

TOWN OF OPHIR



Box 683 • Ophir, Colo. 81426

**TOWN OF OPHIR
RESOLUTION 2012-5
Resolution For Exemption From Audit
(Pursuant to Section 29-1-604, C.R.S.)**

**A RESOLUTION APPROVING AN EXEMPTION FROM AUDIT FOR FISCAL YEAR
2011 FOR THE TOWN OF OPHIR, STATE OF COLORADO**

WHEREAS, the General Assembly of the Town of Ophir wishes to claim exemption from the audit requirements of Section 29-1-603, C.R.S.; and

WHEREAS, Section 29-1-603, 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

WHEREAS, neither revenues nor expenditures for Town of Ophir exceeded \$500,000 for Fiscal Year 2011; and

WHEREAS, an application for exemption from audit for Town of Ophir has been prepared by Johnson & Associates, 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 by the General Assembly of the Town of Ophir that the application for exemption from audit for Town of Ophir for the fiscal year ended December 31, 2011, has been personally reviewed and is hereby approved by a majority of the General Assembly of the Town of Ophir; that those members of the General Assembly have signified their approval by signing below; and that this resolution shall be attached to, and shall become part of, the application for exemption from audit of the Town of Ophir for the fiscal year ended December 31, 2011.

Applying for Exemption from Audit

In accordance with 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 revenues or expenditures for the fiscal year are not more than \$500,000. This means that neither revenues nor expenditures can exceed \$500,000 in the fiscal year.

General Instructions READ ALL INSTRUCTIONS BEFORE COMPLETING OR SUBMITTING THIS FORM

Exemptions from audit are not automatic. Every year, in order to be exempt from audit, the local government must complete an Application for Exemption from Audit and submit it to the Office of the State Auditor. An exemption from audit is only granted upon the review and approval of the Office of the State Auditor.

The application must be received and filed with the Office of the State Auditor within 3 months after the end of the fiscal year. The application must be received in our office on or before March 31 for governments with a December 31 fiscal year-end. **POSTMARK DATES WILL NOT BE CONSIDERED.**

The appropriate version of the Application for Exemption from Audit must be used.

Prior years' forms are obsolete and will not be accepted. Applications submitted on forms other than those prescribed by the State Auditor will also not be accepted.

The application must be fully and accurately completed.

The preparer must sign the application.

The application must be **personally reviewed and approved** by the governing body. Approval is evidenced by one of the following two methods:

1) If the completed application is going to be submitted electronically using **email** or **fax**, the application **MUST** include a resolution of the governing body that states the completed application was personally reviewed and approved by a majority of the body in an open public meeting. The resolution **MUST** include the signatures of a majority of the governing body (see sample resolution).

2) If the completed application is going to be submitted through postal mail (U.S. Post Office, UPS, FedEx), the application must include the original ink signatures of a majority of the governing body. **THE ORIGINAL AND ONE COPY MUST BE SUBMITTED.**

USE ONLY ONE OF THE ABOVE METHODS WHEN FILING THE APPLICATION.

The mailing address is:

Office of the State Auditor
Local Government Audit Division
225 E. 16th Ave., Suite 555
Denver, CO 80203

The fax number is: (303) 866-4062

The e-mail address is: OSA.LG@state.co.us

Two forms are available:

1) The "short form" should be submitted if both revenues and expenditures are less than or equal to \$100,000. **A preparer of the short form must be a person skilled in governmental accounting.**

2) The "long form" should be submitted if either revenues or expenditures are greater than \$100,000 but are less than or equal to \$500,000. **A preparer of the long form must be an independent accountant with knowledge of governmental accounting.**

Please call (303) 866-3338 if you need help completing the Application for Exemption from Audit forms.

Important: All Applications for Exemption from Audit are subject to review and approval by the Office of the State Auditor. Failure to file an application or denial of the request could cause the local government to lose its exemption from audit for that fiscal year and the ensuing fiscal year. In that case, an audit shall be required.

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:	Town of Ophir	For the Fiscal Year Ended December 31, 2011 or fiscal year ended:
Address:	P.O. Box 683 Ophir, CO 81426-0683	
Contact Person:	Randy Barnes	
Telephone:	970-728-4943	
Email:	admin@town-ophir.co.gov	
Fax:	970-728-2880	

Return to: Office of the State Auditor
Local Government Audit Division
225 E. 16th Ave., Suite 555
Denver, CO 80203
Fax: 303-866-4062
Email: OSA.LG@state.co.us
Call (303) 866-3338 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 fiscal 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: (See "Instructions" tab for additional information)

1. 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.
2. File this form with the Office of the State Auditor within **3 months** after the end of the fiscal year. For years ended December 31, the form **must** be received by the Office of the State Auditor by **March 31**.
3. The form **must** be completed by an independent accountant (separate from the entity) with knowledge of governmental accounting.
4. The application must be personally reviewed and approved by a majority of the governing body as evidenced by one of the following methods:
 - a. Resolution of the governing body - application may be emailed, faxed, or mailed.
 - b. Original signatures - application must be mailed. Email or fax will NOT be accepted.
5. The **preparer must sign** the application that is submitted in order for it to be accepted.
6. 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:	Dean Johnson
Title:	Principal
Firm Name (if applicable):	Johnson and Associates
Address:	6464 S. Quebec St., Suite 450, Centennial, CO 80111
Telephone Number:	303-694-2727
Date Prepared:	8/25/2012

Preparer Signature (Required):

Dean H Johnson

Relationship to entity: Independent accountant with knowledge of governmental accounting.

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 above what your relationship is with the entity.

PART 1 - Financial Statements - Balance Sheet

Ln #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds	
		General Fund*	Spec Revenue Fund*		Water Fund*	Fund*
1-1	Assets			Assets		
1-2	Cash & Cash Equivalents	\$ 33,112	\$ 100,367	Cash & Cash Equivalents	\$ 60,521	\$ -
1-3	Investments	\$ -	\$ -	Investments	\$ -	\$ -
1-4	Receivables	\$ 3,557	\$ -	Receivables	\$ -	\$ -
1-5	Due from Other Entities or Funds	\$ 168,641	\$ 42	Due from Other Entities or Funds	\$ -	\$ -
1-6	Other Assets (specify)	\$ -	\$ -	Capital Assets, net (from Part 6-2)	\$ 917,229	\$ -
1-7		\$ -	\$ -	Other Assets (specify)	\$ -	\$ -
1-8		\$ -	\$ -		\$ -	\$ -
1-9		\$ -	\$ -		\$ -	\$ -
1-10		\$ -	\$ -		\$ -	\$ -
1-11	Total Assets (add lines 1-2 through 1-10)	\$ 205,310	\$ 100,409	Total Assets (add lines 1-2 through 1-10)	\$ 977,750	\$ -
1-12	Liabilities and Fund Equity			Liabilities and Fund Equity		
1-13	Liabilities			Liabilities		
1-14	Accounts Payable	\$ 33,367	\$ -	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	\$ 60,521	\$ -
1-18	Other Liabilities (specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-1)	\$ 462,500	\$ -
1-19	Deferred Revenue	\$ 58,004	\$ -	Other Liabilities (specify)	\$ -	\$ -
1-20		\$ -	\$ -		\$ -	\$ -
1-21		\$ -	\$ -		\$ -	\$ -
1-22		\$ -	\$ -		\$ -	\$ -
1-23		\$ -	\$ -		\$ -	\$ -
1-24		\$ -	\$ -		\$ -	\$ -
1-25		\$ -	\$ -		\$ -	\$ -
1-26	Total Liabilities (add lines 1-14 through 1-25)	\$ 91,371	\$ -	Total Liabilities (add lines 1-14 through 1-25)	\$ 523,021	\$ -
1-27	Equity			Equity		
1-28				Investment in Capital Assets, Net of Debt	\$ 454,729	\$ -
1-29	Fund Equity			Fund Equity		
1-30	Emergency Reserves	\$ 6,848	\$ -	Emergency Reserves	\$ -	\$ -
1-31	Other Designations/Reserves	\$ -	\$ 100,409	Other Designations/Reserves	\$ -	\$ -
1-32	Restricted	\$ -	\$ -	Restricted	\$ -	\$ -
1-33	Undesignated/Unreserved/Unrestricted	\$ 107,091	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -
1-34	Total Equity (add lines 1-30 through 1-33) This total should be the same as line 3-33.	\$ 113,939	\$ 100,409	Total Equity (add lines 1-28 through 1-33) This total should be the same as line 3-33.	\$ 454,729	\$ -
1-35	Total Liabilities and Equity (add lines 1-26 and 1-34) This total should be the same as line 1-11.	\$ 205,310	\$ 100,409	Total Liabilities and Equity (add lines 1-26 and 1-34) This total should be the same as line 1-11.	\$ 977,750	\$ -

**Indicate Name of Fund*

Note: Attach additional sheets as necessary.

Please Check the box below to indicate the basis of accounting used to complete this form:

Accrual Basis

Cash Basis

Is this a change from last year?

Yes

No

PART 2 - Financial Statements - Operating Statement - Revenue

		Governmental Funds			Proprietary/Fiduciary Funds		Total of All Funds
		General Fund*	Spec Revenue Fund*		Water Fund*	Fund*	
2-1	Revenues and Other Financing Sources			Revenues and Other Financing Sources			
2-2	Taxes			Taxes			
2-3	Property	\$ 57,653	\$ -	Property	\$ -	\$ -	
2-4	Specific Ownership	\$ 1,459	\$ -	Specific Ownership	\$ -	\$ -	
2-5	Sales and Use Tax	\$ -	\$ -	Sales and Use Tax	\$ -	\$ -	
2-6	Other (specify) Real Estate Transfer	\$ 28,880	\$ -	Other (specify)	\$ -	\$ -	
2-7	Severance	\$ 985	\$ -		\$ -	\$ -	
2-8	Cigarette	\$ 35	\$ -		\$ -	\$ -	
2-9		\$ -	\$ -		\$ -	\$ -	
2-10	Licenses and Permits	\$ 980	\$ -	Licenses and Permits	\$ -	\$ -	
2-11	Intergovernmental			Intergovernmental			
2-12	Highway Users Tax Funds (HUTF)	\$ 6,476	\$ -	Highway Users Tax Funds (HUTF)	\$ -	\$ -	
2-13	Conservation Trust Funds (Lottery)	\$ -	\$ 1,467	Conservation Trust Funds (Lottery)	\$ -	\$ -	
2-14	Community Development Block Grant	\$ -	\$ -	Community Development Block Grant	\$ -	\$ -	
2-15	Fire & Police Pension	\$ -	\$ -	Fire & Police Pension	\$ -	\$ -	
2-16	Grants	\$ 2,391	\$ -	Grants	\$ 37,279	\$ -	
2-17	Donations	\$ -	\$ -	Donations	\$ -	\$ -	
2-18	Other (specify) Road & Bridge	\$ 5,904	\$ -	Other (specify)	\$ -	\$ -	
2-19		\$ -	\$ -		\$ -	\$ -	
2-20	Charges for Sales and Services	\$ 15,401	\$ -	Charges for Sales and Services	\$ 32,120	\$ -	
2-21	Rental Income	\$ 720	\$ -	Rental Income	\$ -	\$ -	
2-22	Fines and Forfeits	\$ 50	\$ -	Fines and Forfeits	\$ -	\$ -	
2-23	Interest/Investment Income	\$ 141	\$ -	Interest/Investment Income	\$ -	\$ -	
2-24	Tap Fees	\$ -	\$ -	Tap Fees	\$ -	\$ -	
2-25		\$ -	\$ -		\$ -	\$ -	
2-26	Total Revenues (Add lines 2-3 through 2-25)	\$ 121,075	\$ 1,467	Total Revenues (Add lines 2-3 through 2-25)	\$ 69,399	\$ -	
2-27	Other Financing Sources			Other Financing Sources			
2-28	Debt Proceeds	\$ -	\$ -	Debt Proceeds	\$ -	\$ -	
2-29	Proceeds from Sale of Capital Assets	\$ -	\$ -	Proceeds from Sale of Capital Assets	\$ -	\$ -	
2-30	Other (specify)	\$ -	\$ -	Other (specify)	\$ -	\$ -	
2-31	Total Other Financing Sources (Add lines 2-28 through 2-30)	\$ -	\$ -	Total Other Financing Sources (Add lines 2-28 through 2-30)	\$ -	\$ -	
2-32	Total Revenues and Other Financing Sources (Add lines 2-26 and 2-31)	\$ 121,075	\$ 1,467	Total Revenues and Other Financing Sources (Add lines 2-26 and 2-31)	\$ 69,399	\$ -	\$ 191,941

Note: If Total Revenues and Other Financing Sources - Total of All Funds (Line 2-32) 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) 866-3338 for assistance.

PART 3 - Financial Statements - Operating Statement - Expenditures

	Governmental Funds		Expenditures	Proprietary/Fiduciary Funds		Total of All Funds
	General Fund*	Spec Revenue Fund*		Water Fund*	Fund*	
3-1	Expenditures		Expenditures			
3-2	General Government	\$ 94,607	\$ -	General Operating & Administrative	\$ 22,342	\$ -
3-3	Judicial	\$ -	\$ -	Salaries	\$ -	\$ -
3-4	Public Safety			Payroll Taxes	\$ -	\$ -
3-5	Law Enforcement	\$ -	\$ -	Contract Services	\$ -	\$ -
3-6	Fire	\$ -	\$ -	Employee Benefits	\$ -	\$ -
3-7	Other (specify)	\$ -	\$ -	Insurance	\$ -	\$ -
3-8	Public Works			Accounting and Legal Fees	\$ -	\$ -
3-9	Highways & Streets	\$ 53,285	\$ -	Repair and Maintenance	\$ -	\$ -
3-10	Solid Waste	\$ -	\$ -	Supplies	\$ -	\$ -
3-11	Other (specify)	\$ -	\$ -	Utilities	\$ -	\$ -
3-12	Health	\$ -	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -
3-13	Culture and Recreation	\$ -	\$ 3,578	Other (specify)	\$ -	\$ -
3-14	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -		\$ -	\$ -
3-15	Capital Outlay	\$ -	\$ -	Capital Outlay	\$ -	\$ -
3-16	Debt Service			Debt Service		
3-17	Principal	\$ -	\$ -	Principal		\$ -
3-18	Interest	\$ -	\$ -	Interest	\$ -	\$ -
3-19	Bond Issuance Costs	\$ -	\$ -	Bond Issuance Costs	\$ -	\$ -
3-20	Other (specify)	\$ -	\$ -	Other (specify)	\$ -	\$ -
3-21		\$ -	\$ -		\$ -	\$ -
3-22		\$ -	\$ -		\$ -	\$ -
3-23	Total Expenditures (Add lines 3-2 through 3-22)	\$ 147,892	\$ 3,578	Total Expenditures (Add lines 3-2 through 3-22)	\$ 22,342	\$ -
3-24	Net Interfund Transfers In (Out)	\$ 17,996	\$ -	Net Interfund Transfers In (Out)	\$ 13,005	\$ -
3-25		\$ -	\$ -	Accrual Basis Reconciling Items		
3-26		\$ -	\$ -	Depreciation	\$ 6,543	\$ -
3-27		\$ -	\$ -	Other Financing Sources (from line 2-31)	\$ -	\$ -
3-28		\$ -	\$ -	Capital Outlay (from line 3-15)	\$ -	\$ -
3-29		\$ -	\$ -	Debt Principal (from line 3-17)	\$ -	\$ -
3-30		\$ -	\$ -	Total Reconciling Items (Line 3-28, plus line 3-29, less line 3-26, less line 3-27)	\$ (6,543)	\$ -
3-31	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures (Line 2-32, less line 3-23, plus lines 3-24 through 3-30)	\$ (8,821)	\$ (2,111)	Net Increase (Decrease) in Equity (Line 2-32, plus line 3-24, plus line 3-30, less line 3-23)	\$ 53,519	\$ -
3-32	Fund Equity, January 1 from December 31 prior year report	\$ 122,760	\$ 102,520	Fund Equity, January 1 from December 31 prior year report	\$ 401,210	\$ -
3-33	Fund Equity, December 31 (Line 3-31 plus line 3-32) This total should be the same as line 1-34.	\$ 113,939	\$ 100,409	Fund Equity, December 31 (Line 3-31 plus line 3-32) This total should be the same as line 1-34.	\$ 454,729	\$ -

Note: If Total Expenditures - Total of All Funds (Line 3-23) 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) 866-3338 for assistance.

PART 1 - Financial Statements - Balance Sheet

Ln #	Description	Governmental Funds		Description	Proprietary/Fiduciary Funds	
		Debt Service Fund*	Capital Projects Fund*		Fund*	Fund*
1-1	Assets			Assets		
1-2	Cash & Cash Equivalents	\$ 34,011	\$ 85,022	Cash & Cash Equivalents	\$ -	\$ -
1-3	Investments	\$ -	\$ -	Investments	\$ -	\$ -
1-4	Receivables	\$ 18,365	\$ -	Receivables	\$ -	\$ -
1-5	Due from Other Entities or Funds	\$ -	\$ -	Due from Other Entities or Funds	\$ -	\$ -
1-6	Other Assets (specify)	\$ -	\$ -	Capital Assets, net (from Part 6-2)	\$ -	\$ -
1-7		\$ -	\$ -	Other Assets (specify)	\$ -	\$ -
1-8		\$ -	\$ -		\$ -	\$ -
1-9		\$ -	\$ -		\$ -	\$ -
1-10		\$ -	\$ -		\$ -	\$ -
1-11	Total Assets (add lines 1-2 through 1-10)	\$ 52,376	\$ 85,022	Total Assets (add lines 1-2 through 1-10)	\$ -	\$ -
1-12	Liabilities and Fund Equity			Liabilities and Fund Equity		
1-13	Liabilities			Liabilities		
1-14	Accounts Payable	\$ -	\$ -	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	\$ 24,864	\$ -	Due to Other Entities or Funds	\$ -	\$ -
1-18	Other Liabilities (specify)	\$ -	\$ -	Proprietary Debt Outstanding (from Part 4-1)	\$ -	\$ -
1-19	Deferred Revenue	\$ 18,046	\$ -	Other Liabilities (specify)	\$ -	\$ -
1-20		\$ -	\$ -		\$ -	\$ -
1-21		\$ -	\$ -		\$ -	\$ -
1-22		\$ -	\$ -		\$ -	\$ -
1-23		\$ -	\$ -		\$ -	\$ -
1-24		\$ -	\$ -		\$ -	\$ -
1-25		\$ -	\$ -		\$ -	\$ -
1-26	Total Liabilities (add lines 1-14 through 1-25)	\$ 42,910	\$ -	Total Liabilities (add lines 1-14 through 1-25)	\$ -	\$ -
1-27	Equity			Equity		
1-28				Investment in Capital Assets, Net of Debt	\$ -	\$ -
1-29	Fund Equity			Fund Equity		
1-30	Emergency Reserves	\$ -	\$ -	Emergency Reserves	\$ -	\$ -
1-31	Other Designations/Reserves	\$ 9,466	\$ 85,022	Other Designations/Reserves	\$ -	\$ -
1-32	Restricted	\$ -	\$ -	Restricted	\$ -	\$ -
1-33	Undesignated/Unreserved/Unrestricted	\$ -	\$ -	Undesignated/Unreserved/Unrestricted	\$ -	\$ -
1-34	Total Equity (add lines 1-30 through 1-33) This total should be the same as line 3-33.	\$ 9,466	\$ 85,022	Total Equity (add lines 1-28 through 1-33) This total should be the same as line 3-33.	\$ -	\$ -
1-35	Total Liabilities and Equity (add lines 1-26 and 1-34) This total should be the same as line 1-11.	\$ 52,376	\$ 85,022	Total Liabilities and Equity (add lines 1-26 and 1-34) This total should be the same as line 1-11.	\$ -	\$ -

*Indicate Name of Fund

Note: Attach additional sheets as necessary.

Please Check the box below to indicate the basis of accounting used to complete this form:

Accrual Basis

Cash Basis

Is this a change from last year?

Yes

No

PART 2 - Financial Statements - Operating Statement - Revenue

	Governmental Funds		Proprietary/Fiduciary Funds	Total of All Funds
	Debt Service Fund*	Capital Projects Fund*		
2-1	Revenues and Other Financing Sources		Revenues and Other Financing Sources	
2-2	Taxes		Taxes	
2-3	\$ 18,089	\$ -	\$ -	
2-4	\$ 457	\$ -	\$ -	
2-5	\$ -	\$ -	\$ -	
2-6	\$ -	\$ -	\$ -	
2-7	\$ -	\$ -	\$ -	
2-8	\$ -	\$ -	\$ -	
2-9	\$ -	\$ -	\$ -	
2-10	\$ -	\$ -	\$ -	
2-11	Intergovernmental		Intergovernmental	
2-12	\$ -	\$ -	\$ -	
2-13	\$ -	\$ -	\$ -	
2-14	\$ -	\$ -	\$ -	
2-15	\$ -	\$ -	\$ -	
2-16	\$ -	\$ 87,244	\$ -	
2-17	\$ -	\$ -	\$ -	
2-18	\$ -	\$ -	\$ -	
2-19	\$ -	\$ -	\$ -	
2-20	\$ -	\$ -	\$ -	
2-21	\$ -	\$ -	\$ -	
2-22	\$ -	\$ -	\$ -	
2-23	\$ -	\$ -	\$ -	
2-24	\$ -	\$ -	\$ -	
2-25	\$ -	\$ -	\$ -	
2-26	\$ 18,546	\$ 87,244	\$ -	
2-27	Other Financing Sources		Other Financing Sources	
2-28	\$ -	\$ -	\$ -	
2-29	\$ -	\$ -	\$ -	
2-30	\$ -	\$ -	\$ -	
2-31	\$ -	\$ -	\$ -	
2-32	\$ 18,546	\$ 87,244	\$ -	\$ 105,790

Note: If Total Revenues and Other Financing Sources - Total of All Funds (Line 2-32) 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) 866-3338 for assistance.

PART 3 - Financial Statements - Operating Statement - Expenditures

	Governmental Funds		Expenditures	Proprietary/Fiduciary Funds		Total of All Funds
	Debt Service Fund*	Capital Projects Fund*		Fund*	Fund*	
3-1	Expenditures		Expenditures			
3-2	General Government	\$ -	General Operating & Administrative	\$ -	\$ -	
3-3	Judicial	\$ -	Salaries	\$ -	\$ -	
3-4	Public Safety		Payroll Taxes	\$ -	\$ -	
3-5	Law Enforcement	\$ -	Contract Services	\$ -	\$ -	
3-6	Fire	\$ -	Employee Benefits	\$ -	\$ -	
3-7	Other (specify)	\$ -	Insurance	\$ -	\$ -	
3-8	Public Works		Accounting and Legal Fees	\$ -	\$ -	
3-9	Highways & Streets	\$ -	Repair and Maintenance	\$ -	\$ -	
3-10	Solid Waste	\$ -	Supplies	\$ -	\$ -	
3-11	Other (specify)	\$ -	Utilities	\$ -	\$ -	
3-12	Health	\$ -	Contributions to Fire & Police Pension Assoc.	\$ -	\$ -	
3-13	Culture and Recreation	\$ -	Other (specify)	\$ -	\$ -	
3-14	Contributions to Fire & Police Pension Assoc.	\$ -		\$ -	\$ -	
3-15	Capital Outlay	\$ -	739	Capital Outlay	\$ -	\$ -
3-16	Debt Service			Debt Service		
3-17	Principal	\$ -		Principal	\$ -	\$ -
3-18	Interest	\$ -		Interest	\$ -	\$ -
3-19	Bond Issuance Costs	\$ -		Bond Issuance Costs	\$ -	\$ -
3-20	Other (specify)	\$ -		Other (specify)	\$ -	\$ -
3-21		\$ -			\$ -	\$ -
3-22		\$ -			\$ -	\$ -
3-23	Total Expenditures (Add lines 3-2 through 3-22)	\$ -	739	Total Expenditures (Add lines 3-2 through 3-22)	\$ -	\$ -
3-24	Net Interfund Transfers In (Out)	\$ -	(31,001)	Net Interfund Transfers In (Out)	\$ -	\$ -
3-25		\$ -		Accrual Basis Reconciling Items		
3-26		\$ -		Depreciation	\$ -	\$ -
3-27		\$ -		Other Financing Sources (from line 2-31)	\$ -	\$ -
3-28		\$ -		Capital Outlay (from line 3-15)	\$ -	\$ -
3-29		\$ -		Debt Principal (from line 3-17)	\$ -	\$ -
3-30		\$ -		Total Reconciling Items (Line 3-28, plus line 3-29, less line 3-26, less line 3-27)	\$ -	\$ -
3-31	Excess (Deficiency) of Revenues and Other Financing Sources Over (Under) Expenditures (Line 2-32, less line 3-23, plus lines 3-24 through 3-30)	\$ 18,546	\$ 55,504	Net Increase (Decrease) in Equity (Line 2-32, plus line 3-24, plus line 3-30, less line 3-23)	\$ -	\$ -
3-32	Fund Equity, January 1 from December 31 prior year report	\$ (9,080)	\$ 29,518	Fund Equity, January 1 from December 31 prior year report	\$ -	\$ -
3-33	Fund Equity, December 31 (Line 3-31 plus line 3-32) This total should be the same as line 1-34.	\$ 9,466	\$ 85,022	Fund Equity, December 31 (Line 3-31 plus line 3-32) This total should be the same as line 1-34.	\$ -	\$ -

Note: If Total Expenditures - Total of All Funds (Line 3-23) 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) 866-3338 for assistance.

PART 4 - DEBT OUTSTANDING, ISSUED AND RETIRED

Please answer the following questions by marking in the appropriate boxes.				Yes	No	
4-1	Does the entity have debt?			X		
If yes:	Is the debt repayment schedule attached? If no, please explain:			X		
	Please complete the following debt schedule, if applicable	Outstanding at beginning of fiscal year	Total issued during fiscal year (add)	Total retired during fiscal year (less)	Total outstanding at fiscal year-end	Governmental (G) or Proprietary (P)
	General Obligation Bonds	\$ -	\$ -	\$ -	\$ -	
	Revenue Bonds	\$ -	\$ -	\$ -	\$ -	
	Notes/Loans	\$ 487,500	\$ -	\$ 25,000	\$ 462,500	P
	Leases	\$ -	\$ -	\$ -	\$ -	
	Developer Advances	\$ -	\$ -	\$ -	\$ -	
	Other (specify):	\$ -	\$ -	\$ -	\$ -	
	Total	\$ 487,500	\$ -	\$ 25,000	\$ 462,500	

Please answer the following questions by marking in the appropriate boxes.				Yes	No
4-2	Does the entity have authorized, but unissued, debt?				X
If yes:	How much?	\$ -			
	Date the debt was authorized:				
4-3	Does the entity intend to issue debt within the next calendar year (2012)?				X
If yes:	How much?	\$ -			

Please answer the following questions by marking in the appropriate boxes.				Yes	No
4-4	Does the entity have debt that has been refinanced that it is still responsible for?				X
If yes:	What is the amount outstanding?	\$ -			

Please answer the following questions by marking in the appropriate boxes.				Yes	No
4-5	Does the entity have any lease agreements?				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?	\$ -			

PART 5 - CASH AND INVESTMENTS HELD AT END OF FISCAL YEAR

Please provide the entity's cash deposit and investment balances.			Amount	Total
5-1	Checking accounts		\$ 176,984	
5-2	Savings accounts		\$ 136,049	
5-3	Certificates of deposit		\$ -	
	Total Cash Deposits			\$ 313,033
	Investments (if investment is a mutual fund, please list underlying investments):			
5-4			\$ -	
5-5			\$ -	
5-6			\$ -	
5-7			\$ -	
	Total Investments			\$ -
	Total Cash and Investments			\$ 313,033
Please answer the following question by marking in the appropriate box			Yes	No
5-8	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	

PART 6 - CAPITAL ASSETS

		Beginning of the Year	Additions	Deletions	Year-End Balance
6-1	For Governmental Funds				
	Land	\$ 190,356	\$ 19,283	\$ -	\$ 209,639
	Buildings	\$ 489,824	\$ -	\$ -	\$ 489,824
	Machinery and equipment	\$ 56,711	\$ -	\$ -	\$ 56,711
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Accumulated depreciation	\$ (184,828)	\$ (13,018)	\$ -	\$ (197,846)
	Other	\$ -	\$ -	\$ -	\$ -
	Total for Governmental Funds	\$ 552,063	\$ 6,265	\$ -	\$ 558,328

		Beginning of the Year	Additions	Deletions	Year-End Balance
6-2	For Proprietary Funds				
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Infrastructure	\$ -	\$ -	\$ -	\$ -
	Accumulated depreciation	\$ (122,467)	\$ (6,543)	\$ -	\$ (129,010)
	Other	\$ 984,156	\$ 62,083	\$ -	\$ 1,046,239
	Total for Proprietary Funds	\$ 861,689	\$ 55,540	\$ -	\$ 917,229

Please answer the following question by marking in the appropriate box.		Yes	No
6-3	Has the entity performed an annual inventory of property and equipment (capital assets) in accordance with Section 29-1-506, C.R.S.? If no, please explain:	X	

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" fire 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, SO, sales, etc.):	\$ -	
	State contribution amount:	\$ -	
	Other (gifts, donations, etc.):	\$ -	
	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 questions by marking in the appropriate boxes.		Yes	No
8-1	Did the entity file a 2011 budget with the Department of Local Affairs? If no, please explain:	X	
If yes:	Please indicate the amount appropriated for each fund for 2011:		
	Fund Name	Budgeted 2011 Expenditures	
	GENERAL FUND AND DEBT SERVICE	\$ 180,553	
	CAPITAL PROJECTS	\$ 10,000	
	ENTERPRISE	\$ 27,333	
	SPECIAL REVENUE	\$ 1,250	

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

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)]? If no, please explain:	X	
<p>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.</p>			

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this entity a newly formed governmental entity?		X
If yes:	Date of formation:		
10-2	Is this a metropolitan district?		X
10-3	Please indicate what services the entity provides: Water, streets, garbage		
10-4	Does the entity have an agreement with another governmental entity to provide services?	X	
If yes:	List the name of the other governmental entity and the services provided: San Miguel County - Public Safety		
10-5	Has the district filed a <i>Title 32, Article 1 Special District Notice of Inactive Status</i> 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 - N/A
If yes:	Date Filed:		N/A

PART 11 - GOVERNING BODY APPROVAL

We, the undersigned, certify that this Application for Exemption from Audit has been:
 Prepared consistently with Section 29-1-604, C.R.S., which states that a governmental entity with revenue and expenditures at least \$100,000 but not more than \$500,000 must have an application prepared by an independent accountant with knowledge of governmental accounting;
 Completed to the best of our knowledge and is **accurate and true**; and
 Personally reviewed and approved by a **MAJORITY** of the governing body.

Note: Please list all current members of the governing body. Original signatures must be provided for a majority of the governing body, or a resolution may be provided in lieu of original signatures. (Please sign using blue ink.)

	Name (print names of all current members of the governing body)	Date Term Expires	Signatures of a majority of the governing body MUST BE ORIGINAL IF NO RESOLUTION IS INCLUDED
1			
2			
3			
4			
5			
6			
7			

**EXHIBIT C
DRINKING WATER REVOLVING FUND
ARRA
LOAN REPAYMENT SCHEDULE
TOWN OF OPHIR, COLORADO**

On or before the first of each date, commencing on November 1, 2010 the
Governmental Agency shall pay the amount set forth below:

LOAN DATE:	12/18/09
LOAN AMOUNT:	\$500,000
INTEREST RATE:	0.000%
TERM (YEARS):	20

PAYMENT DATES	PAYMENT	PRINCIPAL	REMAINING PRINCIPAL	CALCULATED INTEREST
			\$500,000.00	
12/1/2010	\$12,500.00	\$12,500.00	\$487,500.00	\$0.00
6/1/2011	\$12,500.00	\$12,500.00	\$475,000.00	\$0.00
12/1/2011	\$12,500.00	\$12,500.00	\$462,500.00	\$0.00
6/1/2012	\$12,500.00	\$12,500.00	\$450,000.00	\$0.00
12/1/2012	\$12,500.00	\$12,500.00	\$437,500.00	\$0.00
6/1/2013	\$12,500.00	\$12,500.00	\$425,000.00	\$0.00
12/1/2013	\$12,500.00	\$12,500.00	\$412,500.00	\$0.00
6/1/2014	\$12,500.00	\$12,500.00	\$400,000.00	\$0.00
12/1/2014	\$12,500.00	\$12,500.00	\$387,500.00	\$0.00
6/1/2015	\$12,500.00	\$12,500.00	\$375,000.00	\$0.00
12/1/2015	\$12,500.00	\$12,500.00	\$362,500.00	\$0.00
6/1/2016	\$12,500.00	\$12,500.00	\$350,000.00	\$0.00
12/1/2016	\$12,500.00	\$12,500.00	\$337,500.00	\$0.00
6/1/2017	\$12,500.00	\$12,500.00	\$325,000.00	\$0.00
12/1/2017	\$12,500.00	\$12,500.00	\$312,500.00	\$0.00
6/1/2018	\$12,500.00	\$12,500.00	\$300,000.00	\$0.00
12/1/2018	\$12,500.00	\$12,500.00	\$287,500.00	\$0.00
6/1/2019	\$12,500.00	\$12,500.00	\$275,000.00	\$0.00
12/1/2019	\$12,500.00	\$12,500.00	\$262,500.00	\$0.00
6/1/2020	\$12,500.00	\$12,500.00	\$250,000.00	\$0.00
12/1/2020	\$12,500.00	\$12,500.00	\$237,500.00	\$0.00
6/1/2021	\$12,500.00	\$12,500.00	\$225,000.00	\$0.00
12/1/2021	\$12,500.00	\$12,500.00	\$212,500.00	\$0.00
6/1/2022	\$12,500.00	\$12,500.00	\$200,000.00	\$0.00
12/1/2022	\$12,500.00	\$12,500.00	\$187,500.00	\$0.00
6/1/2023	\$12,500.00	\$12,500.00	\$175,000.00	\$0.00
12/1/2023	\$12,500.00	\$12,500.00	\$162,500.00	\$0.00
6/1/2024	\$12,500.00	\$12,500.00	\$150,000.00	\$0.00
12/1/2024	\$12,500.00	\$12,500.00	\$137,500.00	\$0.00
6/1/2025	\$12,500.00	\$12,500.00	\$125,000.00	\$0.00
12/1/2025	\$12,500.00	\$12,500.00	\$112,500.00	\$0.00
6/1/2026	\$12,500.00	\$12,500.00	\$100,000.00	\$0.00
12/1/2026	\$12,500.00	\$12,500.00	\$87,500.00	\$0.00
6/1/2027	\$12,500.00	\$12,500.00	\$75,000.00	\$0.00
12/1/2027	\$12,500.00	\$12,500.00	\$62,500.00	\$0.00
6/1/2028	\$12,500.00	\$12,500.00	\$50,000.00	\$0.00
12/1/2028	\$12,500.00	\$12,500.00	\$37,500.00	\$0.00
6/1/2029	\$12,500.00	\$12,500.00	\$25,000.00	\$0.00
12/1/2029	\$12,500.00	\$12,500.00	\$12,500.00	\$0.00
6/1/2030	\$12,500.00	\$12,500.00	\$0.00	\$0.00
Total	\$500,000.00	\$500,000.00		\$0.00