

APPLICATION FOR EXEMPTION FROM AUDIT - LONG FORM - FOR GOVERNMENTS WITH REVENUE OR EXPENDITURES GREATER THAN \$100,000 BUT NOT MORE THAN \$500,000

Name of Government:	Loveland Midtown Metropolitan District	For the Year
Address:	c/o Pinnacle Consulting Group, Inc. 1627 E. 18th Street Loveland, CO 80536	
Contact Person:	Brendan Campbell, CPA	Ended December 31, 2014
Telephone:	(970)669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	or fiscal year ended:
Fax:	(970)669-3612	

Return to: **Office of the State Auditor**
Local Government Audit Division
 1525 Sherman St, 7th Floor
 Denver, CO 80203
 Fax: 303-869-3061
 Email: OSALG@state.co.us
 Call (303) 869-3000 if you need help completing this form.

PLEASE READ THE ABOVE INSTRUCTIONS BEFORE SUBMITTING THE COMPLETED APPLICATION

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenue nor expenditures exceed \$500,000 in any year may qualify for an exemption.

If either revenues or expenditures are \$100,000 or greater, but not more than \$500,000, you may use this form. If both revenues and expenditures are less than \$100,000 individually, use the short form application for exemption from audit.

Please review ALL instructions prior to the completion of this form.

- Instructions:**
- Prepare this form completely and accurately. Please note that there are 11 parts to this form and all questions must be answered for the application to be considered complete.
 - Please use whole dollars. Do not include any cents. Please round consistently to ensure that the financial information balances between schedules.
 - File this form with the Office of the State Auditor within **3 months** after the end of the year. For years ended December 31, the form **must be received** by the Office of the State Auditor by **March 31**.
 - The form **must** be completed by an independent accountant (separate from the entity) with knowledge of governmental accounting.
 - The application must be personally reviewed and approved by a majority of the governing body as evidenced by one of the following methods:
 - Resolution of the governing body - application may be emailed, faxed, or mailed.
 - Original signatures - application must be mailed. Email or fax will NOT be accepted.
 - The **preparer must sign** the application that is submitted in order for it to be accepted.
 - Additional information may be attached to the exemption at the preparer's discretion.

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. Independent means someone who is separate from the entity.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 E. 18th Street, Loveland, CO 80538
Telephone Number:	(970)669-3611
Date Prepared:	2/26/2015

I affirm that I am independent from this entity and skilled in governmental accounting (Required): The application will be rejected if not signed by the preparer.



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 \$500,000. Independent means someone who is separate from the entity. Please describe your relationship to the entity in the above box, with your signature.

Has the Entity Filed for 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:
		X	

PART 1 - Financial Statements - Balance Sheet

Ln#	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds	
		General Fund*	Debt Service Fund*		Fund*	Fund*
1-1	Assets			Assets		
1-1	Cash & Cash Equivalents	\$ 10,132	\$ -	Cash & Cash Equivalents	\$ -	\$ -
1-2	Investments	\$ 29,393	\$ 3,543	Investments	\$ -	\$ -
1-3	Receivables	\$ -	\$ -	Receivables	\$ -	\$ -
1-4	Due from Other Entities or Funds	\$ 619	\$ 371	Due from Other Entities or Funds	\$ -	\$ -
	All Other Assets (Specify)			Other Current Assets	\$ -	\$ -
1-5	Prepaid	\$ 2,745	\$ -	Total Current Assets	\$ -	\$ -
1-6	Property Taxes Receivable	\$ 85,758	\$ 53,552	Capital Assets, net (from Part 6-3)	\$ -	\$ -
1-7		\$ -	\$ -	Other Long Term Assets (Specify)	\$ -	\$ -
1-8		\$ -	\$ -		\$ -	\$ -
1-9		\$ -	\$ -		\$ -	\$ -
1-10	Total Assets (add lines 1-1 through 1-10)	\$ 128,648	\$ 57,466	Total Assets (add lines 1-5 through 1-10)	\$ -	\$ -
1-12	Total Deferred Outflows of Resources	\$ -	\$ -	Total Deferred Outflows of Resources	\$ -	\$ -
1-13	Total Assets and Deferred Outflows Liabilities and Fund Balance	\$ 128,648	\$ 57,466	Total Assets and Deferred Outflows Liabilities and Net Position	\$ -	\$ -
	Liabilities			Liabilities		
1-14	Accounts Payable	\$ 5,823	\$ -	Accounts Payable	\$ -	\$ -
1-15	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -
1-16	Accrued Interest Payable	\$ -	\$ -	Accrued Interest Payable	\$ -	\$ -
1-17	Due to Other Entities or Funds	\$ -	\$ -	Due to Other Entities or Funds	\$ -	\$ -
1-18	All Other Current Liabilities	\$ -	\$ -	All Other Current Liabilities	\$ -	\$ -
1-19	Total Current Liabilities	\$ 5,823	\$ -	Total Current Liabilities	\$ -	\$ -
1-20	All Other Liabilities (Specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ -	\$ -
1-21	Deferred Property Taxes	\$ 85,758	\$ 53,552	Other Liabilities (Specify)	\$ -	\$ -
1-22	Deferred Assessment Revenue	\$ -	\$ -		\$ -	\$ -
1-23		\$ -	\$ -		\$ -	\$ -
1-24		\$ -	\$ -		\$ -	\$ -
1-25		\$ -	\$ -		\$ -	\$ -
1-26		\$ -	\$ -		\$ -	\$ -
1-27		\$ -	\$ -		\$ -	\$ -
1-28	Total Liabilities (add lines 1-14 through 1-27)	\$ 91,581	\$ 53,552	Total Liabilities (add lines 1-14 through 1-27)	\$ -	\$ -
1-29	Total Deferred Inflows of Resources	\$ -	\$ -	Total Deferred Inflows of Resources	\$ -	\$ -
	Fund Balance			Net Position		
	Nonspendable :			Net Investment in Capital Assets	\$ -	\$ -
1-30	Prepaid	\$ 2,745	\$ -	Emergency Reserves	\$ -	\$ -
1-31	Inventory	\$ -	\$ -		\$ -	\$ -
	Restricted:				\$ -	\$ -
1-32	TABOR	\$ 2,350	\$ 3,914		\$ -	\$ -
	Committed:			Other Designations/Reserves	\$ -	\$ -
1-33	(Specify)	\$ -	\$ -		\$ -	\$ -
	Assigned:			Restricted	\$ -	\$ -
1-34	(Specify)	\$ -	\$ -		\$ -	\$ -
	Unassigned:			Undesignated/Unreserved/Unrestricted	\$ -	\$ -
1-35		\$ 31,971	\$ -		\$ -	\$ -
	Total Fund Balance (add lines 1-30 through 1-35) This total should be the same as line 3-31.	\$ 37,067	\$ 3,914	Total Net Position (add lines 1-30 through 1-35) This total should be the same as line 3-31.	\$ -	\$ -
1-36	Total Liabilities, Deferred Inflows, and Fund Balance (add lines 1-28, 1-29 and 1-36) This total should be the same as line 1-13	\$ 128,648	\$ 57,466	Total Liabilities, Deferred Inflows, and Net Position (add lines 1-28, 1-29 and 1-36) This total should be the same as line 1-13	\$ -	\$ -

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

PART 2 - Financial Statements - Operating Statement - Revenues

	Governmental Funds		Proprietary/Fiduciary Funds	Grand Totals
	General Fund*	Debt Service Fund*		
Tax Revenue				
2-1 Property	\$ 85,758	\$ 51,455	\$ -	\$ -
2-2 Specific Ownership	\$ 7,085	\$ 4,251	\$ -	\$ -
2-3 Sales and Use Tax	\$ -	\$ -	\$ -	\$ -
2-4 Other (specify) :	\$ 13	\$ -	\$ -	\$ -
2-5	\$ -	\$ -	\$ -	\$ -
2-6	\$ -	\$ -	\$ -	\$ -
2-7	\$ -	\$ -	\$ -	\$ -
2-8 Total Tax Revenue	\$ 92,856	\$ 55,706	\$ -	\$ -
2-9 Licenses and Permits	\$ -	\$ -	\$ -	\$ -
2-10 Highway Users Tax Funds (HUTF)	\$ -	\$ -	\$ -	\$ -
2-11 Conservation Trust Funds (Lottery)	\$ -	\$ -	\$ -	\$ -
2-12 Community Development Block Grant	\$ -	\$ -	\$ -	\$ -
2-13 Fire & Police Pension	\$ -	\$ -	\$ -	\$ -
2-14 Grants	\$ -	\$ -	\$ -	\$ -
2-15 Donations	\$ -	\$ -	\$ -	\$ -
2-16 Charges for Sales and Services	\$ -	\$ -	\$ -	\$ -
2-17 Rental Income	\$ -	\$ -	\$ -	\$ -
2-18 Fines and Forfeits	\$ -	\$ -	\$ -	\$ -
2-19 Interest/Investment Income	\$ -	\$ -	\$ -	\$ -
2-20 Tap Fees	\$ -	\$ -	\$ -	\$ -
2-21 Developer Advances	\$ -	\$ -	\$ -	\$ -
2-22 All Other (specify)	\$ -	\$ -	\$ -	\$ -
2-23	\$ -	\$ -	\$ -	\$ -
2-24 Total Revenues (Add lines 2-8 through 2-23)	\$ 92,856	\$ 55,706	\$ -	\$ -
Other Financing Sources				
2-25 Debt Proceeds	\$ -	\$ -	\$ -	\$ -
2-26 Proceeds from Sale of Capital Assets	\$ -	\$ -	\$ -	\$ -
2-27 Other (specify)	\$ -	\$ -	\$ -	\$ -
2-28 Total Other Financing Sources (Add lines 2-25 through 2-27)	\$ -	\$ -	\$ -	\$ -
2-29 Total Revenues and Other Financing Sources (Add lines 2-24 and 2-28)	\$ 92,856	\$ 55,706	\$ -	\$ -

Note: If Total Revenues and Other Financing Sources ... Total of All Funds (Line 2-29) are greater than \$500,000 - STOP, you may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact us

148,562

PART 3 - Financial Statements - Operating Statement - Expenditures

	Governmental Funds		Proprietary/Fiduciary Funds	Grand Totals
	General Fund*	Debt Service Fund*		
Expenditures				
3-1 General Government	\$ 78,339	\$ -	\$ -	\$ -
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 Assoc.	\$ -	\$ -	\$ -	\$ -
3-8 Health	\$ -	\$ -	\$ -	\$ -
3-9 Culture and Recreation	\$ -	\$ -	\$ -	\$ -
3-10 Other (specify)	\$ -	\$ -	\$ -	\$ -
3-11	\$ -	\$ -	\$ -	\$ -
3-12	\$ -	\$ -	\$ -	\$ -
3-13	\$ -	\$ -	\$ -	\$ -
3-14 Capital Outlay	\$ -	\$ -	\$ -	\$ -
3-14 Debt Service				
3-15 Principal				
3-16 Interest		\$ 54,187	\$ -	\$ -
3-17 Bond Issuance Costs		\$ -	\$ -	\$ -
3-18 Developer Repayments (matches part 4)		\$ -	\$ -	\$ -
3-19 All Other (specify)-Treasurer Fees		\$ 1,029	\$ -	\$ -
3-20		\$ -	\$ -	\$ -
3-21 Total Expenditures (Add lines 3-1 through 3-20)	\$ 78,339	\$ 55,217	\$ -	\$ 133,556
3-22 Interfund Transfers In	\$ -	\$ -	\$ -	\$ -
3-23 Interfund Transfers (Out)	\$ -	\$ -	\$ -	\$ -
3-24 Other (specify) :	\$ -	\$ -	\$ -	\$ -
3-25 Depreciation	\$ -	\$ -	\$ -	\$ -
3-26 Other Financing Sources (from line 2-28)	\$ -	\$ -	\$ -	\$ -
3-26 Capital Outlay (from line 3-14)	\$ -	\$ -	\$ -	\$ -
3-27 Debt Principal (from line 3-15)	\$ -	\$ -	\$ -	\$ -
3-27 Total Transfers and Other Expenditures (Add lines 3-22 through 3-27)	\$ -	\$ -	\$ -	\$ -
3-28 Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures (Line 2-29, less line 3-27, plus line 3-28)	\$ 14,517	\$ 489	\$ -	\$ -
3-29 Fund Balance, January 1 from December 31 prior year report	\$ 22,550	\$ 3,425	\$ -	\$ -
3-30 Fund Balance, December 31 (Line 3-29 plus line 3-30) This total should be the same as line 1-36.	\$ 37,067	\$ 3,914	\$ -	\$ -
3-31				

Note: If Total Expenditures - Total of All Funds (Line 3-21) are greater than \$500,000 - STOP, you may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact us at (303) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

		Please answer the following questions by marking the appropriate boxes.								Please use this space to provide any explanations or comments.
4-1	Does the entity have outstanding debt?	Yes				No				
4-2	Is the debt repayment schedule attached? If no, please explain:	X				X				
4-3	Outstanding debt will be repaid when funds are available.	X				X				
4-3	Is the entity current in its debt service payments? If no, please explain:	X				X				
4-4	Please complete the following debt schedule, if applicable: (please only include principal amounts)		Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end				
	General obligation bonds	\$ 1,350,000	\$ -	\$ -	\$ 1,350,000	\$ -				
	Revenue bonds	\$ -	\$ -	\$ -	\$ -	\$ -				
	Notes/Loans	\$ -	\$ -	\$ -	\$ -	\$ -				
	Leases	\$ -	\$ -	\$ -	\$ -	\$ -				
	Developer Advances	\$ 534,365	\$ -	\$ -	\$ 534,365	\$ -				
	Other (specify):	\$ -	\$ -	\$ -	\$ -	\$ -				
	Total:	\$ 1,884,365	\$ -	\$ -	\$ 1,884,365	\$ -				
4-5	Please answer the following questions by marking the appropriate boxes.		Yes				No			
4-5	Does the entity have any authorized, but unissued, debt?	X				X				
If yes:	How much?	\$ 2,108,100.00								
	Date the debt was authorized:	11/2/2004								
4-6	Does the entity intend to issue debt within the next calendar year?	X				X				
If yes:	How much?	\$ -								
4-7	Does the entity have debt that has been refinanced that it is still responsible for?	X				X				
If yes:	What is the amount outstanding?	\$ -								
4-8	Does the entity have any lease agreements?	X				X				
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?	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
4-9	Does the entity have a certified mill levy?	X				X				
If yes:	Please provide the following current year mill levy amounts:	Bond Redemption	25.00	General/Other	15.00	Total	40.00			
PART 5 - CASH AND INVESTMENTS										
Please provide the entity's cash deposit and investment balances.		Amount		Total						
5-1	Checking accounts	\$ 1,581	\$ 1,581							
5-2	Savings accounts	\$ 8,551	\$ 8,551							
5-3	Certificates of deposit	\$ -	\$ -							
	Total Cash Deposits	\$ -	\$ -	\$ 10,132						
5-4	Investments (if investment is a mutual fund, please list underlying investments):									
	Colo Trust	\$ 32,936	\$ 32,936							
5-5		\$ -	\$ -							
5-6		\$ -	\$ -							
5-7		\$ -	\$ -							
	Total Investments	\$ -	\$ -	\$ 32,936						
	Total Cash and Investments	\$ -	\$ -	\$ 43,068						
5-8	Please answer the following question by marking in the appropriate box		Yes				No			
	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, please explain:		X				X			

PART 6 - CAPITAL ASSETS

		Yes	No	
Please answer the following questions by marking in the appropriate boxes.				
6-1	Does the entity have capital assets?	X		
If yes:	Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.,? If no, please explain:	X		
6-2	Complete the following table for GOVERNMENTAL FUNDS:			
		Balance - beginning of the Year	Additions	Deletions
				Year-End Balance
	Land	\$ 442,946	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ 442,946
	Machinery and equipment	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ 816,424	\$ -	\$ 816,424
	Other (explain):	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ (310,552)	\$ (42,105)	\$ (352,657)
	Total	\$ 948,818	\$ (42,105)	\$ 906,713
6-3	Complete the following table for PROPRIETARY FUNDS:			
		Balance - beginning of the Year	Additions	Deletions
				Year-End Balance
	Land	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -
	Total	\$ -	\$ -	\$ -

PART 7 - PENSION INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No	
7-1	Does the entity have an "old hire" firemen's pension plan?		X	
7-2	Does the entity have a volunteer firemen's pension plan?		X	
If yes:	Who administers the plan?			
Indicate the contributions from:				
	Tax (property, S.O. 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?				
Please use this space to provide any explanations or comments:				

PART 8 - BUDGET INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No	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? If no, please explain:	X		
8-2	Did the entity pass an appropriations resolution? If no, please explain:	X		
If yes:				
Please indicate the amount appropriated for each fund for the current year				
	Fund Name	Budgeted Expenditures		
	General Fund	\$	92,973	
	Debt Service	\$	55,221	
		\$	-	

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

9-1	Please answer the following question by marking in the appropriate box	Yes	No	Please use this space to provide any explanations or comments:
	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	X		
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 questions by marking in the appropriate boxes.		Yes	No	Please use this space to provide any explanations or comments:
10-1	Is this application for a newly formed governmental entity?		X	
If yes:				
	Date of formation:			
10-2	Has the entity changed its name in the past or current year?		X	
If Yes:				
	Please list the NEW name & PRIOR name:			
10-3	Is the entity a metropolitan district?	X		
10-4	Please indicate what services the entity provides:			
10-5	Does the entity have an agreement with another government to provide services?		X	
If yes:				
	List the name of the other governmental entity and the services provided:			
Please use this space to provide any additional explanations or comments not previously included:				

PART 11 - GOVERNING BODY APPROVAL

Below is the certification and approval of the governing board. By signing the board member is certifying they are a duly elected or appointed officer of the local government. Governing board members may be verified. Also by signing, the board 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 \$500,000 or less must have an application prepared by a person skilled in governmental accounting, completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

Print the names of all current governing board members below. A MAJORITY of the governing board members must complete and sign in the column below.

Board Member 1	<u>Blaine Rappe</u> Print Board Members Name	I, <u>Blaine Rappe</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed <u>[Signature]</u> My term Expires: <u>5/2016</u>	Date: <u>5/24/15</u>
Board Member 2	<u>Nathan Klein</u> Print Board Members Name	I, <u>Nathan Klein</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed <u>[Signature]</u> My term Expires: <u>5/2018</u>	Date: <u>3/24/15</u>
Board Member 3	<u>Randy Vinding</u> Print Board Members Name	I, <u>Randy Vinding</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed _____ My term Expires: <u>5/2016</u>	Date: _____
Board Member 4	<u>Eric Holsapple</u> Print Board Members Name	I, <u>Eric Holsapple</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed _____ My term Expires: <u>5/2016</u>	Date: _____
Board Member 5	<u>Curtis D. Zimmerman</u> Print Board Members Name	I, <u>Curtis D. Zimmerman</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed <u>[Signature]</u> My term Expires: <u>05/2018</u>	Date: <u>3/24/15</u>
Board Member 6	_____ Print Board Members Name	I, _____, attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed _____ My term Expires: _____	Date: _____
Board Member 7	_____ Print Board Members Name	I, _____, attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit. Signed _____ My term Expires: _____	Date: _____

SAMPLE
RESOLUTION/ORDINANCE FOR EXEMPTION FROM AUDIT
(Pursuant to Section 29-1-604, C.R.S.)

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

WHEREAS, the (governing body) of (name of government) 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 five hundred thousand dollars may, with the approval of the State Auditor, be exempt from the provision of Section 29-1-603, C.R.S.; and

[Choose 1 or 2 below, whichever is applicable]

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

WHEREAS, an application for exemption from audit for (name of government) 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 \$500,000 for Year 20XX; and

WHEREAS, an application for exemption from audit 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 audit has been completed in accordance with regulations, issued by the State Auditor;

NOW, THEREFORE, be it resolved/ordained by the (governing body) of the (name of government) that the application for exemption from audit for (name of government) for the 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 year ended _____, 20XX.

ADOPTED THIS ___ day of _____, A.D. 20XX.

Note: This is a sample only. You should draft your own ordinance or resolution making any changes where applicable. Legal counsel should be consulted regarding any questions.

Mayor/President/Chairman, etc.

ATTEST:

Town Clerk, Secretary, etc.

Type or Print Names of Members of Governing Body	Date Term Expires	Signature
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

OSA USE ONLY

Entity/Wide:		General Fund		Governmental Funds				
Unrestricted Cash & Investments	\$	43,089	Unrestricted Fund Bal	\$	3,197	Total Tax Revenue	\$	148,562
Current Liabilities	\$	5,823	Total Fund Balance	\$	37,067	Revenue Paying Debt Service	\$	55,706
Deferred Inflow	\$	-	PY Fund Balance	\$	22,550	Total Revenue	\$	148,562
			Total Revenue	\$	92,856	Total Debt Service Principal	\$	-
			Total Expenditures	\$	78,339	Total Debt Service Interest	\$	54,187
			Interfund In	\$	-			
			Interfund Out	\$	-	Enterprise Funds		
						Net Position	\$	-
						PY Net Position	\$	-
Governmental			Proprietary			Government-Wide		
Total Cash & Investments	\$	43,089	Current Assets	\$	-	Total Outstanding Debt	\$	1,884,365
Transfers In	\$	-	Deferred Outflow	\$	-	Authorized but Unissued	\$	2,108,100
Transfers Out	\$	-	Current Liabilities	\$	-	Year Authorized	\$	38,293
Property Tax	\$	137,213	Deferred Inflow	\$	-			
Debt Service Principal	\$	-	Cash & Investments	\$	-			
Total Expenditures	\$	133,556	Principal Expense	\$	-			
Total Developer Advances	\$	-						
Total Developer Repayments	\$	-						