ -	\$ -
27	\$ 3,413.52	\$ 28.54	\$ 10,283.29	66	\$ -	\$ -	\$ -
28	\$ 3,420.63	\$ 21.42	\$ 6,862.66	67	\$ -	\$ -	\$ -
29	\$ 3,427.76	\$ 14.30	\$ 3,434.90	68	\$ -	\$ -	\$ -
30	\$ 3,434.90	\$ 7.16	\$ 0.00	69	\$ -	\$ -	\$ -
31	\$ -	\$ -	\$ -	70	\$ -	\$ -	\$ -
32	\$ -	\$ -	\$ -	71	\$ -	\$ -	\$ -
33	\$ -	\$ -	\$ -	72	\$ -	\$ -	\$ -
34	\$ -	\$ -	\$ -	73	\$ -	\$ -	\$ -
35	\$ -	\$ -	\$ -	74	\$ -	\$ -	\$ -
36	\$ -	\$ -	\$ -	75	\$ -	\$ -	\$ -
37	\$ -	\$ -	\$ -	76	\$ -	\$ -	\$ -
38	\$ -	\$ -	\$ -	77	\$ -	\$ -	\$ -
39	\$ -	\$ -	\$ -	78	\$ -	\$ -	\$ -

2016
 2017
 2018

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	
Board Member 1	Dennis Caldwell	I, Dennis Caldwell, 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 <u>Dennis Caldwell</u> Date: <u>March 5, 2018</u> My term Expires: <u>2020</u>
Board Member 2	Ray Pieper	I, Ray Pieper, 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 <u>Ray Pieper</u> Date: <u>March 5, 2018</u> My term Expires: <u>2020</u>
Board Member 3	Kenneth Maier	I, Kenneth Maier, 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 <u>Kenneth Maier</u> Date: <u>March 5, 2018</u> My term Expires: <u>2020</u>
Board Member 4	Ross Nielsen	I, Ross Nielsen, 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 <u>Ross Nielsen</u> Date: <u>March 5, 2018</u> My term Expires: <u>2018</u>
Board Member 5	Eric Hanagan	I, Eric Hanagan, 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 <u>Eric Hanagan</u> Date: <u>March 5, 2018</u> My term Expires: <u>2018</u>
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	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: _____

RESOLUTION FOR EXEMPTION FROM AUDIT

(PURSUANT TO SECTION 29-1-604, C.R.S.)

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2016 FOR THE EAST OTERO CONSERVATION DISTRICT, STATE OF COLORADO.

WHEREAS, the Board of Supervisors of East Otero Conservation 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 five hundred thousand dollars may, with the approval of the State Auditor, be exempt from the provisions of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenue nor expenditures from East Otero Conservation District exceeded \$100,000 for Fiscal Year 2017, and

WHEREAS, an application for exemption from audit for East Otero Conservation District has been prepared by Nancy Aschermann, a person skilled in governmental accounting,

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 Supervisors of the East Otero Conservation District that the application for exemption from audit for East Otero Conservation District for the Fiscal Year ended December 31, 2017, has been personally reviewed and is hereby approved by a majority of the Board of Supervisors of the East Otero Conservation District; that those members of the Board of Supervisors 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 East Otero Conservation District for the fiscal year ended December 31, 2017.

ADOPTED THIS fifth day of March, A.D. 2018.









