Application for Exemption From Audit
Long Form

Instructions

For local governments with either revenues or expenditures/expenses more than $200,000 but not more than $1,000,000

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 $1,000,000 for the year.

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). Approval for an exemption from audit is granted only upon the review by the OSA.

Any preparer of an Application for Exemption from Audit — Long Form must be a person skilled in governmental accounting.

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. Applications for exemption from audit are not eligible for an extension of time.

Governmental activity should be reported on the modified accrual basis. Proprietary activity should be reported on a cash or budgetary basis.

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 3B.

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.

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 must be fully and accurately completed. Applications submitted on forms other than those prescribed by the OSA will not be accepted.

For your reference, the Colorado Revised Statutes are available through the LexisNexis Colorado portal.

Checklist

- ☐ Has the preparer signed the application prior to board approval?
- ☐ 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 on 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? ○ Yes ○ No

- ☐ If yes, have you read and understood the Electronic Signature Policy? See policy in Part 11.

-- or --

☐ If yes, 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 at the end of this form.

Will this application be submitted via a mail service (e.g., U.S. Post Office, FedEx, UPS, courier)? ○ Yes ○ No

☐ If yes, does the application include **original ink signatures** from the **majority** of the governing body?

Filing Methods

Web Portal (recommended)

apps.leg.co.gov/osa/lg

For faster processing, the web portal should be used for submissions.

Mail

Office of the State Auditor

Local Government Audit Division
1375 Sherman St., 5th Floor
Denver, CO 80261-3000

Questions? **Email:** osa.lg@coleg.gov **Phone:** 303-869-3000

Contact Information

For the year ended 12/31/2025 or the fiscal year ended _____.

Name of government	RAINBOW VALLEY WATER DISTRICT
Street address	PO BOX 388
City, State, Zip	DIVIDE, CO 80814
Contact person	RICH RICHIE
Phone	903.647.9886
Email	RAINBOWVALLEYWATERDISTRICT@YAHOO.COM

Certification of Preparer

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. The preparer must sign prior to board approval.

Name	STEPHEN D. HART
Title	CPA
Firm name (if applicable)	STEPHEN D. HART, CPA, LLC
Address	PO BOX 6856
Phone	WOODLAND PARK, CO 80866
Relationship to entity	INDEPENDENT

Preparer signature	Date prepared

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, enter date filed		

Part 1B: Proprietary/Fiduciary Funds Table

Enter the type of each proprietary/fiduciary fund in the fields below.

Fund A: GENERAL FUND

Fund B:

Fund C:

Fund D:

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
	Assets				
1-38	Cash and Cash Equivalents	$ 135,559			
1-39	Investments				
1-40	Receivables	$ 21,328			
1-41	Due from Other Entities or Funds				
	Other Current Assets (specify in line 1-42)				
1-42	Taxes Receivable	$ 63,685			
1-43	**Total Current Assets** (Add lines 1-38 through 1-42)	$ 220,572	$ 0	$ 0	$ 0
1-44	Capital & Right-to-Use Assets, net (from Part 6, Capital & Right-to-Use Table)	$ 308,094			
	Other Long Term Assets (specify in lines 1-45 through 1-47)				
1-45					
1-46					
1-47					
1-48	**TOTAL ASSETS** (Add lines 1-43 through 1-47)	$ 528,666	$ 0	$ 0	$ 0
	Deferred Outflows of Resources (specify in lines 1-49 through 1-50)				
1-49					
1-50					
1-51	**Total Deferred Outflows** (Add lines 1-49 through 1-50)	$ 0	$ 0	$ 0	$ 0
1-52	**TOTAL ASSETS AND DEFERRED OUTFLOWS** (Add lines 1-48 and 1-51)	$ 528,666	$ 0	$ 0	$ 0

Part 1: Financial Statements — Balance Sheet

Part 1A: Governmental Funds (Modified Accrual Basis) Table

Enter the type of each governmental fund in the fields below.

Fund A: _____

Fund B: _____

Fund C: _____

Fund D: _____

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
	Assets				
1-1	Cash and Cash Equivalents				
1-2	Investments				
1-3	Receivables				
1-4	Due from Other Entities or Funds				
1-5	Property Tax Receivable				
1-6	All Other Assets:				
1-7	Lease Receivable (as Lessor)				
	Other (specify in lines 1-8 through 1-10)				
1-8					
1-9					
1-10					
1-11	**TOTAL ASSETS** (Add lines 1-1 through 1-10)	$ 0	$ 0	$ 0	$ 0
	Deferred Outflows of Resources (specify in lines 1-12 and 1-13)				
1-12					
1-13					
1-14	**Total Deferred Outflows** (Add lines 1-12 through 1-13)	$ 0	$ 0	$ 0	$ 0
1-15	**TOTAL ASSETS AND DEFERRED OUTFLOWS** (Add lines 1-11 and 1-14)	$ 0	$ 0	$ 0	$ 0

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
	Liabilities				
1-16	Accounts Payable				
1-17	Accrued Payroll and Related Liabilities				
1-18	Unearned 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)	$ 0	$ 0	$ 0	$ 0
	All Other Liabilities (specify in lines 1-22 through 1-25)				
1-22					
1-23					
1-24					
1-25					
1-26	**TOTAL LIABILITIES** (Add lines 1-21 through 1-25)	$ 0	$ 0	$ 0	$ 0
	Deferred Inflows of Resources				
1-27	Deferred Property Taxes				
1-28	Lease related (as Lessor)				
1-29	**TOTAL DEFERRED INFLOWS** (Add lines 1-27 through 1-28)	$ 0	$ 0	$ 0	$ 0
	Fund Balance				
1-30	Nonspendable-Prepaid				
1-31	Nonspendable-Inventory				
1-32	Restricted				
1-33	Committed				
1-34	Assigned				
1-35	Unassigned				
1-36	**Total Fund Balance** (Add lines 1-30 through 1-35. This total should be the same as line 3-34)	$ 0	$ 0	$ 0	$ 0
1-37	**TOTAL LIABILITIES, DEFERRED INFLOWS, AND FUND BALANCE** (Add lines 1-26, 1-29, and 1-36. This total should be the same as line 1-15)	$ 0	$ 0	$ 0	$ 0

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
	Liabilities				
1-53	Accounts Payable	$ 3,517			
1-54	Accrued Payroll and Related Liabilities	$ 395			
1-55	Accrued Interest Payable				
1-56	Due to Other Entities or Funds				
1-57	All Other Current Liabilities	$ 65,923			
1-58	**TOTAL CURRENT LIABILITIES** (Add lines 1-53 through 1-57)	$ 69,835	$ 0	$ 0	$ 0
1-59	Proprietary Debt Outstanding (from Part 4, Debt Schedule Table)	$ 188,981			
	Other (specify in lines 1-60 through 1-62)				
1-60					
1-61					
1-62					
1-63	**TOTAL LIABILITIES** (Add lines 1-58 through 1-62)	$ 258,816	$ 0	$ 0	$ 0
	Deferred Inflows of Resources				
1-64	Pension/OPEB Related				
	Other (specify in line 1-65)				
1-65					
1-66	**TOTAL DEFERRED INFLOWS** (Add lines 1-64 through 1-65)	$ 0	$ 0	$ 0	$ 0
	Net Position				
1-67	Net Investment in Capital and Right-to-Use Assets	$ 2,000			
1-68	Emergency Reserves	$ 14,206			
1-69	Other Designation/Reserves				
1-70	Restricted				
1-71	Undesignated/Unreserved/Unrestricted	$ 253,644			
1-72	**Total Net Position** (Add lines 1-67 through 1-71. This total should be the same as 3-70.)	$ 269,850	$ 0	$ 0	$ 0
1-73	**TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION** (Add lines 1-63, 1-66, and 1-72. This total should be the same as 1-52.)	$ 528,666	$ 0	$ 0	$ 0

Part 1C: Comments or Additional Information

Please use this space to provide explanation of any item in this section (optional).

Part 2: Financial Statements — Operating Statement — Revenues

Part 2A: Governmental Funds Table

Enter the type of each governmental fund in the fields below.

Fund A: _____

Fund B: _____

Fund C: _____

Fund D: _____

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
	Tax Revenue				
2-1	Property (include mills levied in question 10-12)				
2-2	Specific Ownership				
2-3	Sales and Use Tax				
	Other Tax Revenue (specify in lines 2-4 through 2-6)				
2-4					
2-5					
2-6					
2-7	**TOTAL TAX REVENUE** (Add lines 2-1 through 2-6)	$ 0	$ 0	$ 0	$ 0
	Other Revenue Sources				
2-8	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				

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
2-17	Fines and Forfeits				
2-18	Interest/Investment Income				
2-19	Tap Fees				
2-20	Proceeds from Sale of Capital Assets				
	Other (specify in lines 2-21 through 2-22)				
2-21					
2-22					
2-23	**TOTAL REVENUES** (Add lines 2-7 through 2-22)	$ 0	$ 0	$ 0	$ 0
	Other Financing Sources (should agree to Part 4, Debt Schedule Table, column 'issued during the year')				
2-24	Debt Proceeds				
2-25	Lease Proceeds				
2-26	Developer Advances				
	Other (specify in line 2-27)				
2-27					
2-28	**Total Other Financing Sources** (Add lines 2-24 through 2-27)	$ 0	$ 0	$ 0	$ 0
2-29	**TOTAL REVENUES AND OTHER FINANCING SOURCES** (Add lines 2-23 and 2-28)	$ 0	$ 0	$ 0	$ 0

Part 2B: Proprietary/Fiduciary Funds Table

Enter the type of each proprietary/fiduciary fund in the fields below.

Fund A: GENERAL FUND

Fund B:

Fund C:

Fund D:

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
	Tax Revenue				
2-30	Property (include mills levied in question 10-12)	$ 58,740			
2-31	Specific Ownership	$ 5,288			
2-32	Sales and Use Tax				
	Other Tax Revenue (specify in lines 2-33 through 2-36)				
2-33	Teller County Sr/Veterans Fund	$ 1,317			
2-34					
2-35					
2-36	**TOTAL TAX REVENUE** (Add lines 2-30 through 2-35)	$ 65,345	$ 0	$ 0	$ 0
	Other Revenue Sources				
2-37	Licenses and Permits				
2-38	Highway Users Tax Funds (HUTF)				
2-39	Conservation Trust Funds (Lottery)				
2-40	Community Development Block Grant				
2-41	Fire & Police Pension				
2-42	Grants				
2-43	Donations				
2-44	Charges for Sales and Services	$ 180,154			
2-45	Rental Income				
2-46	Fines and Forfeits				
2-47	Interest/Investment Income	$ 248			

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
2-48	Tap Fees				
2-49	Proceeds from Sale of Capital Assets				
	All Other (specify in lines 2-50 through 2-51)				
2-50					
2-51					
2-52	**TOTAL REVENUES** (Add lines 2-36 through 2-51)	$ 245,747	$ 0	$ 0	$ 0
	Other Financing Sources (should agree to Part 4, Debt Schedule Table, column 'issued during the year')				
2-53	Debt Proceeds				
2-54	Lease Proceeds				
2-55	Developer Advances				
	Other (specify in line 2-56)				
2-56					
2-57	**Total Other Financing Sources** (Add lines 2-53 through 2-56)	$ 0	$ 0	$ 0	$ 0
2-58	**TOTAL REVENUES AND OTHER FINANCING SOURCES** (Add lines 2-52 and 2-57)	$ 245,747	$ 0	$ 0	$ 0

Part 2C: Comments or Additional Information

Please use this space to provide explanation of any item in this section (optional).

Part 3: Financial Statements — Operating Statement — Expenditures/Expenses

Part 3A: Governmental Funds Table

Enter the type of each governmental fund in the fields below.

Fund A: _____

Fund B: _____

Fund C: _____

Fund D: _____

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
	Expenditures				
3-1	General Government				
3-2	Judicial				
3-3	Law Enforcement				
3-4	Fire				
3-5	Highways & Streets				
3-6	Solid Waste				
3-7	Contributions to Fire & Police Pension Association				
3-8	Health				
3-9	Culture and Recreation				
3-10	Transfers to other districts				
	Other (specify in lines 3-11 through 3-13)				
3-11					
3-12					
3-13					
3-14	Capital Outlay				
	Debt Service				
3-15	Principal (from Part 4, Debt Schedule Table)				
3-16	Interest				

Line	Description	Governmental Fund			
		Fund A	Fund B	Fund C	Fund D
3-17	Bond Issuance Costs				
3-18	Developer Principal Repayments (from Part 4, Debt Schedule Table)				
3-19	Developer Interest Repayments				
	All Other (specify in lines 3-20 through 3-22)				
3-20					
3-21					
3-22					
3-23	**TOTAL EXPENDITURES** (Add lines 3-1 through 3-22)	$0	$0	$0	$0
	Transfers and Other Expenditures				
3-24	Interfund Transfers (In)				
3-25	Interfund Transfers (Out)				
	Other Expenditures (Revenues) (Specify in lines 3-26 through 3-28.)				
3-26					
3-27					
3-28					
3-29	**Total Transfers and Other Expenditures** (Add lines 3-24 through 3-28)	$0	$0	$0	$0
3-30	**EXCESS (DEFICIENCY) OF REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES** (line 2-29 less line 3-23 less line 3-29)	$0	$0	$0	$0
3-31	Fund Balance, January 1 from December 31 prior year report				
3-32	Prior Period Adjustment (MUST explain in line 3-33)				
3-33					
3-34	**FUND BALANCE, DECEMBER 31** (Add lines 3-30, 3-31, and 3-32. Should match line 1-36.)	$0	$0	$0	$0

Part 3B: Proprietary/Fiduciary Funds Table

Enter the type of each proprietary/fiduciary fund in the fields below.

Fund A: GENERAL FUND

Fund B:

Fund C:

Fund D:

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
	Expenses				
3-35	General Operating and Administrative	$ 14,113			
3-36	Salaries	$ 78,004			
3-37	Payroll Taxes	$ 6,072			
3-38	Contract Services				
3-39	Employee Benefits				
3-40	Insurance	$ 16,510			
3-41	Accounting and Legal Fees	$ 22,455			
3-42	Repair and Maintenance	$ 106,564			
3-43	Supplies				
3-44	Utilities	$ 17,408			
3-45	Contributions to Fire & Police Pension Association				
	Other (specify in lines 3-46 through 3-47)				
3-46					
3-47					
3-48	Capital Outlay				
	Debt Service				
3-49	Principal (should match amount in Part 4, Debt Schedule Table)				
3-50	Interest	$ 9,870			
3-51	Bond Issuance Costs				
3-52	Developer Principal Repayments				

Line	Description	Proprietary/Fiduciary Fund			
		Fund A	Fund B	Fund C	Fund D
3-53	Developer Interest Repayments				
	All Other (specify in lines 3-54 through 3-57)				
3-54					
3-55					
3-56					
3-57					
3-58	**TOTAL EXPENSES** (Add lines 3-35 through 3-57)	$ 270,996	$ 0	$ 0	$ 0
	GAAP Reconciling Items				
3-59	Net Interfund Transfers (In) Out				
	Other (specify in line 3-60. Enter negative for expense.)				
3-60					
3-61	Depreciation/Amortization	$ 25,196			
3-62	Other Financing Sources (from line 2-57)				
3-63	Capital Outlay (from line 3-48)				
3-64	Debt Principal (from line 3-49, 3-52)				
3-65	**Total GAAP Reconciling Items** (Add lines 3-60, 3-63, and 3-64, subtract lines 3-61 and 3-62)	-$ 25,196	$ 0	$ 0	$ 0
3-66	**NET INCREASE (DECREASE) IN NET POSITION** (Line 2-58, less line 3-58, plus line 3-65, less line 3-59)	-$ 50,445	$ 0	$ 0	$ 0
3-67	Net Position, January 1 from December 31 prior year report	$ 320,295			
3-68	Prior Period Adjustment (MUST explain in line 3-69)				
3-69					
3-70	**NET POSITION, DECEMBER 31** (Add lines 3-66, 3-67, and 3-68. Should match line 1-72.)	$ 269,850	$ 0	$ 0	$ 0

Part 3C: Grand Total of Revenues and Expenditures/Expenses

Line	Description	Total
	Total Revenues per Fund	
3-71		$ 0
3-72		$ 0
3-73		$ 0
3-74		$ 0
3-75	**Governmental Funds** (Add lines 3-71 through 3-74)	$ 0
3-76	GENERAL FUND	$ 245,747
3-77		$ 0
3-78		$ 0
3-79		$ 0
3-80	**Proprietary/Fiduciary Funds** (Add lines 3-76 through 3-79)	$ 245,747
3-81	**GRAND TOTAL REVENUES (ALL FUNDS)** (Add lines 3-75 and 3-80)	$ 245,747
	Total Expenditures/Expenses per Fund	
3-82		$ 0
3-83		$ 0
3-84		$ 0
3-85		$ 0
3-86	**Governmental Funds** (Add lines 3-82 through 3-85)	$ 0
3-87	GENERAL FUND	$ 270,996
3-88		$ 0
3-89		$ 0
3-90		$ 0
3-91	**Proprietary/Fiduciary Funds** (Add lines 3-87 through 3-90)	$ 270,996
3-92	**GRAND TOTAL EXPENDITURES/EXPENSES (ALL FUNDS)** (Add lines 3-86 and 3-91)	$ 270,996

IF EITHER GRAND TOTAL REVENUES OR EXPENDITURES/EXPENSES FOR ALL FUNDS IS GREATER THAN $1,000,000 — 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 3D: Comments or Additional Information

Please use the space below to provide any additional information (optional).

Part 4: Debt Outstanding, Issued, and Retired

4-1	Does the entity have outstanding debt?		◉ Yes	No
4-2	If no, skip to line 4-15. If yes, please attach a copy of the entity's debt repayment schedule.			
4-3	Is the debt repayment schedule attached?	N/A	◉ Yes	No
4-4	If no, MUST explain below.			
4-5	Is the entity current in its debt service payments?		◉ Yes	No
4-6	If no, MUST explain below.			
4-7	If no, also indicate if the government is in default with its bond agreements.		○ Yes	○ No

Debt Schedule Table

Please complete the following debt schedule, if applicable.
Please only include principal amounts. Enter all amounts as positive numbers.

Line	Debt Type	Outstanding at End of Prior Year*	Issued During Year	Retired During Year	Outstanding at Year-End
4-8	General Obligation Bonds				$ 0
4-9	Revenue Bonds				$ 0
4-10	Notes/Loans	$ 0	$ 208,993	$ 20,012	$ 188,981
4-11	Lease and SBITA** Liabilities (GASB 87 & 96)				$ 0
4-12	Developer Advances				$ 0
	Other (specify in line 4-13)				
4-13					$ 0
4-14	**TOTAL** (Add lines 4-8 through 4-13)	$ 0	$ 208,993	$ 20,012	$ 188,981

*Must agree to prior year-end balance
**Subscription-Based Information Technology Arrangements

Comments (optional)

4-15	Does the entity have any authorized but unissued debt as of its fiscal year-end?	Yes	◉ No
4-16	If yes, how much?		
4-17	Date the debt was authorized		
4-18	Is the authorized but unissued debt further limited by the entity's most recent Service Plan?	Yes	◉ No
4-19	If yes, how much?		
4-20	Date of the most recent Service Plan		
4-21	Does the entity intend to issue debt within the next calendar year?	Yes	◉ No
4-22	If yes, how much?		
4-23	Does the entity have debt that has been refinanced that it is still responsible for?	Yes	◉ No
4-24	If yes, what is the amount outstanding?		
4-25	Does the entity have any lease agreements?	◉ Yes	No
4-26	If yes, what is being leased?		
	Capital Lease/purchase 2025 International Water Tanker 6x6 Truck		
4-27	What is the original date of the lease?	1/8/2025	
4-28	Number of years of lease?	7 Years	
4-29	Is the lease subject to annual appropriation?	Yes	◉ No
4-30	What are the annual lease payments?		$ 32,599

Please use the space below to provide any additional information (optional).

Part 5: Cash and Investments

Please provide the entity's cash deposit and investment balances.

Line	Description	Amount
5-1	Year-end Total of all Checking and Savings Accounts	$ 135,559
5-2	Certificates of Deposit	$ 0
5-3	**TOTAL CASH DEPOSITS** (Add lines 5-1 and 5-2)	$ 135,559
	Investments (Specify in lines 5-4 through 5-8. If investment is a mutual fund, please list underlying investment.)	
5-4		
5-5		
5-6		
5-7		
5-8		
5-9	**Total Investments** (Add lines 5-4 through 5-8)	$ 0
5-10	**TOTAL CASH AND INVESTMENTS** (Add lines 5-3 and 5-9)	$ 135,559

5-11	Are the entity's investments legal in accordance with Section 24-75-601, et. seq., C.R.S.?	◉ N/A	Yes	No
5-12	Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)?		◉ Yes	No
5-13	If no, MUST explain below.			

Please use the space below to provide any additional information (optional).

Part 6: Capital and Right-to-Use Assets

6-1	Does the entity have capitalized assets? (If "no" is selected, skip the rest of Part 6.)	◉ Yes	No
6-2	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.?	◉ Yes	No
6-3	If no, MUST explain below.		

Capital and Right-to-Use Assets Table for Governmental Funds

Line	Asset Type	Beginning of the Year Balance*	Additions**	Deletions	Year-End Balance
6-4	Land				$ 0
6-5	Buildings				$ 0
6-6	Machinery and Equipment				$ 0
6-7	Furniture and Fixtures				$ 0
6-8	Infrastructure				$ 0
6-9	Construction In Progress (CIP)				$ 0
6-10	Leased & SBITA Right-to-Use Assets				$ 0
6-11	Intangible Assets				$ 0
	Other (explain in line 6-12)				
6-12					$ 0
6-13	Accumulated Amortization Right-to-Use Assets (Enter a negative or credit balance)				$ 0
6-14	Accumulated Depreciation (Enter a negative or credit balance)				$ 0
6-15	**TOTAL** (Add lines 6-4 through 6-14)	$ 0	$ 0	$ 0	$ 0

*Must agree to prior year-end balance.

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

Capital and Right-to-Use Assets Table for Proprietary Funds

Please complete the following Capital & Right-To-Use Assets table for PROPRIETARY FUNDS.

Line	Asset Type	Beginning of the Year Balance*	Additions**	Deletions	Year-End Balance
6-16	Land	$ 7,023			$ 7,023
6-17	Buildings	$ 156,682			$ 156,682
6-18	Machinery and Equipment	$ 235,078	$ 208,993		$ 444,071
6-19	Furniture and Fixtures				$ 0
6-20	Infrastructure	$ 249,151			$ 249,151
6-21	Construction In Progress (CIP)				$ 0
6-22	Leased & SBITA Right-to-Use Assets				$ 0
6-23	Intangible Assets	$ 100,911			$ 100,911
	Other (explain in line 6-24)				
6-24					$ 0
6-25	Accumulated Amortization Right-to-Use Assets (Enter a negative or credit balance)				$ 0
6-26	Accumulated Depreciation (Enter a negative or credit balance)	-$,624,548		$ 25,196	-$,649,744
6-27	TOTAL (Add lines 6-16 through 6-26)	$ 124,297	$ 208,993	$ 25,196	$ 308,094

*Must agree to prior year-end balance.

**Generally capital asset additions should be reported as capital outlay on line 3-48 and capitalized in accordance with the government's capitalization policy. Please explain any discrepancy in the comments section below.

Please use the space below to provide any additional information (optional).

Part 7: Pension Information

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
7-3	If yes, who administers the plan?		
	Indicate the contributions from the following in lines 7-4 through 7-6.		
7-4	Tax (property, specific ownership, sales, etc.)		
7-5	State contribution amount		
7-6	Other (gifts, donations, etc.)		
7-7	**TOTAL** (Add lines 7-4 through 7-6)		$ 0
7-8	What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?		

Please use the space below to provide any additional information (optional).

Part 8: Budget Information

8-1	Did the entity file a budget with the Department of Local Affairs for the current year in accordance with Section 29-1-113 C.R.S.?	N/A	◉ Yes	No
8-2	If no, MUST explain below.			
8-3	Did the entity pass an appropriations resolution, in accordance with Section 29-1-108 C.R.S.?	N/A	◉ Yes	No
8-4	If no, MUST explain below.			
	If yes, indicate the amount appropriated for each fund separately for the year reported in the table below.			

Appropriation Amount by Fund

Enter the fund name, then indicate the final amount appropriated for each fund for the year reported.
Ensure each individual fund's final appropriated amount agrees to the adopted budget. Do not combine funds.

Line	Governmental/Proprietary Fund Name	Total
8-5	GENERAL FUND	$ 387,641
8-6		
8-7		
8-8		
8-9		

Please use the space below to provide any additional information (optional).

Part 9: Taxpayer's Bill of Rights (TABOR)

9-1	Is the entity in compliance with all the provisions of TABOR (State Constitution, Article X, Section 20(5))?	◉ Yes	No
9-2	If no, MUST explain below.		

Note: An election to exempt the entity from the spending limitations of TABOR does not exempt the entity from the 3 percent emergency reserve requirement. All entities should determine if they meet this requirement of TABOR.

Please use the space below to provide any additional information (optional).

Part 10: General Information

10-1	Is this application for a newly formed governmental entity?	Yes	◉ No
10-2	If yes, what was the date of formation		
10-3	Has the entity changed its name in the past or current year?	Yes	◉ No
10-4	If yes, please list the NEW name below.		
10-5	If yes, please list the PRIOR name below.		
10-6	Is the entity a metropolitan district?	Yes	◉ No
10-7	Please indicate what services the entity provides below.		
10-8	Does the entity have an agreement with another government to provide services?	Yes	◉ No
10-9	If yes, list the name of the other governmental entity and the services provided below.		
10-10	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
10-11	If yes, what was the date filed		
10-12	Does the entity have a certified mill levy?	◉ Yes	No
	If yes, please provide the following mills levied for the year reported (do not report dollar amounts).		
10-13	Bond redemption mills		
10-14	General/other mills		8.579
10-15	**TOTAL MILLS** (Add lines 10-13 through 10-14.)		8.579

10-16	If the entity is a Title 32 Special District formed after 7/1/2000, has the entity filed its preceding year annual report with the State Auditor as required under SB 21-262 (Section 32-1-207 C.R.S.)?	◉ N/A	Yes	No
10-17	If no, please explain below.			

Please use the space below to provide any additional information (optional).

Part 11: Governing Body Approval

11-1	If you plan to submit this form electronically, have you read the Electronic Signature Policy?	○ Yes	○ No

Office of the State Auditor — Local Government Division
Exemption Form Electronic Signature Policy and Procedure

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 must note their approval and submit the application using one of the following two methods:

1) Submit the application in hard copy via U.S. 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.

Governing Body Signatures

Print or type the names of all members of current governing body below.
A majority of the members of the governing body must sign below.

Board Member 1		
Board member's name	Helen Freed	
My term expires on MAY 2027		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature Helen Freed	Date 3/24/26
Board Member 2		
Board member's name	Dominik Luppino	
My term expires on MAY 2029		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature	Date
Board Member 3		
Board member's name	Brian Etherton	
My term expires on MAY 2027		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature Brian Etherton	Date 3/25/26
Board Member 4		
Board member's name	Kirt Carpenter	
My term expires on MAY 2029		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature Kirt Carpenter	Date 3/27/26
Board Member 5		
Board member's name	Allison Mosser	
My term expires on MAY 2029		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature	Date
Board Member 6		
Board member's name		
My term expires on		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature	Date
Board Member 7		
Board member's name		
My term expires on		
I attest that I am a duly elected or appointed board member, and that I have personally reviewed and approved this application for exemption from audit.	Signature	Date

A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR 2025 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 $1,000,000 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 $1,000,000 for fiscal year 2025; 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 2025 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, 2025.

ADOPTED this 10th day of MARCH, 2026.

RAINBOW VALLEY WATER DISTRICT

By Helen Freed
Officer

ATTEST:

Director

{00269238.DOCX /}

Rainbow Valley Water District

PO Box 388
Divide, CO 80814
(719) 687-9883

2026 Annual Budget

Transmittal Letter
Budget Message
Resolution to Adopt a Budget, Set Mill Levies, Appropriate Funds
Certification of Tax Levies
Adopted & Certified Budget
Lease Purchase Supplement
Final Certification of Valuation
Notice of Budget Hearing & Affidavit
Mill Levy Public Information Form

Rainbow Valley Water District
PO Box 388
Divide, CO 80814-0388
(719) 687-9883

December 9th, 2025

Division of Local Government
1313 Sherman St Suite 521
Denver, CO 80203

To Whom It May Concern:

Please find enclosed the 2026 Adopted Budget, Budget Resolution, and Certification of Tax Levies for the Rainbow Valley Water District of Teller County, Colorado, submitted pursuant to Section 29-1-113(1), C.R.S.

Respectfully Submitted,

Helen Freed

Helen Freed
President of the Board
Rainbow Valley Water District

CC: Micki Mills, CEGR
(via email)

BUDGET MESSAGE 2026 BUDGET
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 155 residences. There is currently no commercial development in the District though that is possible in the future.

RAINBOW VALLEY WATER DISTRICT
RESOLUTION 2025-05

TO ADOPT 2026 BUDGET - TO SET MILL LEVIES - TO APPROPRIATE SUMS OF MONEY

WHEREAS, the Board of Directors ("Board") of Rainbow Valley Water District ("District") has appointed a budget committee to prepare and submit a proposed 2026 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, 2025 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 9th, 2025, 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, in order to affect a refund of excess property tax and/or other general revenue for the 2026 fiscal year for any of the purposes set forth in TABOR, the Board has determined that a temporary property tax credit and mill levy rate reduction as set forth in the 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:	$ 303,126
Total	$303,126

2. That estimated revenues are as follows:

General Fund:

From unappropriated surpluses	$136,000
From fund transfers	$0
From sources other than general property tax	$187,956
From general property tax abatements	$0
From general property tax	$63,685
Total	$387,641

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 2026 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 $63,685; and

WHEREAS, the amount of excess property tax and/or other general revenue necessary to refund in accordance with Section 39-1-111.5, C.R.S. is $9737; and

WHEREAS, the 2025 valuation for assessment of the District, as certified by the County Assessor, is $7,423,150.

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 2026 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 $73,422.

2. That for the purpose of effecting a refund of excess property tax and/or other general revenue for the 2025 fiscal year for any of the purposes set forth in TABOR, there is hereby established a temporary property tax credit and mill levy rate reduction of 1.312 mills upon each dollar of the total valuation for assessment of all taxable property within the District to refund $9737 of such revenue.

3. That the Treasurer and/or President of the District is hereby authorized and directed to immediately certify to the County Commissioners of Teller County, Colorado, the mill levies for the District as hereinabove determined and set, or as adjusted, if necessary, upon receipt of the final (December) certification of valuation from the county assessor in order 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:	$303,126
Total	$303,126

Adopted this 9th day of December, 2025

Helen Freed
President of the Board
Rainbow Valley Water District

Brian Etherton
Secretary of the Board
Rainbow Valley Water District

_____ 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: $ 7,423,150
(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: $ 7,423,150
(NET[G] assessed valuation, Line 4 of the Certification of Valuation Form DLG 57)
USE VALUE FROM FINAL CERTIFICATION OF VALUATION PROVIDED BY ASSESSOR NO LATER THAN DECEMBER 10

Submitted: 12/15/2025 for budget/fiscal year 2026.
(no 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	$ 73,422
2. <Minus> Temporary General Property Tax Credit/ Temporary Mill Levy Rate Reduction[I]	< 1.312 >	mills	$< 9,737 >
SUBTOTAL FOR GENERAL OPERATING:	8.579	**mills**	$ 63,685
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]	8.579	**mills**	$ 63,685

Contact person: (print) Helen Freed Daytime phone: ( ) 719-687-5670

Signed: Helen Freed Title: president

Include one copy of this tax entity's completed form when filing the local government's budget by January 31st, per 29-1-113 C.R.S., with the Division of Local Government (DLG), Room 521, 1313 Sherman Street, Denver, CO 80203. Questions? Call DLG at (303) 864-7720.

[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).

CERTIFICATION OF 2026 BUDGET
RAINBOW VALLEY WATER DISTRICT

This is to certify that the budget, attached hereto, is a true and accurate copy of the budget for the Rainbow Valley Water District, budget year 2026 as adopted on December 9th, 2025.

IN WITNESS WHEREOF, we have herunto signed and affixed the seal of the Rainbow Valley Water District of Teller County, Colorado, this day December 9th, 2025.

Helen Freed
President of the Board
Rainbow Valley Water District

Kirt Carpenter
Treasurer of the Board
Rainbow Valley Water District

	2024 Actual	2025 Estimated	2025 Budget	2026 Budget
Beginning Fund Balance	0.00	177,000.00	64,530.00	136,000.00
Vectra Checking & Savings				
Income				
700 · Water Sales				
700.1 · Water	138,148.00	152,000.00	135,700.00	150,302.00
700.2 · Monthly Fee	19,100.00	19,940.00	19,770.00	19,770.00
700.3 · Setup Fee	1,350.00	2,200.00	600.00	1,000.00
700.4 · Late Fees	2,320.00	2,350.00	1,920.00	2,000.00
700.5 · Off Day Delivery Charge	300.00	1,300.00	675.00	1,500.00
700.6 · Late Order Fee	2,500.00	1,800.00	2,660.00	2,660.00
700.7 · NSF Check Fee	0.00	50.00		100.00
700.8 · Trip Charge	275.00	125.00	200.00	200.00
700.9 · Water Sales - Other	-52.00	0.00		0.00
Total 700 · Water Sales	163,941.00	179,765.00	161,725.00	177,732.00
705 · Teller County General Tax	58,578.86	56,000.00	57,872.00	63,685.00
710 · Teller Co Specific Ownership	72.52	5,448.95		2,500.00
715 · Teller Co Sr/Veterans Fund	5,160.58	1,316.85	5,330.00	6,000.00
720 · Teller Co Interest	0.00	177.78		1,500.00
725 · Interest Income	15.75	0.00	24.00	24.00
730 · Miscellaneous Income	204.47	2,046.50	173.00	200.00
Total Income	227,973.28	244,755.08	225,124.00	251,641.00
Total Income & Fund Balance	227,973.28	421,755.08	289,654.00	387,641.00
Expense				
Administrative				
800 · Teller Co Treasurer Fees	1,703.06	1,600.00	1,535.00	1,850.00
805 · Accounting & Audit	13,060.00	15,478.00	15,400.00	15,500.00
810 · Bank Charges	4,662.77	5,000.00	5,400.00	5,400.00
815 · Directors Fees	2,845.00	2,845.00	2,995.00	2,995.00
820 · Donation & Gifts	0.00	300.00	300.00	600.00
825 · Dues & Publications	522.22	521.05	575.00	575.00
830 · Fines & Penalties	0.00	394.76	0.00	0.00
835 · Insurance Expenses				
835.1 · General Liability & Auto	9,530.00	13,764.00	16,000.00	13,500.00
835.2 · Workers Compensation	1,335.00	2,746.00	2,500.00	2,700.00
Total 835 · Insurance Expenses	10,865.00	16,510.00	18,500.00	16,200.00
840 · Licenses and Fees	98.98	85.00	100.00	100.00
845 · Legal Fees	11,887.50	6,450.00	6,000.00	6,500.00
850 · Office Expense	3,704.30	750.00	3,600.00	2,000.00
855 · Professional Fees	0.00	0.00	5,000.00	7,500.00
860 · Election Costs				5,000.00
890 · Publishing - Legal/Ads	601.05	850.00	400.00	800.00
Total Administrative	49,949.88	50,783.81	59,805.00	65,020.00
Operating				
900 · Salaries	53,845.25	79,262.45	89,250.00	90,000.00
901 · Payroll Taxes	10,341.33	6,182.84	11,605.00	9,200.00
910 · Automotive Expense				
910.1 · Fuel	6,012.17	9,350.00	6,400.00	8,400.00
910.2 · Mileage	307.65	221.62	540.00	500.00
910.3 · 2005 Delivery Truck R&M	21,782.80	25,991.94	3,000.00	3,000.00

910.4 · 2025 International R&M	0	7,643.78	2,400.00	7,000.00
910.5 · Repair/Maintenance Supp	0	150.00	0.00	2,000.00
Total 910 · Automotive Expense	28,102.62	43,357.34	14,340.00	20,900.00
920 Building R/M				
920.1 · Main Garage on Hwy 67	0.00	0.00	500.00	500.00
920.2 · Water Plant	5,392.57	29,344.37	3,969.00	10,000.00
920.3 · Water Storage Bldg	0.00	150.00		0.00
Total 920 · Buildings	5,392.57	29,494.37	4,469.00	10,500.00
925 · Ponds R/M	0.00	0.00	0.00	0.00
930 · Tools & Maintenance Supplies	353.54	239.48	900.00	500.00
940 Quality Testing & Compliance				
940.1 · Computer & Software	1,032.53	0.00	1,200.00	5,000.00
940.2 · Water Testing	823.00	718.00	800.00	1,000.00
940.3 · Water Treatment Supplies	4,483.09	7,458.85	6,300.00	8,000.00
940.4 · Quality Compliance - Lab	34,450.00	20,050.00	19,600.00	10,200.00
Total 940 Quality Testing & Complian	40,788.62	28,226.85	27,900.00	24,200.00
945 · Utilities-Operating				
945.1 · Electric	6,462.96	6,824.40	6,621.00	7,500.00
945.2 · Gas	8,882.03	8,819.39	8,260.00	9,320.00
945.3 · Telephone	1,565.30	810.81	1,320.00	800.00
945.4 · Trash Disposal	362.98	405.20	408.00	410.00
945.5 · Internet	910.00	840.00	840.00	840.00
Total 945 · Utilities-Operating	18,183.27	17,699.80	17,449.00	18,870.00
950 · Miscellaneous Expenses	0.00	334.66	0.00	0.00
965 · Operational Contingency	546.77	0.00	12,000.00	12,000.00
Total Operating Expenses	157,653.97	204,817.79	177,913.00	186,170.00
Capital Expenses				
1000 · Ponds Capital Expense	0.00	0.00	18,000.00	18,000.00
1005 · Debt Service 2025 Intl Loan	0.00	29,882.00	33,936.00	33,936.00
Total Capital Expenses	0.00	29,882.00	51,936.00	51,936.00
Total Expenses	207,603.85	285,483.60	289,654.00	303,126.00
Ending Fund Balance	20,369.43	136,271.48	0.00	84,515.00

I, Helen Freed, certify that this is a true and accurate copy of the adopted 2026 budget of the Rainbow Valley Water District.

Helen Freed

Helen Freed
Board President
Rainbow Valley Water District

FINANCED PURCHASE OF AN ASSET OR CERTIFICATE OF PARTICIPATION SUPPLEMENTAL SCHEDULE TO THE ADOPTED BUDGET

Rainbow Valley Water District

Budget Year 2026

(Pursuant to 29-1-103(3)(d), C.R.S.)

The Supplemental Schedule must present information **separately** for all financed purchase of an asset or certificate of participation agreements involving real property and non-real property.

ALL FINANCED PURCHASE OF AN ASSET OR CERTIFICATE OF PARTICIPATION AGREEMENTS NOT INVOLVING REAL PROPERTY:

Description of Agreement: Lease Purchase Agreement with Zions Bancorporation to purchase a 2025 International Water Tanker

Date of Agreement: 1/8/2025

Year Amount: Total amount to be expended for all Agreements not involving Real Property in Budget Year: 2026 **$32,598.96**

Total maximum payment liability for all Agreements not involving Real Property over the entire terms of all such agreements, including all optional renewal terms: **$258,075.08**

Does the agreement include renewal options? No

73 County Tax Entity Code

New Tax Entity? ☐YES ☑NO

CERTIFICATION OF VALUATION BY
Teller County ASSESSOR

DOLA LGID/SID

Date 11/26/2025

NAME OF TAX ENTITY: RAINBOW VALLEY WATER

USE FOR STATUTORY PROPERTY TAX REVENUE LIMIT CALCULATION ("5.5%" LIMIT) ONLY

IN ACCORDANCE WITH 39-5-121(2)(a) and 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2025 :

1.	PREVIOUS YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: ‡	1.	$ 6,727,060.00
2.	CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION:	2.	$ 7,423,150.00
3.	LESS TOTAL TIF AREA INCREMENTS, IF ANY:	3.	$ 0.00
4.	CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	4.	$ 7,423,150.00
5.	NEW CONSTRUCTION: *	5.	$ 108,680.00
6.	INCREASED PRODUCTION OF PRODUCING MINE: ≈	6.	$ 0.00
7.	ANNEXATIONS/INCLUSIONS:	7.	$ 0.00
8.	PREVIOUSLY EXEMPT FEDERAL PROPERTY: ≈	8.	$ 0.00
9.	NEW PRIMARY OIL OR GAS PRODUCTION FROM ANY PRODUCING OIL AND GAS LEASEHOLD OR LAND (29-1-301(1)(b), C.R.S.):	9.	$ 0.00
10.	TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(a), C.R.S.):	10.	$ 0.00
11.	TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	11.	$ 3.98

‡ This value reflects personal property exemptions IF enacted by the jurisdiction as authorized by Art. X, Sec. 20(8)(b), Colo. Constitution

* New Construction is defined as: Taxable real property structures and the personal property connected with the structure.

≈ Jurisdiction must submit to the Division of Local Government respective Certifications of Impact in order for the values to be treated as growth in the limit calculation; use Forms DLG 52 & 52A.

* Jurisdiction must apply to the Division of Local Government before the value can be treated as growth in the limit calculation; use Form DLG 52B.

USE FOR TABOR "LOCAL GROWTH" CALCULATION ONLY

IN ACCORDANCE WITH ART.X, SEC.20, COLO. CONSTUTION AND 39-5-121(2)(b), C.R.S., THE ASSESSOR CERTIFIES THE TOTAL ACTUAL VALUATION FOR THE TAXABLE YEAR 2025 :

1.	CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION: ¶	1.	$ 95,770,208.00
	ADDITIONS TO TAXABLE REAL PROPERTY		
2.	CONSTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS: *	2.	$ 1,738,882.00
3.	ANNEXATIONS/INCLUSIONS:	3.	$ 0.00
4.	INCREASED MINING PRODUCTION: §	4.	$ 0.00
5.	PREVIOUSLY EXEMPT PROPERTY:	5.	$ 0.00
6.	OIL OR GAS PRODUCTION FROM A NEW WELL:	6.	$ 0.00
7.	TAXABLE REAL PROPERTY OMITTED FROM THE PREVIOUS YEAR'S TAX WARRANT: (If land and/or a structure is picked up as omitted property for multiple years, only the most current year's actual value can be reported as omitted property.):	7.	$ 0.00
	DELETIONS FROM TAXABLE REAL PROPERTY		
8.	DESTRUCTION OF TAXABLE REAL PROPERTY IMPROVEMENTS:	8.	$ 0.00
9.	DISCONNECTIONS/EXCLUSIONS:	9.	$ 0.00
10.	PREVIOUSLY TAXABLE PROPERTY:	10.	$ 0.00

¶ This includes the actual value of all taxable real property plus the actual value of religious, private school, and charitable real property.

* Construction is defined as newly constructed taxable real property structures.

§ Includes production from new mines and increases in production of existing producing mines.

IN ACCORDANCE WITH 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES TO SCHOOL DISTRICTS:
TOTAL ACTUAL VALUE OF ALL TAXABLE PROPERTY: $ 0.00

IN ACCORDANCE WITH 39-5-128(1.5), C.R.S., THE ASSESSOR PROVIDES:
HB21-1312 ASSESSED VALUE OF EXEMPT BUSINESS PERSONAL PROPERTY (ESTIMATED): ** $ 0.00

** The tax revenue lost due to this exempted value will be reimbursed to the tax entity by the County Treasurer in accordance with 39-3-119.5(3), C.R.S.

NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.

USE FOR STATUTORY PROPERTY TAX LIMIT CALCULATION ("5.25% LIMIT") 29-1-1703, C.R.S.

IN ACCORDANCE WITH §§ 39-5-121(2)(a) and 39-5-128(1), C.R.S., AND NO LATER THAN AUGUST 25, THE ASSESSOR CERTIFIES THE TOTAL VALUATION FOR ASSESSMENT FOR THE TAXABLE YEAR 2025 :

1.	CURRENT YEAR'S GROSS TOTAL TAXABLE ASSESSED VALUATION:	1.	$ 7,423,150.00
2.	LESS TOTAL TIF AREA INCREMENTS, IF ANY:	2.	$ 0.00
3.	CURRENT YEAR'S NET TOTAL TAXABLE ASSESSED VALUATION:	3.	$ 7,423,150.00
4.	NEW CONSTRUCTION:	4.	$ 108,680.00
5.	ANNEXATIONS/INCLUSIONS:	5.	$ 0.00
6.	PREVIOUSLY EXEMPT PROPERTY:	6.	$ 0.00
7.	TAXES RECEIVED LAST YEAR ON OMITTED PROPERTY AS OF AUG. 1 (29-1-301(1)(a), C.R.S.): Includes all revenue collected on valuation not previously certified:	7.	$ 0.00
8.	INCREASED VALUATION FOR ASSESSMENT ATTRIBUTABLE TO A CHANGE IN LAW FOR A PROPERTY TAX CLASSIFICATION:	8.	$ 0.00
9.	TAXES ABATED AND REFUNDED AS OF AUG. 1 (29-1-301(1)(a), C.R.S.) and (39-10-114(1)(a)(I)(B), C.R.S.):	9.	$ 3.98
10.	TOTAL PRODUCING MINES, OR PRIMARY OIL OR GAS PRODUCTION:	10.	$ 0.00
11.	REVENUE INCREASE FROM EXPIRED TIF:	11.	$ 0.00

Notes:
The property tax limit will apply to all property taxing entities with the exception of school districts, city and county, city, or town that has adopted a home rule charter (29-1-306(1)(b), C.R.S.). The revenue limit applies to any property taxing entities that have authority to exceed current 5.5% and the TABOR limit.

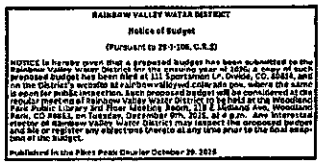
The Division of Local Government ("the Division") has developed technical assistance resources to assist taxing entities with the calculation of the property tax limit available online here (https://dlg.colorado.gov/budget-information-and-resources). Please understand that the Division has no statutory or administrative role in calculating or enforcing the property tax limit, and each taxing entity's revenue limits and voter approval history may be unique. The technical assistance resources provided by the Division with regard to the property tax limit are not definitive and not legal advice. Taxing entities may choose to calculate the property tax limit with a methodology that is different from the methodology presented in the Division's technical assistance resources. The Division always recommends that taxing entities consult with an attorney in order to understand and apply the various statutory and constitutional revenue limits that may apply to that taxing entity.

NOTE: ALL LEVIES MUST BE CERTIFIED to the COUNTY COMMISSIONERS NO LATER THAN DECEMBER 15.

229932

AFFIDAVIT OF PUBLICATION

STATE OF COLORADO
COUNTY OF Teller



RAINBOW VALLEY WATER DISTRICT

Notice of Budget

(Pursuant to 29-1-106, C.R.S.)

NOTICE is hereby given that a proposed budget has been submitted to the Rainbow Valley Water District for the ensuing year of 2026; a copy of such proposed budget has been filed at 111 Sportsman Ln. Divide, CO. 80814, and on the District's website at rainbowvalleywd.colorado.gov, where the same is open for public inspection. Such proposed budget will be considered at the regular meeting of Rainbow Valley Water District to be held at the Woodland Park Public Library 2nd Floor Meeting Room, 218 E. Midland Ave, Woodland Park, CO 80863, on Tuesday, December 9th, 2025, at 4 p.m. Any interested elector of Rainbow Valley Water District may inspect the proposed budget and file or register any objections thereto at any time prior to the final adoption of the budget.

Published in the Pikes Peak Courier October 29, 2025

I, Fredrick Rogers, being first duly sworn, deposes and says that he is the Legal Sales Representative of The Pikes Peak Courier, LLC., a corporation, the publishers of a daily/weekly public newspapers, which is printed and published daily/weekly in whole in the County of Teller, and the State of Colorado, and which is called Pikes Peak Courier; that a notice of which the annexed is an exact copy, cut from said newspaper, was published in the regular and entire editions of said newspaper **1 time(s) to wit 10/29/2025**

That said newspaper has been published continuously and uninterruptedly in said County of Teller for a period of at least six consecutive months next prior to the first issue thereof containing this notice; that said newspaper has a general circulation and that it has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879 and any amendment thereof, and is a newspaper duly qualified for the printing of legal notices and advertisement within the meaning of the laws of the State of Colorado.

F Rogers

Fredrick Rogers
Sales Center Agent

Subscribed and sworn to me this 10/29/2025, at said City of Colorado Springs, El Paso County, Colorado.
My commission expires December 15, 2025.

Karen Hogan

Karen Hogan
Notary Public
The Gazette

KAREN HOGAN
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20224024441
MY COMMISSION EXPIRES 06/23/2026

Document Authentication Number 20224024441-138379

Mill Levy Public Information
Pursuant to 39-1-125 C.R.S.

Counties can ask local governments to submit this form to the county by December 15th pursuant to 39-1-125 (1) (c) C.R.S. Local governments, please verify with the county whether they would like you to use this form or a different process to provide this information.

Taxing Entity Information

Taxing Entity: Rainbow Valley Water District
County: Teller
DOLA Local Government ID Number: 60005
Subdistrict Number (if applicable):
Budget/Fiscal Year: 2026

Mill Levy Information

1. Mill Levy Name or Purpose: General Operating Expenses
2. Mill Levy Rate (Mills) : 9.891
3. Previous Year Mill Levy Rate (Mills) : 9.891
4. Previous Year Mill Levy Revenue Collected : $53,780 (2024)
5. Mill Levy Maximum Without Further Voter Approval: 9.891
6. Allowable Annual Growth in Mill Levy Revenue : 5.5%
7. Actual Growth in Mill Levy Revenue Over the Prior Year: 4.01% (2023-2024)
8. Is revenue from this mill levy allowed to be retained and spent as a voter-approved revenue change pursuant to section 20 (7)(b) of Article X of the State Constitution (TABOR)? Yes
9. Is revenue from this mill levy subject to the Statutory Property Tax (5.5%) Limit in 29-1-301 C.R.S.? Yes
10. Is revenue from this mill levy subject to any other limit on annual revenue growth enacted by the local government or another local government? No
11. Does the mill levy need to be adjusted or does a temporary mill levy reduction need to be used in order to collect a certain amount of revenue? If "Yes", what is the amount?
    Yes, temporary mil levy reduction of 1.312 ($9737) for Budget year 2026
12. Other or additional information:

Contact Information

Contact Person: Helen Freed
Title: President & Chairman
Phone: 719-687-5670
Email: rwwdpresident@yahoo.com

Rainbow Valley Water District
Balance Sheet
As of December 31, 2025

	Dec 31, 25	Dec 31, 24
ASSETS		
Current Assets		
Checking/Savings		
101 · Vectra Bank Checking	45,487.94	92,703.34
102 · Vectra Bank Savings	90,071.83	90,070.37
Total Checking/Savings	135,559.77	182,773.71
Accounts Receivable		
1200 · Accounts Receivable	21,328.00	16,449.00
Total Accounts Receivable	21,328.00	16,449.00
Other Current Assets		
1210 · Current Taxes Reclevable	63,685.00	57,872.00
1499 · Undeposited Funds	0.00	712.00
Total Other Current Assets	63,685.00	58,584.00
Total Current Assets	220,572.77	257,806.71
Fixed Assets		
1511 · 2025 International Truck	208,993.00	0.00
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	-649,743.85	-624,548.35
Total Fixed Assets	308,093.60	124,296.10
TOTAL ASSETS	**528,666.37**	**382,102.81**
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
20000 · Accounts Payable	3,517.34	3,720.82
Total Accounts Payable	3,517.34	3,720.82
Credit Cards		
2051 · Eric Credit Card	912.87	0.00
2050 · Helen Credit Card	3,482.89	0.00
Total Credit Cards	4,395.76	0.00
Other Current Liabilities		
2008 · Depsoit-Walker-2004 truck	250.00	0.00
2007 · Deferred Revenue	63,685.00	57,872.00
2110 · Direct Deposit Liabilities	-2,407.50	0.00
9951 · Payroll Liabilities	394.75	215.00
Total Other Current Liabilities	61,922.25	58,087.00
Total Current Liabilities	69,835.35	61,807.82

No assurance is provided on these financial statements

Rainbow Valley Water District
Balance Sheet
As of December 31, 2025

	Dec 31, 25	Dec 31, 24
Long Term Liabilities		
2010 · Capital Lease Payable-25 Int'l	188,981.04	0.00
Total Long Term Liabilities	188,981.04	0.00
Total Liabilities	258,816.39	61,807.82
Equity		
3000 · Opening Bal Equity	2,000.00	2,000.00
3001 · Retained Earnings Reserved	14,206.00	14,206.00
32000 · Retained Earnings	304,088.99	287,632.32
Net Income	-50,445.01	16,456.67
Total Equity	269,849.98	320,294.99
TOTAL LIABILITIES & EQUITY	**528,666.37**	**382,102.81**

No assurance is provided on these financial statements

Rainbow Valley Water District
Profit & Loss
January through December 2025

	Jan - Dec 25
Ordinary Income/Expense	
Income	
700 · Water Sales	
700.1 · Water	151,438.50
700.2 · Monthly Fee	19,960.00
700.3 · Setup Fee	2,000.00
700.4 · Late Fees	2,230.00
700.5 · Off Day Delivery Charge	2,300.00
700.6 · Late Order Fee	2,000.00
700.7 · NSF Check Fee	100.00
700.8 · Trip Charge	125.00
Total 700 · Water Sales	180,153.50
705 · Teller County General Tax	56,552.64
710 · Teller Co Specific Ownership	5,287.98
715 · Teller Co Sr/Veterans Fund	1,316.85
720 · Teller Co Interest	247.24
725 · Interest Income	1.46
730 · Miscellaneous Income	2,186.92
Total Income	245,746.59
Gross Profit	245,746.59
Expense	
Administrative	
800 · Teller Co Treasurer Fees	1,703.99
805 · Accounting & Audit Services	15,478.00
810 · Bank Charges	4,970.70
815 · Directors Fees	2,845.00
820 · Donation & Gifts	600.00
825 · Dues & Publications	521.05
830 · Fines & Penalties	394.76
835 · Insurance Expenses	
835.1 · General Liability & Auto	13,764.00
835.2 · Workers Compensation	2,746.00
Total 835 · Insurance Expenses	16,510.00
840 · Licenses and Fees	85.00
845 · Legal Fees	6,976.50
850 · Office Expense	
835A · Office Expenses	1,802.78
Total 850 · Office Expense	1,802.78
890 · Publishing - Legal/Ads	854.98
Total Administrative	52,742.76
Operating	
900 · Salaries	78,004.34
910 · Automotive Expense	
910.1 · Fuel	8,606.21
910.3 · 2004 Delivery Truck R&M	27,140.20
805A · Formerly Fuel	115.12
805C · Repairs and Maintenance	87.21
910.4 · 2025 International R&M	9,983.86
910.5 · R&M Supplies Automotive	
805B1 · Directors Mileage Reimbursement	221.62
Total 910.5 · R&M Supplies Automotive	221.62
805E · 2025 Internation Truck Loan Int	9,870.42
Total 910 · Automotive Expense	56,024.64

Rainbow Valley Water District
Profit & Loss
January through December 2025

	Jan - Dec 25
920 · Building R&M	
920.2 · Water Plant	20,790.25
920.3 · Water Storage Bldg	150.00
Total 920 · Building R&M	20,940.25
930 · Tools & Maintenance Supplies	239.48
940 · Quality Testing & Compliance	
940.2 · Water Testing	823.00
940.3 · Water Treatment Chemicals & Sup	15,756.83
940.4 · Quality Compliance - Labor	22,650.00
Total 940 · Quality Testing & Compliance	39,229.83
945 · Utilities	
885B2 · B(67)-226 Sportsman Ln	3,613.33
885A4 · 2nd Lake Pump House	1,965.87
885A3 · 226 Sportsman Ln	989.51
885A2 · 18602 St. Hwy 67	688.34
885A1 · 111 Sportsman Ln	3,066.38
945.2 · Gas	
885B5 · 226 Sportsman Ln	2,948.87
885B3 · 111 Sportsman Ln	1,667.91
885B4 · Pumphouse-111 Sportsman Ln	476.44
Total 945.2 · Gas	5,093.22
945.5 · Internet	
885C2 · Water Plant	770.00
Total 945.5 · Internet	770.00
945.3 · Telephone	816.77
945.4 · Trash Disposal	404.25
Total 945 · Utilities	17,407.67
950 · Miscellaneous Expenses	334.66
Total Operating	212,180.87
Capital · Capital Expenses	
1005 · 2025 International Truck Loan	0.00
Total Capital · Capital Expenses	0.00
818 · Depreciation	25,195.50
9955 · Payroll Taxes	6,072.47
Total Expense	296,191.60
Net Ordinary Income	-50,445.01
Net Income	**-50,445.01**