

**APPLICATION FOR EXEMPTION FROM AUDIT  
LONG FORM**

NAME OF GOVERNMENT  
ADDRESS

Indian Hills Water District  
P.O. Box 710  
Indian Hills, Colorado 80454

For the Year Ended  
12/31/20  
or fiscal year ended:

CONTACT PERSON  
PHONE  
EMAIL  
FAX

Kristin Waters  
(303) 697-8810  
Indianhillswaterdistrict@comcast.net  
(303) 697-3977

**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 \$700,000, and that independent means someone who is separate from the entity.

NAME  
TITLE  
FIRM NAME (if applicable)  
ADDRESS  
PHONE  
DATE PREPARED  
RELATIONSHIP TO ENTITY

Richard K. Sotiros  
CPA  
Sotiros & Sotiros, LLC  
2255 S. Wadsworth Blvd, Suite 106 Lakewood, CO 80227  
(303) 716-0581  
17-Mar-21  
Independent accounting firm

**PREPARER SIGNATURE REQUIRED**

*Richard K. Sotiros, C.P.A.*

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 (b, c) 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

Account Number	Governmental Funds		Account Number	Proprietary Funds (if any)		Please use this space to provide explanation of any items on this page
	Assets	Liabilities		Assets	Liabilities	
1-1	Cash & Cash Equivalents	\$ - \$ -	1-1	Cash & Cash Equivalents	\$ 589,631 \$ -	Other Current Assets - Deferred Taxes Receivable
1-2	Investments	\$ - \$ -	1-2	Investments	\$ - \$ -	
1-3	Receivables	\$ - \$ -	1-3	Receivables	\$ 33,176 \$ -	
1-4	Due from Other Entities or Funds	\$ - \$ -	1-4	Due from Other Entities or Funds	\$ - \$ -	
	All Other Assets (specify...)	\$ - \$ -		Other Current Assets	\$ 345,227 \$ -	
1-5		\$ - \$ -		Total Current Assets	\$ 968,034 \$ -	
1-6		\$ - \$ -	1-6	Capital Assets, net (from Part 4)	\$ 1,046,619 \$ -	
1-7		\$ - \$ -	1-7	Other Long Term Assets (specify...)	\$ - \$ -	
1-8		\$ - \$ -	1-8		\$ - \$ -	
1-9		\$ - \$ -	1-9		\$ - \$ -	
1-10		\$ - \$ -	1-10		\$ - \$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ - \$ -	1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 2,014,653 \$ -	
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ - \$ -	1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ - \$ -	
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ - \$ -	1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 2,014,653 \$ -	
<b>Liabilities</b>			<b>Liabilities</b>			
1-14	Accounts Payable	\$ - \$ -	1-14	Accounts Payable	\$ 45,703 \$ -	
1-15	Accrued Payroll and Related Liabilities	\$ - \$ -	1-15	Accrued Payroll and Related Liabilities	\$ 13,592 \$ -	
1-16	Accrued Interest Payable	\$ - \$ -	1-16	Accrued Interest Payable	\$ - \$ -	
1-17	Due to Other Entities or Funds	\$ - \$ -	1-17	Due to Other Entities or Funds	\$ - \$ -	
1-18	All Other Current Liabilities	\$ - \$ -	1-18	All Other Current Liabilities	\$ - \$ -	
1-19	TOTAL CURRENT LIABILITIES	\$ - \$ -	1-19	TOTAL CURRENT LIABILITIES	\$ 59,295 \$ -	
1-20	All Other Liabilities (specify...)	\$ - \$ -	1-20	Proprietary Debt Outstanding (from Part 4)	\$ - \$ -	
1-21		\$ - \$ -	1-21	Other Liabilities (specify...)	\$ - \$ -	
1-22		\$ - \$ -	1-22		\$ - \$ -	
1-23		\$ - \$ -	1-23		\$ - \$ -	
1-24		\$ - \$ -	1-24		\$ - \$ -	
1-25		\$ - \$ -	1-25		\$ - \$ -	
1-26		\$ - \$ -	1-26		\$ - \$ -	
1-27		\$ - \$ -	1-27		\$ - \$ -	
1-28	(add lines 1-14 through 1-27) TOTAL LIABILITIES	\$ - \$ -	1-28	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ 59,295 \$ -	
1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ - \$ -	1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 345,227 \$ -	
<b>Fund Balance</b>			<b>Net Position</b>			
1-30	Nonspendable Prepaid	\$ - \$ -	1-30	Net Investment in Capital Assets	\$ 1,046,619 \$ -	
1-31	Nonspendable Inventory	\$ - \$ -	1-31	Emergency Reserves	\$ - \$ -	
1-32	Restricted (specify...)	\$ - \$ -	1-32	Other Designations/Reserves	\$ - \$ -	
1-33	Committed (specify...)	\$ - \$ -	1-33	Restricted	\$ - \$ -	
1-34	Assigned (specify...)	\$ - \$ -	1-34	Undesignated/Unreserved/Unrestricted	\$ 563,512 \$ -	
1-35	Unassigned	\$ - \$ -	1-35		\$ - \$ -	
1-36	Add lines 1-30 through 1-35 This total should be the same as line 1-13 TOTAL FUND BALANCE	\$ - \$ -	1-36	Add lines 1-30 through 1-35 This total should be the same as line 1-33 TOTAL NET POSITION	\$ 1,610,131 \$ -	
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	\$ - \$ -	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 NET POSITION	\$ 2,014,653 \$ -	

**PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES**

	Governmental Funds		Proprietary/Industry Funds		Please use this space to provide explanation of any items on this page.
	Amount	Count	Amount	Count	
<b>Tax Revenue</b>			<b>Tax Revenue</b>		
2-1 Property (include bills levied in Question 10-6)	\$ -	\$ -	Property (include bills levied in Question 10-6)	\$ 322,017	\$ -
2-2 Specific Ownership	\$ -	\$ -	Specific Ownership	\$ 24,454	\$ -
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 <b>TOTAL TAX REVENUE</b>	\$ -	\$ -	Add lines 2-1 through 2-7 <b>TOTAL TAX REVENUE</b>	\$ 346,471	\$ -
2-9 Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -
2-10 Highway Users Tax Funds (murt)	\$ -	\$ -	Highway Users Tax Funds (murt)	\$ -	\$ -
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	\$ 257,091	\$ -
2-17 Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -
2-18 Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -
2-19 Interest/Investment Income	\$ -	\$ -	Interest/Investment Income	\$ 3,438	\$ -
2-20 Tap Fees	\$ -	\$ -	Tap Fees	\$ 18,500	\$ -
2-21 Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ 6,985	\$ -
2-22 All Other (specify...)	\$ -	\$ -	All Other (specify...)	\$ -	\$ -
2-23	\$ -	\$ -		\$ -	\$ -
2-24 Add lines 2-9 through 2-23 <b>TOTAL REVENUES</b>	\$ -	\$ -	Add lines 2-9 through 2-23 <b>TOTAL REVENUES</b>	\$ 632,485	\$ -
<b>Other Financing Sources</b>			<b>Other Financing Sources</b>		
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 <b>TOTAL OTHER FINANCING SOURCES</b>	\$ -	\$ -	Add lines 2-25 through 2-27 <b>TOTAL OTHER FINANCING SOURCES</b>	\$ -	\$ -
2-29 Add lines 2-24 and 2-28 <b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	\$ -	\$ -	Add lines 2-24 and 2-28 <b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>	\$ 632,485	\$ -
				<b>GRAND TOTALS</b>	
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.				\$ 632,485	\$ -

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

Line	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds	
		Amount	Count		Amount	Count
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ 52,412	\$ -
3-2	Judicial	\$ -	\$ -	Salaries	\$ 158,587	\$ -
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ 13,204	\$ -
3-4	Fire	\$ -	\$ -	Contract Services	\$ 290,301	\$ -
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ 19,192	\$ -
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ 8,481	\$ -
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ 22,638	\$ -
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ 105,571	\$ -
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ 28,106	\$ -
3-10	Transfers to other districts	\$ -	\$ -	Utilities	\$ 28,204	\$ -
3-11	Other (specify...)	\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -
3-12		\$ -	\$ -	Other (specify...)	\$ -	\$ -
3-13		\$ -	\$ -	Water Rights	\$ 3,050	\$ -
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 <b>TOTAL EXPENDITURES</b>	\$ -	\$ -	Add lines 3-1 through 3-21 <b>TOTAL EXPENSES</b>	\$ 729,746	\$ -
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	\$ 37,746	\$ -
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, 3-16)	\$ -	\$ -
3-29	Add lines 3-23 through 3-28 <b>TOTAL TRANSFERS AND OTHER EXPENDITURES</b>	\$ -	\$ -	(Line 3-25, plus line 3-27, less line 3-24, less line 3-28) <b>TOTAL GAAP RECONCILING ITEMS</b>	\$ (37,746)	\$ -
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	\$ -	\$ -	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	\$ (135,007)	\$ -
3-31	Fund Balance, January 1 from December 31 prior year report	\$ -	\$ -	Net Position, January 1 from December 31 prior year report	\$ -	\$ -
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 1-35.	\$ -	\$ -	Net Position, December 31 Line 3-30 plus line 3-31 This total should be the same as line 1-35.	\$ (135,007)	\$ -

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

**GRAND TOTAL**  
\$ 729,746

**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, O.R.S., or contact the OSA Local Government Division at (503) 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:  YES  NO
- 4-3 Is the entity current in its debt service payments? If no, MUST explain:  YES  NO

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

	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):	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

\*must agree to prior year ending balance

- 4-5 Does the entity have any authorized, but unissued, debt?  YES  NO
- If yes: How much? \$ \_\_\_\_\_
- 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?  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	\$ 589,631	
5-2 Certificates of deposit	\$ -	
<b>TOTAL CASH DEPOSITS</b>		<b>\$ 589,631</b>
<b>Investments (if investment is a mutual fund, please list underlying investments):</b>		
	\$ -	
	\$ -	
	\$ -	
	\$ -	
<b>TOTAL INVESTMENTS</b>		<b>\$ -</b>
<b>TOTAL CASH AND INVESTMENTS</b>		<b>\$ 589,631</b>

Please answer the following question by marking in the appropriate box.

YES NO NA

- 5-4 Are the entity's investments legal in accordance with Section 24-75-601, et seq., C.R.S.?  YES  NO  NA
- 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  NA

**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?  YES                       NO
- 6-2 Has the entity performed an annual inventory of capital assets in accordance with Section 26-1-506, C.R.S.? If no, MUST explain:  YES                       NO

6-3	Compare the following Capital Assets (not GOVERNMENTAL FUNDS)	Balance beginning of fiscal year	Additions	Disposals	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)	\$ -	\$ -	\$ -	\$ -
	<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

6-4	Compare the following Capital Assets (not PROPRIETARY FUNDS)	Balance beginning of fiscal year	Additions	Disposals	Year End Balance
	Land	\$ 2,102	\$ -	\$ -	\$ 2,102
	Buildings	\$ 53,452	\$ -	\$ -	\$ 53,452
	Machinery and equipment	\$ 30,822	\$ -	\$ -	\$ 30,822
	Furniture and fixtures	\$ 5,826	\$ -	\$ -	\$ 5,826
	Infrastructure	\$ 2,235,280	\$ -	\$ 20,621	\$ 2,214,659
	Construction in Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation (enter a negative, or credit, balance)	\$ (1,242,602)	\$ (37,746)	\$ (20,106)	\$ (1,280,242)
	<b>TOTAL</b>	\$ 1,084,880	\$ (37,746)	\$ 515	\$ 1,046,619

\*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?  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 (grants, donations, etc.):	\$ -

**TOTAL**

\$ -

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

\$ -

**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: | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |  |
| 8-2 Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:                                | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |  |

If yes, Please indicate the amount budgeted for each fund for the year reported

Enteries	Budgeted Amount (in \$)
	\$ 943,766
	\$ -
	\$ -
	\$ -

**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(e)]? Note: An election to exempt the government from the spending limitations of TABOR does not exempt the | <input checked="" type="checkbox"/> | <input type="checkbox"/> |  |

**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? | <input type="checkbox"/> | <input checked="" type="checkbox"/> |  |

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:

- 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	18.056
Total mills	18.056

Please use this space to provide any additional explanations or comments not previously included.



**PART 12 - GOVERNING BODY APPROVAL**

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

YES                      NO

12.4 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 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 (2), 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 member of the local government. Governing members may be verified. Also by signing, the individual member certifies that the Application for Exemption from Audit has been prepared consistent with Section 26-1-304, 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.)

Prior 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.

Full Name	Signature	Date	My term Expires
Samantha Kepley		3/22/21	5/22
Dave Mosby		3/23/21	5/22
Tony Pesce		3/24/21	5/23
Craig Levy		3/22/21	5/23
Scott Rypkowski		not available for signing	5/22

**INDIAN HILLS WATER DISTRICT**

**RESOLUTION 2021-003**

**RESOLUTION FOR EXEMPTION FROM AUDIT**

(Pursuant to §29-1-604, CRS)

**A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR THE FISCAL YEAR 2020 FOR THE INDIAN HILLS WATER DISTRICT, STATE OF COLORADO.**

WHEREAS, the Board of Directors of the Indian Hills Water District wishes to claim exemption from the audit requirement of §29-1-603, CRS; and

WHEREAS, §29-1-604, CRS, states that any local government where neither revenues nor expenditures exceed seven hundred and fifty thousand dollars may, with the approval of the state auditor, be exempt from the provisions of §29-1-603, CRS; and

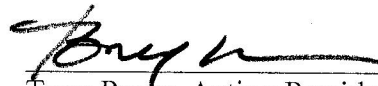
WHEREAS, neither revenues nor expenditures for the Indian Hills Water District exceeded \$750,000.00 for fiscal year 2020; and

WHEREAS, an application for exemption from audit for Indian Hills Water District has been prepared by Sotiros & Sotiros, CPA, LLC, an independent accountant 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 by the Board of Directors of the Indian Hills Water District that the application for exemption from audit for the Indian Hills Water District for the fiscal year ended December 31, 2020, has been personally reviewed and is hereby approved by a majority of the Board of Directors of the District; that those members of the Board of Directors 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 District for the fiscal year ended December 31, 2020.

ADOPTED THIS 18th day of March, 2021.



\_\_\_\_\_  
Tony Pesce, Acting President

ATTEST:

  
\_\_\_\_\_  
Acting Secretary

Members of Board of Directors

Date Term Expires

Signature

Samantha Kepley

5/2022

*Samantha Kepley*

Dave Mosby

5/2022

*Dave Mosby*

Tony Pesce

5/2023

*Tony Pesce*

Craig Levy

5/2023

*Craig Levy*

Scott Ryplewski

5/2022

*Not available for signing*