APPLICATION FOR EXEMPTION FROM AUDIT

LONG FORM

NAME OF GOVERNMENT	RAINBOW VALLEY WATER DISTRICT
ADDRESS	PO BOX 388
	DIVIDE, CO 80814
CONTACT PERSON	RICH RICHIE
PHONE	903.647.9886
EMAIL	RAINBOWVALLEYWATERDISTRICT@YAHOO.COM

For the Year Ended
12/31/22
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:	STEPHEN D. HART
TITLE	CPA
FIRM NAME (if applicable)	STEPHEN D. HART, CPA, LLC
ADDRESS	PO BOX 6856, WOODLAND PARK, CO 80866
PHONE	719 687 8032
DATE PREPARED	3/23/2023
RELATIONSHIP TO ENTITY	INDEPENDENT

PREPARER (SIGNATURE REQUIRED)

Stephen D. Hart, CPA

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		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Fund*	Fund*	
	Assets			**Assets**			
1-1	Cash & Cash Equivalents	$ -	$ -	Cash & Cash Equivalents	$ 142,926	$ -	
1-2	Investments	$ -	$ -	Investments	$ -	$ -	
1-3	Receivables	$ -	$ -	Receivables	$ 12,995	$ -	
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...]			Current taxes receivable $56,724, Prepaid Expense $3,351	$ 60,075	$ -	
1-6	Lease Receivable (as Lessor)	$ -	$ -	Total Current Assets	$ 215,996	$ -	
1-7		$ -	$ -	Capital & Right to Use Assets, net (from Part 5-4)	$ 132,889	$ -	
1-8		$ -	$ -	Other Long Term Assets [specify...]	$ -	$ -	
1-9		$ -	$ -		$ -	$ -	
1-10		$ -	$ -		$ -	$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	$ -	$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	$ 348,885	$ -	
	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	$ 348,885	$ -	
	Liabilities			Liabilities			
1-16	Accounts Payable	$ -	$ -	Accounts Payable	$ 7,474	$ -	
1-17	Accrued Payroll and Related Liabilities	$ -	$ -	Accrued Payroll and Related Liabilities	$ 417	$ -	
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	$ 7,891	$ -	
1-22	All Other Liabilities [specify...]	$ -	$ -	Proprietary Debt Outstanding (from Part 4-4)	$ -	$ -	
1-23		$ -	$ -	Other Liabilities [specify...]:	$ -	$ -	
1-24		$ -	$ -	Deferred Revenue	$ 56,724	$ -	
1-25		$ -	$ -		$ -	$ -	
1-26		$ -	$ -		$ -	$ -	
1-27	(add lines 1-21 through 1-26) TOTAL LIABILITIES	$ -	$ -	(add lines 1-21 through 1-26) TOTAL LIABILITIES	$ 64,615	$ -	
	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	$ 2,000	$ -	
1-32	Nonspendable Inventory	$ -	$ -				
1-33	Restricted [specify...]	$ -	$ -	Emergency Reserves	$ 14,206	$ -	
1-34	Committed [specify...]	$ -	$ -	Other Designations/Reserves	$ -	$ -	
1-35	Assigned [specify...]	$ -	$ -	Restricted	$ -	$ -	
1-36	Unassigned:	$ -	$ -	Undesignated/Unreserved/Unrestricted	$ 268,064	$ -	
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	$ 284,270	$ -	
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	$ 348,885	$ -	

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds Fund*	Governmental Funds Fund*	Description	Proprietary/Fiduciary Funds Fund*	Proprietary/Fiduciary Funds Fund*	Please use this space to provide explanation of any items on this page
	Tax Revenue			Tax Revenue			
2-1	Property [include mills levied in Question 10-6]	$ -	$ -	Property [include mills levied in Question 10-6]	$ 49,409	$ -	
2-2	Specific Ownership	$ -	$ -	Specific Ownership	$ 5,170	$ -	
2-3	Sales and Use Tax	$ -	$ -	Sales and Use Tax	$ -	$ -	
2-4	Other Tax Revenue [specify...]:	$ -	$ -	Other Tax Revenue [specify...]:	$ -	$ -	
2-5		$ -	$ -	Teller Count y Sr/Veterans Fund	$ 1,214	$ -	
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	$ 55,793	$ -	
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	$ 141,767	$ -	
2-17	Rental Income	$ -	$ -	Rental Income	$ -	$ -	
2-18	Fines and Forfeits	$ -	$ -	Fines and Forfeits	$ -	$ -	
2-19	Interest/Investment Income	$ -	$ -	Interest/Investment Income	$ 183	$ -	
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 [specify...]:	$ -	$ -	
2-23		$ -	$ -	Miscellaneous Income	$ 142	$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	$ -	$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	$ 197,885	$ -	
	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	$ 197,885	$ -	$ 197,885

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 Fund*	Governmental Funds Fund*	Description	Proprietary/Fiduciary Funds Fund*	Proprietary/Fiduciary Funds Fund*	Please use this space to provide explanation of any items on this page
	Expenditures			Expenses			
3-1	General Government	$ -	$ -	General Operating & Administrative	$ 63,896	$ -	
3-2	Judicial	$ -	$ -	Salaries	$ 36,654	$ -	
3-3	Law Enforcement	$ -	$ -	Payroll Taxes	$ 2,888	$ -	
3-4	Fire	$ -	$ -	Contract Services	$ -	$ -	
3-5	Highways & Streets	$ -	$ -	Employee Benefits	$ -	$ -	
3-6	Solid Waste	$ -	$ -	Insurance	$ 9,013	$ -	
3-7	Contributions to Fire & Police Pension Assoc.	$ -	$ -	Accounting and Legal Fees	$ 2,970	$ -	
3-8	Health	$ -	$ -	Repair and Maintenance	$ 36,042	$ -	
3-9	Culture and Recreation	$ -	$ -	Supplies	$ -	$ -	
3-10	Transfers to other districts	$ -	$ -	Utilities	$ 16,572	$ -	
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)	$ -	$ -	
3-16	Interest	$ -	$ -	Interest	$ -	$ -	
3-17	Bond Issuance Costs	$ -	$ -	Bond Issuance Costs	$ -	$ -	
3-18	Developer Principal Repayments	$ -	$ -	Developer Principal Repayments	$ -	$ -	
3-19	Developer Interest Repayments	$ -	$ -	Developer Interest Repayments	$ -	$ -	
3-20	All Other [specify...]:	$ -	$ -	All Other [specify...]:	$ -	$ -	
3-21		$ -	$ -		$ -	$ -	GRAND TOTAL
3-22	Add lines 3-1 through 3-21 TOTAL EXPENDITURES	$ -	$ -	Add lines 3-1 through 3-21 TOTAL EXPENSES	$ 168,035	$ -	$ 168,035
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	$ 4,296	$ -	
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)	$ -	$ -	
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	$ (4,296)	$ -	
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	$ 25,554	$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	$ -	$ -	Net Position, January 1 from December 31 prior year report	$ 258,716	$ -	
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.	$ 284,270	$ -	

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
4-1	Does the entity have outstanding debt?	☐	☑
4-2	Is the debt repayment schedule attached? If no, MUST explain:	☐	☐
4-3	Is the entity current in its debt service payments? If no, MUST explain:	☐	☐

Please use this space to provide any explanations or comments:

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.	YES	NO
4-5	Does the entity have any authorized, but unissued, debt [Section 29-1-605(2) C.R.S.]?	☐	☑
If yes:	How much? $ -		
If yes:	Date the debt was authorized:		
4-6	Does the entity intend to issue debt within the next calendar year?	☐	☑
If yes:	How much? $ -		
4-7	Does the entity have debt that has been refinanced that it is still responsible for?	☐	☑
If yes:	What is the amount outstanding? $ -		
4-8	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.	AMOUNT	TOTAL
5-1	YEAR-END Total of ALL Checking and Savings accounts	$ 142,926	
5-2	Certificates of deposit	$ -	
	TOTAL CASH DEPOSITS		$ 142,926

Please use this space to provide any explanations or comments:

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

5-3		$ -	
		$ -	
		$ -	
		$ -	
	TOTAL INVESTMENTS		$ -
	TOTAL CASH AND INVESTMENTS		$ 142,926

	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.?	☐	☐	☑
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:	☑	☐	☐

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?	☑	☐	
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 & 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*	Additions	Deletions	Year-End Balance
Land	$ 7,023	$ -	$ -	$ 7,023
Buildings	$ 156,682	$ -	$ -	$ 156,682
Machinery and equipment	$ 235,078	$ -	$ -	$ 235,078
Furniture and fixtures	$ -	$ -	$ -	$ -
Infrastructure	$ 249,151	$ -	$ -	$ 249,151
Construction In Progress (CIP)	$ -	$ -	$ -	$ -
Leased Right-to-Use Assets	$ -	$ -	$ -	$ -
Intangible Assets	$ -	$ -	$ -	$ -
Other (explain):	$ 100,911	$ -	$ -	$ 100,911
Accumulated Amortization Right to Use Leased Assets (Enter a negative, or credit, balance)	$ -	$ -	$ -	$ -
Accumulated Depreciation (Enter a negative, or credit, balance)	$ (611,660)		$ 4,296	$ (615,956)
TOTAL	$ 137,185	$ -	$ 4,296	$ 132,889

* 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 FUND	$ 219,807
	$ -
	$ -
	$ -

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	9.891
Total mills	9.891

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	$ 142,926	Unrestricted Fund Balan	$ -	Total Tax Revenue	$ -	
Current Liabilities	$ 7,891	Total Fund Balance	$ -	Revenue Paying Debt Service	$ -	
Deferred Inflow	$ -	PY Fund Balance	$ -	Total Revenue	$ -	
		Total Revenue	$ -	Total Debt Service Principal	$ -	
		Total Expenditures	$ -	Total Debt Service Interest	$ -	
Governmental		Interfund In	$ -			
Total Cash & Investments	$ -	Interfund Out	$ -	**Enterprise Funds**		
Transfers In	$ -	**Proprietary**		Net Position	$ 284,270	
Transfers Out	$ -	Current Assets	$ 215,996	PY Net Position	$ 258,716	
Property Tax	$ -	Deferred Outflow	$ -	**Government-Wide**		
Debt Service Principal	$ -	Current Liabilities	$ 7,891	Total Outstanding Debt	$ -	
Total Expenditures	$ -	Deferred Inflow	$ -	Authorized but Unissued	$ -	
Total Developer Advances	$ -	Cash & Investments	$ 142,926	Year Authorized	01/00/00	
Total Developer Repayments	$ -	Principal Expense	$ -			

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: Rick Ritchie	I, RICK RITCHIE, 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 Rick Ritchie Date: 3/28/2023 My term Expires: 2025
2	Full Name: Helen Freed	I, Helen Freed, 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 Helen Freed Date: 3/28/2023 My term Expires: 2023
3	Full Name: Dominick Luppino	I, Dominick Luppino, 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 Dominick Luppino Date: 3/28/2023 My term Expires: 2025
4	Full Name: Brian Etherton	I, Brian Etherton, 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 Brian Etherton Date: 3/28/2023 My term Expires: 2023
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: _____

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2022 FOR THE RAINBOW VALLEY WATER DISTRICT

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

WHEREAS, the Rainbow Valley Water District ("District") is a quasi-municipal corporation and political subdivision of the State of Colorado and a duly organized and existing special district pursuant to Title 32, Colorado Revised Statutes; and

WHEREAS, the Board of Directors ("Board") of the 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 $750,000 may, with the approval of the State Auditor, be exempt from the provisions of Section 29-1-603, C.R.S.; and

WHEREAS, neither revenues nor expenditures for the District exceed $750,000 for fiscal year 2021; and

WHEREAS, an Application for Exemption from Audit for the District has been prepared by an independent accountant with knowledge of governmental accounting; and

WHEREAS, such 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 Rainbow Valley Water District that the Application for Exemption from Audit for the Rainbow Valley Water District for fiscal year 2022 has been personally reviewed and is hereby approved by a majority of the Board of Directors of the Rainbow Valley Water District; and that this Resolution shall be attached to and shall become a part of the Application for Exemption from Audit for the Rainbow Valley Water District for fiscal year ended December 31, 2022.

ADOPTED this 14th day of MARCH, 2023.

RAINBOW VALLEY WATER DISTRICT

By _____
Officer

ATTEST:

_____
Director

CERTIFICATION OF 2023 BUDGET FOR
RAINBOW VALLEY WATER DISTRICT

TO: THE DIVISION OF LOCAL GOVERNMENT

This is to certify that the budget, attached hereto, is a true and accurate copy of the budget for Rainbow Valley Water District, for the budget year ending December 31, 2023, as adopted on December 13, 2022.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the seal of Rainbow Valley Water District in Teller County, Colorado, this 17th day of January 2023.

Rick Ritchie, Chairman

RAINBOW VALLEY WATER DISTRICT
2023 BUDGET
GENERAL OPERATING FUND

Acct #	Description	"Audit" Actual 2021	Estimated 2022	Budget 2023
	BEGINNING BALANCE (Total Equity)	249672	283956	313310
	Beginning Cash on Hand	68412	105471	140700
	REVENUES			
	Fund Transfer Reserves			23597
754	Teller County Delinquent Tax	31	31	
755	Teller County Interest	79	160	0
	IREA Patronage Refund	159	0	0
49910	Returned Check Chrgs	150	100	0
700	Water Sales	141067	143000	139100
705	Earned Interest	46	4	12
710	Misc. Income	1840	91	0
750	Teller County General Taxes	46805	48750	51998
751	Teller County S/O	5376	4800	5100
753	Teller County Sr/Veterans Fund	1123	1215	0
755	Teller County Interest			
	Total Revenues	196676	198151	219807
	TOTAL AVAILABLE FUNDS (Cash + Revenue)	265088	303622	336910
	TOTAL EQUITY BEFORE EXPENSES	446348	482107	533117
	EXPENSES ACTUAL "AUDIT 2021"			
70-EA	General Operating & Administrative	49114		
71-EA	Salaries	35096		
72-EA	Payroll Taxes	2768		
73-EA	Contract Services	0		
75-EA	Insurance	9762		
76-EA	Accounting and Legal Services	10779		
77-EA	Repairs and Maintenance	34348		
78-EA	Supplies	755		
79-EA	Utilities	155482		
	Total Expenses	298104		
801	Accounting Services		11680	12000
805	Automotive Expense		14000	32820
809	Bad Debt Expense		570	
810	Bank Service Charges		97	210
811	Refund - Cust Acct Closed		0	0
812	Contract Labor		0	0
815	Directors Fees		2596	2995
820	Donations & Gifts		100	100
821	Dues & Publications		612	400
823	Engineering		30700	30900
825	Insurance Expenses		12000	12000
830	Licenses and Fees		75	72
831	Miscellaneous Expenses		91	0
833	Legal Fees		2300	16000
835	Office Expense		2700	1200
840	Professional Fees		0	6500
845	Repairs/Maintenance Testing Other		0	0
845A	Repairs/Maintenance Buildings		7100	3100
845B	R/M Ponds		335	8000
845C	Supplies		875	1320
845D	Tools/Maintenance Equipment		1280	400
845E	Treatment Equipment		19650	25200
850	Salaries		36200	35096
885	Utilities-Operating		13900	16894
890	Water Treatment Supplies		0	0
950	Publishing - Legal Ads		154	200
9955	Payroll Expenses		4425	4200
	Contingency			6000
752	Teller Co Treasurer Fees		1482	4200
	Total Expenses	298104	162922	219807
	(Ending Cash on Hand)	105471	140700	117103
	ENDING BALANCE (Total Equity)	283956	313310	305320

RAINBOW VALLEY WATER DISTRICT
RESOLUTION 2022-05
TO ADOPT 2023 BUDGET

WHEREAS, the Board of Directors ("Board") of Rainbow Valley Water District ("District") has appointed a budget committee to prepare and submit a proposed 2023 budget to the Board at the proper time; and

WHEREAS, such budget committee has submitted the proposed budget to the Board on or before October 15, 2022 for its consideration; and

WHEREAS, upon due and proper notice, published in accordance with law, the budget was open for inspection by the public at a designated place, and a public hearing was held December 13, 2022, and interested electors were given the opportunity to file or register any objections to the budget; and

WHEREAS, the budget has been prepared to comply with all terms, limitations and exemptions, including, but not limited to, enterprise, reserve transfer and expenditure exemptions, under Article X, Section 20 of the Colorado Constitution ("TABOR") and other laws or obligations which are applicable to or binding upon the District; and

WHEREAS, a temporary property tax credit to affect a refund is not required for any purposes for the year 2023, for any purposes set forth by TABOR or other general revenue for the year 2023. The Board has determined that the 2023 budget should be approved and certified to the County in accordance with the provisions of Section 39-1-111.5, C.R.S. and

WHEREAS, whatever decreases may have been made in the revenues, like decreases were made to the expenditures so that the budget remains in balance, as required by law.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District:

1. That estimated expenditures for each fund are as follows:

General Fund:	$ 219,807
Total	$219,807

2. That estimated revenues are as follows:

General Fund:

From fund transfers	$23,597
From sources other than general property tax	$144,212
From general property tax abatements	$0
From general property tax	$51,998
Total	$219,807

3. That the budget, as submitted, amended and herein summarized by fund, including, but not limited to, any temporary property tax credit and mill levy rate reduction, be, and the same hereby is, approved and adopted as the budget of Rainbow Valley Water District for the 2023 fiscal year.

4. That the budget, as hereby approved and adopted, shall be certified by the Treasurer and/or President of the District to all appropriate agencies and is made a part of the public records of the District.

TO SET MILL LEVIES

WHEREAS, the amount of money from property taxes necessary to balance the budget for general operating expenses is $51,998; and

WHEREAS, the 2022 valuation for assessment of the District, as certified by the County Assessor, is $5,257,110.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District:

1. That for the purpose of meeting all general operating expenses of the District during the 2023 budget year, there is hereby levied a property tax, inclusive of the mill levy for refunds and abatements, of 9.891 mills upon each dollar of the total valuation for assessment of all taxable property within the District to raise $51,998.

2. That the Treasurer and/or President of the District is hereby authorized and have certified to the County Commissioners of Teller County, Colorado, the mill levies for the District as hereinabove determined to comply with any applicable revenue and other budgetary limits.

TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors of the District has made provision in the budget for revenues in an amount equal to the total proposed expenditures as set forth therein; and

WHEREAS, it is not only required by law, but also necessary to appropriate the revenues provided in the budget to and for the purposes described below, as more fully

set forth in the budget, including any inter-fund transfers listed therein, so as not to impair the operations of District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of Rainbow Valley Water District that the following sums are hereby appropriated from the revenues of each fund, to each fund, for the purposes stated in the budget:

General Fund:	$219,807
Total	$219,807

Adopted this 13 day of December, 2022.

RAINBOW VALLEY WATER DISTRICT

By: _____
Chairman

ATTEST:

By: _____
Secretary

BUDGET MESSAGE – 2023

RE: Rainbow Valley Water District

The modified accrual basis of accounting and governmental funds is used in the preparation of this budget. Revenue is recorded when susceptible to accrual and expenditures are recorded when the liability is incurred.

The Rainbow Valley Water District was organized in April 1969. It covers approximately 1,800 acres and provides water treatment and delivery to more than 150 residences. There is currently no commercial development in the District though that is possible in the future.

_____ County Tax Entity Code DOLA LGID/SID _____/_____

CERTIFICATION OF TAX LEVIES for NON-SCHOOL Governments

TO: County Commissioners[1] of Teller County , Colorado.

On behalf of the Rainbow Valley Water District ,
(taxing entity)[A]

the Board of Directors
(governing body)[B]

of the Rainbow Valley Water District
(local government)[C]

Hereby officially certifies the following mills to be levied against the taxing entity's GROSS assessed valuation of: $ 5,257,110
(GROSS[D] assessed valuation, Line 2 of the Certification of Valuation Form DLG 57[E])

Note: If the assessor certified a NET assessed valuation (AV) different than the GROSS AV due to a Tax Increment Financing (TIF) Area[F] the tax levies must be calculated using the NET AV. The taxing entity's total property tax revenue will be derived from the mill levy multiplied against the NET assessed valuation of: $ 5,257,110
(NET[G] assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)

Submitted: 12/11/2022 for budget/fiscal year 2023 .
(not later than Dec. 15) (mm/dd/yyyy) (yyyy)

PURPOSE (see end notes for definitions and examples)	LEVY[2]		REVENUE[2]
1. General Operating Expenses[H]	9.891	mills	$ 51,998
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction[I]	< >	mills	$ < >
SUBTOTAL FOR GENERAL OPERATING:		**mills**	$
3. General Obligation Bonds and Interest[J]		mills	$
4. Contractual Obligations[K]		mills	$
5. Capital Expenditures[L]		mills	$
6. Refunds/Abatements[M]		mills	$
7. Other[N] (specify):		mills	$
		mills	$
TOTAL: [Sum of General Operating Subtotal and Lines 3 to 7]	9.891	**mills**	**$ 51,998**

Contact person: (print) Rick Ritchie Daytime phone: (903) 647-9886

Signed: Rick Ritchie Title: President

[1] If the taxing entity's boundaries include more than one county, you must certify the levies to each county. Use a separate form for each county and certify the same levies uniformly to each county per Article X, Section 3 of the Colorado Constitution.
[2] Levies must be rounded to three decimal places and revenue must be calculated from the total *NET assessed valuation* (Line 4 of Form DLG57 on the County Assessor's *final* certification of valuation).

Rainbow Valley Water District

Financial Statements

December 31, 2022 and 2021

Rainbow Valley Water District
Balance Sheet
As of December 31, 2022

	Dec 31, 22	Dec 31, 21
ASSETS		
Current Assets		
Checking/Savings		
100 · Bank of Colorado Checking	52,923.30	58,632.96
105 · BOC Savings	90,003.28	46,826.54
110 · Customer Adjustment Account	0.00	10.00
Total Checking/Savings	142,926.58	105,469.50
Accounts Receivable		
1200 · Accounts Receivable	12,995.50	13,009.11
Total Accounts Receivable	12,995.50	13,009.11
Other Current Assets		
1210 · Current Taxes Recievable	56,724.00	52,623.00
1220 · Prepaid Expense	3,351.00	2,977.00
1499 · Undeposited Funds	0.00	3,074.00
Total Other Current Assets	60,075.00	58,674.00
Total Current Assets	215,997.08	177,152.61
Fixed Assets		
150 · Land	7,023.00	7,023.00
1500 · Transportation & Other Equipmen	132,244.74	132,244.74
151 · Building	31,515.07	31,515.07
1510 · International Truck 2005	95,513.80	95,513.80
155 · Water Rights	100,911.00	100,911.00
156 · Source of Supply	249,151.00	249,151.00
160 · Pump Station	19,404.27	19,404.27
161 · Garage	105,762.73	105,762.73
170 · Air Compressor	799.00	799.00
172 · Pump	4,476.22	4,476.22
173 · Pressure Washer	1,044.05	1,044.05
174 · Remote Terminal Unit	999.57	999.57
179 · Accumulated Depreciation	-615,956.15	-611,659.95
Total Fixed Assets	132,888.30	137,184.50
TOTAL ASSETS	**348,885.38**	**314,337.11**
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
20000 · Accounts Payable	7,473.82	2,499.77
Total Accounts Payable	7,473.82	2,499.77
Other Current Liabilities		
2007 · Deferred Revenue	56,724.00	52,623.00
9951 · Payroll Liabilities		
9951A · Federal W/H Payable	173.40	173.40
9951 · Payroll Liabilities - Other	243.67	324.80
Total 9951 · Payroll Liabilities	417.07	498.20
Total Other Current Liabilities	57,141.07	53,121.20
Total Current Liabilities	64,614.89	55,620.97
Total Liabilities	64,614.89	55,620.97

Rainbow Valley Water District
Balance Sheet
As of December 31, 2022

	Dec 31, 22	Dec 31, 21
Equity		
3000 · Opening Bal Equity	2,000.00	2,000.00
3001 · Retained Earnings Reserved	14,206.00	14,206.00
32000 · Retained Earnings	242,510.14	208,227.07
Net Income	25,554.35	34,283.07
Total Equity	284,270.49	258,716.14
TOTAL LIABILITIES & EQUITY	**348,885.38**	**314,337.11**

Rainbow Valley Water District
Profit & Loss
January through December 2022

	Jan - Dec 22	
Ordinary Income/Expense		
Income		
755 Teller Co Interest		177.43
49910 · Returned Check Charges		50.00
700 · Water Sales		
700A · Water	117,671.29	
700B · Monthly Fee	17,780.00	
700C · Setup Fee	2,200.00	
700D · Late Fees	1,650.00	
700E · Off Day Delivery Charge	900.00	
700F · Late Order Fee	1,380.00	
700H · Trip Charge	170.00	
700 · Water Sales - Other	16.00	
Total 700 · Water Sales		141,767.29
705 · Interest Income		5.60
710 · Miscellaneous Income		91.93
750 · Teller County General		49,409.04
751 · Teller Co Specific Ownership		5,170.44
753 · Teller Co Sr/Veterans Fund		1,213.74
Total Income		197,885.47
Gross Profit		197,885.47
Expense		
69800 · Uncategorized Expenses		91.42
69810 · Bank Service Charges		103.95
752 · Teller Co Treasurer Fees		1,487.61
801 · Accounting Services		11,731.00
805 · Automotive Expense		
805A · Fuel		
805A1 · Delivery Trucks	7,389.52	
Total 805A · Fuel		7,389.52
805B · Mileage		
805B2 · Employee Mileage Reimbursement	116.86	
805B3 · Mileage Reimbursement	503.20	
Total 805B · Mileage		620.06
805C · Repairs and Maintenance		
805C2 · INTL Delivery Truck (NEW)	5,588.31	
Total 805C · Repairs and Maintenance		5,588.31
Total 805 · Automotive Expense		13,597.89
809 · Bad Debt Expense		570.00
810 · Bank Charges		-32.00
810A · Merchant deposit fees		1,798.93
815 · Directors Fees		2,596.00
818 · Depreciation		4,296.20
820 · Donation & Gifts		100.00
821 · Dues & Publications		612.29
823 · Engineering		
823A · Quality Compliance - Labor	33,290.00	
Total 823 · Engineering		33,290.00
825 · Insurance Expenses		
825A · General Liability & Auto	7,968.00	
825B · Workers Compensation	1,045.00	
Total 825 · Insurance Expenses		9,013.00
830 · Licenses and Fees		75.22
833 · Legal Fees		2,970.00

Rainbow Valley Water District
Profit & Loss
January through December 2022

	Jan - Dec 22
835 · Office Expense	
835A · Office Expenses	3,154.22
835 · Office Expense - Other	203.50
Total 835 · Office Expense	3,357.72
844 · R/M Filters and Equipment	10.00
845 · Repairs/Maintenance/Testing	
845A · Buildings	
845A4 · Water Plant	8,750.97
845A5 · Water Storage Bldg	89.00
Total 845A · Buildings	8,839.97
845B · Ponds	332.59
845C · Supplies	869.60
845D · Tools/Maintenance Equipment	1,320.85
845E · Treatment Equipment	
845E1 · Filters and Equipment	580.69
845E2 · Monitoring Equipment	3,976.80
845E3 · Water Testing	4,127.10
845E4 · Water Testing Equipment	2,451.80
845E5 · Water Treatment Supplies	7,635.95
845E · Treatment Equipment - Other	307.71
Total 845E · Treatment Equipment	19,080.05
Total 845 · Repairs/Maintenance/Testing	30,443.06
850 · Salaries	36,654.24
860 · Taxes-Payroll	2,888.13
885 · Utilities-Operating	
885A · Electric	
885A1 · 111 Sportsman Ln	2,694.56
885A2 · 18602 St. Hwy 67	980.21
885A3 · 226 Sportsman Ln	1,183.37
885A4 · 2nd Lake Pump House	2,033.79
885A5 · Garage on Pikes Peak	265.73
Total 885A · Electric	7,157.66
885B · Gas	
885B1 · 226 Sportsman Ln	3,160.77
885B2 · B(67)-226 Sportsman Ln	1,750.63
885B3 · 111 Sportsman Ln	1,634.27
885B4 · Pumphouse-111 Sportsman Ln	494.86
Total 885B · Gas	7,040.53
885C · Internet	
885C2 · Water Plant	770.00
Total 885C · Internet	770.00
885D · Telephone	1,292.68
885E · Trash Disposal	310.95
Total 885 · Utilities-Operating	16,571.82
950 · Publishing - Legal/Ads	104.64
9955 · Payroll Expenses	0.00
Total Expense	172,331.12
Net Ordinary Income	25,554.35
Net Income	**25,554.35**

No assurance is provided on these financial statements.