

APPLICATION FOR EXEMPTION FROM AUDIT LONG FORM

NAME OF GOVERNMENT	Navajo Western Water District
ADDRESS	705 Navajo Road Walsenburg, CO 81089
CONTACT PERSON	Thomas B. Ortiz
PHONE	719-846-9663
EMAIL	tortiz_81082@yahoo.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:	Thomas B. Ortiz
TITLE	Accountant
FIRM NAME (if applicable)	Ortiz Tax Service
ADDRESS	15801 Hwy. 239, Trinidad, CO 81082
PHONE	719-846-9663
DATE PREPARED	18-Mar-23
RELATIONSHIP TO ENTITY	Independent from Entity

PREPARER (SIGNATURE REQUIRED)

Thomas B. Ortiz

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	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	If Yes, date filed:



PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund
NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Enterprise	Fund*	
Assets				Assets			
1-1	Cash & Cash Equivalents	\$ -	\$ -	Cash & Cash Equivalents	\$ 307,616	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ 24,284	\$ -	
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	Lease Receivable (as Lessor)	\$ -	\$ -				
1-7		\$ -	\$ -	Total Current Assets	\$ 331,900	\$ -	
1-8		\$ -	\$ -	Capital & Right to Use Assets, net (from Part 6-4)	\$ -	\$ -	
1-9		\$ -	\$ -	Other Long Term Assets [specify...]	\$ 1,345,968	\$ -	
1-10		\$ -	\$ -	Meter Deposit	\$ 220	\$ -	
1-10		\$ -	\$ -	Parts Inventory	\$ 9,252	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 1,687,340	\$ -	
Deferred Outflows of Resources:				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	\$ 1,687,340	\$ -	
Liabilities				Liabilities			
1-16	Accounts Payable	\$ -	\$ -	Accounts Payable	\$ 4,266	\$ -	
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	\$ 4,266	\$ -	
1-22	All Other Liabilities [specify...]	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ 662,129	\$ -	
1-23		\$ -	\$ -	Other Liabilities [specify...]:	\$ -	\$ -	
1-24		\$ -	\$ -	Renters Deposit	\$ 2,951	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	
1-26		\$ -	\$ -		\$ -	\$ -	
1-27	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ -	\$ -	(add lines 1-21 through 1-26) TOTAL LIABILITIES	\$ 669,346	\$ -	
Deferred Inflows of Resources:				Deferred Inflows of Resources			
1-28	Deferred Property Taxes	\$ -	\$ -	Pension/OPEB Related	\$ -	\$ -	
1-29	Lease related (as lessor)	\$ -	\$ -	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				Net Position			
1-31	Nonspendable Prepaid	\$ -	\$ -	Net Investment in Capital Assets	\$ 889,857	\$ -	
1-32	Nonspendable Inventory	\$ -	\$ -				
1-33	Restricted [specify...]	\$ -	\$ -	Emergency Reserves	\$ -	\$ -	
1-34	Committed [specify...]	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-35	Assigned [specify...]	\$ -	\$ -	Restricted	\$ -	\$ -	
1-36	Unassigned:	\$ -	\$ -	Undesignated/Unreserved/Unrestricted	\$ 128,137	\$ -	
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	\$ 1,017,994	\$ -	
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	\$ 1,687,340	\$ -	

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Enterprise	Fund*	
Tax Revenue				Tax Revenue			
2-1	Property [include mills levied in Question 10-6]	\$ -	\$ -	Property [include mills levied in Question 10-6]	\$ 34,838	\$ -	
2-2	Specific Ownership	\$ -	\$ -	Specific Ownership	\$ 2,819	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue [specify...]:	\$ -	\$ -	Other Tax Revenue [specify...]:	\$ -	\$ -	
2-5		\$ -	\$ -	Water Lease	\$ 12,420	\$ -	
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	\$ 50,077	\$ -	
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	\$ 5,400	\$ -	
2-15	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ -	\$ -	Charges for Sales and Services	\$ 187,340	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ 5,660	\$ -	
2-19	Interest/Investment Income	\$ -	\$ -	Interest/Investment Income	\$ 302	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ 40,050	\$ -	
2-21	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-22	All Other [specify...]:	\$ -	\$ -	All Other [specify...]: Credit Card Fees	\$ 1,077	\$ -	
2-23		\$ -	\$ -	Loan Service Fee	\$ 18,950	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 308,856	\$ -	
Other Financing Sources				Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Lease Proceeds	\$ -	\$ -	Lease Proceeds	\$ -	\$ -	
2-27	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
2-28	Other [specify...]:	\$ -	\$ -	Other [specify...]:	\$ -	\$ -	
2-29	Add lines 2-25 through 2-28 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-25 through 2-28 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	GRAND TOTALS
2-30	Add lines 2-24 and 2-29 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-24 and 2-29 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 308,856	\$ -	\$ 308,856

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		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Enterprise	Fund*	
	Expenditures			Expenses			
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ 18,498	\$ -	
3-2	Judicial	\$ -	\$ -	Salaries	\$ 99,391	\$ -	
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ 20,468	\$ -	
3-4	Fire	\$ -	\$ -	Contract Services	\$ -	\$ -	
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -	
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ 15,228	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ 975	\$ -	
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ 18,844	\$ -	
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ 19,932	\$ -	
3-10	Transfers to other districts	\$ -	\$ -	Utilities	\$ 23,782	\$ -	
3-11	Other [specify...]:	\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-12		\$ -	\$ -	Other [specify...]	\$ -	\$ -	
3-13		\$ -	\$ -		\$ -	\$ -	
3-14	Capital Outlay	\$ -	\$ -	Capital Outlay	\$ -	\$ -	
	Debt Service			Debt Service			
3-15	Principal (should match amount in 4-4)	\$ -	\$ -	Principal (should match amount in 4-4)	\$ 43,407	\$ -	
3-16	Interest	\$ -	\$ -	Interest	\$ 655	\$ -	
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	\$ -	\$ -	Add lines 3-1 through 3-21	\$ 261,180	\$ -	GRAND TOTAL
	TOTAL EXPENDITURES			TOTAL EXPENSES			261,180
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/Amortization	\$ 34,774	\$ -	
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, 3-18)	\$ 43,407	\$ -	
3-29	(Add lines 3-23 through 3-28)			(Line 3-27, plus line 3-28, less line 3-26, less line 3-25, plus line 3-24) TOTAL GAAP RECONCILING ITEMS	\$ 8,633	\$ -	
	TOTAL TRANSFERS AND OTHER EXPENDITURES						
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-30, 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	\$ 56,309	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ -	\$ -	Net Position, January 1 from December 31 prior year report	\$ 961,685	\$ -	
3-32	Prior Period Adjustment (MUST explain)	\$ -	\$ -	Prior Period Adjustment (MUST explain)	\$ -	\$ -	
3-33	Fund Balance, December 31			Net Position, December 31			
	Sum of Lines 3-30, 3-31, and 3-32			Sum of Lines 3-30, 3-31, and 3-32			
	This total should be the same as line 1-37.	\$ -	\$ -	This total should be the same as line 1-37.	\$ 1,017,994	\$ -	

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	\$ 685,275	\$ -	\$ 33,428	\$ 651,847
Lease Liabilities	\$ -	\$ -	\$ -	\$ -
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ 20,261	\$ -	\$ 9,979	\$ 10,282
TOTAL	\$ 705,536	\$ -	\$ 43,407	\$ 662,129

*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	\$ 307,616			
5-2 Certificates of deposit	\$ -			
TOTAL CASH DEPOSITS		\$ 307,616		
Investments (if investment is a mutual fund, please list underlying investments):				
5-3	\$ -			
	\$ -			
	\$ -			
	\$ -			
TOTAL INVESTMENTS		\$ -		
TOTAL CASH AND INVESTMENTS		\$ 307,616		

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 AND RIGHT-TO-USE 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 29-1-506, C.R.S.? If no, MUST explain: YES NO

6-3 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	\$ -	\$ -	\$ -	\$ -

6-4 Complete the following Capital & Right-To-Use Assets table for PROPRIETARY FUNDS:	Balance - beginning of the year ¹	Additions	Deletions	Year-End Balance
Land	\$ 25,900	\$ -	\$ -	\$ 25,900
Buildings	\$ 94,885	\$ -	\$ -	\$ 94,885
Machinery and equipment	\$ 126,065	\$ -	\$ -	\$ 126,065
Furniture and fixtures	\$ 13,409	\$ -	\$ -	\$ 13,409
Infrastructure	\$ 1,953,794	\$ 20,293	\$ -	\$ 1,974,087
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Leased Right-to-Use Assets	\$ -	\$ -	\$ -	\$ -
Intangible Assets	\$ -	\$ -	\$ -	\$ -
Other (explain): Water Rights	\$ 322,500	\$ -	\$ -	\$ 322,500
Accumulated Amortization Right to Use Leased Assets (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (1,176,104)	\$ (34,774)	\$ -	\$ (1,210,878)
TOTAL	\$ 1,360,449	\$ (14,481)	\$ -	\$ 1,345,968

¹ Must agree to prior year-end balance
² 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? YES NO

7-2 Does the entity have a volunteer firefighters' pension plan? YES NO

If yes: Who administers the plan? YES NO

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
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"/>

Please use this space to provide any explanations or comments:

If yes: Please indicate the amount appropriated for each fund separately for the year reported

Governments/Proprietary Fund Name	Total Appropriations By Fund
Enterprise Fund	\$ 274,941
	\$ -
	\$ -
	\$ -

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

Please answer the following question by marking in the appropriate box

	YES	NO
9-1 Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	<input checked="" type="checkbox"/>	<input type="checkbox"/>

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

	YES	NO						
10-1 Is this application for a newly formed governmental entity?	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
If yes: Date of formation:	<input type="text" value=""/>							
10-2 Has the entity changed its name in the past or current year?	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
If Yes: NEW name	<input type="text" value=""/>							
PRIOR name	<input type="text" value=""/>							
10-3 Is the entity a metropolitan district?	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
10-4 Please indicate what services the entity provides:	<input type="text" value=""/>							
10-5 Does the entity have an agreement with another government to provide services?	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
If yes: List the name of the other governmental entity and the services provided:	<input type="text" value=""/>							
10-6 Does the entity have a certified mill levy?	<input type="checkbox"/>	<input checked="" type="checkbox"/>						
If yes: Please provide the number of mills levied for the year reported (do not enter \$ amounts):	<table border="1"> <tbody> <tr> <td>Bond Redemption mills</td> <td align="right">0.000</td> </tr> <tr> <td>General/Other mills</td> <td align="right">0.000</td> </tr> <tr> <td>Total mills</td> <td align="right">0.000</td> </tr> </tbody> </table>		Bond Redemption mills	0.000	General/Other mills	0.000	Total mills	0.000
Bond Redemption mills	0.000							
General/Other mills	0.000							
Total mills	0.000							

Please use this space to provide any explanations or comments:

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

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

YES NO

12-1 If you plan to submit this form electronically, have you read the new Electronic Signature Policy?

Office of the State Auditor — Local Government Division - Exemption Form Electronic Signatures Policy and Procedures

Policy - Requirements

- The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as DocuSign or Echosign. Required elements and safeguards are as follows:
- The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.
 - The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.
 - Office of the State Auditor staff will not coordinate obtaining signatures.

The application for exemption from audit form created by our office includes a section for governing body approval. Local governing boards note their approval and submit the application through one of the following three methods:

- 1) Submit the application in hard copy via the US Mail including original signatures.
- 2) Submit the application electronically via email and either,
 - a. Include a copy of an adopted resolution that documents formal approval by the Board, or
 - b. Include electronic signatures obtained through a software program such as DocuSign or Echosign in accordance with the requirements noted above.

Below is the certification and approval of the governing body. By signing, each individual member is certifying they are a duly elected or appointed officer of the local government. Governing members may be verified. Also by signing, the individual member certifies that this Application for Exemption from Audit has been prepared consistent with Section 29-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting; completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

Print the names of ALL members of the governing body below.

A MAJORITY of the members of the governing body must complete and sign in the column below.

1	Full Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____
	Susan Smith	I, <u>Susan Smith</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>Susan Smith</u> Date: <u>3-27-23</u> My term Expires: <u>2025</u>
2	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: _____
	William Marquez	I, <u>ARNOLD MARQUEZ</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>Arnold Marquez</u> Date: <u>3-27-23</u> My term Expires: <u>2025</u>
3	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: _____
	David Rogers	I, <u>DAVID ROGERS</u> , attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>David Rogers</u> Date: <u>3/27/23</u> My term Expires: <u>2023</u>
4	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: _____
	Vanna Morningstar	I, <u>Vanna Morningstar</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>Vanna Morningstar</u> Date: <u>3-27-2023</u> My term Expires: <u>2023</u>
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: _____
	Charlene Baldwin	I, <u>CHARLENE BALDWIN</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>Charlene Baldwin</u> Date: <u>3-27-2023</u> My term Expires: <u>2023</u>
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: _____

RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT

(Pursuant to Section 29-1-604, C.R.S.)

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2022 FOR THE NAVAJO WESTERN WATER DISTRICT, STATE OF COLORADO.

WHEREAS, the governing body of the Navajo Western 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 either revenues nor expenditures exceed five hundred 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 the Navajo Western Water District exceeded \$750,000 for fiscal year 2022; and

WHEREAS, an application for exemption from audit for Navajo Western Water District has been prepared by Ortiz Tax Service, 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/ordained by the governing body of the Navajo Western Water District that the application for exemption from audit for Navajo Western Water District for the fiscal year ended December 31, 2022, has been reviewed and is hereby approved by a majority of the governing body of the Navajo Western Water District; that those members of the governing body 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 Navajo Western Water District for the fiscal year ended December 31, 2022.






ADOPTED this 21st day of March, A.D., 2023



President, David Rogers



Secretary, Vanna Morningstar

<u>Members of Governing Body</u>	<u>Term Expires</u>	<u>Signature</u>
<u>David Rogers, President</u>	<u>2023</u>	<u></u>
<u>Charlene Baldwin, Vice-President</u>	<u>2023</u>	<u></u>
<u>Vanna Morningstar</u>	<u>2023</u>	<u></u>
<u>Susan Smith, Treasurer</u>	<u>2025</u>	<u></u>
<u>William Marquez, Director</u>	<u>2025</u>	<u></u>

**EXHIBIT C
DRINKING WATER REVOLVING FUND
LOAN REPAYMENT SCHEDULE**

NAVAJO WESTERN WATER DISTRICT, COLORADO, ACTING BY AND THROUGH ITS NAVAJO WESTERN WATER ENTERPRISE
Loan Number: #D12F292

On or before the list of each date, commencing on November 1, 2012 the
Governmental Agency shall pay the amount set forth below:

LOAN DATE:	6/30/12
LOAN AMOUNT:	\$1,101,939
INTEREST RATE:	0.000%
TERM (YEARS):	30

1st Amendment

PAYMENT DATES	PAYMENT	PRINCIPAL REDUCTION (1)	PRINCIPAL	REMAINING PRINCIPAL	CALCULATED INTEREST
11/1/2012	\$18,366.66		\$18,366.66	\$1,101,939.00	\$0.00
5/1/2013	\$18,366.66		\$18,366.66	\$1,093,673.36	\$0.00
11/1/2013	\$18,366.66		\$18,366.66	\$1,085,207.70	\$0.00
5/1/2014	\$18,366.66		\$18,366.66	\$1,046,842.06	\$0.00
11/1/2014	\$18,366.66		\$18,366.66	\$1,028,476.40	\$0.00
1/1/2016		\$90,839.69	\$1,010,110.76	\$1,010,110.76	\$0.00
5/1/2016	\$16,714.02		\$16,714.02	\$919,271.08	\$0.00
11/1/2015	\$16,714.02		\$16,714.02	\$902,657.04	\$0.00
5/1/2016	\$16,714.02		\$16,714.02	\$886,043.02	\$0.00
11/1/2016	\$16,714.02		\$16,714.02	\$869,329.00	\$0.00
5/1/2017	\$16,714.02		\$16,714.02	\$852,414.98	\$0.00
11/1/2017	\$16,714.02		\$16,714.02	\$835,700.96	\$0.00
5/1/2018	\$16,714.02		\$16,714.02	\$818,986.94	\$0.00
11/1/2018	\$16,714.02		\$16,714.02	\$802,272.92	\$0.00
5/1/2019	\$16,714.02		\$16,714.02	\$785,658.90	\$0.00
11/1/2019	\$16,714.02		\$16,714.02	\$769,044.88	\$0.00
5/1/2020	\$16,714.02		\$16,714.02	\$752,430.86	\$0.00
11/1/2020	\$16,714.02		\$16,714.02	\$735,816.84	\$0.00
5/1/2021	\$16,714.02		\$16,714.02	\$719,202.82	\$0.00
11/1/2021	\$16,714.02		\$16,714.02	\$702,588.80	\$0.00
5/1/2022	\$16,714.02		\$16,714.02	\$685,974.78	\$0.00
11/1/2022	\$16,714.02		\$16,714.02	\$669,360.76	\$0.00
5/1/2023	\$16,714.02		\$16,714.02	\$652,746.74	\$0.00
11/1/2023	\$16,714.02		\$16,714.02	\$636,132.72	\$0.00
5/1/2024	\$16,714.02		\$16,714.02	\$619,518.70	\$0.00
11/1/2024	\$16,714.02		\$16,714.02	\$602,904.68	\$0.00
5/1/2025	\$16,714.02		\$16,714.02	\$586,290.66	\$0.00
11/1/2025	\$16,714.02		\$16,714.02	\$569,676.64	\$0.00
5/1/2026	\$16,714.02		\$16,714.02	\$553,062.62	\$0.00
11/1/2026	\$16,714.02		\$16,714.02	\$536,448.60	\$0.00
5/1/2027	\$16,714.02		\$16,714.02	\$519,834.58	\$0.00
11/1/2027	\$16,714.02		\$16,714.02	\$503,220.56	\$0.00
5/1/2028	\$16,714.02		\$16,714.02	\$486,606.54	\$0.00
11/1/2028	\$16,714.02		\$16,714.02	\$470,000.52	\$0.00
5/1/2029	\$16,714.02		\$16,714.02	\$453,394.50	\$0.00
11/1/2029	\$16,714.02		\$16,714.02	\$436,788.48	\$0.00
5/1/2030	\$16,714.02		\$16,714.02	\$420,182.46	\$0.00
11/1/2030	\$16,714.02		\$16,714.02	\$403,576.44	\$0.00
5/1/2031	\$16,714.02		\$16,714.02	\$386,970.42	\$0.00
11/1/2031	\$16,714.02		\$16,714.02	\$370,364.40	\$0.00
5/1/2032	\$16,714.02		\$16,714.02	\$353,758.38	\$0.00
11/1/2032	\$16,714.02		\$16,714.02	\$337,152.36	\$0.00
5/1/2033	\$16,714.02		\$16,714.02	\$320,546.34	\$0.00
11/1/2033	\$16,714.02		\$16,714.02	\$303,940.32	\$0.00
5/1/2034	\$16,714.02		\$16,714.02	\$287,334.30	\$0.00
11/1/2034	\$16,714.02		\$16,714.02	\$270,728.28	\$0.00
5/1/2035	\$16,714.02		\$16,714.02	\$254,122.26	\$0.00
11/1/2035	\$16,714.02		\$16,714.02	\$237,516.24	\$0.00
5/1/2036	\$16,714.02		\$16,714.02	\$220,910.22	\$0.00
11/1/2036	\$16,714.02		\$16,714.02	\$204,304.20	\$0.00
5/1/2037	\$16,714.02		\$16,714.02	\$187,698.18	\$0.00
11/1/2037	\$16,714.02		\$16,714.02	\$171,092.16	\$0.00
5/1/2038	\$16,714.02		\$16,714.02	\$154,486.14	\$0.00
11/1/2038	\$16,714.02		\$16,714.02	\$137,880.12	\$0.00
5/1/2039	\$16,714.02		\$16,714.02	\$121,274.10	\$0.00
11/1/2039	\$16,714.02		\$16,714.02	\$104,668.08	\$0.00
5/1/2040	\$16,714.02		\$16,714.02	\$88,062.06	\$0.00
11/1/2040	\$16,714.02		\$16,714.02	\$71,456.04	\$0.00
5/1/2041	\$16,714.02		\$16,714.02	\$54,850.02	\$0.00
11/1/2041	\$16,714.02		\$16,714.02	\$38,244.00	\$0.00
5/1/2042	\$16,713.98		\$16,713.98	\$21,637.98	\$0.00
Total	\$1,011,089.31	\$90,839.69	\$1,011,089.31	\$0.00	\$0.00

(1) Remaining project funds totaling \$90,839.69 applied as principal reduction.

EXHIBIT A - LEASE TERMS

1. Lessee: Navajo Western Water District
2. Commencement Date: March 17, 2017
3. Final Expiration Date: December 1, 2023
4. Rental Payment Dates: Beginning June 1, 2017 and semi-annually thereafter until Final Expiration Date or prior redemption.
5. Applicable Yield Rate: 3.02%
6. Default Rate: Tax-Exempt Fixed Rate + 4.00% per annual until the Default is cured.
7. Financial Reporting Requirements:
 - a. Annually, Lessee shall deliver to Lessor copies of Lessee's audited financial statements and related audit report prepared by an independent public accounting firm acceptable to Lessor upon the first to occur of (i) two (2) weeks after the final audit is issued by the auditors or (ii) 270 Days after the end of Lessee's Fiscal year.
 - b. Annually, Lessee shall deliver to Lessor a copy of the Lessee's Annual Budget within sixty (60) days after the end of Lessee's Fiscal Year, which Annual Budget shall illustrate the Rental Payments due to the Lessor during the period covered by the Annual Budget.
8. Financial Covenants: N/A
9. Lessee's Fiscal/Budget Year: December 31
10. Rental Payment Schedule and Option Purchase Price:

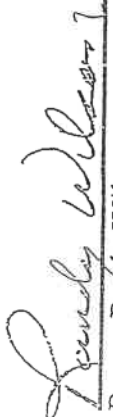
Payment No.	Payment Date	Principal	Interest	Rental Payment	Balance	Option Purchase Price
1	June 1, 2017	4,845.24	412.74	5,257.98	61,642.91	61,642.91
2	December 1, 2017	4,327.17	930.81	5,257.98	57,315.74	57,315.73
3	June 1, 2018	4,392.51	865.47	5,257.98	52,923.23	52,923.22
4	December 1, 2018	4,458.84	799.14	5,257.98	48,464.39	48,464.38
5	June 1, 2019	4,526.17	731.81	5,257.98	43,938.22	43,938.22
6	December 1, 2019	4,594.51	663.47	5,257.98	39,343.71	39,343.70
7	June 1, 2020	4,663.89	594.09	5,257.98	34,679.82	34,679.81
8	December 1, 2020	4,734.31	523.67	5,257.98	29,945.51	29,945.50
9	June 1, 2021	4,805.80	452.18	5,257.98	25,139.71	25,139.69
10	December 1, 2021	4,878.37	379.61	5,257.98	20,261.34	20,261.32
11	June 1, 2022	4,952.03	305.95	5,257.98	15,309.31	15,309.29

12	December 1, 2022	5,026.81	231.17	5,257.98	10,282.50	10,282.48
13	June 1, 2023	5,102.71	155.27	5,257.98	5,179.79	5,179.77
14	December 1, 2023	5,179.79	78.19	5,257.98	0.00	0.00

TOTALS 66,488.15 7,123.57 73,611.72

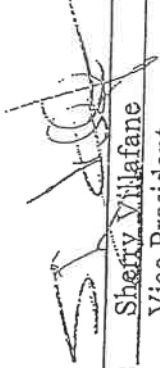
LESSEE:

NAVAJO WESTERN WATER DISTRICT


 By: Randy Wilson
 Its: District President

LESSOR:

NBH BANK, a Colorado state-chartered bank


 By: Sherry Villafane
 Its: Vice President