APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT	Town of Merino	For the Year Ended 12/31/2019 or fiscal year ended:
ADDRESS	206 Colorado Avenue	
	P.O. Box 211	
	Merino, Colorado 80741	
CONTACT PERSON	Terry Curtis	
PHONE	970-522-1036	
EMAIL	merinogov@kci.net	
FAX	970-526-2110	

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:	Scott Szabo
TITLE	Certified Public Accountant
FIRM NAME (if applicable)	Lauer, Szabo & Associates, P.C.
ADDRESS	205 Main Street - P.O. Box 1886
PHONE	970-522-2218
DATE PREPARED	February 4, 2022
RELATIONSHIP TO ENTITY	We are an independent firm of certified public accountants.

PREPARER (SIGNATURE REQUIRED)

See Independent Accountants' Compilation Report.

	YES	NO	
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.]	☐	☑	If Yes, date filed:

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Please use this space to provide explanation of any items on this page

Line #	Description	Governmental Funds: General Fund	Governmental Funds: Streets and Alleys Fund	Description	Proprietary/Fiduciary Funds: Water Fund	Proprietary/Fiduciary Funds: Sewer Fund
	Assets			**Assets**		
1-1	Cash & Cash Equivalents	$ 27,294	$ 11,898	Cash & Cash Equivalents	$ 85,062	$ 216,703
1-2	Investments	$ 19,854	$ 10,000	Investments	$ 10,028	$ 20,273
1-3	Receivables	$ 22,072	$ -	Receivables	$ 12,000	$ 7,000
1-4	Due from Other Entities or Funds	$ 43,595	$ 11,168	Due from Other Entities or Funds	$ -	$ -
	All Other Assets [specify...]			Other Current Assets	$ -	$ -
1-5		$ -	$ -	Total Current Assets	$ 107,090	$ 243,976
1-6		$ -	$ -	Capital Assets, net (from Part 6-4)	$ 2,113,922	$ 256,454
1-7		$ -	$ -	Other Long Term Assets [specify...]	$ -	$ -
1-8		$ -	$ -		$ -	$ -
1-9		$ -	$ -		$ -	$ -
1-10		$ -	$ -		$ -	$ -
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	$ 112,815	$ 33,066	(add lines 1-1 through 1-10) TOTAL ASSETS	$ 2,221,012	$ 500,430
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -	TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 112,815	$ 33,066	TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 2,221,012	$ 500,430
	Liabilities			**Liabilities**		
1-14	Accounts Payable	$ -	$ -	Accounts Payable	$ -	$ -
1-15	Accrued Payroll and Related Liabilities	$ 20,031	$ -	Accrued Payroll and Related Liabilities	$ -	$ -
1-16	Accrued Interest Payable	$ -	$ -	Accrued Interest Payable	$ 455	$ -
1-17	Due to Other Entities or Funds	$ 10,231	$ -	Due to Other Entities or Funds	$ -	$ -
1-18	All Other Current Liabilities	$ -	$ -	All Other Current Liabilities	$ -	$ 1,963
1-19	TOTAL CURRENT LIABILITIES	$ 30,262	$ -	TOTAL CURRENT LIABILITIES	$ 455	$ 1,963
1-20	All Other Liabilities [specify...]	$ -	$ -	Proprietary Debt Outstanding (from Part 4-4)	$ 272,932	$ -
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	$ 30,262	$ -	(add lines 1-19 through 1-27) TOTAL LIABILITIES	$ 273,387	$ 1,963
1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	$ 42,950	$ 6,872	TOTAL DEFERRED INFLOWS OF RESOURCES	$ -	$ -
	Fund Balance			**Net Position**		
1-30	Nonspendable Prepaid	$ -	$ -	Net Investment in Capital Assets	$ 1,840,990	$ 256,454
1-31	Nonspendable Inventory	$ -	$ -			
1-32	Restricted [specify...] TABOR and Public Works	$ 2,800	$ 26,194	Emergency Reserves	$ -	$ -
1-33	Committed [specify...]	$ -	$ -	Other Designations/Reserves	$ -	$ -
1-34	Assigned [specify...]	$ -	$ -	Restricted	$ -	$ -
1-35	Unassigned:	$ 36,803	$ -	Undesignated/Unreserved/Unrestricted	$ 106,635	$ 242,013
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	$ 39,603	$ 26,194	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	$ 1,947,625	$ 498,467
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	$ 112,815	$ 33,066	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	$ 2,221,012	$ 500,430

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Please use this space to provide explanation of any items on this page

Line #	Description	Governmental Funds: General Fund	Governmental Funds: Streets and Alleys Fund	Description	Proprietary/Fiduciary Funds: Water Fund	Proprietary/Fiduciary Funds: Sewer Fund
	Tax Revenue			Tax Revenue		
2-1	Property [include mills levied in Question 10-6]	$ -	$ -	Property [include mills levied in Question 10-6]	$ -	$ -
2-2	Specific Ownership	$ -	$ -	Specific Ownership	$ -	$ -
2-3	Sales and Use Tax	$ -	$ -	Sales and Use Tax	$ -	$ -
2-4	Other Tax Revenue [specify...]:	$ -	$ -	Other Tax Revenue [specify...]:	$ -	$ -
2-5	Franchise Tax	$ 11,721	$ -		$ -	$ -
2-6	Severance Tax	$ 2,514	$ -		$ -	$ -
2-7	Miscellaneous	$ -	$ -		$ -	$ -
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	$ 14,235	$ -	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)	$ -	$ 17,061	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	$ -	$ -
2-14	Grants	$ -	$ -	Grants	$ -	$ -
2-15	Donations	$ -	$ -	Donations	$ -	$ -
2-16	Charges for Sales and Services	$ -	$ -	Charges for Sales and Services	$ 66,400	$ 20,095
2-17	Rental Income	$ 3,920	$ -	Rental Income	$ -	$ -
2-18	Fines and Forfeits	$ -	$ -	Fines and Forfeits	$ -	$ -
2-19	Interest/Investment Income	$ 424	$ -	Interest/Investment Income	$ -	$ -
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...]:	$ -	$ -	All Other [specify...]:	$ -	$ -
2-23	Miscellaneous	$ 2,072	$ -		$ -	$ -
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	$ 20,651	$ 17,061	Add lines 2-8 through 2-23 TOTAL REVENUES	$ 66,400	$ 20,095
	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	$ -	$ -
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 20,651	$ 17,061	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 66,400	$ 20,095

GRAND TOTALS $ 124,207

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/EXPENSES

Line #	Description	Governmental Funds: General Fund	Governmental Funds: Streets and Alleys Fund	Description	Proprietary/Fiduciary Funds: Water Fund	Proprietary/Fiduciary Funds: Sewer Fund	Please use this space to provide explanation of any items on this page
	Expenditures			**Expenses**			
3-1	General Government	$ 95,445	$ -	General Operating & Administrative	$ 1,536	$ 4,927	
3-2	Judicial	$ -	$ -	Salaries	$ -	$ -	
3-3	Law Enforcement	$ -	$ -	Payroll Taxes	$ -	$ -	
3-4	Fire	$ -	$ -	Contract Services	$ 45,370	$ 16,341	
3-5	Highways & Streets	$ -	$ 7,488	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	$ 9,259	$ 300	
3-9	Culture and Recreation	$ -	$ -	Supplies	$ 24,443	$ 380	
3-10	Transfers to other districts	$ -	$ -	Utilities	$ 3,458	$ -	
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	$ 164,178	$ -	
3-16	Interest	$ -	$ -	Interest	$ 2,971	$ -	
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		$ -	$ -		$ -	$ -	GRAND TOTAL
3-22	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	$ 95,445	$ 7,488	Add lines 3-1 through 3-21 TOTAL EXPENSES	$ 251,215	$ 21,948	$ 376,096
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	$ 57,696	$ 2,589	
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)	$ 164,178	$ -	
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	$ 106,482	$ (2,589)	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	$ (74,794)	$ 9,573	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	$ (78,333)	$ (4,442)	
3-31	Fund Balance, January 1 from December 31 prior year report	$ 114,397	$ 16,621	Net Position, January 1 from December 31 prior year report	$ 2,025,958	$ 502,909	
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.	$ 39,603	$ 26,194	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	$ 1,947,625	$ 498,467	

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.

See Independent Accountants' Compilation Report.

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds: Conservation Trust Fund	Governmental Funds: Fire Department Fund
	Assets		
1-1	Cash & Cash Equivalents	$ 13,795	$ 66,219
1-2	Investments	$ -	$ -
1-3	Receivables	$ -	$ -
1-4	Due from Other Entities or Funds	$ -	$ -
	All Other Assets [specify...]		
1-5		$ -	$ -
1-6		$ -	$ -
1-7		$ -	$ -
1-8		$ -	$ -
1-9		$ -	$ -
1-10		$ -	$ -
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	$ 13,795	$ 66,219
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 13,795	$ 66,219
	Liabilities		
1-14	Accounts Payable	$ -	$ -
1-15	Accrued Payroll and Related Liabilities	$ -	$ -
1-16	Accrued Interest Payable	$ -	$ -
1-17	Due to Other Entities or Funds	$ 17,218	$ -
1-18	All Other Current Liabilities	$ -	$ -
1-19	TOTAL CURRENT LIABILITIES	$ 17,218	$ -
1-20	All Other Liabilities [specify...]	$ -	$ -
1-21		$ -	$ -
1-22		$ -	$ -
1-23		$ -	$ -
1-24		$ -	$ -
1-25		$ -	$ -
1-26		$ -	$ -
1-27		$ -	$ -
1-28	(add lines 1-19 through 1-27) TOTAL LIABILITIES	$ 17,218	$ -
1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	$ -	$ -
	Fund Balance		
1-30	Nonspendable Prepaid	$ -	$ -
1-31	Nonspendable Inventory	$ -	$ -
1-32	Restricted [specify...]	$ -	$ -
1-33	Committed [specify...] Public Safety	$ -	$ 66,219
1-34	Assigned [specify...]	$ -	$ -
1-35	Unassigned:	$ (3,423)	$ -
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	$ (3,423)	$ 66,219
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	$ 13,795	$ 66,219

Description	Proprietary/Fiduciary Funds: Fire Pension Fund	Proprietary/Fiduciary Funds: Fund*
Assets		
Cash & Cash Equivalents	$ 46,745	$ -
Investments	$ -	$ -
Receivables	$ -	$ -
Due from Other Entities or Funds	$ -	$ -
Other Current Assets	$ -	$ -
Total Current Assets	$ 46,745	$ -
Capital Assets, net (from Part 6-4)	$ -	$ -
Other Long Term Assets [specify...]	$ -	$ -
	$ -	$ -
	$ -	$ -
	$ -	$ -
(add lines 1-1 through 1-10) TOTAL ASSETS	$ 46,745	$ -
TOTAL DEFERRED OUTFLOWS OF RESOURCES	$ -	$ -
TOTAL ASSETS AND DEFERRED OUTFLOWS	$ 46,745	$ -
Liabilities		
Accounts Payable	$ -	$ -
Accrued Payroll and Related Liabilities	$ -	$ -
Accrued Interest Payable	$ -	$ -
Due to Other Entities or Funds	$ -	$ -
All Other Current Liabilities	$ -	$ -
TOTAL CURRENT LIABILITIES	$ -	$ -
Proprietary Debt Outstanding (from Part 4-4)	$ -	$ -
Other Liabilities [specify...]:	$ -	$ -
	$ -	$ -
	$ -	$ -
	$ -	$ -
	$ -	$ -
	$ -	$ -
	$ -	$ -
(add lines 1-19 through 1-27) TOTAL LIABILITIES	$ -	$ -
TOTAL DEFERRED INFLOWS OF RESOURCES	$ -	$ -
Net Position		
Net Investment in Capital Assets	$ -	$ -
Emergency Reserves	$ -	$ -
Other Designations/Reserves	$ -	$ -
Restricted	$ 46,745	$ -
Undesignated/Unreserved/Unrestricted	$ -	$ -
Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	$ 46,745	$ -
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	$ 46,745	$ -

Please use this space to provide explanation of any items on this page

The Conservation Trust Fund reported a deficit fund balance due in large part to the fact that the Town did not receive its current year funding as it was delinquent on its filings.

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds: Conservation Trust Fund	Governmental Funds: Fire Department Fund	Description	Proprietary/Fiduciary Funds: Fire Pension Fund	Proprietary/Fiduciary Funds: Fund*
	Tax Revenue			Tax Revenue		
2-1	Property [include mills levied in Question 10-6]	$ -	$ -	Property [include mills levied in Question 10-6]	$ -	$ -
2-2	Specific Ownership	$ -	$ -	Specific Ownership	$ -	$ -
2-3	Sales and Use Tax	$ -	$ -	Sales and Use Tax	$ -	$ -
2-4	Other Tax Revenue [specify...]:	$ -	$ -	Other Tax Revenue [specify...]:	$ -	$ -
2-5	City Participation	$ -	$ 49,956		$ -	$ -
2-6		$ -	$ -		$ -	$ -
2-7		$ -	$ -		$ -	$ -
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	$ -	$ 49,956	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	$ -	$ -
2-14	Grants	$ -	$ 2,074	Grants	$ -	$ -
2-15	Donations	$ -	$ 150	Donations	$ -	$ -
2-16	Charges for Sales and Services	$ -	$ -	Charges for Sales and Services	$ -	$ -
2-17	Rental Income	$ -	$ -	Rental Income	$ -	$ -
2-18	Fines and Forfeits	$ -	$ -	Fines and Forfeits	$ -	$ -
2-19	Interest/Investment Income	$ 23	$ 23	Interest/Investment Income	$ 42	$ -
2-20	Tap Fees	$ -	$ -	Tap Fees	$ -	$ -
2-21	Proceeds from Sale of Capital Assets	$ -	$ 6,732	Proceeds from Sale of Capital Assets	$ -	$ -
2-22	All Other [specify...]:	$ -	$ -	All Other [specify...]:	$ -	$ -
2-23	Miscellaneous	$ -	$ 2,815	Town Contribution	$ 5,000	$ -
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	$ 23	$ 61,750	Add lines 2-8 through 2-23 TOTAL REVENUES	$ 5,042	$ -
	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	$ -	$ -
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 23	$ 61,750	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	$ 5,042	$ -

Please use this space to provide explanation of any items on this page

GRAND TOTALS $ 66,815

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.

See Independent Accountants' Compilation Report.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES/EXPENSES

Line #	Description	Governmental Funds: Conservation Trust Fund	Governmental Funds: Fire Department Fund	Description	Proprietary/Fiduciary Funds: Fire Pension Fund	Proprietary/Fiduciary Funds: Fund*
	Expenditures			**Expenses**		
3-1	General Government	$ -	$ -	General Operating & Administrative	$ -	$ -
3-2	Judicial	$ -	$ -	Salaries	$ -	$ -
3-3	Law Enforcement	$ -	$ -	Payroll Taxes	$ -	$ -
3-4	Fire	$ -	$ 53,510	Contract Services	$ -	$ -
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	$ -	$ -
3-9	Culture and Recreation	$ 7,470	$ -	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**	$ 7,470	$ 53,510	Add lines 3-1 through 3-21 **TOTAL EXPENSES**	$ -	$ -
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	$ (7,447)	$ 8,240	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	$ 5,042	$ -
3-31	Fund Balance, January 1 from December 31 prior year report	$ 4,024	$ 57,979	Net Position, January 1 from December 31 prior year report	$ 41,703	
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.	$ (3,423)	$ 66,219	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-36.	$ 46,745	$ -

GRAND TOTAL $ 60,980

Please use this space to provide explanation of any items on this page

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.

See Independent Accountants' Compilation Report.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please use this space to provide any explanations or comments:

	Please answer the following questions by marking the appropriate boxes.	YES	NO
4-1	Does the entity have outstanding debt?	☑	☐
4-2	Is the debt repayment schedule attached? If no, MUST explain:	☑	☐
4-3	Is the entity current in its debt service payments? If no, MUST explain:	☑	☐

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

	Outstanding at beginning of year*	Issued during year	Retired during year	Outstanding at year-end
General obligation bonds	$ -	$ -	$ -	$ -
Revenue bonds	$ -	$ -	$ -	$ -
Notes/Loans	$ 437,110	$ -	$ 164,178	$ 272,932
Leases	$ -	$ -	$ -	$ -
Developer Advances	$ -	$ -	$ -	$ -
Other (specify):	$ -	$ -	$ -	$ -
TOTAL	$ 437,110	$ -	$ 164,178	$ 272,932

*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?		☐	☑
If yes:	How much?	$ -		
	Date the debt was authorized:			
4-6	Does the entity intend to issue debt within the next calendar year?		☐	☑
If yes:	How much?	$ -		
4-7	Does the entity have debt that has been refinanced that it is still responsible for?		☐	☑
If yes:	What is the amount outstanding?	$ -		
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?	$ -		

PART 5 - CASH AND INVESTMENTS

Please use this space to provide any explanations or comments:

	Please provide the entity's cash deposit and investment balances.	AMOUNT	TOTAL
5-1	YEAR-END Total of ALL Checking and Savings accounts	$ 467,716	
5-2	Certificates of deposit	$ 60,155	
	TOTAL CASH DEPOSITS		$ 527,871
	Investments (if investment is a mutual fund, please list underlying investments):		
5-3		$ -	
		$ -	
		$ -	
		$ -	
	TOTAL INVESTMENTS		$ -
	TOTAL CASH AND INVESTMENTS		$ 527,871

	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.?	☐	☐	☑
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:	☑	☐	☐

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*	Additions	Deletions	Year-End Balance
	Land	$ 14,000	$ -	$ -	$ 14,000
	Buildings	$ 257,885	$ -	$ -	$ 257,885
	Machinery and equipment	$ 494,055	$ -	$ 5,000	$ 489,055
	Furniture and fixtures	$ -	$ -	$ -	$ -
	Infrastructure	$ -	$ -	$ -	$ -
	Construction In Progress (CIP)	$ -	$ -	$ -	$ -
	Other (explain):	$ -	$ -	$ -	$ -
	Accumulated Depreciation (Enter a negative, or credit, balance)	$ (435,683)	$ (30,836)	$ (5,000)	$ (461,519)
	TOTAL	$ 330,257	$ (30,836)	$ -	$ 299,421

6-4	Complete the following Capital Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
	Land	$ 101,933	$ -	$ -	$ 101,933
	Buildings	$ 84,692	$ -	$ -	$ 84,692
	Machinery and equipment	$ 279,100	$ -	$ -	$ 279,100
	Furniture and fixtures	$ -	$ -	$ -	$ -
	Infrastructure	$ 2,063,998	$ -	$ -	$ 2,063,998
	Construction In Progress (CIP)	$ -	$ -	$ -	$ -
	Other (explain): Engineering Fees	$ 219,775	$ -	$ -	$ 219,775
	Accumulated Depreciation (Enter a negative, or credit, balance)	$ (318,837)	$ (60,285)	$ -	$ (379,122)
	TOTAL	$ 2,430,661	$ (60,285)	$ -	$ 2,370,376

*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?	☐	☑	The Plan is administered by the local Pension Board.
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.):	$ 5,000
State contribution amount:	$ -
Other (gifts, donations, etc.):	$ -
TOTAL	$ 5,000
What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?	$ 33

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:	☐	☑	☐	The Town did not adopt a budget or appropriations resolution for the current year.
8-2	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/Expenses
	$ -
	$ -
	$ -
	$ -

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

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:			
10-2	Has the entity changed its name in the past or current year?	☐	☑	
If Yes:	NEW name			
	PRIOR name			
10-3	Is the entity a metropolitan district?	☐	☑	
10-4	Please indicate what services the entity provides: General government services including fire protection, water and sewer.			
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:			
10-6	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	16.470
Total mills	16.470

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	$	527,871	Unrestricted Fund Balan	$	36,803	Total Tax Revenue	$	14,235	
Current Liabilities	$	32,680	Total Fund Balance	$	39,603	Revenue Paying Debt Service	$	-	
Deferred Inflow	$	49,822	PY Fund Balance	$	114,397	Total Revenue	$	37,712	
			Total Revenue	$	20,651	Total Debt Service Principal	$	-	
			Total Expenditures	$	95,445	Total Debt Service Interest	$	-	
Governmental			Interfund In	$	-				
Total Cash & Investments	$	69,046	Interfund Out	$	-	**Enterprise Funds**			
Transfers In	$	-	**Proprietary**			Net Position	$	2,446,092	
Transfers Out	$	-	Current Assets	$	351,066	PY Net Position	$	2,528,867	
Property Tax	$	-	Deferred Outflow	$	-	**Government-Wide**			
Debt Service Principal	$	-	Current Liabilities	$	2,418	Total Outstanding Debt	$	272,932	
Total Expenditures	$	102,933	Deferred Inflow	$	-	Authorized but Unissued	$	-	
Total Developer Advances	$	-	Cash & Investments	$	332,066	Year Authorized		1/0/1900	
Total Developer Repayments	$	-	Principal Expense	$	164,178				

PART 12 - 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?	☑	☐

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 body By signing, each individual member is certifying they are a duly elected or appointed officer of the local government. Governing members may be verified. Also by signing, the individual 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 members of the governing body below. Full Name	A MAJORITY of the members of the governing body must complete and sign in the column below.
1	Carol Nye	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:______________
2	Dave Stahley	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:______________
3	Garie County	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:______________
4	Roni Mathewson	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:______________
5	Dan Wiebers	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:______________
6	Chad Wettstein	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:______________
7	Robert Jones	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:______________

TOWN OF MERINO
Water Fund
Debt Service Schedule
December 31, 2019

	$110,000 Note		$355,000 Note		Totals	
Payment Date	Principal	Interest	Principal	Interest	Principal	Interest
5/1/2020	$ 1,702.61	$ 449.77	$ 2,898.61	$ 914.88	$ 4,601.22	$ 1,364.65
11/1/2020	1,711.12	441.26	2,913.10	900.39	4,624.22	1,341.65
5/1/2021	1,719.67	432.71	2,927.66	885.83	4,647.33	1,318.54
11/1/2021	1,728.27	424.11	2,942.30	871.19	4,670.57	1,295.30
5/1/2022	1,736.91	415.47	2,957.01	856.48	4,693.92	1,271.95
11/1/2022	1,745.60	406.78	2,971.80	841.69	4,717.40	1,248.47
5/1/2023	1,754.33	398.05	2,986.66	826.83	4,740.99	1,224.88
11/1/2023	1,763.10	389.28	3,001.59	811.90	4,764.69	1,201.18
5/1/2024	1,771.91	380.47	3,016.60	796.89	4,788.51	1,177.36
11/1/2024	1,780.77	371.61	3,031.68	781.81	4,812.45	1,153.42
5/1/2025	1,789.68	362.70	3,046.84	766.65	4,836.52	1,129.35
11/1/2025	1,798.63	353.75	3,062.07	751.42	4,860.70	1,105.17
5/1/2026	1,807.62	344.76	3,077.39	736.10	4,885.01	1,080.86
11/1/2026	1,816.66	335.72	3,092.77	720.72	4,909.43	1,056.44
5/1/2027	1,825.74	326.64	3,108.24	705.25	4,933.98	1,031.89
11/1/2027	1,834.87	317.51	3,123.78	689.71	4,958.65	1,007.22
5/1/2028	1,844.04	308.34	3,139.40	674.09	4,983.44	982.43
11/1/2028	1,853.26	299.12	3,155.09	658.40	5,008.35	957.52
5/1/2029	1,862.53	289.85	3,170.87	642.62	5,033.40	932.47
11/1/2029	1,871.84	280.54	3,186.72	626.77	5,058.56	907.31
5/1/2030	1,881.20	271.18	3,202.66	610.83	5,083.86	882.01
11/1/2030	1,890.61	261.77	3,218.67	594.82	5,109.28	856.59
5/1/2031	1,900.06	252.32	3,234.76	578.73	5,134.82	831.05
11/1/2031	1,909.56	242.82	3,250.94	562.55	5,160.50	805.37
5/1/2032	1,919.11	233.27	3,267.19	546.30	5,186.30	779.57
11/1/2032	1,928.70	223.68	3,283.53	529.96	5,212.23	753.64
5/1/2033	1,938.35	214.03	3,299.95	513.54	5,238.30	727.57
11/1/2033	1,948.04	204.34	3,316.44	497.05	5,264.48	701.39
5/1/2034	1,957.78	194.60	3,333.03	480.46	5,290.81	675.06
11/1/2034	1,967.57	184.81	3,349.69	463.80	5,317.26	648.61
5/1/2035	1,977.41	174.97	3,366.44	447.05	5,343.85	622.02
11/1/2035	1,987.29	165.09	3,383.27	430.22	5,370.56	595.31
5/1/2036	1,997.23	155.15	3,400.19	413.30	5,397.42	568.45
11/1/2036	2,007.22	145.16	3,417.19	396.30	5,424.41	541.46
5/1/2037	2,017.25	135.13	3,434.28	379.21	5,451.53	514.34
11/1/2037	2,027.34	125.04	3,451.45	362.04	5,478.79	487.08
5/1/2038	2,037.48	114.90	3,468.70	344.79	5,506.18	459.69
11/1/2038	2,047.66	104.72	3,486.05	327.44	5,533.71	432.16
5/1/2039	2,057.90	94.48	3,503.48	310.01	5,561.38	404.49
11/1/2039	2,068.19	84.19	3,521.00	292.49	5,589.19	376.68
5/1/2040	2,078.53	73.85	3,538.60	274.89	5,617.13	348.74
11/1/2040	2,088.92	63.46	3,556.29	257.20	5,645.21	320.66
5/1/2041	2,099.37	53.01	3,574.08	239.41	5,673.45	292.42
11/1/2041	2,109.87	42.51	3,591.95	221.54	5,701.82	264.05
5/1/2042	2,120.42	31.96	3,609.91	203.58	5,730.33	235.54
11/1/2042	2,131.02	21.36	3,627.96	185.53	5,758.98	206.89
5/1/2043	2,141.53	10.71	3,646.09	167.40	5,787.62	178.11
11/1/2043	-	-	3,664.33	149.16	3,664.33	149.16
5/1/2044	-	-	3,682.65	130.84	3,682.65	130.84
11/1/2044	-	-	3,701.06	112.43	3,701.06	112.43
5/1/2045	-	-	3,719.57	93.92	3,719.57	93.92
11/1/2045	-	-	3,738.16	75.33	3,738.16	75.33
5/1/2046	-	-	3,756.85	56.64	3,756.85	56.64
11/1/2046	-	-	3,775.64	37.85	3,775.64	37.85
5/1/2047	-	-	3,794.66	18.97	3,794.66	18.97
	$ 89,954.77	$ 11,206.95	$ 182,976.89	$ 26,765.20	$ 272,931.66	$ 37,972.15

RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT
(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR YEAR 2019 FOR THE **Town of Merino**, STATE OF COLORADO.

WHEREAS, the **Town Council** of **Town of Merino** wishes to claim exemption from audit requirements of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenues nor expenditures for **Town of Merino** exceeded $750,000 for Year 2019; and

WHERAS, an application for exemption from audit for **Town of Merino** has been prepared by **Lauer, Szabo & Associates, P.C.**, an independent accounting firm with knowledge of 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/ordained by the **Town Council** of the **Town of Merino** that the application for exemption from audit for **Town of Merino** for the year ended December 31, 2019, has been personally reviewed and is hereby approved by a majority of the **Town Council** of the **Town of Merino**; that those members of the **Town Council** 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 **Town of Merino** for the year ended December 31, 2019.

ADOPTED THIS 14th day of February, 2022.

Printed Name of Director	Date Term Expires	Signature
Carol Nye		Carol H Nye
Dave Stahley		
Garie County		
Roni Mathewson		
Dan Wiebers		
Chad Wettstein		
Robert Jones	3/ /26	Robert Jones

LAUER, SZABO &
ASSOCIATES, PC
Certified Public Accountants
205 Main St. · P.O. Box 1886 · Sterling, CO 80751-7886
Phone 970-522-2218 · FAX 970-522-2220

Independent Accountants' Compilation Report

To the Mayor and Members of Town Council
Town of Merino
Merino, Colorado

Management is responsible for the accompanying financial statements of Town of Merino, which comprise the balance sheet as of December 31, 2019, and the related operating statements for the year then ended, included in the accompanying prescribed form. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form, nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are presented in accordance with requirements of the Colorado Office of the State Auditor, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of Town of Merino and the Colorado Office of the State Auditor, and is not intended to be and should not be used by anyone other than these specified parties.

Lauer, Szabo & Associates, P.C.

Sterling, Colorado
February 4, 2022