

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

FOR LOCAL GOVERNMENTS WITH EITHER REVENUES OR EXPENDITURES MORE THAN \$100,000 BUT NOT MORE THAN \$750,000

Under the Local Government Audit Law (Section 29-1-601, et seq., C.R.S.) any local government may apply for an exemption from audit if neither revenues nor expenditures exceed \$750,000 for the year.

If your local government has either revenues or expenditures of LESS than \$100,000, use the SHORT FORM.

EXEMPTIONS FROM AUDIT ARE NOT AUTOMATIC

To qualify for exemption from audit, a local government must complete an Application for Exemption from Audit EACH YEAR and submit it to the Office of the State Auditor (OSA) for approval. Any preparer of an Application for Exemption from Audit must be an independent accountant with knowledge of governmental accounting. Approval for an exemption from audit is granted only upon the review by the OSA.

READ ALL INSTRUCTIONS BEFORE COMPLETING AND SUBMITTING THIS FORM

ALL APPLICATIONS MUST BE FILED WITH THE OSA WITHIN 3 MONTHS AFTER THE ACCOUNTING YEAR-END. FOR EXAMPLE, APPLICATIONS MUST BE RECEIVED BY THE OSA ON OR BEFORE MARCH 31 FOR GOVERNMENTS WITH A DECEMBER 31 YEAR-END.

GOVERNMENTAL ACTIVITY SHOULD BE REPORTED ON THE MODIFIED ACCRUAL BASIS
PROPRIETARY ACTIVITY SHOULD BE REPORTED ON A BUDGETARY BASIS

POSTMARK DATES WILL NOT BE ACCEPTED AS PROOF OF SUBMISSION ON OR BEFORE THE STATUTORY DEADLINE

PRIOR YEAR FORMS ARE OBSOLETE AND WILL NOT BE ACCEPTED.

APPLICATIONS SUBMITTED ON FORMS OTHER THAN THOSE PRESCRIBED BY THE OSA WILL NOT BE ACCEPTED.

<http://www.lexisnexis.com/hottopics/Colorado/>

APPLICATIONS MUST BE FULLY AND ACCURATELY COMPLETED.

CHECKLIST

Check out our new web portal. Register your account and submit electronic Applications for Exemption From Audit, Extension of Time to File requests, Audited Financial Statements, and more! See the link below.

OSA LG Web Portal

☒ Has the preparer signed the application?

☒ Has the entity corrected all Prior Year Deficiencies as communicated by the OSA?

☒ Has the application been PERSONALLY reviewed and approved by the governing body?

☒ Are all sections of the form complete, including responses to all of the questions?

☒ Did you include any relevant explanations for unusual items in the appropriate spaces at the end of each section?

☒ Will this application be submitted electronically?

☐ If yes, have you read and understand the new Electronic Signature Policy? See new here policy

--or--

☒ Have you included a resolution?

☒ Does the resolution state that the governing body PERSONALLY reviewed and approved the resolution in an open public meeting?

☒ Has the resolution been signed by a MAJORITY of the governing body? (See sample resolution.)

☐ Will this application be submitted via a mail service? (e.g. US Post Office, FedEx, UPS, courier.)

☐ If yes, does the application include ORIGINAL INK SIGNATURES from the MAJORITY of the governing body?

FILING METHODS

NEW METHOD!

WEB PORTAL: Register and submit your Applications at our new portal:

<https://apps.leg.co.gov/osalig>

MAIL: Office of the State Auditor

Local Government Audit Division
1525 Sherman St., 7th Floor
Denver, CO 80203

QUESTIONS? Email: osa.lg@colleg.gov or Phone: 303-869-3000

IMPORTANT!

All Applications for Exemption from Audit are subject to review and approval by the Office of the State Auditor.

Governmental Activity should be reported on the Modified Accrual Basis

Proprietary Activity should be reported on the Cash or Budgetary Basis -- A Budget to GAAP reconciliation is provided in Part 3

Failure to file an application or denial of the request could cause the local government to lose its exemption from audit for that year and the ensuing year in that event. AN AUDIT SHALL BE REQUIRED.

APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT
ADDRESS

BONE MESA DOMESTIC WATER DISTRICT
PO BOX 1462
PAONIA, CO 81428

CONTACT PERSON
PHONE
EMAIL

VICTOR M. MORGAN, SECRETARY/TREASURER
317-442-3758
mitch.bonemesawater@gmail.com

For the Year Ended
12/31/2022
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:

VIVA KELLOGG

TITLE

INDEPENDENT ACCOUNTANT

FIRM NAME (if applicable)

VIVA KELLOGG ACCOUNTING SERVICES

ADDRESS

218 MINNESOTA AVE., PAONIA, CO 81428

PHONE

970-527-7555

DATE PREPARED

FEBRUARY 20, 2023

RELATIONSHIP TO ENTITY

INDEPENDENT ACCOUNTANT

PREPARER (SIGNATURE REQUIRED)

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:

☐

☒

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
			Fund*	Fund*	General Operating	Fund*	
Assets							
1-1	Cash & Cash Equivalents	\$ -	\$ -		\$ 249,422	\$ -	
1-2	Investments	\$ -	\$ -		\$ -	\$ -	
1-3	Receivables	\$ -	\$ -		\$ -	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -		\$ -	\$ -	
1-5	Property Tax Receivable	\$ -	\$ -		\$ -	\$ -	
1-5	All Other Assets [specify...]	\$ -	\$ -				
1-6	Lease Receivable (as Lessor)						
1-7		\$ -	\$ -		20	\$ -	
1-8		\$ -	\$ -		\$ 249,442	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		163,529	\$ -	
1-11		\$ -	\$ -		\$ -	\$ -	
1-11	TOTAL ASSETS (add lines 1-1 through 1-10)	\$ -	\$ -		\$ 412,971	\$ -	
Deferred Outflows of Resources:							
1-12	[specify...]	\$ -	\$ -			\$ -	
1-13	[specify...]	\$ -	\$ -			\$ -	
1-14	TOTAL DEFERRED OUTFLOWS (add lines 1-12 through 1-13)	\$ -	\$ -		\$ -	\$ -	
1-15	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -		\$ 412,971	\$ -	
Liabilities							
1-16	Accounts Payable	\$ -	\$ -			\$ -	
1-17	Accrued Payroll and Related Liabilities	\$ -	\$ -			\$ -	
1-18	Unearned Property Tax Revenue	\$ -	\$ -			\$ -	
1-19	Due to Other Entities or Funds	\$ -	\$ -			\$ -	
1-20	All Other Current Liabilities	\$ -	\$ -			\$ -	
1-21	TOTAL CURRENT LIABILITIES (add lines 1-16 through 1-20)	\$ -	\$ -		2,653	\$ -	
1-22	All Other Liabilities [specify...]	\$ -	\$ -		2,653	\$ -	
1-23		\$ -	\$ -		\$ -	\$ -	
1-24		\$ -	\$ -		\$ -	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	
1-26		\$ -	\$ -		\$ -	\$ -	
1-27	TOTAL LIABILITIES (add lines 1-21 through 1-26)	\$ -	\$ -		2,653	\$ -	
Deferred Inflows of Resources:							
1-28	Deferred Property Taxes	\$ -	\$ -			\$ -	
1-29	Lease related (as lessor)	\$ -	\$ -			\$ -	
1-30	TOTAL DEFERRED INFLOWS (add lines 1-28 through 1-29)	\$ -	\$ -		\$ -	\$ -	
Fund Balance							
1-31	Nonspendable Prepaid	\$ -	\$ -			\$ -	
1-32	Nonspendable Inventory	\$ -	\$ -			\$ -	
1-33	Restricted [specify...]	\$ -	\$ -			\$ -	
1-34	Committed [specify...]	\$ -	\$ -			\$ -	
1-35	Assigned [specify...]	\$ -	\$ -			\$ -	
1-36	Unassigned:	\$ -	\$ -			\$ -	
1-37		\$ -	\$ -			\$ -	
1-37	TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE (add lines 1-31 through 1-36)	\$ -	\$ -		447,703	\$ -	
1-38	TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE (This total should be the same as line 1-15)	\$ -	\$ -		(37,385)	\$ -	
1-38	TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE (This total should be the same as line 1-15)	\$ -	\$ -		410,318	\$ -	
1-38	TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE (This total should be the same as line 1-15)	\$ -	\$ -		412,971	\$ -	

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*	General Operating	Fund*	
Tax Revenue						
2-1	Property [include mills levied in Question 10-6]	\$ -	\$ -	\$ 247	\$ -	
2-2	Specific Ownership	\$ -	\$ -	\$ -	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	\$ -	\$ -	
2-4	Other Tax Revenue [specify...]:	\$ -	\$ -	\$ -	\$ -	
2-5		\$ -	\$ -	\$ -	\$ -	
2-6		\$ -	\$ -	\$ -	\$ -	
2-7		\$ -	\$ -	\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	\$ 247	\$ -	
Licenses and Permits						
2-9	Highway Users Tax Funds (HUTF)	\$ -	\$ -	\$ -	\$ -	
2-10	Conservation Trust Funds (Lottery)	\$ -	\$ -	\$ -	\$ -	
2-11	Community Development Block Grant	\$ -	\$ -	\$ -	\$ -	
2-12	Fire & Police Pension	\$ -	\$ -	\$ -	\$ -	
2-13	Grants	\$ -	\$ -	\$ -	\$ -	
2-14	Donations	\$ -	\$ -	\$ -	\$ -	
2-15	Charges for Sales and Services	\$ -	\$ -	\$ -	\$ -	
2-16	Rental Income	\$ -	\$ -	\$ -	\$ -	
2-17	Fines and Forfeits	\$ -	\$ -	\$ -	\$ -	
2-18	Interest/Investment Income	\$ -	\$ -	\$ -	\$ -	
2-19	Tap Fees	\$ -	\$ -	\$ 773	\$ -	
2-20	Proceeds from Sale of Capital Assets	\$ -	\$ -	\$ 111,637	\$ -	
2-21	All Other [specify...]:	\$ -	\$ -	\$ -	\$ -	
2-22		\$ -	\$ -	\$ -	\$ -	
2-23		\$ -	\$ -	\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	\$ 112,657	\$ -	
Other Financing Sources						
2-25	Debt Proceeds	\$ -	\$ -	\$ -	\$ -	
2-26	Lease Proceeds	\$ -	\$ -	\$ -	\$ -	
2-27	Developer Advances	\$ -	\$ -	\$ -	\$ -	
2-28	Other [specify...]:	\$ -	\$ -	\$ -	\$ -	
2-29		\$ -	\$ -	\$ -	\$ -	
2-30	Add lines 2-25 through 2-28 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	\$ -	\$ -	
TOTAL REVENUES AND OTHER FINANCING SOURCES						
	Add lines 2-24 and 2-29	\$ -	\$ -	\$ 112,657	\$ -	
GRAND TOTALS						
		\$ -	\$ -	\$ 112,657	\$ -	

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		Expenses	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		General Operating	Fund*	
3-1	Expenditures						
3-2	General Government	\$ -	\$ -	General Operating & Administrative	\$ 4,883	\$ -	
3-3	Judicial	\$ -	\$ -	Salaries	\$ 4,300	\$ -	
3-4	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -	
3-5	Fire	\$ -	\$ -	Contract Services	\$ 21,161	\$ -	
3-6	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -	
3-7	Solid Waste	\$ -	\$ -	Insurance	\$ 4,251	\$ -	
3-8	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ 15,426	\$ -	
3-9	Health	\$ -	\$ -	Repair and Maintenance	\$ 47,848	\$ -	
3-10	Culture and Recreation	\$ -	\$ -	Supplies	\$ 27,900	\$ -	
3-11	Transfers to other districts	\$ -	\$ -	Utilities	\$ 3,121	\$ -	
3-12	Other [specify...]:	\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-13		\$ -	\$ -	Other [specify...]: WATER TESTS	\$ 7,551	\$ -	
3-14	Capital Outlay	\$ -	\$ -	LICENSES & PERMITS 2,254 & ELECTION EXP 479	\$ 2,733	\$ -	
3-15	Debt Service	\$ -	\$ -	Capital Outlay	\$ -	\$ -	
3-16	Principal	\$ -	\$ -	Debt Service	\$ -	\$ -	
3-17	Interest	\$ -	\$ -	Principal	\$ -	\$ -	
3-18	Bond Issuance Costs	\$ -	\$ -	Interest	\$ -	\$ -	
3-19	Developer Principal Repayments	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
3-20	Developer Interest Repayments	\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
3-21	All Other [specify...]:	\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
3-22	Grand Total	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
3-23	Interfund Transfers (In)	\$ -	\$ -	Principal	\$ -	\$ -	
3-24	Interfund Transfers Out	\$ -	\$ -	Interest	\$ -	\$ -	
3-25	Other Expenditures (Revenues):	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
3-26		\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
3-27		\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
3-28		\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
3-29	Grand Total	\$ -	\$ -	Principal	\$ -	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures	\$ -	\$ -	Interest	\$ -	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
3-32	Prior Period Adjustment (MUST explain)	\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
3-33	Fund Balance, December 31	\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
	Sum of Lines 3-30, 3-31, and 3-32	\$ -	\$ -	All Other [specify...]:	\$ -	\$ -	
	This total should be the same as line 1-37.	\$ -	\$ -	Principal	\$ -	\$ -	
	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.	\$ -	\$ -	Interest	\$ -	\$ -	

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	\$ -	\$ -	\$ -	\$ -
Lease Liabilities	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

*must agree to prior year ending balance

Please answer the following questions by marking the appropriate boxes.

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?

If yes:

How much?

\$ -

Does the entity have debt that has been refinanced that it is still responsible for?

If yes:

What is the amount outstanding?

\$ -

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 provide the entity's cash deposit and investment balances.

5-1 YEAR-END Total of ALL Checking and Savings accounts

5-2 Certificates of deposit

Please use this space to provide any explanations or comments:

	AMOUNT	TOTAL
	\$ 149,035	
	\$ 100,387	
TOTAL CASH DEPOSITS		\$ 249,422

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

	\$ -
	\$ -
	\$ -
	\$ -

TOTAL INVESTMENTS

	\$ -
	\$ -
	\$ -
	\$ -

Please answer the following question by marking in the appropriate box

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 ☐

PART 6 - CAPITAL AND RIGHT-TO-USE ASSETS

Please answer the following question by marking in the appropriate box

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:

WE PERFORM A LIMITED INVENTORY OF PROPERTY & ASSETS

Complete the following Capital & Right-To-Use 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)	\$ -	\$ -	\$ -	\$ -
Leased Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -	\$ -
Other (explain):	\$ -	\$ -	\$ -	\$ -
Accumulated Amortization Right to Use Leased Assets (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

Complete the following Capital & Right-To-Use 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)	\$ -	\$ -	\$ -	\$ -
Leased Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -	\$ -
Other (explain): WATER RIGHTS & INFRASTRUCTURE	\$ 527,635	\$ -	\$ -	\$ 527,635
Accumulated Amortization Right to Use Leased Assets (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (353,238)	\$ (10,868)	\$ -	\$ (364,106)
TOTAL	\$ 174,397	\$ (10,868)	\$ -	\$ 163,529

* 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

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.):

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

TOTAL

\$ -

Please use this space to provide any explanations or comments:

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:

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 OPERATING	\$ 140,360
	\$ -
	\$ -
	\$ -

Please use this space to provide any explanations or comments:

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(b)]?

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.

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?

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	0.033
Total mills	0.033

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

OSA USE ONLY

USA USE ONLY		Notes
Entity Wide:		
Unrestricted Cash & Investments	\$	
Current Liabilities	\$	
Deferred Inflow	\$	
Governmental		
Total Cash & Investments	\$	
Transfers In	\$	
Transfers Out	\$	
Property Tax	\$	
Debt Service Principal	\$	
Total Expenditures	\$	
Total Developer Advances	\$	
Total Developer Repayments	\$	
General Fund		
249,422 Unrestricted Fund Balan	\$	
2,653 Total Fund Balance	\$	
PY Fund Balance	\$	
Total Revenue	\$	
Total Expenditures	\$	
Interfund In	\$	
Interfund Out	\$	
Proprietary	\$	
Current Assets	\$	
Deferred Outflow	\$	
Current Liabilities	\$	
Deferred Inflow	\$	
Cash & Investments	\$	
Principal Expense	\$	
Governmental Funds		
Total Tax Revenue	\$	
Revenue Paying Debt Service	\$	
Total Revenue	\$	
Total Debt Service Principal	\$	
Total Debt Service Interest	\$	
Enterprise Funds		
Net Position	\$	
PY Net Position	\$	
249,442	\$	(37,385)
Government-Wide		
2,653 Total Outstanding Debt	\$	
Authorized but Unissued	\$	
249,422 Year Authorized	\$	
		1/01/1900

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

12-1 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 (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	ROBERT B. DOAK	I, <u>Robert Grace Doak</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>[Signature]</u> Date: <u>2/21/2023</u> My term Expires: <u>MAY 2025</u>
2	JACOB S. GRAY	I, <u>Jacob Gray</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>[Signature]</u> Date: <u>2-21-23</u> My term Expires: <u>May, 2025</u>
3	VICTOR M. MORGAN	I, <u>Victor M. Morgan</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>[Signature]</u> Date: <u>2.21.23</u> My term Expires: <u>July 2023</u>
4		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		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		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		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: _____

RESOLUTION 2023-3

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR YEAR 2022 FOR THE BONE MESA DOMESTIC WATER DISTRICT, STATE OF COLORADO.

WHEREAS, the Board of Directors of Bone Mesa Domestic Water 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 seven hundred and fifty thousand dollars may, with the approval of the State Auditor, be exempt from the provision of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenues nor expenditures for Bone Mesa Domestic Water District exceeded \$750,000 for Year 2022; and

WHEREAS, an application for exemption from audit for Bone Mesa Domestic Water District has been prepared by Viva Kellogg, 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 Bone Mesa Domestic Water District that the application for exemption from audit for Bone Mesa Domestic Water District for the year ended December 31, 2022, has been personally reviewed and is hereby approved by a majority of the Board of Directors of the Bone Mesa Domestic Water 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 Bone Mesa Domestic Water District for the year ended December 31, 2022.

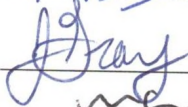
ADOPTED this 21st day of February, 2023

BONE MESA DOMESTIC WATER DISTRICT

By 
Robert B. Doak, President

ATTEST:

By 
Victor M. Morgan, Secretary/Treasurer

<u>Board of Directors</u>	<u>Term Expires</u>	<u>Signature</u>
ROBERT B. DOAK	2025	<u></u>
JACOB S. GRAY	2025	<u></u>
VICTOR M. MORGAN	2023	<u></u>