



Office of the State Auditor

Dianne E. Ray, CPA
State Auditor

May 01, 2018

Board Of Directors
Deer Creek Water District
3344 Deer Creek Dr.
Parker, CO 80138

RE: 2424.00

To Whom it May Concern:

We have reviewed the *Application for Exemption from Audit* of the Deer Creek Water District. Based on our review, the application for the year ended 12/31/2017 is approved.

If we may be of any assistance to you, please feel free to call us at 303-869-3000. For further resources see our web site at: www.colorado.gov/auditor

Sincerely,

Crystal L. Dorsey, CPA
Local Government Audit Manager

cc: Colorado Department of Local Affairs
Division of Local Governments



We Set the Standard for Good Government



SCHILLING & COMPANY, INC.

Certified Public Accountants

P.O. Box 631579
HIGHLANDS RANCH, CO 80163

PHONE: 720.348.1086
FAX: 720.348.2920

Accountant's Compilation Report

Board of Directors
Deer Creek Water District
Elbert County, Colorado

Management is responsible for the accompanying financial statements and other financial information of Deer Creek Water District as of and for the year ended December 31, 2017, included in the accompanying prescribed form (Application for Exemption from Audit). We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements and other financial information included in the accompanying prescribed form nor were we required to perform procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Other Matter

The Application for Exemption from Audit is presented in accordance with the requirements of the State of Colorado's Office of the State Auditor, and is not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

SCHILLING & COMPANY, INC.

March 14, 2018

**APPLICATION FOR EXEMPTION FROM AUDIT
LONG FORM**

NAME OF GOVERNMENT	Deer Creek Water District
ADDRESS	3344 Deer Creek Drive Parker, Colorado 80138
CONTACT PERSON	Glenn Smith
PHONE	303-377-9724
EMAIL	gesmit13@hotmail.com
FAX	

For the Year Ended
12/31/2017
or fiscal year ended:

CERTIFICATION OF PREPARER

I certify that I am an independent accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge. I am aware that the Audit Law requires that a person independent of the entity complete the application if revenues or expenditure are at least \$100,000 but not more than \$750,000, and that independent means someone who is separate from the entity.

NAME:	Neil Schilling
TITLE	Certified Public Accountant
FIRM NAME (if applicable)	Schilling & Company, Inc.
ADDRESS	P.O. Box 631579, Highlands Ranch, CO 80163
PHONE	720-348-1086
DATE PREPARED <small>(Must be Completed prior to Board approval)</small>	3/14/2018
RELATIONSHIP TO ENTITY	Contracted Preparer of the Exemption from Audit

PREPARER (SIGNATURE REQUIRED)

See Accountant's Compliance Report

Has the entity filed for, or has the district filed, a Title 32, Article 1 Special District Notice of Inactive Status during the year? [Applicable to Title 32 special districts only, pursuant to Sections 32-1-103 (9.3) and 32-1-104 (3), C.R.S.]

YES	NO	If Yes, date filed:
<input type="checkbox"/>	<input checked="" type="checkbox"/>	

PART 1 - FINANCIAL STATEMENTS - BALANCE SHEET

* Indicate Name of Fund

NOTE: Attach additional sheets as necessary.

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Water Utility Fund	Fund*	
Assets				Assets			
1-1	Cash & Cash Equivalents	\$ -	\$ -	Cash & Cash Equivalents	\$ 271,988	\$ -	
1-2	Investments	\$ -	\$ -	Investments	\$ -	\$ -	
1-3	Receivables	\$ -	\$ -	Receivables	\$ 8,477	\$ -	
1-4	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ 1,481	\$ -	
	All Other Assets (specify)			Other Current Assets	\$ 84,046	\$ -	
1-5		\$ -	\$ -				
1-6		\$ -	\$ -	Total Current Assets	\$ 365,992	\$ -	
1-7		\$ -	\$ -	Capital Assets, net (from Part 6-4)	\$ 1,462,847	\$ -	
1-8		\$ -	\$ -	Other Long Term Assets (specify)	\$ -	\$ -	
1-9		\$ -	\$ -		\$ -	\$ -	
1-10		\$ -	\$ -		\$ -	\$ -	
1-11	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ -	\$ -	(add lines 1-1 through 1-10) TOTAL ASSETS	\$ 1,828,839	\$ -	
1-12	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED OUTFLOWS OF RESOURCES	\$ -	\$ -	
1-13	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ -	\$ -	TOTAL ASSETS AND DEFERRED OUTFLOWS	\$ 1,828,839	\$ -	
Liabilities				Liabilities			
1-14	Accounts Payable	\$ -	\$ -	Accounts Payable	\$ 3,901	\$ -	
1-15	Accrued Payroll and Related Liabilities	\$ -	\$ -	Accrued Payroll and Related Liabilities	\$ -	\$ -	
1-16	Accrued Interest Payable	\$ -	\$ -	Accrued Interest Payable	\$ 4,807	\$ -	
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	\$ -	\$ -	TOTAL CURRENT LIABILITIES	\$ 8,708	\$ -	
1-20	All Other Liabilities (specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-4)	\$ 1,142,026	\$ -	
1-21		\$ -	\$ -	Other Liabilities (specify)	\$ -	\$ -	
1-22		\$ -	\$ -		\$ -	\$ -	
1-23		\$ -	\$ -		\$ -	\$ -	
1-24		\$ -	\$ -		\$ -	\$ -	
1-25		\$ -	\$ -		\$ -	\$ -	
1-26		\$ -	\$ -		\$ -	\$ -	
1-27		\$ -	\$ -		\$ -	\$ -	
1-28	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ -	\$ -	(add lines 1-19 through 1-27) TOTAL LIABILITIES	\$ 1,150,734	\$ -	
1-29	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ -	\$ -	TOTAL DEFERRED INFLOWS OF RESOURCES	\$ 84,046	\$ -	
Fund Balance				Net Position			
1-30	Nonspendable Prepaid	\$ -	\$ -	Net Investment in Capital Assets	\$ 320,821	\$ -	
1-31	Nonspendable Inventory	\$ -	\$ -				
1-32	Restricted (specify):	\$ -	\$ -	Emergency Reserves	\$ 2,739	\$ -	
1-33	Committed: (specify)	\$ -	\$ -	Other Designations/Reserves	\$ -	\$ -	
1-34	Assigned (specify)	\$ -	\$ -	Restricted	\$ 43,132	\$ -	
1-35	Unassigned:	\$ -	\$ -	Undesignated/Unreserved/Unrestricted	\$ 227,367	\$ -	
1-36	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL FUND BALANCE	\$ -	\$ -	Add lines 1-30 through 1-35 This total should be the same as line 3-33 TOTAL NET POSITION	\$ 594,059	\$ -	
1-37	Add lines 1-28, 1-29 and 1-36 This total should be the same as line 1-13 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 TOTAL LIABILITIES, DEFERRED INFLOWS, AND NET POSITION	\$ 1,828,839	\$ -	

See Accountant's Compilation Report

PART 2 - FINANCIAL STATEMENTS - OPERATING STATEMENT - REVENUES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Water Utility Fund	Fund*	
Tax Revenue				Tax Revenue			
2-1	Property	\$ -	\$ -	Property	\$ 76,028	\$ -	
2-2	Specific Ownership	\$ -	\$ -	Specific Ownership	\$ 15,224	\$ -	
2-3	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-4	Other Tax Revenue (specify):	\$ -	\$ -	Other Tax Revenue (specify):	\$ -	\$ -	
2-5		\$ -	\$ -		\$ -	\$ -	
2-6		\$ -	\$ -		\$ -	\$ -	
2-7		\$ -	\$ -		\$ -	\$ -	
2-8	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ -	\$ -	Add lines 2-1 through 2-7 TOTAL TAX REVENUE	\$ 91,252	\$ -	
2-9	Licenses and Permits	\$ -	\$ -	Licenses and Permits	\$ -	\$ -	
2-10	Highway Users Tax Funds (HUTF)	\$ -	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
2-11	Conservation Trust Funds (Lottery)	\$ -	\$ -	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-12	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-13	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ -	\$ -	
2-14	Grants	\$ -	\$ -	Grants	\$ -	\$ -	
2-15	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
2-16	Charges for Sales and Services	\$ -	\$ -	Charges for Sales and Services	\$ 176,397	\$ -	
2-17	Rental Income	\$ -	\$ -	Rental Income	\$ -	\$ -	
2-18	Fines and Forfeits	\$ -	\$ -	Fines and Forfeits	\$ -	\$ -	
2-19	Interest/Investment Income	\$ -	\$ -	Interest/Investment Income	\$ 304	\$ -	
2-20	Tap Fees	\$ -	\$ -	Tap Fees	\$ 15,000	\$ -	
2-21	Developer Advances	\$ -	\$ -	Developer Advances	\$ -	\$ -	
2-22	All Other (specify):	\$ -	\$ -	All Other (specify):	\$ -	\$ -	
2-23		\$ -	\$ -		\$ -	\$ -	
2-24	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ -	\$ -	Add lines 2-8 through 2-23 TOTAL REVENUES	\$ 282,953	\$ -	
Other Financing Sources				Other Financing Sources			
2-25	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-26	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-27	Other (specify):	\$ -	\$ -	Other (specify):	\$ -	\$ -	
2-28	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-25 through 2-27 TOTAL OTHER FINANCING SOURCES	\$ -	\$ -	
2-29	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ -	\$ -	Add lines 2-24 and 2-28 TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 282,953	\$ -	GRAND TOTALS

IF GRAND TOTAL REVENUES AND OTHER FINANCING SOURCES for all funds (Line 2-29) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 3 - FINANCIAL STATEMENTS - OPERATING STATEMENT - EXPENDITURES

Line #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds		Please use this space to provide explanation of any items on this page
		Fund*	Fund*		Water Utility Fund	Fund*	
Expenditures				Expenditures			
3-1	General Government	\$ -	\$ -	General Operating & Administrative	\$ 20,436	\$ -	
3-2	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -	
3-3	Law Enforcement	\$ -	\$ -	Payroll Taxes	\$ -	\$ -	
3-4	Fire	\$ -	\$ -	Contract Services	\$ 42,754	\$ -	
3-5	Highways & Streets	\$ -	\$ -	Employee Benefits	\$ -	\$ -	
3-6	Solid Waste	\$ -	\$ -	Insurance	\$ -	\$ -	
3-7	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	Accounting and Legal Fees	\$ 9,892	\$ -	
3-8	Health	\$ -	\$ -	Repair and Maintenance	\$ 30,372	\$ -	
3-9	Culture and Recreation	\$ -	\$ -	Supplies	\$ 9,157	\$ -	
3-10	Other (specify):	\$ -	\$ -	Utilities	\$ 18,512	\$ -	
3-11		\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-12		\$ -	\$ -	Other (specify): County Treasurer's Fees	\$ 2,242	\$ -	
3-13		\$ -	\$ -		\$ -	\$ -	
3-14	Capital Outlay	\$ -	\$ -	Capital Outlay	\$ -	\$ -	
	Debt Service			Debt Service			
3-15	Principal	\$ -	\$ -	Principal	\$ 90,767	\$ -	
3-16	Interest	\$ -	\$ -	Interest	\$ 51,570	\$ -	
3-17	Bond Issuance Costs	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -	
3-18	Developer Principal Repayments	\$ -	\$ -	Developer Principal Repayments	\$ -	\$ -	
3-19	Developer Interest Repayments	\$ -	\$ -	Developer Interest Repayments	\$ -	\$ -	
3-20	All Other (specify):	\$ -	\$ -	All Other (specify):	\$ -	\$ -	
3-21		\$ -	\$ -		\$ -	\$ -	
3-22	Add lines 3-1 through 3-21			Add lines 3-1 through 3-21			
	TOTAL EXPENDITURES	\$ -	\$ -	TOTAL EXPENDITURES	\$ 275,702	\$ -	\$ 275,702
3-23	Interfund Transfers (In)	\$ -	\$ -	Net Interfund Transfers (In)	\$ -	\$ -	
3-24	Interfund Transfers Out	\$ -	\$ -	Net Interfund Transfers Out	\$ -	\$ -	
3-25	Other Expenditures (Revenues):	\$ -	\$ -	Depreciation	\$ 34,608	\$ -	
3-26		\$ -	\$ -	Other Financing Sources (Uses) (from line 2-28)	\$ -	\$ -	
3-27		\$ -	\$ -	Capital Outlay (from line 3-14)	\$ -	\$ -	
3-28		\$ -	\$ -	Debt Principal (from line 3-15)	\$ 90,767	\$ -	
3-29	(Add lines 3-23 through 3-28)			(Line 3-26, plus line 3-27, less line 3-24, less line 3-25)			
	TOTAL TRANSFERS AND OTHER EXPENDITURES	\$ -	\$ -	TOTAL GAAP RECONCILING ITEMS	\$ 56,159	\$ -	
3-30	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures Line 2-29, less line 3-22, plus line 3-29	\$ -	\$ -	Net Increase (Decrease) in Net Position Line 2-29, less line 3-22, plus line 3-29, plus line 3-23, less line 3-24	\$ 63,410	\$ -	
3-31	Fund Balance, January 1 from December 31 prior year report	\$ -	\$ -	Net Position, January 1 from December 31 prior year report	\$ 530,649	\$ -	
3-32	Prior Period Adjustment (MUST explain)	\$ -	\$ -	Prior Period Adjustment (MUST explain)	\$ -	\$ -	
3-33	Fund Balance, December 31			Net Position, December 31			
	Sum of Line 3-30, 3-31, and 3-32			Line 3-30 plus line 3-31	\$ 594,059	\$ -	
	This total should be the same as line 1-36.	\$ -	\$ -	This total should be the same as line 1-36.	\$ 594,059	\$ -	

IF GRAND TOTAL EXPENDITURES for all funds (Line 3-22) are GREATER than \$750,000 - STOP. You may not use this form. An audit may be required. See Section 29-1-604, C.R.S., or contact the OSA Local Government Division at (303) 869-3000 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.

YES NO

Please use this space to provide any explanations or comments:

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

4-4 Please complete the following debt schedule, if applicable: (please only include principal amounts)

	Outstanding at beginning of year*	Issued during year	Retired during year	Outstanding at year-end
General obligation bonds	\$ 1,075,000	\$ -	\$ 68,000	\$ 1,007,000
Revenue bonds	\$ -	\$ -	\$ -	\$ -
Notes/Loans	\$ -	\$ -	\$ -	\$ -
Leases	\$ 157,793	\$ -	\$ 22,767	\$ 135,026
Developer Advances	\$ -	\$ -	\$ -	\$ -
Other (specify):	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ 1,232,793	\$ -	\$ 90,767	\$ 1,142,026

*must agree to prior year ending balance

Please answer the following questions by marking the appropriate boxes.

YES NO

- 4-5 Does the entity have any authorized, but unissued, debt? YES NO
 How much?

\$	64,000
----	--------

 Date the debt was authorized:

11/5/2008

- 4-6 Does the entity intend to issue debt within the next calendar year? YES NO
 How much?

\$	-
----	---
- 4-7 Does the entity have debt that has been refinanced that it is still responsible for? YES NO
 What is the amount outstanding?

\$	-
----	---
- 4-8 Does the entity have any lease agreements? YES NO
 What is being leased?

Water Tank Refurbishment

 What is the original date of the lease?

3/17/16 & 11/17/16

 Number of years of lease?

8 years - both mature in 2023

 Is the lease subject to annual appropriation? YES NO
 What are the annual lease payments?

\$	26,613
----	--------
- 4-9 Does the entity have a certified mill levy? YES NO
 Please provide the following mills levied for the year reported (do not enter \$ amounts):

Bond Redemption	0.000
General/Other	8.000
TOTAL	8.000

PART 5 - CASH AND INVESTMENTS

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

AMOUNT TOTAL

Please use this space to provide any explanations or comments:

5-1 YEAR-END Total of ALL Checking and Savings accounts	\$ 241,748	
5-2 Certificates of deposit	\$ 30,240	
TOTAL CASH DEPOSITS		\$ 271,988
Investments (if investment is a mutual fund, please list underlying investments):		
5-3	\$ -	
	\$ -	
	\$ -	
	\$ -	
TOTAL INVESTMENTS		\$ -
TOTAL CASH AND INVESTMENTS		\$ 271,988

Please answer the following question by marking in the appropriate box

YES NO N/A

- 5-4 Are the entity's Investments legal in accordance with Section 24-75-601, et. seq., C.R.S.? YES NO N/A
- 5-5 Are the entity's deposits in an eligible (Public Deposit Protection Act) public depository (Section 11-10.5-101, et seq. C.R.S.)? If no, MUST explain: YES NO N/A

PART 6 - CAPITAL ASSETS

Please answer the following question by marking in the appropriate box YES NO Please use this space to provide any explanations or comments:

6-1 Does the entity have capitalized assets? YES NO

6-2 Has the entity performed an annual inventory of capital assets in accordance with Section 29-1-506, C.R.S.? If no, MUST explain: YES NO

6-3 Complete the following Capital Assets table for GOVERNMENTAL 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 (Enter a negative, or credit, balance)	\$ -	\$ -	\$ -	\$ -
TOTAL	\$ -	\$ -	\$ -	\$ -

6-4 Complete the following Capital Assets table for PROPRIETARY FUNDS:

	Balance - beginning of the year*	Additions	Deletions	Year-End Balance
Land	\$ 96,000	\$ -	\$ -	\$ 96,000
Buildings	\$ 25,151	\$ -	\$ -	\$ 25,151
Machinery and equipment	\$ 141,622	\$ -	\$ -	\$ 141,622
Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
Infrastructure	\$ 596,250	\$ -	\$ -	\$ 596,250
Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
Other (explain): Water Rights	\$ 845,873	\$ -	\$ -	\$ 845,873
Accumulated Depreciation (Enter a negative, or credit, balance)	\$ (207,441)	\$ (34,608)	\$ -	\$ (242,049)
TOTAL	\$ 1,497,455	\$ (34,608)	\$ -	\$ 1,462,847

*must agree to prior year ending balance

PART 7 - PENSION INFORMATION

Please answer the following question by marking in the appropriate box YES NO Please use this space to provide any explanations or comments:

7-1 Does the entity have an "old hire" firemen's pension plan? YES NO

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

If yes: Who administers the plan?

Indicate the contributions from:

Tax (property, SO, sales, etc.):

State contribution amount:

Other (gifts, donations, etc.):

TOTAL

What is the monthly benefit paid for 20 years of service per retiree as of Jan 1?

PART 8 - BUDGET INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	N/A	Please use this space to provide any explanations or comments: NOTE: The District budgeted and appropriated for a General Fund (\$285,654), a Capital Projects Fund (\$22,266) and a Debt Service Fund (\$115,838). However for financial reporting the District combines these funds into a single Water Utility Fund.
8-1	Did the entity file a current year budget with the Department of Local Affairs, in accordance with Section 29-1-113 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
8-2	Did the entity pass an appropriations resolution in accordance with Section 29-1-108 C.R.S.? If no, MUST explain:	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

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

Fund Name	Budgeted Expenditures
Water Utility Fund (Combined General, Capital Projects and Debt Service Funds)	\$ 423,758
	\$ -
	\$ -
	\$ -

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

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]? Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.	<input checked="" type="checkbox"/>	<input type="checkbox"/>	

PART 10 - GENERAL INFORMATION

Please answer the following question by marking in the appropriate box		YES	NO	Please use this space to provide any explanations or comments:
10-1	Is this application for a newly formed governmental entity? If yes: Date of formation: <input style="width: 100px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
10-2	Has the entity changed its name in the past or current year? If Yes: NEW name <input style="width: 100px;" type="text"/> PRIOR name <input style="width: 100px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
10-3	Is the entity a metropolitan district?	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
10-4	Please indicate what services the entity provides: <input style="width: 100px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
10-5	Does the entity have an agreement with another government to provide services? If yes: List the name of the other governmental entity and the services provided: <input style="width: 100px;" type="text"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	

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

OSA USE ONLY

Entity Wide:	General Fund	Governmental Funds	Notes
Unrestricted Cash & Investments	\$ 271,988	- Total Tax Revenue	-
Current Liabilities	\$ 8,708	- Revenue Paying Debt Service	-
Deferred Inflow	\$ 84,046	- Total Revenue	-
		- Total Debt Service Principal	-
		- Total Debt Service Interest	-
Governmental			
Total Cash & Investments	\$	- Enterprise Funds	
Transfers In	\$	Net Position	\$ 594,059
Transfers Out	\$	PY Net Position	\$ 530,649
Property Tax	\$	- Government-Wide	
Debt Service Principal	\$	Total Outstanding Debt	\$ 1,142,026
Total Expenditures	\$	Authorized but Unissued	\$ 64,000
Total Developer Advances	\$	Cash & Investments	\$ 271,988
Total Developer Repayments	\$	Principal Expense	\$ 90,767

See Accountant's Compilation Report

PART 12 - GOVERNING BODY APPROVAL

Please answer the following question by marking in the appropriate box

YES NO

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

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

Policy - Requirements

The Office of the State Auditor Local Government Audit Division may accept an electronic submission of an application for exemption from audit that includes governing board signatures obtained through a program such as DocuSign or Echosign. Required elements and safeguards are as follows:

- The preparer of the application is responsible for obtaining board signatures that comply with the requirement in Section 29-1-604 (3), C.R.S., that states the application shall be personally reviewed, approved, and signed by a majority of the members of the governing body.
- The application must be accompanied by the signature history document created by the electronic signature software. The signature history document must show when the document was created and when the document was emailed to the various parties, and include the dates the individual board members signed the document. The signature history must also show the individuals' email addresses and IP address.
- Office of the State Auditor staff will not coordinate obtaining signatures.

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

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

Below is the certification and approval of the governing 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 \$750,000 or less must have an application prepared by an independent accountant with knowledge of governmental accounting; completed to the best of their knowledge and is accurate and true. Use additional pages if needed.

Print the names of all current governing board members below.

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

Board Member	Print Board Member's Name	I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____
1	Gary McIntyre	I, Gary McIntyre, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Gary McIntyre</u> Date: <u>3/17/2018</u> My term Expires: <u>May 2018</u>
2	Lyle Penner	I, Lyle Penner, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Lyle Penner</u> Date: <u>3/19/2018</u> My term Expires: <u>May 2018</u>
3	Glenn Smith	I, Glenn Smith, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed <u>Glenn Smith</u> Date: <u>3/15/2018</u> My term Expires: <u>May 2020</u>
4	Tom Cornelius	I, Tom Cornelius, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: <u>May 2020</u>
5	Dave Lunka	I, Dave Lunka, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: <u>May 2020</u>
6		I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____
7		I, _____, attest that I am a duly elected or appointed board member, and that I have personally reviewed and approve this application for exemption from audit. Signed _____ Date: _____ My term Expires: _____

See Accountant's Compilation Report

Deer Creek Water District
General Obligation Tax Bonds
Series 2009

NET DEBT SERVICE SCHEDULE						Annual	Principal Bal.	
Pmt. #	Date	Principal	Coupon	Interest	Resrve Fund	Debt Service	Debt Service	Principal Bal.
	3/4/2009							\$1,536,000.00
1	6/15/2009	\$0.00	4.45%	\$19,176.53 *		\$19,176.53		\$1,536,000.00
2	12/15/2009	\$62,000.00	4.45%	\$34,176.00 **		\$96,176.00	\$115,352.53	\$1,474,000.00
3	6/15/2010	\$0.00	4.45%	\$32,796.50	\$ -	\$32,796.50		\$1,474,000.00
4	12/15/2010	\$50,000.00	4.45%	\$32,796.50	\$ -	\$82,796.50	\$115,593.00	\$1,424,000.00
5	6/15/2011	\$0.00	4.45%	\$31,684.00	\$ -	\$31,684.00		\$1,424,000.00
6	12/15/2011	\$52,000.00	4.45%	\$31,684.00	\$ -	\$83,684.00	\$115,368.00	\$1,372,000.00
7	6/15/2012	\$0.00	4.45%	\$30,527.00	\$ -	\$30,527.00		\$1,372,000.00
8	12/15/2012	\$54,000.00	4.45%	\$30,527.00	\$ -	\$84,527.00	\$115,054.00	\$1,318,000.00
9	6/15/2013	\$0.00	4.45%	\$29,325.50	\$ -	\$29,325.50		\$1,318,000.00
10	12/15/2013	\$57,000.00	4.45%	\$29,325.50	\$ -	\$86,325.50	\$115,651.00	\$1,261,000.00
11	6/15/2014	\$0.00	4.45%	\$28,057.25	\$ -	\$28,057.25		\$1,261,000.00
12	12/15/2014	\$59,000.00	4.45%	\$28,057.25	\$ -	\$87,057.25	\$115,114.50	\$1,202,000.00
13	6/15/2015	\$0.00	4.45%	\$26,744.50	\$ -	\$26,744.50		\$1,202,000.00
14	12/15/2015	\$62,000.00	4.45%	\$26,744.50	\$ -	\$88,744.50	\$115,489.00	\$1,140,000.00
15	6/15/2016	\$0.00	4.45%	\$25,365.00	\$ -	\$25,365.00		\$1,140,000.00
16	12/15/2016	\$65,000.00	4.45%	\$25,365.00	\$ -	\$90,365.00	\$115,730.00	\$1,075,000.00
17	6/15/2017	\$0.00	4.45%	\$23,918.75	\$ -	\$23,918.75		\$1,075,000.00
18	12/15/2017	\$68,000.00	4.45%	\$23,918.75	\$ -	\$91,918.75	\$115,837.50	\$1,007,000.00
19	6/15/2018	\$0.00	4.45%	\$22,405.75	\$ -	\$22,405.75		\$1,007,000.00
20	12/15/2018	\$71,000.00	4.45%	\$22,405.75	\$ -	\$93,405.75	\$115,811.50	\$936,000.00
21	6/15/2019	\$0.00	4.45%	\$20,826.00	\$ -	\$20,826.00		\$936,000.00
22	12/15/2019	\$74,000.00	4.45%	\$20,826.00	\$ -	\$94,826.00	\$115,652.00	\$862,000.00
23	6/15/2020	\$0.00	4.45%	\$19,179.50	\$ -	\$19,179.50		\$862,000.00
24	12/15/2020	\$77,000.00	4.45%	\$19,179.50	\$ -	\$96,179.50	\$115,359.00	\$785,000.00
25	6/15/2021	\$0.00	4.45%	\$17,466.25	\$ -	\$17,466.25		\$785,000.00
26	12/15/2021	\$81,000.00	4.45%	\$17,466.25	\$ -	\$98,466.25	\$115,932.50	\$704,000.00
27	6/15/2022	\$0.00	4.45%	\$15,664.00	\$ -	\$15,664.00		\$704,000.00
28	12/15/2022	\$84,000.00	4.45%	\$15,664.00	\$ -	\$99,664.00	\$115,328.00	\$620,000.00
29	6/15/2023	\$0.00	4.45%	\$13,795.00	\$ -	\$13,795.00		\$620,000.00
30	12/15/2023	\$88,000.00	4.45%	\$13,795.00	\$ -	\$101,795.00	\$115,590.00	\$532,000.00
31	6/15/2024	\$0.00	4.45%	\$11,837.00	\$ -	\$11,837.00		\$532,000.00
32	12/15/2024	\$92,000.00	4.45%	\$11,837.00	\$ -	\$103,837.00	\$115,674.00	\$440,000.00
33	6/15/2025	\$0.00	4.45%	\$9,790.00	\$ -	\$9,790.00		\$440,000.00
34	12/15/2025	\$96,000.00	4.45%	\$9,790.00	\$ -	\$105,790.00	\$115,580.00	\$344,000.00
35	6/15/2026	\$0.00	4.45%	\$7,654.00	\$ -	\$7,654.00		\$344,000.00
36	12/15/2026	\$100,000.00	4.45%	\$7,654.00	\$ -	\$107,654.00	\$115,308.00	\$244,000.00
37	6/15/2027	\$0.00	4.45%	\$5,429.00	\$ -	\$5,429.00		\$244,000.00
38	12/15/2027	\$105,000.00	4.45%	\$5,429.00	\$ -	\$110,429.00	\$115,858.00	\$139,000.00
39	6/15/2028	\$0.00	4.45%	\$3,092.75	\$ -	\$3,092.75		\$139,000.00
40	12/15/2028	\$139,000.00	4.45%	\$3,092.75	\$ (29,040.00)	\$113,052.75	\$116,145.50	\$0.00
		\$1,536,000.00		\$804,468.03	(\$29,040.00)	\$2,311,428.03		

* Payment number 1 is estimated to be funded from Capitalized Interest.
 ** Payment number 2 is estimated to be partially funded from Capitalized Interest.

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AMORTIZATION SCHEDULE

Name of Lessee: Deer Creek Water District
 Name of Lessor: BOK Financial Equipment Finance, Inc.
 Principal Amount of Lease: \$91,767.61
 Interest Rate on Lease: 2.82%
 Payments: Semi-Annually in Arrears
 Payment Amount: \$7,269.02
 Interest Start Date: March 17, 2016

Date	Payment	Interest	Principal	Ending Balance
3/17/2016	\$ 0.00	\$ 0.00	\$(91,767.61)	\$91,767.61
9/17/2016	\$7,269.02	\$1,293.92	\$5,975.09	\$85,792.52
3/17/2017	\$7,269.02	\$1,209.67	\$6,059.34	\$79,733.17
9/17/2017	\$7,269.02	\$1,124.24	\$6,144.78	\$73,588.39
3/17/2018	\$7,269.02	\$1,037.60	\$6,231.42	\$67,356.97
9/17/2018	\$7,269.02	\$949.73	\$6,319.28	\$61,037.69
3/17/2019	\$7,269.02	\$860.63	\$6,408.39	\$54,629.30
9/17/2019	\$7,269.02	\$770.27	\$6,498.74	\$48,130.56
3/17/2020	\$7,269.02	\$678.64	\$6,590.38	\$41,540.18
9/17/2020	\$7,269.02	\$585.72	\$6,683.30	\$34,856.88
3/17/2021	\$7,269.02	\$491.48	\$6,777.54	\$28,079.34
9/17/2021	\$7,269.02	\$395.92	\$6,873.10	\$21,206.25
3/17/2022	\$7,269.02	\$299.01	\$6,970.01	\$14,236.24
9/17/2022	\$7,269.02	\$200.73	\$7,068.29	\$ 7,167.95
3/17/2023	\$7,269.02	\$101.07	\$7,167.95	\$ 0.00
Total	\$101,766.24	\$9,998.63	\$ 0.00	

NOTE: All figures shown on this Spreadsheet are based upon current interest rates and historical expenses associated with similar lease purchase obligations. They are CERTAIN to change before the date interest starts on the lease. These figures should not be considered a prediction of the actual associated with the lease. They are only a best estimate of current costs.

LESSOR'S ACCEPTANCE:
 BOK Financial Equipment Finance, Inc.

By: 
 Zane Burgess, President

Date: _____

LESSEE'S ACCEPTANCE:
 Deer Creek Water District

By: 
 Bruce L. McQuaid, Chairman & President

Date: 3-30-16

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AMORTIZATION SCHEDULE

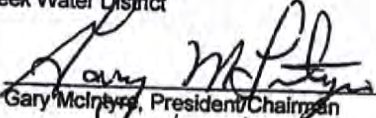
Name of Lessee: Deer Creek Water District
 Name of Lessor: BOK Financial Equipment Finance, Inc.
 Principal Amount of Lease: \$72,000.00
 Interest Rate on Lease: 2.64%
 Payments: Semi-Annually in Arrears
 Payment Amount: \$6,037.30
 Interest Start Date: November 17, 2016

Date	Payment	Interest	Principal	Ending Balance
11/17/2016	\$ 0.00	\$ 0.00	\$(72,000.00)	\$72,000.00
3/17/2017	\$6,037.30	\$633.60	\$5,403.70	\$66,596.30
9/17/2017	\$6,037.30	\$879.07	\$5,158.23	\$61,438.07
3/17/2018	\$6,037.30	\$810.98	\$5,226.32	\$56,211.76
9/17/2018	\$6,037.30	\$742.00	\$5,295.30	\$50,916.46
3/17/2019	\$6,037.30	\$672.10	\$5,365.20	\$45,551.25
9/17/2019	\$6,037.30	\$601.28	\$5,436.02	\$40,115.23
3/17/2020	\$6,037.30	\$529.52	\$5,507.78	\$34,607.46
9/17/2020	\$6,037.30	\$456.82	\$5,580.48	\$29,026.98
3/17/2021	\$6,037.30	\$383.16	\$5,654.14	\$23,372.83
9/17/2021	\$6,037.30	\$308.52	\$5,728.78	\$17,644.06
3/17/2022	\$6,037.30	\$232.90	\$5,804.40	\$11,839.66
9/17/2022	\$6,037.30	\$156.28	\$5,881.01	\$5,958.64
3/17/2023	\$6,037.30	\$78.65	\$5,958.64	\$ 0.00
Total	\$78,484.88	\$6,484.88	\$ 0.00	

LESSOR'S ACCEPTANCE:
 BOK Financial Equipment Finance, Inc.

By: _____
 Zane Burgess, President
 Date: _____

LESSEE'S ACCEPTANCE:
 Deer Creek Water District

By: 
 Gary McIntyre, President/Chairman
 Date: 11/17/16

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Certificate Of Completion

Envelope Id: 650735D67F774FE28D4495A2B825416C
 Subject: Please DocuSign: Deer Creek Water District 12-31-17 Exemption from Audit.pdf
 Source Envelope:
 Document Pages: 12 Signatures: 3
 Certificate Pages: 2 Initials: 0
 AutoNav: Enabled
 Envelopeld Stamping: Enabled
 Time Zone: (UTC-08:00) Pacific Time (US & Canada)

Status: Sent

Envelope Originator:
 Neil Schilling
 PO Box 631579
 nil
 Littleton, CO 80163
 neilschilling@schillingcpas.com
 IP Address: 67.176.119.229

Record Tracking

Status: Original
 3/15/2018 9:43:40 AM

Holder: Neil Schilling
 neilschilling@schillingcpas.com

Location: DocuSign

Signer Events

Dave Lunka
 dlunka@q.com
 Security Level: Email, Account Authentication (None)
Electronic Record and Signature Disclosure:
 Not Offered via DocuSign

Gary McIntyre
 ggmccintyre01@gmail.com
 Security Level: Email, Account Authentication (None)

Electronic Record and Signature Disclosure:
 Not Offered via DocuSign

Glenn Smith
 gesmit13@hotmail.com
 Security Level: Email, Account Authentication (None)

Electronic Record and Signature Disclosure:
 Not Offered via DocuSign

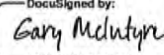
Lyle Penner
 lpenner6@msn.com
 Security Level: Email, Account Authentication (None)

Electronic Record and Signature Disclosure:
 Not Offered via DocuSign

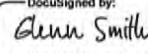
Tom Cornelius
 my5acres@hotmail.com
 Security Level: Email, Account Authentication (None)

Electronic Record and Signature Disclosure:
 Not Offered via DocuSign

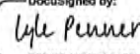
Signature

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Using IP Address: 71.218.77.79

Timestamp

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In Person Signer Events

Signature

Timestamp