

APPLICATION FOR EXEMPTION FROM AUDIT

SHORT FORM

NAME OF GOVERNMENT
ADDRESS

HEENEY WATER DISTRICT
P O BOX 1532
SILVERTHORNE, CO 80498

For the Year Ended
12/31/18
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL
FAX

Joe Murbach
970-331-4774
heeneywater@gmail.com

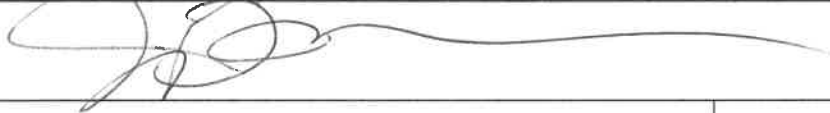
PART 1 - CERTIFICATION OF PREPARER

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

Joe Murbach
Secretary
P O Box 2094, Edwards Co 81632
970-331-4774
1/25/2019

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)

P

RECEIVED

Office of the State Auditor

February 21, 2019

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 (report mills levied in Question 10-6) | \$ 12,131 | |
| 2-2 | Specific ownership | \$ - | |
| 2-3 | Sales and use | \$ - | |
| 2-4 | Other (specify): | \$ - | |
| 2-5 | Licenses and permits | \$ - | |
| 2-6 | Intergovernmental: Grants | \$ - | |
| 2-7 | Conservation Trust Funds (Lottery) | \$ - | |
| 2-8 | Highway Users Tax Funds (HUTF) | \$ - | |
| 2-9 | Other (specify): | \$ - | |
| 2-10 | Charges for services | \$ 32,598 | |
| 2-11 | Fines and forfeits | \$ - | |
| 2-12 | Special assessments | \$ - | |
| 2-13 | Investment income | \$ 297 | |
| 2-14 | Charges for utility services | \$ - | |
| 2-15 | Debt proceeds (should agree with line 4-4, column 2) | \$ - | |
| 2-16 | Lease proceeds | \$ - | |
| 2-17 | Developer Advances received (should agree with line 4-4) | \$ - | |
| 2-18 | Proceeds from sale of capital assets | \$ - | |
| 2-19 | Fire and police pension | \$ - | |
| 2-20 | Donations | \$ - | |
| 2-21 | Other (specify): | \$ - | |
| 2-22 | | \$ - | |
| 2-23 | | \$ - | |
| 2-24 | (add lines 2-1 through 2-23) TOTAL REVENUE | \$ 45,026 | |

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 | \$ 1,219 | |
| 3-2 | Salaries | \$ 1,475 | |
| 3-3 | Payroll taxes | \$ 286 | |
| 3-4 | Contract services | \$ 773 | |
| 3-5 | Employee benefits | \$ - | |
| 3-6 | Insurance | \$ 2,730 | |
| 3-7 | Accounting and legal fees | \$ - | |
| 3-8 | Repair and maintenance | \$ - | |
| 3-9 | Supplies | \$ 972 | |
| 3-10 | Utilities and telephone | \$ 85 | |
| 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) | \$ 28,563 | |
| 3-18 | Debt service interest | \$ 2,132 | |
| 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 | dues, fees, sample testing, tax collection fee | \$ 2,147 | |
| 3-25 | | \$ - | |
| 3-26 | (add lines 3-1 through 3-24) TOTAL EXPENDITURES | \$ 40,382 | |

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 | \$ 49,228 | \$ - | \$ 28,563 | \$ 20,665 |
| Leases | \$ - | \$ - | \$ - | \$ - |
| Developer Advances | \$ - | \$ - | \$ - | \$ - |
| Other (specify): | \$ - | \$ - | \$ - | \$ - |
| TOTAL | \$ 49,228 | \$ - | \$ 28,563 | \$ 20,665 |

*must tie to prior year ending balance

| | Yes | No |
|---|--------------------------|-------------------------------------|
| 4-5 Does the entity have any authorized, but unissued, debt? If yes: How much? \$ - Date the debt was authorized: _____ | <input type="checkbox"/> | <input checked="" type="checkbox"/> |
| 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? \$ - | <input type="checkbox"/> | <input checked="" 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? \$ - | <input type="checkbox"/> | <input checked="" type="checkbox"/> |

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 | \$ 81,587 | |
| 5-2 Certificates of deposit | \$ - | |
| Total Cash Deposits | | \$ 81,587 |
| Investments (if investment is a mutual fund, please list underlying investments) | | |
| | \$ - | |
| | \$ - | |
| 5-3 | \$ - | |
| | \$ - | |
| Total Investments | | \$ - |
| Total Cash and Investments | | \$ 81,587 |

Please answer the following questions by marking in the appropriate boxes

| | Yes | No | N/A |
|---|-------------------------------------|--------------------------|--------------------------|
| 5-4 Are the entity's Investments legal in accordance with Section 24-75-601, 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? 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 | \$ 7,500 | \$ - | \$ - | \$ 7,500 |
| Furniture and fixtures | \$ 2,500 | \$ - | \$ - | \$ 2,500 |
| Infrastructure | \$ - | \$ - | \$ - | \$ - |
| Construction In Progress (CIP) | \$ - | \$ - | \$ - | \$ - |
| water rights | \$ 150,000 | \$ - | \$ - | \$ 150,000 |
| Accumulated Depreciation | \$ (3,000) | \$ (500) | \$ - | \$ (3,500) |
| TOTAL | \$ 157,000 | \$ (500) | \$ - | \$ 156,500 |

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.

Yes No

- 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 | \$ - |

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.? Yes No N/A
-
- 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 budgeted for each fund for the year reported:

| | |
|---------|-----------|
| general | \$ 71,857 |
| | |
| | |
| | |

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,

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

If yes: **Date Filed:**

10-6 Does the entity have a certified Mill Levy?

If yes: **Please provide the following mills levied for the year reported (do not report \$ amounts):**

Bond Redemption mills

General/Other mills

6.96

Total mills

6.96

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? YES NO

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.

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 | |
|--------------|---------------------------|---|
| 1 | Richard Seal | I <u>RICHARD SEAL</u> , 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>Richard Seal</u> Date: <u>JAN 30, 2019</u> My term Expires: <u>2022</u> |
| 2 | Jack Taylor | I <u>JACK TAYLOR</u> , 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>[Signature]</u> Date: <u>31 JAN 2019</u> My term Expires: <u>2020</u> |
| 3 | Joseph Murbach | I <u>Joe Murbach</u> , 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>[Signature]</u> Date: <u>2/2/19</u> My term Expires: <u>2022</u> |
| 4 | Mark Astmann | 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: _____ |
| 5 | Chuck Young | 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: _____ |
| 6 | | 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: _____ |
| 7 | | 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: _____ |

Wells Fargo Bank

**LOAN AMORTIZATION SCHEDULE
(Regular Payments)**

Customer Name : HEENEY WATER DISTRICT AMORTIZATION
 Loan Amount : \$62,989.84
 Interest Rate : 6.25000000%
 Payment Amount : \$1,357.79
 No of Payments : 54
 Pay Frequency : Monthly
 Payment Type : Fixed Payment/(Prin & Int)
 Accrual Basis : Actual Day Count/360 Day Year

Date of Loan : November 15, 2016
 Term/No Months : 54
 1st Due Date : December 15, 2016
 Maturity Date : May 15, 2021

NOTICE: This amortization schedule is not intended for use in the calculation of exact payoff amounts. It will only provide an approximation of unpaid balances as it assumes that all payments will be made exactly on the stated due dates and in the exact amount of each stated payment. It will not reflect variances caused by any actual payments being made on any dates other than the stated due dates and/or for any amounts other than the stated payment amounts. Furthermore, the calculations used to create this amortization schedule may contain minor rounding differences with the Bank's loan accounting system which may also cause variances to occur.

| PAYMT NO. | PAYMENT DUE DATE | INTEREST CALC | INTEREST BALANCE | PAYMENT TOTAL | INTEREST PAYMT | PRINCIPAL PAYMT | PRINCIPAL BALANCE |
|-------------------------------|------------------|---------------|------------------|---------------------|--------------------|---------------------|---------------------|
| Amount of Loan = \$ 62,989.84 | | | | | | | |
| 1 | Dec 15, 2016 | \$ 328.07 | \$ 0.00 | \$ 1,357.79 | \$ 328.07 | \$ 1,029.72 | 61,960.12 |
| YEAR TOTALS - 2016 | | | \$ 0.00 | \$ 1,357.79 | \$ 328.07 | \$ 1,029.72 | \$ 61,960.12 |
| 2 | Jan 15, 2017 | 333.47 | 0.00 | 1,357.79 | 333.47 | 1,024.32 | 60,935.80 |
| 3 | Feb 15, 2017 | 327.95 | 0.00 | 1,357.79 | 327.95 | 1,029.84 | 59,905.96 |
| 4 | Mar 15, 2017 | 291.21 | 0.00 | 1,357.79 | 291.21 | 1,066.58 | 58,839.38 |
| 5 | Apr 15, 2017 | 316.67 | 0.00 | 1,357.79 | 316.67 | 1,041.12 | 57,798.26 |
| 6 | May 15, 2017 | 301.03 | 0.00 | 1,357.79 | 301.03 | 1,056.76 | 56,741.50 |
| 7 | Jun 15, 2017 | 305.38 | 0.00 | 1,357.79 | 305.38 | 1,052.41 | 55,689.09 |
| 8 | Jul 15, 2017 | 290.05 | 0.00 | 1,357.79 | 290.05 | 1,067.74 | 54,621.35 |
| 9 | Aug 15, 2017 | 293.97 | 0.00 | 1,357.79 | 293.97 | 1,063.82 | 53,557.53 |
| 10 | Sep 15, 2017 | 288.24 | 0.00 | 1,357.79 | 288.24 | 1,069.55 | 52,487.98 |
| 11 | Oct 15, 2017 | 273.37 | 0.00 | 1,357.79 | 273.37 | 1,084.42 | 51,403.56 |
| 12 | Nov 15, 2017 | 276.65 | 0.00 | 1,357.79 | 276.65 | 1,081.14 | 50,322.42 |
| 13 | Dec 15, 2017 | 262.10 | 0.00 | 1,357.79 | 262.10 | 1,095.69 | 49,226.73 |
| YEAR TOTALS - 2017 | | | \$ 0.00 | \$ 16,293.48 | \$ 3,560.09 | \$ 12,733.39 | \$ 49,226.73 |
| 14 | Jan 15, 2018 | 264.94 | 0.00 | 1,357.79 | 264.94 | 1,092.85 | 48,133.88 |
| 15 | Feb 15, 2018 | 259.05 | 0.00 | 1,357.79 | 259.05 | 1,098.74 | 47,035.14 |
| 16 | Mar 15, 2018 | 228.64 | 0.00 | 1,357.79 | 228.64 | 1,129.15 | 45,905.99 |
| 17 | Apr 15, 2018 | 247.06 | 0.00 | 1,357.79 | 247.06 | 1,110.73 | 44,795.26 |
| 18 | May 15, 2018 | 233.31 | 0.00 | 1,357.79 | 233.31 | 1,124.48 | 43,670.78 |
| 19 | Jun 15, 2018 | 235.03 | 0.00 | 1,357.79 | 235.03 | 1,122.76 | 42,548.02 |
| 20 | Jul 15, 2018 | 221.60 | 0.00 | 1,357.79 | 221.60 | 1,136.19 | 41,411.83 |
| 21 | Aug 15, 2018 | 222.88 | 0.00 | 1,357.79 | 222.88 | 1,134.91 | 40,276.92 |
| 22 | Sep 15, 2018 | 216.77 | 0.00 | 1,357.79 | 216.77 | 1,141.02 | 39,135.90 |
| 23 | Oct 15, 2018 | 203.83 | 0.00 | 1,357.79 | 203.83 | 1,153.96 | 37,981.94 |
| 24 | Nov 15, 2018 | 204.42 | 0.00 | 1,357.79 | 204.42 | 1,153.37 | 36,828.57 |
| 25 | Dec 15, 2018 | 191.82 | 0.00 | 1,357.79 | 191.82 | 1,165.97 | 35,662.60 |
| YEAR TOTALS - 2018 | | | \$ 0.00 | \$ 16,293.48 | \$ 2,729.38 | \$ 13,564.13 | \$ 35,662.60 |
| 26 | Jan 15, 2019 | 191.93 | 0.00 | 1,357.79 | 191.93 | 1,165.86 | 34,496.74 |
| 27 | Feb 15, 2019 | 185.66 | 0.00 | 1,357.79 | 185.66 | 1,172.13 | 33,324.61 |
| 28 | Mar 15, 2019 | 161.99 | 0.00 | 1,357.79 | 161.99 | 1,195.80 | 32,128.81 |
| 29 | Apr 15, 2019 | 172.92 | 0.00 | 1,357.79 | 172.92 | 1,184.87 | 30,943.94 |
| 30 | May 15, 2019 | 161.17 | 0.00 | 1,357.79 | 161.17 | 1,196.62 | 29,747.32 |
| 31 | Jun 15, 2019 | 160.10 | 0.00 | 1,357.79 | 160.10 | 1,197.69 | 28,549.63 |
| 32 | Jul 15, 2019 | 148.70 | 0.00 | 1,357.79 | 148.70 | 1,209.09 | 27,340.54 |
| 33 | Aug 15, 2019 | 147.15 | 0.00 | 1,357.79 | 147.15 | 1,210.64 | 26,129.90 |
| 34 | Sep 15, 2019 | 140.63 | 0.00 | 1,357.79 | 140.63 | 1,217.16 | 24,912.74 |
| 35 | Oct 15, 2019 | 129.75 | 0.00 | 1,357.79 | 129.75 | 1,228.04 | 23,684.70 |
| 36 | Nov 15, 2019 | 127.47 | 0.00 | 1,357.79 | 127.47 | 1,230.32 | 22,454.38 |
| 37 | Dec 15, 2019 | 116.95 | 0.00 | 1,357.79 | 116.95 | 1,240.84 | 21,213.54 |
| YEAR TOTALS - 2019 | | | \$ 0.00 | \$ 16,293.48 | \$ 1,844.42 | \$ 14,449.06 | \$ 21,213.54 |