

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT
ADDRESS

Karl's Farm Metropolitan District No. 1
c/o White Bear Ankele Tanaka & Waldron
2154 E. Commons Avenue, Suite 2000
Centennial, CO 80122
George Rowley
303-858-1800
growley@wbapc.com
303-858-1801

For the Year Ended
12/31/2020
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL
FAX

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: **Diane Wheeler**
TITLE: **District Accountant**
FIRM NAME (if applicable): **Simmons & Wheeler, P.C.**
ADDRESS: **304 Inverness Way South, Suite 490 Englewood, CO 80112**
PHONE: **303-689-0833**
DATE PREPARED: **12/20/2021**
RELATIONSHIP TO ENTITY: **CPA engaged to prepare financial statements for the District**

PREPARER (SIGNATURE REQUIRED)
Diane Wheeler

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"/>	

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Proprietary/Fiduciary Funds	Please use this space to provide explanation of any items on this page
		General Fund*	Fund*		
Assets					
1-1	Cash & Cash Equivalents	\$ 2,256	\$ -	\$ -	
1-2	Investments	\$ -	\$ -	\$ -	
1-3	Receivables	\$ 24,017	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	\$ -	
	All Other Assets [specify...]	\$ -	\$ -	\$ -	
1-5	Prepaid expenses	\$ -	\$ -	\$ -	
1-6		\$ -	\$ -	\$ -	
1-7		\$ -	\$ -	\$ -	
1-8		\$ -	\$ -	\$ -	
1-9		\$ -	\$ -	\$ -	
1-10		\$ -	\$ -	\$ -	
1-11		\$ -	\$ -	\$ -	
1-12		\$ -	\$ -	\$ -	
1-13		\$ -	\$ -	\$ -	
	(add lines 1-1 through 1-10)	\$ 26,273	\$ -	\$ -	
	TOTAL ASSETS	\$ 26,273	\$ -	\$ -	
	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	\$ -	
	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 26,273	\$ -	\$ -	
Liabilities					
1-14	Accounts Payable	\$ 26,273	\$ -	\$ -	
1-15	Accrued Payroll and Related Liabilities	\$ -	\$ -	\$ -	
1-16	Accrued Interest Payable	\$ -	\$ -	\$ -	
1-17	Due to Other Entities or Funds	\$ -	\$ -	\$ -	
1-18	All Other Current Liabilities	\$ -	\$ -	\$ -	
1-19		\$ -	\$ -	\$ -	
1-20		\$ -	\$ -	\$ -	
1-21		\$ -	\$ -	\$ -	
1-22		\$ -	\$ -	\$ -	
1-23		\$ -	\$ -	\$ -	
1-24		\$ -	\$ -	\$ -	
1-25		\$ -	\$ -	\$ -	
1-26		\$ -	\$ -	\$ -	
1-27		\$ -	\$ -	\$ -	
1-28		\$ -	\$ -	\$ -	
1-29		\$ -	\$ -	\$ -	
	(add lines 1-19 through 1-27)	\$ 26,273	\$ -	\$ -	
	TOTAL LIABILITIES	\$ 26,273	\$ -	\$ -	
	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ -	\$ -	\$ -	
	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 24,017	\$ -	\$ -	
Fund Balance					
1-30	Nonspendable Prepaid	\$ -	\$ -	\$ -	
1-31	Nonspendable Inventory	\$ -	\$ -	\$ -	
1-32	Restricted Emergency/Debt Service	\$ 3,198	\$ -	\$ -	
1-33	Committed [specify...]	\$ -	\$ -	\$ -	
1-34	Assigned [specify...]	\$ -	\$ -	\$ -	
1-35	Unassigned:	\$ (3,198)	\$ -	\$ -	
1-36		\$ -	\$ -	\$ -	
	(add lines 1-30 through 1-35)	\$ -	\$ -	\$ -	
	TOTAL FUND BALANCE	\$ -	\$ -	\$ -	
1-37		\$ -	\$ -	\$ -	
	(add lines 1-28, 1-29 and 1-36)	\$ 50,290	\$ -	\$ -	
	TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ 50,290	\$ -	\$ -	
	TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ -	\$ -	\$ -	

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*		Fund*	Fund*	
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	Transfer from other Districts	\$ 42,557	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7	\$ 42,557	\$ -	Add lines 2-1 through 2-7	\$ -	\$ -	
	TOTAL TAX REVENUE	\$ -	\$ -	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	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ -	\$ -	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	\$ -	\$ -	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		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23	\$ 42,557	\$ -	Add lines 2-8 through 2-23	\$ -	\$ -	
	TOTAL REVENUES	\$ -	\$ -	TOTAL REVENUES	\$ -	\$ -	
Other Financing Sources							
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Developer Advances	\$ 40,000	\$ -	Developer Advances	\$ -	\$ -	
2-27	Other (specify...): Developer adv receivable	\$ 24,017	\$ -	Other (specify...):	\$ -	\$ -	
2-28	Add lines 2-25 through 2-27	\$ 64,017	\$ -	Add lines 2-25 through 2-27	\$ -	\$ -	
	TOTAL OTHER FINANCING SOURCES	\$ 106,574	\$ -	TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	
2-29	Add lines 2-24 and 2-28	\$ 106,574	\$ -	Add lines 2-24 and 2-28	\$ -	\$ -	
	TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 106,574	\$ -	TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ -	\$ -	
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		Proprietary/Fiduciary Funds	Fund*
		General Fund*	Fund*		
Expenditures					
3-1	General Government	\$	106,574	\$	-
3-2	Judicial	\$	-	\$	-
3-3	Law Enforcement	\$	-	\$	-
3-4	Fire	\$	-	\$	-
3-5	Highways & Streets	\$	-	\$	-
3-6	Solid Waste	\$	-	\$	-
3-7	Contributions to Fire & Police Pension Assoc.	\$	-	\$	-
3-8	Health	\$	-	\$	-
3-9	Culture and Recreation	\$	-	\$	-
3-10	Transfers to other districts	\$	-	\$	-
3-11	Other [specify...]:	\$	-	\$	-
3-12		\$	-	\$	-
3-13		\$	-	\$	-
3-14	Capital Outlay	\$	-	\$	-
	Debt Service	\$	-	\$	-
	Principal	\$	-	\$	-
3-15	Interest	\$	-	\$	-
3-16	Bond Issuance Costs	\$	-	\$	-
3-17	Developer Principal Repayments	\$	-	\$	-
3-18	Developer Interest Repayments	\$	-	\$	-
3-19	All Other [specify...]:	\$	-	\$	-
3-20		\$	-	\$	-
3-21		\$	-	\$	-
3-22	Add lines 3-1 through 3-21	\$	106,574	\$	-
	TOTAL EXPENDITURES	\$	106,574	\$	-
3-23	Interfund Transfers (In)	\$	-	\$	-
3-24	Interfund Transfers Out	\$	-	\$	-
3-25	Other Expenditures (Revenues):	\$	-	\$	-
3-26		\$	-	\$	-
3-27		\$	-	\$	-
3-28		\$	-	\$	-
3-29	(Add lines 3-23 through 3-28)	\$	-	\$	-
	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$	-	\$	-
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$	-	\$	-
	Line 2-29, less line 3-22, plus line 3-29	\$	-	\$	-
3-31	Fund Balance, January 1 from December 31 prior year report	\$	-	\$	-
3-32	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.	\$	-	\$	-
	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	\$	-	\$	-
	Net Position, January 1 from December 31 prior year report	\$	-	\$	-
	Prior Period Adjustment (MUST explain)	\$	-	\$	-
	Net Position, December 31	\$	-	\$	-
	Line 3-30 plus line 3-31	\$	-	\$	-
	This total should be the same as line 1-36.	\$	-	\$	-
	Net Position, December 31	\$	-	\$	-
	TOTAL GAAP RECONCILING ITEMS	\$	-	\$	-
	(Line 3-26, plus line 3-27, less line 3-24, less line 3-25)	\$	-	\$	-
	TOTAL EXPENSES	\$	-	\$	-
	Add lines 3-1 through 3-21	\$	-	\$	-
	GRAND TOTAL	\$	106,574	\$	-

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 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box

- 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: 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

Fund Name	Budgeted Expenditures/Expenses
General fund	\$ 50,000
Debt Service Fund	\$ -
Capital projects fund	\$ -

Please use this space to provide any explanations or comments:
 2020 Budget is anticipated to be amended at the next Board Meeting.

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

Please answer the following question by marking in the appropriate box

- 9-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? YES NO

government from the 3 percent emergency reserve requirement. All governments should determine if they meet this

Please use this space to provide any explanations or comments:

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box

- 10-1 Is this application for a newly formed governmental entity? YES NO

If yes:

Date of formation:

- 10-2 Has the entity changed its name in the past or current year? YES NO

If Yes: NEW name

PRIOR name

- 10-3 Is the entity a metropolitan district? YES NO

- 10-4 Please indicate what services the entity provides:

Streets, traffic control, water, sewer, park and recreation

- 10-5 Does the entity have an agreement with another government to provide services? YES NO

If yes: List the name of the other governmental entity and the services provided:

- 10-6 Does the entity have a certified mill levy? YES NO

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	0.000
Total mills	0.000

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	\$	2,256	Unrestricted Fund Balan	\$	(3,198)	Total Tax Revenue	\$	42,557
Current Liabilities	\$	26,273	Total Fund Balance	\$	-	Revenue Paying Debt Service	\$	-
Deferred Inflow	\$	24,017	PY Fund Balance	\$	-	Total Revenue	\$	106,574
			Total Revenue	\$	106,574	Total Debt Service Principal	\$	-
			Total Expenditures	\$	106,574	Total Debt Service Interest	\$	-
			Interfund In	\$	-			
			Interfund Out	\$	-	Enterprise Funds		
			- Proprietary	\$	-	Net Position	\$	-
			- Current Assets	\$	-	- PY Net Position	\$	-
			- Deferred Outflow	\$	-	Government-Wide		
			- Current Liabilities	\$	-	Total Outstanding Debt	\$	40,000
			- Deferred Inflow	\$	106,574	- Authorized but Unissued	\$	481,000,000
			- Cash & Investments	\$	-	- Year Authorized	\$	
			- Principal Expense	\$	-			
								11/5/2019
Governmental								
Total Cash & Investments	\$							
Transfers In	\$							
Transfers Out	\$							
Property Tax	\$							
Debt Service Principal	\$							
Total Expenditures	\$							
Total Developer Advances	\$							
Total Developer Repayments	\$							

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.		A MAJORITY of the members of the governing body must complete and sign in the column below.	
1	Full 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 _____ <small>(Dec-20, 2021 12:51 MST)</small>
	David Goldberg	I, <u>David Goldberg</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 <u>David Goldberg</u> <small>(Dec-20, 2021 12:51 MST)</small> Date: _____ My term Expires: <u>May 2022</u>
	Daniel Frank	I, <u>Daniel Frank</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 <u>Daniel Frank</u> <small>(Dec-20, 2021 12:51 MST)</small> Date: _____ My term Expires: <u>May 2022</u>
	Richard Farnk	I, <u>Richard Frank</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 _____ Date: _____ My term Expires: <u>May 2023</u>
	Marc Cooper	I, <u>Marc Cooper</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 <u>Marc Cooper</u> <small>(Dec-20, 2021 13:29 MST)</small> Date: _____ My term Expires: <u>May 2022</u>
	Steven Shofflick	I, <u>Steve Shofflick</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 _____ Date: _____ My term Expires: <u>May 2023</u>
	Full 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: _____ My term Expires: _____
	Full 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: _____ My term Expires: _____

Karls Farm 1 2020

Interim Agreement Report











2021-12-20

Created:	2021-12-20
By:	Cathy Hamilton (cathy@simmonswheeler.com)
Status:	Out for Signature
Transaction ID:	CBJCHBCAABA9W4uHzMuxkIlbfFHihJ_Jc5A3BumuD6

Agreement History

Agreement history is the list of the events that have impacted the status of the agreement prior to the final signature. A final audit report will be generated when the agreement is complete.

"Karls Farm 1 2020" History

-  Document created by Cathy Hamilton (cathy@simmonswheeler.com)
2021-12-20 - 7:33:22 PM GMT- IP address: 208.187.187.252
-  Document emailed to David Goldberg (dgoldberg@millerre.com) for signature
2021-12-20 - 7:35:44 PM GMT
-  Document emailed to Diane Wheeler (diane@simmonswheeler.com) for signature
2021-12-20 - 7:35:44 PM GMT
-  Document emailed to Daniel Frank (dfrank@centregp.com) for signature
2021-12-20 - 7:35:44 PM GMT
-  Document emailed to rfrank@centregp.com for signature
2021-12-20 - 7:35:44 PM GMT
-  Document emailed to Marc cooper (mcooper@coopermgmt.com) for signature
2021-12-20 - 7:35:45 PM GMT
-  Document emailed to sshofflick@millerre.com for signature
2021-12-20 - 7:35:45 PM GMT
-  Email viewed by Diane Wheeler (diane@simmonswheeler.com)
2021-12-20 - 7:41:26 PM GMT- IP address: 208.187.187.252
-  Document e-signed by Diane Wheeler (diane@simmonswheeler.com)
Signature Date: 2021-12-20 - 7:41:32 PM GMT - Time Source: server- IP address: 208.187.187.252
-  Email viewed by David Goldberg (dgoldberg@millerre.com)
2021-12-20 - 7:46:14 PM GMT- IP address: 208.184.162.188

 Email viewed by Daniel Frank (dfrank@centregroup.com)

2021-12-20 - 7:47:21 PM GMT- IP address: 174.215.18.97

 Document e-signed by David Goldberg (dgoldberg@millerre.com)

Signature Date: 2021-12-20 - 7:51:00 PM GMT - Time Source: server- IP address: 208.184.162.188

 Email viewed by Marc cooper (mcooper@coopermgmt.com)

2021-12-20 - 8:28:52 PM GMT- IP address: 174.215.20.117

 Document e-signed by Marc cooper (mcooper@coopermgmt.com)

Signature Date: 2021-12-20 - 8:29:33 PM GMT - Time Source: server- IP address: 174.215.20.117

 Document e-signed by Daniel Frank (dfrank@centregroup.com)

Signature Date: 2021-12-20 - 8:42:57 PM GMT - Time Source: server- IP address: 96.66.77.25