# **APPLICATION FOR EXEMPTION FROM AUDIT**

# SHORT FORM

# IF <u>EITHER</u> REVENUES <u>OR</u> EXPENDITURES EXCEED \$100,000, USE THE **LONG FORM**.

Under the Local Government Audit Law (Section 29-1-601, et seq., C.R.S.) any local government may apply for an exemption from audit if neither revenues nor expenditures exceed \$750,000 in 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 <u>EACH YEAR</u> and submit it to the Office of the State Auditor (OSA).

Any preparer of an Application for Exemption from Audit-SHORT FORM must be a person skilled in governmental accounting.

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

#### READ ALL INSTRUCTIONS BEFORE COMPLETING AND SUBMITTING THIS FORM

ALL APPLICATIONS MUST BE FILED WITH THE OSA WITHIN 3 MONTHS AFTER THE ACCOUNTING YEAR-END.

FOR EXAMPLE, APPLICATIONS <u>MUST BE RECEIVED</u> 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 BUDGETARY BASIS

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

PRIOR YEAR FORMS ARE OBSOLETE AND WILL <u>NOT</u> BE ACCEPTED.

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

CAN BE FOUND AT:

FOR YOUR REFERENCE, COLORADO REVISED STATUTES

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

APPLICATIONS MUST BE FULLY AND ACCURATELY COMPLETED.

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	OHEONE	<b>0</b> 1
	Has the preparer signed the application?	Checkout our web portal. Register your account and submit electronic Applications for Exemption
		From Audit, Extension of Time to File requests, Audited Financial Statements, and more! See the
Has the	application been PERSONALLY reviewed and approved by the governing body?	link below.
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?	Click have to go to the partal
	If yes, have you read and understand the new Electronic Signature Policy? See <u>Click Here</u> new policy ->	Click here to go to the portal
or		
	If yes, have you included a resolution?	
	Does the resolution state that the governing body <u>PERSONALLY</u> reviewed and approved the resolution in an open public meeting?	
	Has the resolution been signed by a <u>MAJORITY</u> of the governing body? (See sample resolution.)	
Will th	is application be submitted via a mail service? (e.g. US Post Office, FedEx, UPS, courier.)	
	If yes, does the application include <u>ORIGINAL INK SIGNATURES</u> from the <u>MAJORITY</u> of the governing body?	

#### FILING METHODS

Register and submit your Applications at our web portal! For faster processing the web portal is the preferred method for submission

WEB PORTAL: https://apps.leg.co.gov/osa/lg

MAIL: Office of the State Auditor

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

Denver, CO 80203

Please Note: The OSA's email addresses have changed as of December 1, 2023. Please ensure you are using the email address

noted below.

QUESTIONS? Email: osa.lg@coleg.gov OR Phone: 303-869-3000

#### **IMPORTANT!**

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

Governmental Activity should be reported on the Modified Accrual Basis

Proprietary Activity should be reported on the Cash or Budgetary Basis

Failure to file an application or denial of the request could cause the local government to lose its exemption from audit for that year and the ensuing year.

In that event, AN AUDIT SHALL BE REQUIRED.

# **APPLICATION FOR EXEMPTION FROM AUDIT**

#### SHORT FORM

NAME OF GOVERNMENT

**ADDRESS** 

Airpark North Metropolitan District No. 3

For the Year Ended 12/31/23 or fiscal year ended:

**CONTACT PERSON** 

**PHONE EMAIL** 

c/o Pinnacle Consulting Group, Inc. 550 W Eisenhower Blvd Loveland, CO 80537 Tracie Kaminski 970-669-3611 TracieK@pcgi.com

#### PART 1 - CERTIFICATION OF PREPARER

I certify that I am skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

NAME:

**TITLE** 

FIRM NAME (if applicable)

**ADDRESS PHONE** 

Tracie Kaminski District Accountant

Pinnacle Consulting Group, Inc.

550 W Eisenhower Blvd, Loveland, CO 80537

970-669-3611

370-003-0011			
PREPARER (SIGNATURE REQUIRED)		D	ATE PREPARED
Tracie L. Kaninshi		3/4/2024	
Please indicate whether the following financial information is recorded	GOVERNMENTAL (MODIFIED ACCRUAL BASIS)		PROPRIETARY (CASH OR BUDGETARY BASIS)
using Governmental or Proprietary fund types	V		

#### **PART 2 - REVENUE**

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.

Line#		Description	Round to nearest Dollar	Please use this
2-1	Taxes: Property	(report mills levied in Question 10-6)	\$	space to provide
2-2	Specific or	wnership	\$ 1	any necessary
2-3	Sales and	use	\$ -	explanations
2-4	Other (spe	cify):	\$ -	
2-5	Licenses and permits		\$ -	
2-6	Intergovernmental:	Grants	\$ -	
2-7		Conservation Trust Funds (Lottery)	\$ -	
2-8		Highway Users Tax Funds (HUTF)	\$ -	
2-9		Other (specify):	\$ -	
2-10	Charges for services		\$ -	
2-11	Fines and forfeits		\$ -	
2-12	Special assessments		\$ -	
2-13	Investment income		\$ -	
2-14	Charges for utility services		\$ -	
2-15	Debt proceeds	(should agree with line 4-4, column 2)	\$ -	
2-16	Lease proceeds		\$ -	
2-17	Developer Advances received	(should agree with line 4-4)	\$ -	
2-18	Proceeds from sale of capital a	ssets	\$ -	
2-19	Fire and police pension		\$ -	
2-20	Donations		\$ -	
2-21	Other (specify):		\$ -	
2-22			\$ -	
2-23			\$ -	
2-24	(ac	dd lines 2-1 through 2-23) TOTAL REVENUE	\$	

# **PART 3 - EXPENDITURES/EXPENSES**

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.

	interest payments on long-term debt. Financial information will not	include fund equity infort		D
Line#	Description		ound to nearest Dollar	Please use this
3-1	Administrative		\$	space to provide
3-2	Salaries		\$	any necessary
3-3	Payroll taxes		\$ -	explanations
3-4	Contract services		\$ -	
3-5	Employee benefits		\$ -	
3-6	Insurance		\$ -	
3-7	Accounting and legal fees		\$ -	
3-8	Repair and maintenance		\$ -	
3-9	Supplies		\$ -	
3-10	Utilities and telephone		\$ -	
3-11	Fire/Police		\$ -	
3-12	Streets and highways		\$ -	
3-13	Public health		\$ -	
3-14	Capital outlay		\$ -	
3-15	Utility operations		\$ -	
3-16	Culture and recreation		\$ -	
3-17	Debt service principal	(should agree with Part 4)	\$ -	
3-18	Debt service interest		\$ -	
3-19	Repayment of Developer Advance Principal	(should agree with line 4-4)	\$ -	
3-20	Repayment of Developer Advance Interest		\$ -	
3-21	Contribution to pension plan	(should agree to line 7-2)	\$ -	
3-22	Contribution to Fire & Police Pension Assoc.	(should agree to line 7-2)	\$ -	
3-23	Other (specify):			
3-24	Transfer to District 1		\$ 7	
3-25			\$ -	
3-26	(add lines 3-1 through 3-24) TOTAL EXPENI	DITURES/EXPENSES	\$ 7	

If TOTAL REVENUE (Line 2-24) or TOTAL EXPENDITURES (Line 3-26) are GREATER than \$100,000 - <u>STOP</u>. You may not use this form. Please use the "Application for Exemption from Audit - <u>LONG FORM</u>".

Total Investments Total Cash and Investments

depository (Section 11-10.5-101, et seq. C.R.S.)?

If no, MUST use this space to provide any explanations:

seq., C.R.S.?

5-4

5-5

Please answer the following questions by marking in the appropriate boxes

Are the entity's Investments legal in accordance with Section 24-75-601, et.

Are the entity's deposits in an eligible (Public Deposit Protection Act) public

-					
	DADT 4 DERT OUTSTANDIN	CLICCLIED	AND DE	TIDED	
	PART 4 - DEBT OUTSTANDIN	G, ISSUEL	, AND RE		
4.4	Please answer the following questions by marking the	appropriate boxes.		Yes	No
4-1	Does the entity have outstanding debt? If Yes, please attach a copy of the entity's Debt Repayment S	Schodulo			<b>V</b>
4-2		s the debt repayment schedule attached? If no. MUST explain below:			
7-2	s the debt repayment schedule attached: If no. Woor explain below.			]	
4-3	Is the entity current in its debt service payments? If no, MUS	T evolain helow:		,	
4-0	is the entity current in its debt service payments: if no, moc	explain below.		]	
4-4					
	Please complete the following debt schedule, if applicable:	Outstanding at	Issued during	Retired during	Outstanding at
	(please only include principal amounts)(enter all amount as positive numbers)	end of prior year*	year	year	year-end
	•				
	General obligation bonds	\$ -	\$ -	\$ -	\$ -
	Revenue bonds	\$ -	\$ -	\$ -	\$ -
	Notes/Loans	\$ -	\$ -	\$ -	\$ -
	Lease & SBITA** Liabilities [GASB 87 & 96]	\$ -	\$ -	\$ -	\$ -
	Developer Advances	\$ -	\$ -	\$ -	\$ -
	Other (specify):	\$ -	\$ -	\$ -	\$ -
	TOTAL	\$ -	\$ -	\$ -	\$ -
**Subscrip	tion Based Information Technology Arrangements	*Must agree to prio	r year-end balance	•	
4.5	Please answer the following questions by marking the appropriate boxe	S.		Yes	No
4-5	Does the entity have any authorized, but unissued, debt? How much?	\$	34.000.000.00		
If yes:	Date the debt was authorized:	12/3/2	- ,,		
4.0			2020		V
4-6	Does the entity intend to issue debt within the next calendar How much?	year?		1	V
If yes:	Does the entity have debt that has been refinanced that it is	otill reconcible			V
4-7	· ·		ior?	1	V
If yes: <b>4-8</b>	What is the amount outstanding?  Does the entity have any lease agreements?	\$	-		
If ves:	What is being leased?			1	<u> </u>
ii yes.	What is the original date of the lease?			-	
	Number of years of lease?			1	
	Is the lease subject to annual appropriation?				
	What are the annual lease payments?	\$	-	]	
	Part 4 - Please use this space to provide any explanations/co	mments or attacl	h separate doc	umentation, if r	needed
	PART 5 - CASH AND	INVESTM	IENTS		
	Please provide the entity's cash deposit and investment balances.			Amount	Total
5-1	YEAR-END Total of ALL Checking and Savings Accounts			\$ -	
5-2	Certificates of deposit			\$ -	1
	Total Cash Deposits				\$ -
	Investments (if investment is a mutual fund, please list underlying	g investments):			
	, , , , , , , , , , , , , , , , , , , ,	<del></del>			7
				\$ -	-
5-3				\$ - \$ -	-

\$ \$

N/A

**✓** 

**√** 

No

Yes

	PART 6 - CAPIT Please answer the following questions by marking i			ISE ASSE	EIS Yes	No	•
C 4		in the appropriate box	co.				J
6-1	Does the entity have capital assets?						
6-2	Has the entity performed an annual invento 29-1-506, C.R.S.,? If no, MUST explain:	ory of capital asset	s in accordance	with Section			
6-3	Complete the following capital & right-to-use assets	s table:	Balance - beginning of the year*	Additions (Must be included in Part 3)	Deletions	Year- Bala	
	Land		\$ -	\$ -	\$ -	\$	-
	Buildings		\$ -	\$ -	\$ -	\$	-
	Machinery and equipment		\$ -	\$ -	\$ -	\$	-
	Furniture and fixtures Infrastructure		\$ - \$ -	\$ - \$ -	\$ - \$ -	\$ \$	-
	Construction In Progress (CIP)		\$ -	\$ -	\$ -	\$	
	Leased & SBITA Right-to-Use Assets		\$ -	\$ -	\$ -	\$	
	Other (explain):		\$ -	\$ -	\$ -	\$	_
	Accumulated Depreciation/Amortization					+	
	(Please enter a negative, or credit, balance)		\$ -	\$ -	- \$	\$	_
	TOTAL		\$ -	\$ -	\$ -	\$	-
			*must tie to prior ye				
	Part 6 - Please use this space to provide	e any explanations	/comments or a	ttach documer	itation, if need	ed:	
	PART 7 -	- PENSION	INFORMA	TION			
	Please answer the following questions by marking i	in the appropriate box	es.		Yes	No	0
7-1	Does the entity have an "old hire" firefighte					✓	
7-2	Does the entity have a volunteer firefighters	s' pension plan?				✓	
If yes:	Who administers the plan?						
	Indicate the contributions from:						
	Tax (property, SO,	, sales, etc.):		\$ -			
	State contribution			\$ -			
	Other (gifts, donat	tions, etc.):		\$ -			
	TOTAL		dinas as of law	\$ -			
	What is the monthly benefit paid for 20 year	rs of service per re	etiree as of Jan	\$ -			
	1? Part 7 - Please use this	enaco to provido	any ovolanation	e or commonte			
	rait / - riease use tills	space to provide	ally explanations	s or comments	•		
	DAPT 9	- BUDGET I	NEODMY.	TION			
				Yes	No	N/A	^
8-1	Please answer the following questions by marking in Did the entity file a budget with the Department					IN/	Α
0 1	in accordance with Section 29-1-113 C.R.S.? If		the carrent year	<b>✓</b>			
				1			
8-2				J			
0-2	Did the entity pass an appropriations resolu	ution, in accordan	ce with Section	<b>V</b>			
	29-1-108 C.R.S.? If no, MUST explain:						
If yes:	Please indicate the amount budgeted for ea	ach fund for the ye	ar reported:	I			
	Governmental/Proprietary Fund	l Name	Total Appropria	tions By Fund			
	General Fund		\$	6			

	PART 9 - TAXPAYER'S BILL OF RIGHTS (TAB	OR)	
	Please answer the following question by marking in the appropriate box	Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?		
	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.	V	

If no, MUST explain:

	PART 10 - GENERAL INFORMATION		
	Please answer the following questions by marking in the appropriate boxes.	Yes	No
10-1	Is this application for a newly formed governmental entity?		<b>V</b>
If yes: 10-2	Date of formation:  Has the entity changed its name in the past or current year?	]	
10-2	nas the entity changed its name in the past of current year:		V
If yes:	Please list the NEW name & PRIOR name:	]	
10-3	Is the entity a metropolitan district?	<b>.</b>	
	Please indicate what services the entity provides:  Streets, Safety Protection, Park and Recreation, Potable Water, Sanitary Sewer, Storm Drainage, Covenant Enforcement	]	
10-4	Does the entity have an agreement with another government to provide services?	<b>V</b>	
If yes:	List the name of the other governmental entity and the services provided:  All services are provided by Airpark North Metropolitan District No. 1.	]	
10-5	Has the district filed a Title 32, Article 1 Special District Notice of Inactive Status during		<b>V</b>
If yes:	Date Filed:		
10-6	Does the entity have a certified Mill Levy?		
If yes:	Please provide the following <u>mills</u> levied for the year reported (do not report \$ amounts):		
	Bond Redemption mills		-
	General/Other mills Total mills		10.000 10.000
	Yes	No	N/A
10-7	NEW 2023! If the entity is a Title 32 Special District formed on or 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.]? If NO, please explain.	1	
	Please use this space to provide any additional explanations or comments not previous	usly included:	

	PART 11 - 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?	<b>✓</b>		

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

#### **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.

	Print Board Member's Name	IJeffrey Brines, attest I am a duly elected or appointed board
		member, and that I have personally reviewed and approve this application for
Board	Jeffrey Brines	exemption from audit.
Member	2011109 2111100	Signed
1		Date:
		My term Expires: May 2027
	Print Board Member's Name	I Curt Burgener , attest I am a duly elected or appointed board
		member, and that I have personally reviewed and approve this application for
Board	Curt Burgener	exemption from audit.
Member	Curt Burgerier	Signed
2		Date: 3/25/2024   07:58:25 PDT 51B6319E468249A
		My term Expires: May 2027
	Print Board Member's Name	I Tammy Pearcy, attest I am a duly elected or appointed board
		member, and that I have personally reviewed and approve this application for
Board		evenution from audit
Member	Tammy Pearcy	Signed Tammy Pearcy
3		Signed Tammy Pearcy Date: 3/7/2024   13:26:46 MST28CBD315DD52490
		My term Expires:_May 2027
	Print Board Member's Name	I Robert Eck, II , attest I am a duly elected or appointed board
		member, and that I have personally reviewed and approve this application for
Board Member 4	Robert Eck, II	exemption from audit.
	Robert Lck, ii	Signed Robert Eck
		Date: 3/7/2024   09:31:18 PST
		My term Expires:_May 2025
	Print Board Member's Name	IErik Halverson, attest I am a duly elected or appointed board
Board		member, and that I have personally reviewed and approve this application for
Member	Erik Halverson	exemption from audit.
5		SignedErik_Halvurson
		Date: 3/7/2024   11:08:44 MST
		My term Expires:_May 2025
	Print Board Member's Name	I, attest I am a duly elected or appointed board
Board		member, and that I have personally reviewed and approve this application for
Member		exemption from audit.
6		Signed
		Date:
		My term Expires:
	Print Board Member's Name	I, attest I am a duly elected or appointed board
Board		member, and that I have personally reviewed and approve this application for
Member		exemption from audit.
7	1	Cianad
		Signed
		Date:

# **EXAMPLE - DO NOT FILL OUT THIS PAGE**

This sample resolution/ordinance for exemption from audit is provided as an example of the documentation that is required. The wording may be used as a basis for your own local government document, if needed; however you MUST draft your own ordinance or resolution making any changes where applicable. Legal counsel should be consulted regarding any questions.

#### RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT

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

A RESOLUTION/ORDINANCE APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YZAR 20XX FOR THE (name of government), STATE OF COLORADO.

WHEREAS, the (governing body) of (name of government) wishes to claim exemption from the quait 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 for expenditures exceed seven hundred and fifty thousand dollars may, with the approval of the State Audhor. We exempt from the provision of Section 29-1-603, C.R.S.; and

[Choose 1 or 2 below, whichever is applicable]

(1)WHEREAS, neither revenue nor expenditures for (name of government) exceeded \$100,000 for Fiscal Year 20XX; and

WHEREAS, an application for exemption from audit for (name of gwernhert) has been prepared by (name of individual), a person skilled in governmental accounting; and

OR

(2)WHEREAS, neither revenues nor expenditures for (name of government) exceeded \$750,000 for Fiscal Year 20XX; and

WHEREAS, an application for exemption from avail, for (name of government) has been prepared by (name of individual or firm), an independent accountant with knowledge of governmental accounting; and

WHEREAS, said application for exemption from eadit has been completed in accordance with regulations, issued by the State Auditor.

NOW THEREFORE, be it resolved/ordained by the (governing body) of the (name of government) that the application for exemption from audit for (name of government) for the Fiscal Year ended \_\_\_\_\_\_\_\_, 20XX, has been personally reviewed and is hereby approved by a majority of the (governing body) of the (name of government); that those members of the (governing body) have signified their approval by signing below; and that this resolution shall be attached to, and shall become a part of, the application for exemption from audit of the (name of government) for the fiscal year ended \_\_\_\_\_\_\_\_, 20XX.

ADOPTED THIS \_\_\_ day of \_\_\_\_\_, A.D. 20XX.

# EXAMPLE - DO NOT FILL OUT THIS PAGE

M. (D. i.l. (Cl. impart)		
Mayor/President/Chairman, etc.		
ATTEST:		
		\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\
Town Clark Constant ato		
Town Clerk, Secretary, etc.		
	<b>D</b> .	
Type or Print Names of	Date Term	
Members of Governing Body	Expire	Signature
		4
	\	