

**APPLICATION FOR EXEMPTION FROM AUDIT**

LONG FORM

NAME OF GOVERNMENT ADDRESS  
 CONTACT PERSON  
 PHONE  
 EMAIL  
 FAX

Penrose Community Library District  
 35 7th St  
 Penrose, CO 81240  
 Krista L. Lindsey  
 719-372-6017  
 719-372-6018

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

**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: Dale Johns  
 TITLE: CPA  
 FIRM NAME (if applicable): Dale Johns CPA  
 ADDRESS: P.O. Box 586  
 PHONE: 719-372-6129  
 DATE PREPARED: 1-25-22  
 RELATIONSHIP TO ENTITY: None

PREPARER (SIGNATURE REQUIRED)

*Dale Johns*

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: *12/31/2021*

\* Indicate Name of Fund

NOTE: Attach additional sheets as necessary

# PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

Line #	Description	Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund	Fund	Fund	Fund	
<b>Assets</b>						
1-1	Cash & Cash Equivalents	\$ 168,925	\$	\$	\$	
1-2	Investments	\$	\$	\$	\$	
1-3	Receivables	\$	\$	\$	\$	
1-4	Due from Other Entities or Funds	\$	\$	\$	\$	
1-5	All Other Assets (specify...)	\$	\$	\$	\$	
1-6		\$	\$	\$	\$	
1-7		\$	\$	\$	\$	
1-8		\$	\$	\$	\$	
1-9		\$	\$	\$	\$	
1-10		\$	\$	\$	\$	
1-11	(add lines 1-1 through 1-10)	\$ 168,925	\$	\$	\$	
1-12	<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	\$	\$	\$	\$	
1-13	<b>TOTAL ASSETS AND DEFERRED OUTFLOWS</b>	\$ 168,925	\$	\$	\$	
<b>Liabilities</b>						
1-14	Accounts Payable	\$	\$	\$	\$	
1-15	Accrued Payroll and Related Liabilities	\$	\$	\$	\$	
1-16	Accrued Interest Payable	\$ 5,085	\$	\$	\$	
1-17	Due to Other Entities or Funds	\$	\$	\$	\$	
1-18	All Other Current Liabilities	\$	\$	\$	\$	
1-19	(add lines 1-14 through 1-18)	\$ 5,085	\$	\$	\$	
1-20	<b>TOTAL CURRENT LIABILITIES</b>	\$ 5,085	\$	\$	\$	
1-21	Proprietary Debt Outstanding (from Part 1.4)	\$	\$	\$	\$	
1-22	Other Liabilities (specify...)	\$	\$	\$	\$	
1-23		\$	\$	\$	\$	
1-24		\$	\$	\$	\$	
1-25		\$	\$	\$	\$	
1-26		\$	\$	\$	\$	
1-27		\$	\$	\$	\$	
1-28	(add lines 1-19 through 1-27)	\$ 5,085	\$	\$	\$	
1-29	<b>TOTAL DEFERRED INFLOWS OF RESOURCES</b>	\$	\$	\$	\$	
<b>Fund Balance</b>						
1-30	Nonspendable Prepaid	\$	\$	\$	\$	
1-31	Nonspendable Inventory	\$	\$	\$	\$	
1-32	Restricted (specify...) <i>Emergency</i>	\$ 4,242	\$	\$	\$	
1-33	Committed (specify...) <i>General</i>	\$ 1,798	\$	\$	\$	
1-34	Assigned (specify...)	\$	\$	\$	\$	
1-35	Unassigned:	\$ 157,800	\$	\$	\$	
1-36	(add lines 1-30 through 1-35)	\$ 163,840	\$	\$	\$	
1-37	<b>TOTAL FUND BALANCE</b>	\$ 163,840	\$	\$	\$	
<b>Net Position</b>						
Net Investment in Capital Assets		\$	\$	\$	\$	
Emergency Reserves		\$	\$	\$	\$	
Other Designations/Reserves		\$	\$	\$	\$	
Restricted		\$	\$	\$	\$	
Unassigned/Unreserved/Unrestricted		\$	\$	\$	\$	
(add lines 1-28, 1-29 and 1-36)		\$ 168,925	\$	\$	\$	
<b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE</b>		\$ 168,925	\$	\$	\$	
(add lines 1-28, 1-29 and 1-36)		\$ 168,925	\$	\$	\$	
<b>TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION</b>		\$	\$	\$	\$	

# PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund#	Fund#	Fund#	Fund#	
2-1	Tax Revenue					
2-1	Property (include mills levied in Question 10-5)					
2-2	Specific Ownership	\$ 183,298	\$	\$	\$	
2-3	Sales and Use Tax	\$ 31,763	\$	\$	\$	
2-4	Other Tax Revenue (specify...):	\$	\$	\$	\$	
2-5	Senior/Veteran Exp.	\$ 11,961	\$	\$	\$	
2-7		\$	\$	\$	\$	
2-8		\$	\$	\$	\$	
Add lines 2-1 through 2-7		\$ 227,022	\$	\$	\$	
<b>TOTAL TAX REVENUE</b>						
2-9	Licenses and Permits	\$	\$	\$	\$	
2-10	Highway Users Tax Funds (unrf)	\$	\$	\$	\$	
2-11	Conservation Trust Funds (lottery)	\$	\$	\$	\$	
2-12	Community Development Block Grant	\$	\$	\$	\$	
2-13	Fire & Police Pension	\$	\$	\$	\$	
2-14	Grants	\$ 7,060	\$	\$	\$	
2-15	Donations	\$	\$	\$	\$	
2-16	Charges for Sales and Services	\$ 2,632	\$	\$	\$	
2-17	Rental Income	\$	\$	\$	\$	
2-18	Fines and Forfeits	\$	\$	\$	\$	
2-19	Interest/Investment Income	\$ 404	\$	\$	\$	
2-20	Tap Fees	\$	\$	\$	\$	
2-21	Proceeds from Sale of Capital Assets	\$	\$	\$	\$	
2-22	All Other (specify...): Fund Raisers	\$ 1,228	\$	\$	\$	
2-23		\$	\$	\$	\$	
2-24		\$	\$	\$	\$	
Add lines 2-8 through 2-23		\$ 238,341	\$	\$	\$	
<b>TOTAL REVENUES</b>						
Other Financing Sources						
2-25	Debt Proceeds	\$	\$	\$	\$	
2-26	Developer Advances	\$	\$	\$	\$	
2-27	Other (specify...):	\$	\$	\$	\$	
2-28		\$	\$	\$	\$	
Add lines 2-25 through 2-27		\$	\$	\$	\$	
<b>TOTAL OTHER FINANCING SOURCES</b>						
Add lines 2-24 and 2-28		\$ 238,341	\$	\$	\$	
<b>TOTAL REVENUES AND OTHER FINANCING SOURCES</b>						
<p><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 29-1-804, C.R.S., or contact the OSA Local Government Division at (303) 959-3000 for assistance.</b></p>						
<b>GRAND TOTALS</b>						

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

Line #	Description	Governmental Funds		Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page.
		Fund#	Fund#	Fund#	Fund#	
3-1	Expenditures					
3-2	General Government	\$	\$	\$	\$	
3-3	Judicial	\$	\$	\$	\$	
3-4	Law Enforcement	\$	\$	\$	\$	
3-5	Fire	\$	\$	\$	\$	
3-6	Highways & Streets	\$	\$	\$	\$	
3-7	Solid Waste	\$	\$	\$	\$	
3-8	Contributions to Fire & Police Pension Assoc.	\$	\$	\$	\$	
3-9	Health	\$	\$	\$	\$	
3-10	Culture and Recreation	\$	\$	\$	\$	
3-11	Transfers to other districts	\$	\$	\$	\$	
3-12	Other [specify...]:	\$	\$	\$	\$	
3-13		\$	\$	\$	\$	
3-14	Capital Outlay	\$	\$	\$	\$	
3-15	Debt Service	\$	\$	\$	\$	
3-16	Principal	\$	\$	\$	\$	
3-17	Interest	\$	\$	\$	\$	
3-18	Bond Issuance Costs	\$	\$	\$	\$	
3-19	Developer Principal Repayments	\$	\$	\$	\$	
3-20	Developer Interest Repayments	\$	\$	\$	\$	
3-21	All Other [specify...]:	\$	\$	\$	\$	
3-22		\$	\$	\$	\$	
3-23	Interfund Transfers (in)	\$	\$	\$	\$	
3-24	Interfund Transfers Out	\$	\$	\$	\$	
3-25	Other Expenditures (Revenues):	\$	\$	\$	\$	
3-26		\$	\$	\$	\$	
3-27		\$	\$	\$	\$	
3-28		\$	\$	\$	\$	
3-29		\$	\$	\$	\$	
3-30	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$	\$	\$	\$	
3-31	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$	\$	\$	\$	
3-32	Line 2-29, less line 3-22, plus line 3-29	\$	\$	\$	\$	
3-33	Fund Balance, January 1 from December 31 prior year report	\$	\$	\$	\$	
3-34	Prior Period Adjustment (MUST explain)	\$	\$	\$	\$	
3-35	Sum of Line 3-30, 3-31, and 3-32	\$	\$	\$	\$	
3-36	This total should be the same as line 1-36	\$	\$	\$	\$	
3-37	TOTAL EXPENSES	\$	\$	\$	\$	
3-38	Net Interfund Transfers (in) Out	\$	\$	\$	\$	
3-39	Other [specify...][enter negative for expense]	\$	\$	\$	\$	
3-40	Depreciation	\$	\$	\$	\$	
3-41	Other Financing Sources (uses) (from line 2-28)	\$	\$	\$	\$	
3-42	Capital Outlay	\$	\$	\$	\$	
3-43	Debt Principal (from line 3-15, 3-16)	\$	\$	\$	\$	
3-44	TOTAL GAAP RECONCILING ITEMS	\$	\$	\$	\$	
3-45	Net Increase (Decrease) in Net Position	\$	\$	\$	\$	
3-46	Line 2-29, less line 3-22, plus line 3-29, plus line 3-23, less line 3-24	\$	\$	\$	\$	
3-47	Net Position, January 1 from December 31 prior year report	\$	\$	\$	\$	
3-48	Prior Period Adjustment (MUST explain)	\$	\$	\$	\$	
3-49	Net Position, December 31	\$	\$	\$	\$	
3-50	Line 3-30 plus line 3-31	\$	\$	\$	\$	
3-51	This total should be the same as line 1-36	\$	\$	\$	\$	
3-52	GRAND TOTAL	\$	\$	\$	\$	

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.

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	\$	\$	\$	\$
Leases	\$	\$	\$	\$
Developer Advances	\$	\$	\$	\$
Other (specify):	\$	\$	\$	\$
<b>TOTAL</b>	\$	\$	\$	\$

*None*

4-5 Please answer the following questions by marking the appropriate boxes.

- 4-5 Does the entity have any authorized, but unissued, debt? YES  NO
- If yes: How much? \$
- 4-6 Does the debt was authorized: YES  NO
- If yes: Date the debt was authorized: \_\_\_\_\_
- 4-7 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.

YEAR-END Total of ALL Checking and Savings accounts	AMOUNT	TOTAL
5-1	\$ 168,925	
5-2 Certificates of deposit	\$	
<b>TOTAL CASH DEPOSITS</b>	\$ 168,925	

Investments (if investment is a mutual fund, please list underlying investments):	AMOUNT	TOTAL
5-3	\$	
	\$	
	\$	
	\$	

Investments	TOTAL INVESTMENTS	TOTAL CASH AND INVESTMENTS
5-4	\$	\$ 168,925
	\$	
	\$	
	\$	

- 5-4 Are the entity's investments legal in accordance with Section 24-75-501, et seq., C.R.S.? YES  NO
- 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

**PART 6 - CAPITAL ASSETS**

6-1 Please answer the following question by marking in the appropriate box

YES  NO

Please use this space to provide any explanations or comments:

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

YES  NO

6-3 Complete the following Capital Assets table for GOVERNMENTAL FUNDS:

	Balance - beginning of the year	Additions	Deletions	Year-End Balance
Land	\$ 28,324	\$ -	\$ -	\$ 28,324
Buildings	\$ 891,879	\$ -	\$ -	\$ 891,879
Machinery and equipment	\$ 67,080	\$ -	\$ -	\$ 67,080
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ -	\$ -	\$ -	\$ -
Construction In Progress (CIP)	\$ 422,221	\$ 13,386	\$ -	\$ 435,607
Other (explain): <i>Library Collection</i>	\$ 763,568	\$ 40,111	\$ -	\$ 803,679
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ 651,936	\$ (26,725)	\$ -	\$ 625,211
<b>TOTAL</b>	\$ 2,014,078	\$ 26,772	\$ -	\$ 2,040,850

6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:

	Balance - beginning of the year	Additions	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)	\$ -	\$ -	\$ -	\$ -
<b>TOTAL</b>	\$ -	\$ -	\$ -	\$ -

**PART 7 - PENSION INFORMATION**

7-1 Please answer the following question by marking in the appropriate box

YES  NO

Please use this space to provide any explanations or comments:

7-2 Does the entity have an "old hire" fireman's pension plan?  
If yes Who administers the plan?

Indicate the contributions from:

- Tax (property, SO, sales, etc.):
- State contribution amount:
- Other (gifts, donations, etc.):

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

**TOTAL**

**PART 8 - BUDGET INFORMATION**

8-1 Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-13 C.R.S.? If no, MUST explain:  YES  NO  N/A Please use this space to provide any explanations or comments:

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 Please indicate the amount budgeted for each fund for the year reported

Fund Name	Budgeted Expenditures/Expenses
General	\$ 236,147
	\$
	\$
	\$

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

9-1 Is the entry 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 following question by marking in the appropriate box  YES  NO Please use this space to provide any explanations or comments:  
*Ballof referendum allows library to exceed Tabor*

**PART 10 - GENERAL INFORMATION**

10-1 Is this application for a newly formed governmental entity?  YES  NO Please use this space to provide any explanations or comments:  
 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

10-3 Is the entity a metropolitan district?  YES  NO  
 If yes PRIORITY name

10-4 Please indicate what services the entity provides:  YES  NO

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	5.508
<b>Total mills</b>	<b>5.508</b>

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

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

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2021 FOR THE PENROSE COMMUNITY LIBRARY DISTRICT STATE OF COLORADO.

WHEREAS, the Board of Trustees of the Penrose Community Library District wishes to claim exemption from the audit requirements of Section 29-1-603, C. R. S.; and

WHEREAS, Section 29-1-604, C.R.S. states that any local government where neither revenues nor expenditures exceed five hundred thousand dollars may, with the approval of the state auditor, be exempt from the provisions of Sections 29-1-603, C.R.S.; and

WHEREAS, neither revenues nor expenditures for the Penrose Community Library District exceeded \$500,000 for fiscal year 2021; and

WHEREAS, an application for exemption from audit for the Penrose Community Library District has been prepared by Dale K. Johns, C.P.A., 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 Trustees of the Penrose Community Library District that the application for exemption from audit for the Penrose Community Library District for the fiscal year ended December 31, 2021, has been reviewed and is hereby approved by a majority of the Board of Trustees of the Penrose Community Library District; and those members of the Penrose Community Library District have signified their approval by signing below; and that this resolution shall be attached to, and shall become part of the application for exemption from audit of the Penrose Community Library District for the fiscal year ended December 31, 2021.

ADOPTED THIS 28th day of February, A.D. 2022.

ATTEST:

Members of the Governing Body:

*Jana Coppick*, Trustee *Donna Coppick*

*Jane Trainor*, Treasurer *Jane Trainor*

*Sondra K. Johnston*, Secretary *Sondra K. Johnston*

*Tami S. Mundy*, VP *Tami S. Mundy*

