

APPLICATION FOR EXEMPTION FROM AUDIT LONG FORM

NAME OF GOVERNMENT
ADDRESS

Otis Sanitation District
PO Box 182
Otis, CO 80743

For the Year Ended
12/31/2021
or fiscal year ended:

CONTACT PERSON
PHONE
EMAIL
FAX

David Allen
970-554-0563
davera1950@gmail.com

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

Melanie K Krening
Public Accountant
Melanie K Krening, Public Accountant
PO Box 536 - Akron, CO 80720
970-345-2342
3/5/2022
None

PREPARER (SIGNATURE REQUIRED)

Melanie K Krening

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:

P

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

*Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

		Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page	
Line #	Description	Fund*	Fund*	Description	General Fund*		Fund*
Assets							
1-1	Cash & Cash Equivalents	\$ -	\$ -	Cash & Cash Equivalents	\$ 431,481	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -	
1-5	Property Tax Receivable	\$ -	\$ -	Other Current Assets [specify...]			
	All Other Assets [specify...]						
1-6		\$ -	\$ -				
1-7		\$ -	\$ -	Total Current Assets	\$ 431,481	\$ -	
1-8		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ 1,318,305	\$ -	
1-9		\$ -	\$ -	Other Long Term Assets [specify...]	\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 1,749,786	\$ -	
Deferred Outflows of Resources							
1-12	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -	
1-13	[specify...]	\$ -	\$ -	[specify...]	\$ -	\$ -	
1-14	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -	(add lines 1-12 through 1-13) TOTAL DEFERRED OUTFLOWS	\$ -	\$ -	
1-15	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 1,749,786	\$ -	
Liabilities							
1-16	Accounts Payable	\$ -	\$ -	Accounts Payable	\$ -	\$ -	
1-17	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -	
1-18	Unearned Property Tax Revenue	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -	
1-19	Due to Other Entities or Funds	\$ -	\$ -	Due to Other Entities or Funds	\$ -	\$ -	
1-20	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -	
1-21	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ -	\$ -	(add lines 1-16 through 1-20) TOTAL CURRENT LIABILITIES	\$ -	\$ -	
1-22	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ 719,218	\$ -	
1-23		\$ -	\$ -	Other Liabilities [specify...]	\$ -	\$ -	
1-24		\$ -	\$ -		\$ -	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	
1-26		\$ -	\$ -		\$ -	\$ -	
1-27	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ -	\$ -	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ 719,218	\$ -	
Deferred Inflows of Resources							
1-28	Deferred Property Taxes	\$ -	\$ -	Pension Related	\$ -	\$ -	
1-29	Other [specify...]	\$ -	\$ -	Other [specify...]	\$ -	\$ -	
1-30	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ -	\$ -	(add lines 1-28 through 1-29) TOTAL DEFERRED INFLOWS	\$ -	\$ -	
Fund Balance							
1-31	Nonspendable Prepaid	\$ -	\$ -	Net Position			
1-32	Nonspendable Inventory	\$ -	\$ -	Net Investment in Capital Assets	\$ 599,086	\$ -	
1-33	Restricted [specify...]	\$ -	\$ -				
1-34	Committed [specify...]	\$ -	\$ -	Emergency Reserves	\$ 3,176	\$ -	
1-35	Assigned [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-36	Unassigned:	\$ -	\$ -	Restricted	\$ -	\$ -	
		\$ -	\$ -	Undesignated/Unreserved/Unrestricted	\$ 428,306	\$ -	
1-37	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ -	\$ -	Add lines 1-31 through 1-36 This total should be the same as line 3-33 TOTAL NET POSITION	\$ 1,030,568	\$ -	
1-38	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE	\$ -	\$ -	Add lines 1-27, 1-30 and 1-37 This total should be the same as line 1-15 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 1,749,786	\$ -	

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

		Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page	
Line #	Description	Fund*	Fund*	Description	General Fund*		Fund*
Tax Revenue				Tax Revenue			
2-1	Property (Include mills levied in Question 10-6)	\$ -	\$ -	Property (Include mills levied in Question 10-6)	\$ 3,610	\$ -	
2-2	Specific Ownership	\$ -	\$ -	Specific Ownership	\$ 440	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue (specify...):	\$ -	\$ -	Other Tax Revenue (specify...):	\$ -	\$ -	
2-5		\$ -	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 4,050	\$ -	
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	\$ 99,161	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ -	\$ -	Interest/Investment Income	\$ 2,674	\$ -	
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 : Miscellaneous	\$ 78	\$ -	
2-23		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 105,963	\$ -	
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	\$ -	\$ -	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 105,963	\$ -	
						GRAND TOTALS	
							\$ 105,963

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

		Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page	
Line #	Description	Fund*	Fund*	Description	General Fund*		Fund*
	Expenditures			Expenses			
3-1	General Government	\$	-	General Operating & Administrative	\$ 781	\$ -	
3-2	Judicial	\$	-	Salaries	\$ -	\$ -	
3-3	Law Enforcement	\$	-	Payroll Taxes	\$ -	\$ -	
3-4	Fire	\$	-	Contract Services	\$ 19,200	\$ -	
3-5	Highways & Streets	\$	-	Employee Benefits	\$ -	\$ -	
3-6	Solid Waste	\$	-	Insurance	\$ 4,972	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$	-	Accounting and Legal Fees	\$ 630	\$ -	
3-8	Health	\$	-	Repair and Maintenance	\$ 20,734	\$ -	
3-9	Culture and Recreation	\$	-	Supplies	\$ -	\$ -	
3-10	Transfers to other districts	\$	-	Utilities	\$ 3,631	\$ -	
3-11	Other [specify...]:	\$	-	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-12		\$	-	Other [specify...]	\$ -	\$ -	
3-13		\$	-		\$ -	\$ -	
3-14	Capital Outlay	\$	-	Capital Outlay	\$ 1,583	\$ -	
	Debt Service			Debt Service			
3-15	Principal (should match amount in 4-4)	\$	-	Principal (should match amount in 4-4)	\$ 14,798	\$ -	
3-16	Interest	\$	-	Interest	\$ 20,086	\$ -	
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	\$	-	Add lines 3-1 through 3-21 TOTAL EXPENSES	\$ 86,415	\$ -	GRAND TOTAL \$ 86,415
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	\$ 32,154	\$ -	
3-26		\$	-	Other Financing Sources (Uses) (from line 2-28)	\$ -	\$ -	
3-27		\$	-	Capital Outlay (from line 3-14)	\$ 1,583	\$ -	
3-28		\$	-	Debt Principal (from line 3-15, 3-18)	\$ 14,798	\$ -	
3-29	(Add lines 3-23 through 3-28) TOTAL TRANSFERS AND OTHER EXPENDITURES	\$	-	(Line 3-27, plus line 3-28, less line 3-26, less line 3-25, plus line 3-24) TOTAL GAAP RECONCILING ITEMS	\$ (15,773)	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, less line 3-29	\$	-	Net Increase (Decrease) in Net Position Line 2-29, less line 3-22, plus line 3-29, less line 3-23	\$ 3,775	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$	-	Net Position, January 1 from December 31 prior year report	\$ 1,026,793	\$ -	
3-32	Prior Period Adjustment (MUST explain)	\$	-	Prior Period Adjustment (MUST explain)	\$ -	\$ -	
3-33	Fund Balance, December 31 Sum of Lines 3-30, 3-31, and 3-32 This total should be the same as line 1-37.	\$	-	Net Position, December 31 Sum of Lines 3-30, 3-31, and 3-32 This total should be the same as line 1-37.	\$ 1,030,568	\$ -	

IF GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 -STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

YES NO

Please use this space to provide any explanations or comments:

- 4-1 Does the entity have outstanding debt? ☒ YES ☐ NO
- 4-2 Is the debt repayment schedule attached? If no, MUST explain: ☒ 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 principal amounts)

	Outstanding at beginning of year	Issued during year	Retired during year	Outstanding at year-end
General obligation bonds	\$ -	\$ -	\$ -	\$ -
Revenue bonds	\$ -	\$ -	\$ -	\$ -
Notes/Loans	\$ 734,016	\$ -	\$ 14,798	\$ 719,218
Leases	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 734,016	\$ -	\$ 14,798	\$ 719,218

*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 [Section 29-1-605(2) C.R.S.]? ☐ 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	\$ 206,651	
5-2 Certificates of deposit	\$ 224,830	
TOTAL CASH DEPOSITS		\$ 431,481

Investments (if investment is a mutual fund, please list underlying investments):

5-3		\$ -	
		\$ -	
		\$ -	
		\$ -	
	TOTAL INVESTMENTS		\$ -
	TOTAL CASH AND INVESTMENTS		\$ 431,481

Please answer the following question by marking in the appropriate box

YES NO N/A

- 5-4 Are the entity's investments legal in accordance with Section 24-75-601, et. seq., C.R.S.? ☒ YES ☐ NO ☐ N/A
- 5-5 Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)? If no, MUST explain: ☒ YES ☐ NO ☐ N/A

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box

YES

NO

Please use this space to provide any explanations or comments:

6-1 Does the entity have capitalized assets?

☒

☐

6-2 Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.? If no, MUST explain:

☒

☐

6-3 Complete the following Capital Assets table for GOVERNMENTAL FUNDS:		Balance - beginning of the year 1	Additions 2	Deletions	Year-End Balance
Land					\$ -
Buildings			\$ -	\$ -	\$ -
Machinery and equipment				\$ -	\$ -
Furniture and fixtures		\$ -	\$ -	\$ -	\$ -
Infrastructure			\$ -	\$ -	\$ -
Construction In Progress (CIP)		\$ -	\$ -	\$ -	\$ -
Other (explain):		\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)				\$ -	\$ -
TOTAL		\$ -	\$ -	\$ -	\$ -

6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:		Balance - beginning of the year 1	Additions	Deletions	Year-End Balance
Land		\$ 53,368	\$ -	\$ -	\$ 53,368
Buildings		\$ 35,000	\$ -	\$ -	\$ 35,000
Machinery and equipment		\$ 2,125	\$ 1,583	\$ -	\$ 3,708
Furniture and fixtures		\$ -	\$ -	\$ -	\$ -
Infrastructure		\$ 1,598,488	\$ -	\$ -	\$ 1,598,488
Construction In Progress (CIP)		\$ -	\$ -	\$ -	\$ -
Other (explain):		\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)		\$ (340,105)	\$ (32,154)	\$ -	\$ (372,259)
TOTAL		\$ 1,348,876	\$ (30,571)	\$ -	\$ 1,318,305

* Must agree to prior year-end balance

- Generally capital asset additions should be reported at capital outlay on line 3-14 and capitalized in accordance with the government's capitalization policy. Please explain any discrepancy

PART 7 - PENSION INFORMATION

YES

NO

Please use this space to provide any explanations or comments:

7-1 Does the entity have an "old hire" firefighters' pension plan?

☐

☒

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

☐

☒

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 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:

☒ ☐ ☐

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 appropriated for each fund separately for the year reported

Governmental/Proprietary Fund Name	Total Appropriations By Fund
General	\$ 536,243
	\$ -
	\$ -
	\$ -

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

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:

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	2.384
Total mills	2.384

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	\$	431,481	- Total Tax Revenue	\$ -
Current Liabilities	\$	-	- Revenue Paying Debt Service	\$ -
Deferred Inflow	\$	-	- Total Revenue	\$ -
		Total Revenue	- Total Debt Service Principal	\$ -
		Total Expenditures	- Total Debt Service Interest	\$ -
		Interfund In		
		- Interfund Out		
Governmental		- Proprietary	Enterprise Funds	
Total Cash & Investments	\$	- Current Assets	Net Position	\$ 1,030,568
Transfers In	\$	- Deferred Outflow	PY Net Position	\$ 1,026,793
Transfers Out	\$	- Current Liabilities	- Government-Wide	
Property Tax	\$	- Deferred Inflow	- Total Outstanding Debt	\$ 719,218
Debt Service Principal	\$	- Cash & Investments	- Authorized but Unissued	\$ -
Total Expenditures	\$	- Principal Expense		
Total Developer Advances	\$		Year Authorized	1/0/1900
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 Jesse Stackhouse	I, Jesse Stackhouse, 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>Jesse Stackhouse</u> Date: <u>3-21-2022</u> My term Expires: 2022
2	Full Name David Allen	I, David Allen, 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 R Allen</u> Date: <u>3-8-22</u> My term Expires: 2023
3	Full Name Jeremy Mandel	I, Jeremy Mandel, 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>Jeremy Mandel</u> Date: <u>3-21-22</u> My term Expires: 2022
4	Full Name Trent Alexander	I, Trent Alexander, 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>Trent Alexander</u> Date: <u>3-21-22</u> My term Expires: 2022
5	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: _____
6	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: _____
7	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: _____



OTIS SANITATION DISTRICT
Analysis of Notes Payable
December 31, 2017

USDA Rural Development Loan				
	Principal	Interest	Total	
2018	\$ 13,634.52	\$ 21,249.48	\$	34,884.00
2019	14,012.05	20,871.95		34,884.00
2020	14,344.18	20,539.82		34,884.00
2021	14,797.20	20,086.80		34,884.00
2022	15,206.93	19,677.07		34,884.00
2023	15,627.99	19,256.01		34,884.00
2024	16,009.44	18,874.56		34,884.00
2025	16,504.00	18,380.00		34,884.00
2026	16,960.97	17,923.03		34,884.00
2027	17,430.61	17,453.39		34,884.00
2028	17,867.09	17,016.91		34,884.00
2029	18,407.97	16,476.03		34,884.00
2030	18,917.67	15,966.33		34,884.00
2031	19,441.48	15,442.52		34,884.00
2032	19,939.34	14,944.66		34,884.00
2033	20,531.90	14,352.10		34,884.00
2034	21,100.41	13,783.59		34,884.00
2035	21,684.66	13,199.34		34,884.00
2036	22,250.98	12,633.02		34,884.00
2037	22,901.20	11,982.80		34,884.00
2038	23,535.31	11,348.69		34,884.00
2039	24,186.98	10,697.02		34,884.00
2040	24,829.68	10,054.32		34,884.00
2041	25,544.21	9,339.79		34,884.00
2042	26,251.50	8,632.50		34,884.00
2043	26,978.37	7,905.63		34,884.00
2044	27,706.29	7,177.71		34,884.00
2045	28,492.55	6,391.45		34,884.00
2046	29,281.48	5,602.52		34,884.00
2047	30,092.25	4,791.75		34,884.00
2048	30,915.22	3,968.78		34,884.00
2049	31,781.49	3,102.51		34,884.00
2050	32,661.49	2,222.51		34,884.00
2051	33,565.86	1,318.14		34,884.00
2052	22,623.65	389.14		23,018.80
Totals	\$ 776,022.93	\$ 433,051.87	\$	1,209,074.80

See Independent Accountants' Compilation Report.

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

2022-1

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR YEAR 2021 FOR THE Otis Sanitation District, STATE OF COLORADO.

WHEREAS, the Board of Directors of the Otis Sanitation District wishes to claim exemption from the audit requirements of Section 29-1-603, C.R.S.; and

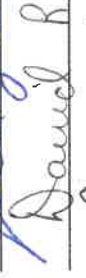
WHEREAS, neither revenues nor expenditures for the Otis Sanitation District exceeded \$750,000 for Year 2021; and

WHEREAS, an Application for Exemption from Audit for the Otis Sanitation District has been prepared by Melanie K. Krening, PA, 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 Board of Directors of the Otis Sanitation District that the Application for Exemption from Audit for the Otis Sanitation District for the year ended December 31, 2021, has been personally reviewed and is hereby approved by a majority of the Board of Directors of the Otis Sanitation 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 Otis Sanitation District for the year ended December 31, 2021.

ADOPTED THIS 21ST day of March, 2022.

Printed Name of Director	Date Term Expires	Signature
Jesse Stackhouse	2023	
David Allen	2023	
Jeremy Mandel	2022	
Trent Alexander	2022	

