

**APPLICATION FOR EXEMPTION FROM AUDIT
LONG FORM**

NAME OF GOVERNMENT
ADDRESS

CONTACT PERSON
PHONE
EMAIL
FAX

DELTA COUNTY FIRE PROTECTION DISTRICT #2
PO BOX 1023
PAONIA, CO 81428
DAVID HURR
970-424-3166

For the Year Ended
12/31/2018
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:	JEFFREY HENION
TITLE	PA, EA
FIRM NAME (if applicable)	HENION TAX & ACCT SERVICES
ADDRESS	PO BOX 938, PAONIA, CO 81428
PHONE	970-527-2350
DATE PREPARED	2/23/2018
RELATIONSHIP TO ENTITY	NONE, OTHER THAN TO PREPARE THE EXEMPTION FROM AUDIT

PREPARER (SIGNATURE REQUIRED)
Jeffrey Henion 2/23/19

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"/>	

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RECEIVED
March 5, 2019
Office of the State Auditor

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*	Fund*		Pension Fund*	Fund*	
Assets				Assets			
1-1	Cash & Cash Equivalents	\$ 318,739	\$ -	Cash & Cash Equivalents	\$ 1,042,986	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ 209,191	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
	All Other Assets [specify...]	\$ -	\$ -	Other Current Assets	\$ -	\$ -	
1-5		\$ -	\$ -				
1-6		\$ -	\$ -	Total Current Assets	\$ 1,252,177	\$ -	
1-7		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ -	\$ -	
1-8		\$ -	\$ -	Other Long Term Assets [specify...]	\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 318,739	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 1,252,177	\$ -	
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 318,739	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 1,252,177	\$ -	
Liabilities				Liabilities			
1-14	Accounts Payable	\$ -	\$ -	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	TOTAL CURRENT LIABILITIES	\$ -	\$ -	TOTAL CURRENT LIABILITIES	\$ -	\$ -	
1-20	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -	
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	\$ -	\$ -	
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	\$ -	\$ -	
1-31	Nonspendable Inventory	\$ -	\$ -				
1-32	Restricted [specify] Emergency Reserves	\$ 13,000	\$ -	Emergency Reserves	\$ -	\$ -	
1-33	Committed [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-34	Assigned [specify...]	\$ -	\$ -	Restricted	\$ 1,252,177	\$ -	
1-35	Unassigned:	\$ 305,739	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -	
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ 318,739	\$ -	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	\$ 1,252,177	\$ -	
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	\$ 318,739	\$ -	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	\$ 1,252,177	\$ -	

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
		General Fund*	Fund*		Pension Fund*	Fund*	
Tax Revenue				Tax Revenue			
2-1	Property (Include mills levied in Question 10-5)	\$ 137,658	\$ -	Property (Include mills levied in Question 10-5)	\$ -	\$ -	
2-2	Specific Ownership	\$ 24,564	\$ -	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	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 162,222	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	
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)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ 20,213	\$ -	
2-14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ 1,695	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ 90,000	\$ -	Charges for Sales and Services	\$ -	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ 475	\$ -	Interest/Investment Income	\$ 14,657	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-21	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-22	All Other [specify...]: Misc	\$ 216	\$ -	All Other [specify...]:	\$ -	\$ -	
2-23		\$ -	\$ -	Fire Dist #2 Pension Cont.	\$ 129,787	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 254,608	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 164,657	\$ -	
Other Financing Sources				Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
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	\$ -	\$ -	GRAND TOTALS
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 254,608	\$ -	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 164,657	\$ -	\$ 419,265

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
		General Fund*	Fund*		Pension Fund*	Fund*	
	Expenditures			Expenditures			
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ -	\$ -	
3-2	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -	
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -	
3-4	Fire	\$ 95,159	\$ -	Contract Services	\$ -	\$ -	
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ 35,265	\$ -	
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ -	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$ 129,787	\$ -	Accounting and Legal Fees	\$ -	\$ -	
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ -	\$ -	
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ -	\$ -	
3-10	Transfers to other districts	\$ -	\$ -	Utilities	\$ -	\$ -	
3-11	Other [specify...]:	\$ -	\$ -	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 TOTAL EXPENDITURES	\$ 224,946	\$ -	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	\$ 35,265	\$ -	GRAND TOTAL \$ 260,211
3-23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In) Out	\$ -	\$ -	
3-24	Interfund Transfers Out	\$ -	\$ -	Other [specify...][enter negative for expense]	\$ -	\$ -	
3-25	Other Expenditures (Revenues):	\$ -	\$ -	Depreciation	\$ -	\$ -	
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, 3-18)	\$ -	\$ -	
3-29	(Add lines 3-23 through 3-28) TOTAL TRANSFERS AND OTHER EXPENDITURES	\$ -	\$ -	(Line 3-26, plus line 3-27, less line 3-24, less line 3-25) TOTAL GAAP RECONCILING ITEMS	\$ -	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	\$ 29,662	\$ -	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	\$ 129,392	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ 289,077	\$ -	Net Position, January 1 from December 31 prior year report	\$ 1,122,785	\$ -	
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.	\$ 318,739	\$ -	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	\$ 1,252,177	\$ -	

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? YES NO
- 4-2 Is the debt repayment schedule attached? If no, MUST explain: *N/A* YES NO
- 4-3 Is the entity current in its debt service payments? If no, MUST explain: *N/A* YES NO

4-4 Please complete the following debt schedule, if applicable: (please only include principal amounts)

N/A

	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	\$ -	\$ -	\$ -	\$ -

*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? YES NO
 How much? \$ -
 If yes: Date the debt was authorized: _____
- 4-6 Does the entity intend to issue debt within the next calendar year? YES NO
 If yes: How much? \$ -
- 4-7 Does the entity have debt that has been refinanced that it is still responsible for? YES NO
 If yes: What is the amount outstanding? \$ -
- 4-8 Does the entity have any lease agreements? YES NO
 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? *N/A* YES NO
 What are the annual lease payments? \$ -

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	\$ 257,795	
5-2 Certificates of deposit	\$ 60,944	
TOTAL CASH DEPOSITS		\$ 318,739
Investments (if investment is a mutual fund, please list underlying investments):		
5-3 SEE ATTACHED SCHEDULE	\$ 1,252,177	
	\$ -	
	\$ -	
	\$ -	
TOTAL INVESTMENTS		\$ 1,252,177
TOTAL CASH AND INVESTMENTS		\$ 1,570,916

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.? YES NO N/A
- 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: YES NO N/A

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?

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:

6-3 Complete the following Capital Assets table for GOVERNMENTAL FUNDS:	Balance - beginning of the year ^a	Additions	Deletions	Year-End Balance
Land	\$ 20,781	\$ -	\$ -	\$ 20,781
Buildings	\$ 431,876	\$ -	\$ -	\$ 431,876
Machinery and equipment	\$ 1,338,956	\$ -	\$ -	\$ 1,338,956
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (1,227,492)	\$ (60,978)	\$ -	\$ (1,288,470)
TOTAL	\$ 564,121	\$ (60,978)	\$ -	\$ 503,143

6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year ^a	Additions	Deletions	Year-End Balance
Land	\$ -	\$ -	\$ -	\$ -
Buildings	\$ -	\$ -	\$ -	\$ -
Machinery and equipment	\$ -	\$ -	\$ -	\$ -
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

^amust 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?

7-2 Does the entity have a volunteer firemen's pension plan?

If yes: Who administers the plan?

Indicate the contributions from:

Tax (property, SO, sales, etc.):	\$ 129,787
State contribution amount:	\$ 20,213
Other (gifts, donations, etc.):	\$ -
TOTAL	\$ 150,000

What is the monthly benefit paid for 20 years of service per retiree as of Jan 1? \$ 150

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box

	YES	NO	N/A	
8-1	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Please use this space to provide any explanations or comments:
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:				
8-2	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Please use this space to provide any explanations or comments:
Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:				
If yes: Please indicate the amount budgeted for each fund for the year reported				
	Fund Name		Budgeted Expenditures	
	GENERAL FUND		\$	432,557
	PENSION FUND		\$	40,000
			\$	-
			\$	-

PART 9 - TAX PAYER'S BILL OF RIGHTS (TABOR)

Please answer the following question by marking in the appropriate box

	YES	NO	
9-1	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Please use this space to provide any explanations or comments:
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			

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box

	YES	NO	
10-1	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Please use this space to provide any explanations or comments:
Is this application for a newly formed governmental entity?			
If yes: Date of formation: <input type="text"/>			
10-2	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Please use this space to provide any explanations or comments:
Has the entity changed its name in the past or current year?			
If Yes: NEW name <input type="text"/>			
PRIOR name <input type="text"/>			
10-3	<input type="checkbox"/>	<input checked="" type="checkbox"/>	Please use this space to provide any explanations or comments:
Is the entity a metropolitan district?			
10-4	Please indicate what services the entity provides:		Please use this space to provide any explanations or comments:
<input type="text"/>			
10-5	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Please use this space to provide any explanations or comments:
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 type="text" value="Fire protection - Delta County Fire Prot. Dist. #1,3,4,5 & Ragged Mtn Fire Protection Dist. In Gunnison County"/>			
10-6	<input checked="" type="checkbox"/>	<input type="checkbox"/>	Please use this space to provide any explanations or comments:
Does the entity have a certified mill levy?			
If yes: Please provide the number of mills levied for the year reported (do not enter \$ amounts):			
	Bond Redemption mills		0.000
	General/Other mills		3.500
	Total mills		3.500

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	\$ 1,570,916	Unrestricted Fund Balan	\$ 305,739	Total Tax Revenue	\$ 162,222	
Current Liabilities	\$ -	- Total Fund Balance	\$ 318,739	Revenue Paying Debt Service	\$ -	
Deferred Inflow	\$ -	- PY Fund Balance	\$ 289,077	Total Revenue	\$ 254,608	
		Total Revenue	\$ 254,608	Total Debt Service Principal	\$ -	
		Total Expenditures	\$ 224,946	Total Debt Service Interest	\$ -	
		Interfund In	\$ -			
Governmental		Interfund Out	\$ -	Enterprise Funds		
Total Cash & Investments	\$ 318,739	- Proprietary	\$ -	Net Position	\$ 1,252,177	
Transfers In	\$ -	- Current Assets	\$ 1,252,177	PY Net Position	\$ 1,122,785	
Transfers Out	\$ -	Deferred Outflow	\$ -	- Government-Wide		
Property Tax	\$ 137,658	- Current Liabilities	\$ -	- Total Outstanding Debt	\$ -	
Debt Service Principal	\$ -	Deferred Inflow	\$ -	- Authorized but Unissued	\$ -	
Total Expenditures	\$ 224,946	- Cash & Investments	\$ 1,252,177	Year Authorized	\$ -	
Total Developer Advances	\$ -	- Principal Expense	\$ -			
Total Developer Repayments	\$ -					

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

12-1 If you plan to submit this form electronically, have you read the new Electronic Signature Policy? N/A

YES

NO

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

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.

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: _____
1	RON ROWELL <i>RESIGNED SEAT 2018</i>	I, <u>RON ROWELL</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 _____ My term Expires: _____	Date: _____
2	RICHARD KINSER	I, <u>RICHARD KINSER</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 <i>Richard Kinser</i> My term Expires: <u>MAY 2020</u>	Date: <u>2/25/19</u>
3	JOHN BLAIR	I, <u>JOHN BLAIR</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 <i>John Blair</i> My term Expires: <u>MAY 2022</u>	Date: <u>2/25/19</u>
4	STAN PARK	I, <u>STAN PARK</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 <i>Stan Park</i> My term Expires: <u>MAY 2022</u>	Date: <u>2/25/19</u>
5	CALVIN CAMPBELL	I, <u>CALVIN CAMPBELL</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 <i>Calvin Campbell</i> My term Expires: <u>MAY 2022</u>	Date: <u>2/25/19</u>
6	DAVID J. HURR	I, <u>DAVID J. HURR</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 <i>David J. Hurr</i> My term Expires: <u>MAY 2020</u>	Date: <u>2/25/19</u>
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 _____ My term Expires: _____	Date: _____

Supplemental Information for Exemption from Audit
For the year ended December 31, 2018

Entity: Delta County Fire Protection District # 2

Part 5 – Cash & Investments

Question 5-3 – Investment schedule

See following Edward Jones statement dated December 31, 2018



DELTA COUNTY FIRE PROTECTION
DISTRICT NO 2 PENSION FUND
U/A DTD 09/20/1989
P O BOX 1023
PAONIA CO 81428-1023

Your 2018 Tax Forms from Edward Jones

Edward Jones will furnish all Forms 1099-R and 1099-Q by Jan. 31 and all Consolidated 1099 Tax Statements by Feb. 15, per IRS requirements. Your Consolidated 1099 Tax Statement may not be final as of Feb. 15 if we have not received final information from issuers. All forms will be finalized by March 15. Visit us at edwardjones.com/taxcenter to learn more about your Edward Jones tax forms.

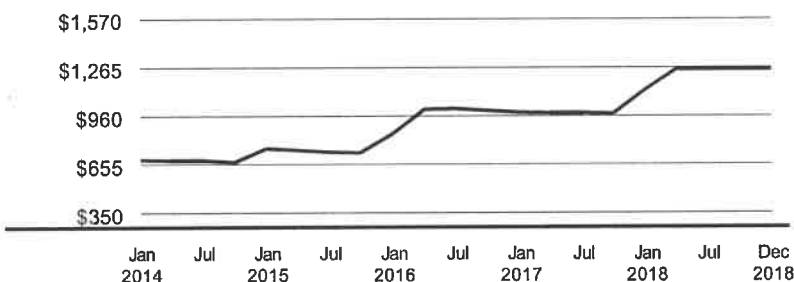
Retirement plan trust

Account Value

\$1,252,177.29

1 Month Ago	\$1,249,816.61
1 Year Ago	\$1,122,785.43
3 Years Ago	\$842,909.01
5 Years Ago	\$679,466.25

Value of Your Account (in 000s)



Value Summary

	This Period	This Year
Beginning Value	\$1,249,816.61	\$1,122,785.43
Assets Added to Account	0.00	150,000.00
Assets Withdrawn from Account	-3,205.00	-35,265.00
Fees and Charges	0.00	0.00
Change In Value	5,565.68	14,656.86
Ending Value	\$1,252,177.29	

For more information regarding the Value Summary section, please visit www.edwardjones.com/mystatementguide.



Asset Details (as of Dec 31, 2018)

additional details at www.edwardjones.com/access

Assets Held At Edward Jones

	Current Yield/Rate	Beginning Balance	Deposits	Withdrawals	Ending Balance
Retirement Money Market	1.75%*	\$32,700.81	\$2,609.96	-\$3,205.00	\$32,105.77

* The average yield on the money market fund for the past seven days.

Certificates of Deposit	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Bank Hapoalim B M DTD 04/20/2018 F/C 04/18/2019 FDIC Insured to Legal Limits Interest Rate: 2.1% [REDACTED] Estimated Yield: 2.10%	4/18/2019*	51,000.00	51,000.00	-39.76	50,960.24



Asset Details (continued)

Certificates of Deposit	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
UBS Bank USA DTD 04/19/2018 FDIC Insured to Legal Limits Interest Rate: 2.1% [REDACTED] Estimated Yield: 2.10%	4/18/2019*	50,000.00	50,000.00	-37.15	49,962.85
Goldman Sachs Bank USA DTD 05/02/2012 FDIC Insured to Legal Limits Interest Rate: 2.25% [REDACTED] Estimated Yield: 2.25%	5/2/2019*	25,000.00	25,030.51	-39.21	24,991.30
Wells Fargo Bank DTD 04/25/2018 FDIC Insured to Legal Limits Interest Rate: 2.2% [REDACTED] Estimated Yield: 2.20%	5/28/2019*	149,000.00	149,000.00	-90.82	148,909.18
Wells Fargo Bank DTD 06/30/2016 FDIC Insured to Legal Limits Interest Rate: 1.25% [REDACTED] Estimated Yield: 1.25%	7/1/2019*	100,000.00	100,000.00	-673.49	99,326.51
Ally Bank DTD 04/19/2018 FDIC Insured to Legal Limits Interest Rate: 2.3% [REDACTED] Estimated Yield: 2.30%	10/21/2019*	247,000.00	247,000.00	-883.52	246,116.48
Compass Bk Birmingham Ala DTD 11/28/2018 F/C 05/28/2019 FDIC Insured to Legal Limits Interest Rate: 2.7% [REDACTED] Estimated Yield: 2.70%	11/29/2019*	24,000.00	24,000.00	-11.05	23,988.95
Morgan Stanley Bank DTD 04/12/2018 FDIC Insured to Legal Limits Interest Rate: 2.6% [REDACTED] Estimated Yield: 2.60%	4/13/2020*	200,000.00	200,000.00	-754.91	199,245.09



Asset Details (continued)

	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Certificates of Deposit					
Discover Bank DTD 11/12/2015 FDIC Insured to Legal Limits Interest Rate: 2.2% [REDACTED] Estimated Yield: 2.23%	11/12/2020*	51,000.00	51,000.00	-871.62	50,128.38
American Express Centurion Bk DTD 05/24/2017 FDIC Insured to Legal Limits Interest Rate: 2.25% CUSIP: 02587DS58 Estimated Yield: 2.30%	5/24/2021*	60,000.00	60,000.00	-1,374.23	58,625.77
Capital One Bank USA Na DTD 05/24/2017 FDIC Insured to Legal Limits Interest Rate: 2.25% [REDACTED] Estimated Yield: 2.30%	5/24/2021*	60,000.00	60,000.00	-1,374.23	58,625.77

* This investment has an option that allows executor(s), surviving owner(s), or beneficiar(ies) to redeem it at par value upon your death subject to limitations. See the prospectus or banking agreement for additional information.

	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Taxable Municipal Bonds					
Williamsport PA San Auth Swr Rev Ser Aa-2 Build America Bds DTD 12/21/2009 Pre-Refund 01/03/2019 @ 100.00 Interest Rate: 6.59% [REDACTED] Bond Rating: A+ Asset Category: Income Estimated Yield: 6.59%	1/3/2019 ²	20,000.00	20,722.58	-722.58	20,000.00
Florida St Dept Environmental Protection Build Amer Bond Rev DTD 01/28/2010 Pre-Refund 07/01/2019 @ 100.00 Interest Rate: 7.04% [REDACTED] Bond Rating: AA-/Aa3/AA- Asset Category: Income Estimated Yield: 6.90%	7/1/2019 ²	10,000.00	10,141.66	67.54	10,209.20



Asset Details (continued)

Taxable Municipal Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
University Michigan General Revenue Build America Bonds DTD 01/20/2010 Interest Rate: 5.51% [REDACTED] Bond Rating: AAA/Aaa Asset Category: Income Estimated Yield: 4.70%	4/1/2030	10,000.00	10,104.76	1,605.24	11,710.00
Cuyahoga Cnty Ohio Various Purpose Build America Bonds GO DTD 12/22/2009 Interest Rate: 6.03% [REDACTED] Bond Rating: AA/Aa2/AA+ Asset Category: Income Estimated Yield: 4.92%	12/1/2034	25,000.00	25,714.55	4,898.20	30,612.75
Arapahoe Cnty Colorado Wtr & Wastewtr GI Build America Bds DTD 12/16/2009 Callable 12/01/2019 @ 100.00 Interest Rate: 6.48% [REDACTED] Bond Rating: AA- Asset Category: Income Estimated Yield: 6.28%	12/1/2039	25,000.00	25,465.77	313.98	25,779.75

² This bond includes a feature that requires the issuer to redeem the bond on the date displayed above. This is known as the prerefunding date. Contact your Financial Advisor for more information.

Corporate Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Statoil Asa Senior Note DTD 11/23/2011 Interest Rate: 3.15% [REDACTED] Bond Rating: AA-/Aa2/AA Asset Category: Income Estimated Yield: 3.15%	1/23/2022	45,000.00	44,787.18	93.12	44,880.30
Apple Inc Note DTD 02/09/2015 Interest Rate: 2.5% [REDACTED] Bond Rating: AA+/Aa1 Asset Category: Income Estimated Yield: 2.64%	2/9/2025	45,000.00	44,407.99	-1,911.79	42,496.20



Asset Details (continued)

Corporate Bonds	Maturity Date	Maturity Value	Cost Basis	Unrealized Gain/Loss	Value
Microsoft Corp Note DTD 05/18/2009 Interest Rate: 5.2% [REDACTED] Bond Rating: AAA/Aaa/AA+ Asset Category: Income Estimated Yield: 4.42%	6/1/2039	20,000.00	20,194.22	3,308.58	23,502.80

Estimated Yield

The Estimated Yield (EY) in the preceding section compares the anticipated earnings on your investments in the coming year to the current price of the investments. It is based on past interest and dividend payments made by the securities held in your account. Changes in the price of a security over time or in the amount of the investment held in your account will cause the EY to vary. The EY is only an estimate and cannot be guaranteed by Edward Jones or the issuers of the securities. Your actual yield may be higher or lower than the estimated amounts. Estimates for any securities that have a return of principal or capital gain may be overstated. Income cannot be estimated for any securities that do not have an annual payment amount or frequency available at the time of estimation. Yield to Maturity is typically reported for Zero Coupon Bonds as these securities do not have an annual payment.

Bond rating(s) displayed are supplied by third party credit rating agencies Standard & Poor's (S&P), Moody's and Fitch. The bond ratings shown are the highest of several possible credit ratings assigned by S&P, Moody's or Fitch for a particular bond and may reflect factors in addition to the credit quality of the issuer, such as bond insurance or participation in a credit enhancement program. For more details regarding third party credit rating agency ratings and methodologies, contact your financial advisor or visit www.edwardjones.com/bondcreditratings.

S&P requires we inform you: (1) Ratings are NOT recommendations to buy, hold, sell or make any investment decisions and DO NOT address suitability or future performance; (2) S&P DOES NOT guarantee the accuracy, completeness, or availability of any ratings and is NOT responsible for results obtained from the use of any ratings. Certain disclaimers related to its ratings as are more specifically stated at <http://www.standardandpoors.com/disclaimers>.

Edward Jones Fixed Income research reports may exist for certain bonds/issuers held in your account. You may obtain copies of the research reports through Online Access or from your financial advisor.

Total Account Value	\$1,252,177.29
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Cost basis is the amount of your investment for tax purposes and is used to calculate gain or loss upon sale or other disposition of a security. It is not a measure of performance. The cost basis amounts on your statement should not be relied upon for tax preparation purposes. Cost basis information may be from outside sources and has not been verified for accuracy. Refer to your official tax documents for information about reporting cost basis. Consult a qualified tax advisor or an attorney regarding your situation. If you believe the cost basis information is inaccurate, contact Client Relations.