

James B. Folkestad
Aaron W. Barrick
Marc C. Patoile
Kathryn T. James
Lindsay J. Miller
Matthew S. Patton

Ernest F. Fazekas, II
Emeritus

June 24, 2016

VIA HAND DELIVERY

Town Council of the Town of Castle Rock
c/o Sally Misare, Town Clerk
100 N. Wilcox Street
Castle Rock, CO 80104

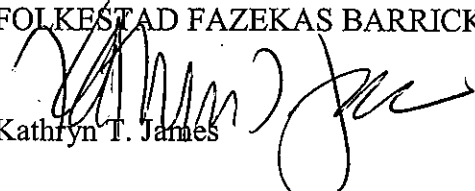
Re: Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4 and No. 5
2015 Annual Report

Dear Sally:

Submitted pursuant to the provisions of Section 32-1-207(3)(c), C.R.S. and Section 11.02.040 of the Castle Rock Municipal Code Town of Castle Rock is the annual report for Dawson Ridge Metropolitan Districts No. 1, 2, 3, 4, and 5 for the period ending December 31, 2015. By copy of this letter, copies of the annual report are being sent to the Douglas County Board of County Commissioners, the Colorado Division of Local Government, and the State Auditor, and are being deposited with the Douglas County Clerk and Recorder, as required by statute. Further, a copy of the annual report shall be made available to any interested party, pursuant to Section 32-1-204(1), C.R.S.

Sincerely,

FOLKESTAD FAZEKAS BARRICK & PATOILE, P.C.


Kathryn T. James

cc (with enclosures): via U.S. Mail

Director of Finance, Town of Castle Rock, 100 N. Wilcox St., Castle Rock, CO 80104
Douglas County Board of Commissioners, 100 Third Street, Castle Rock, CO 80104
State Auditor, State Services Building, 1525 Sherman St., 7th Floor, Denver, CO 80203-2211

cc (with enclosures), electronically:

Douglas County Clerk and Recorder
Thomas J. Mancuso, President of Dawson Ridge Metropolitan Districts No. 1, 2, 3, 4 & 5

office. 303.688.3045 • fax. 303.688.3189
cc of Report via ePortal to five District accounts:

18 South Wilcox Street
Division of Local Government

Castle Rock, Colorado 80104-1909

ffcolorado.com

**ANNUAL REPORT
DAWSON RIDGE METROPOLITAN DISTRICTS NO. 1, NO. 2,
NO. 3, NO. 4 AND NO. 5, DOUGLAS COUNTY, COLORADO,
REPORTING PERIOD ENDING
DECEMBER 31, 2015**

Pursuant to Section 32-1-207(3)(c), C.R.S., Special District Act, and Section 11.02.040 of Castle Rock Municipal Code, the following report is submitted by the Boards of Directors of Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4 and No. 5 (the "Districts"), to the Town Council of the Town of Castle Rock.

The following information concerns the activity and financial events of the Districts during the year 2015:

1. Progress in implementing service plan.

The Districts are currently operating under a Suspension Agreement with the Town of Castle Rock, dated October 8, 1992, which does not allow the Districts to exercise their powers other than those administrative functions necessary to remain in lawful existence and in compliance with State law, until the Districts submit amendments to their service plans that are approved by the Town of Castle Rock.

2. 2015 Audit.

Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4 and No. 5 each qualify for, and have applied to the State Auditor's Office for, audit exemptions for fiscal year 2015. Copies of the Applications for Exemption from Audit are attached to this report.

3. Capital expenditures and capital improvements.

The Districts did not incur any capital expenditures in the development of public facilities in the report year of 2015.

4. Capital improvements/projects proposed to be undertaken in 5 years following 2015.

None.

5. Financial obligations and assessed valuation.

Financial Obligations are reflected on the Applications for Exemption from Audit and the 2016 budgets attached to this report.

District No. 1: The gross total assessed valuation of all taxable properties within the District No. 1 as of December 2015 was \$66,650. No portion of the District 2015 mill levy was pledged to debt retirement.

District No. 2: The gross total assessed valuation of all taxable properties within the District No. 2 as of December 2015 was \$3,360. No portion of the District 2015 mill levy was pledged to debt retirement.

District No. 3: The gross total assessed valuation of all taxable properties within the District No. 3 as of December 2015 was \$43,810. No portion of the District 2015 mill levy was pledged to debt retirement.

District No. 4: The gross total assessed valuation of all taxable properties within the District No. 4 as of December 2015 was \$4,350. No portion of the District 2015 mill levy was pledged to debt retirement.

District No. 5: The gross total assessed valuation of all taxable properties within the District No. 5 as of December 2015 was \$50. No portion of the District 2015 mill levy was pledged to debt retirement.

6. Budgets for 2016.

Copies of the Districts' budgets for 2016 as adopted on November 4, 2015, are attached to this report.

7. Residential/commercial development which occurred within Districts in 2015:

No commercial or residential development occurred within the Districts during the reporting period.

8. Fees, charges and assessments.

No fees, charges or assessments were levied or collected by the Districts in 2015.

9. Certification re: Section 11.02.060.

No action, event or condition enumerated in Section 11.02.060 of the Town of Castle Rock Municipal Code, constituting a material modification to any of the Districts' service plans, occurred in the report year.

10. Names, addresses, telephone numbers, meetings.

The names, business addresses, and telephone numbers of each member of the Board of Directors, the president, and the District counsel are as follows:

Thomas J. Mancuso
Kline, Alvarado & Veio, P.C.
1775 Sherman Street, Suite 1790
Denver, CO 80203
(303) 534-3390

Director and President of Districts No. 1, No. 2,
No. 3, No. 4 and No. 5

Other Directors' Positions:

Vacant
Vacant
Vacant
Vacant

Kathryn T. James, Esq.
Folkestad Fazekas Barrick & Patoile, P.C.
18 S. Wilcox Street, Suite 200
Castle Rock, CO 80104
303-688-3045

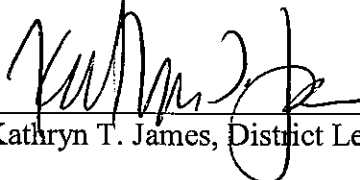
Legal Counsel

Regular meetings are scheduled for the 1st Wednesday of every month, commencing at 9:30 a.m., at the office of Folkestad Fazekas Barrick & Patoile, P.C., located at 18 S. Wilcox Street, Suite 200, Castle Rock, Colorado, 80104.

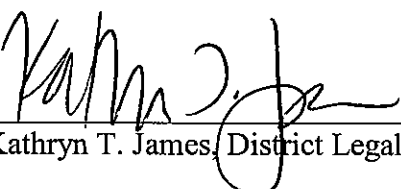
Pursuant to Section 32-1-207(3)(c), C.R.S., a copy of this report will be filed with the Town Council of the Town of Castle Rock, the Douglas County Board of Commissioners, the Division of Local Government, and the State Auditor, as well as being deposited with the Douglas County Clerk and Recorder and made available to any interested party as defined in Section 32-1-204(1), C.R.S.

DATE: June 24, 2016

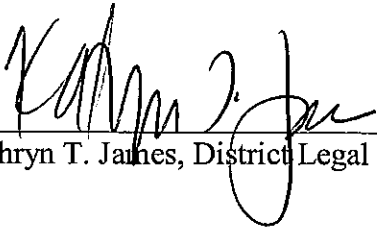
DAWSON RIDGE METROPOLITAN DISTRICT
NO. 1, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Kathryn T. James, District Legal Counsel

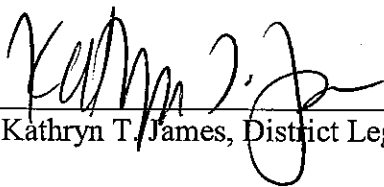
DAWSON RIDGE METROPOLITAN DISTRICT
NO. 2, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Kathryn T. James, District Legal Counsel

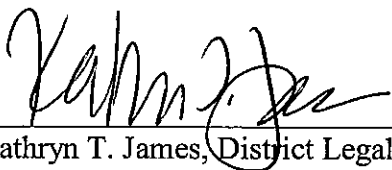
DAWSON RIDGE METROPOLITAN DISTRICT
NO. 3, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Kathryn T. James, District Legal Counsel

DAWSON RIDGE METROPOLITAN DISTRICT
NO. 4, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Kathryn T. James, District Legal Counsel

DAWSON RIDGE METROPOLITAN DISTRICT
NO. 5, a quasi-municipal corporation and political
subdivision of the State of Colorado

By: 
Kathryn T. James, District Legal Counsel

Applications for Exemption from Audit -- 2015
Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4, and No. 5

APPLICATION FOR EXEMPTION FROM AUDIT - SHORT FORM - FOR GOVERNMENTS WITH REVENUES AND EXPENDITURES OF \$100,000 OR LESS

Name of Government:	Dawson Ridge Metropolitan District No. 2	For the Year Ended December 31, 2015 or fiscal year ended:
Address:	c/o Pinnacle Consulting Group, Inc. 1627 East 18th Street Loveland, CO 80538	
Contact Person:	Brendan Campbell, CPA	
Telephone:	(970) 669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	
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: OSA.LG@state.co.us
Call (303) 869-3000 if you need help completing this form.

**PLEASE READ THE
ABOVE INSTRUCTIONS
BEFORE SUBMITTING**

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenues nor expenditures exceed \$750,000 in any year may qualify for an exemption. If either revenues or expenditures are \$100,000 or greater, but not more than \$750,000, you may NOT use this form. Please use the LONG FORM of this application. If both revenues and expenditures are less than \$100,000 individually, use this short form application for exemption from audit.

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

Instructions:

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 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 a person skilled in 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 skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 East 18th Street
Telephone Number:	(970)669-3611
Date Prepared:	2/23/2016

Preparer Signature (Required): The application will be rejected if not signed by the preparer.



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	Governmental	Proprietary
	X	

PART 2 - REVENUE

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

Line#	Description	Round to nearest Dollar
2-1	Taxes: Property	\$ 138
2-2	Specific ownership	\$ 1,163
2-3	Sales and use	\$ -
2-4	Other (specify):	\$ -
2-5	Licenses and permits	\$ -
2-6	Intergovernmental: Grants	\$ -
2-7	Conservation Trust Funds (Lottery)	\$ -
2-8	Highway Users Tax Funds (HUTF)	\$ -
2-9	Other (specify):	\$ -
2-10	Charges for services	\$ -
2-11	Fines and forfeits	\$ -
2-12	Special assessments	\$ -
2-13	Investment income	\$ -
2-14	Charges for utility services	\$ -
2-15	Debt proceeds (should agree with line 4-3, column 2)	\$ -
2-16	Lease proceeds	\$ -
2-17	Developer Advances received (should agree with line 4-3)	\$ -
2-18	Proceeds from sale of capital assets	\$ -
2-19	Fire and police pension	\$ -
2-20	Donations	\$ -
2-21	Other (specify):	\$ -
2-22		\$ -
2-23		\$ -
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE all sources	\$ 1,300

PART 3 - EXPENDITURES

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

Line#	Description	Round to nearest Dollar
3-1	Administrative	\$ 2
3-2	Salaries	\$ -
3-3	Payroll taxes	\$ -
3-4	Contract services	\$ 1,298
3-5	Employee benefits	\$ -
3-6	Insurance	\$ -
3-7	Accounting and legal fees	\$ -
3-8	Repair and maintenance	\$ -
3-9	Supplies	\$ -
3-10	Utilities and telephone	\$ -
3-11	Fire/Police	\$ -
3-12	Streets and highways	\$ -
3-13	Public health	\$ -
3-14	Culture and recreation	\$ -
3-15	Utility operations	\$ -
3-16	Capital outlay (should agree with Part 6)	\$ -
3-17	Debt service principal (should agree with Part 4)	\$ -
3-18	Debt service interest	\$ -
3-19	Repayment of Developer Advances (should agree with line 4-3)	\$ -
3-20	Contribution to pension plan (should agree to line 7-2)	\$ -
3-21	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$ -
3-22	Other (specify):	\$ -
3-23		\$ -
3-24		\$ -
3-25	(add lines 3-1 through 3-24) TOTAL EXPENDITURES all categories	\$ 1,300

Note: If Total Revenue (Line 2-24) or Total Expenditures (Line 3-25) are greater than \$100,000 - STOP - You may not use this form. Please use the "Application for Exemption from Audit - Long Form".

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.						Yes	No
4-1	Does the entity have outstanding debt?						X
	Is the debt repayment schedule attached? If no, please explain:						N/A
4-2	Is the entity current in its debt service payments? If no, please explain:						N/A
4-3	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)						
	General obligation bonds	\$ -	\$ -	\$ -	\$ -		
	Revenue bonds	\$ -	\$ -	\$ -	\$ -		
	Notes/Loans	\$ -	\$ -	\$ -	\$ -		
	Leases	\$ -	\$ -	\$ -	\$ -		
	Developer Advances	\$ -	\$ -	\$ -	\$ -		
	Other (specify):	\$ -	\$ -	\$ -	\$ -		
	Total:	\$ -	\$ -	\$ -	\$ -		
Please answer the following questions by marking the appropriate boxes.						Yes	No
4-4	Does the entity have any authorized, but unissued, debt?					X	
If yes:	How much?	\$ 27,150,000.00					
	Date the debt was authorized:	6/2/2000					
4-5	Does the entity intend to issue debt within the next calendar year?						X
If yes:	How much?	\$ -					
Please answer the following questions by marking the appropriate boxes.						Yes	No
4-6	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 the appropriate boxes.						Yes	No
4-7	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?	\$ -					
4-8	Please use this space to provide any explanations or comments:						

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.				Amount	Total
5-1	Checking accounts			\$ -	
5-2	Savings accounts			\$ -	
5-3	Certificates of deposit			\$ -	
	Total Cash Deposits				\$ -
	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				\$ -
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:				N/A
5-9	Please use this space to provide any explanations or comments:				

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.		Yes	No		
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:		N/A		
	Complete the following table:				
		Balance - beginning of the year	Additions	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Construction in Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	Total	\$ -	\$ -	\$ -	\$ -
6-2	Please use this space to provide any explanations or comments:				

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, 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?	\$ -			
7-3	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		
8-1	Did the entity file a budget with the Department of Local Affairs for the current year? If no, please	X			
8-2	Did the entity pass an appropriations resolution? In no, please explain:	X			
If yes:	Please indicate the amount appropriated for each fund for the year:				
	Fund Name	Budgeted Expenditures			
	General Fund	\$ 13,916			
8-3	Please use this space to provide any explanations or comments:				

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

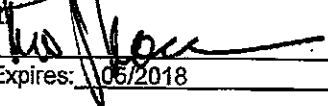
Please answer the following question by marking in the appropriate box		Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	X	
	Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.		
9-2	Please use this space to provide any explanations or comments:		

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this application for a newly formed governmental entity?		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: Water, irrigation, sanitation, drainage, streets, traffic & safety controls, transportation, parks and recreation		
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: All services are provided by Dawson Ridge Metropolitan District No. 5.		
10-6	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.]		X
If yes:	Date Filed:		
10-7	Please use this space to provide any explanations or comments:		

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 \$100,000 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		A MAJORITY of the governing board members must complete and sign in the column
Board Member 1	Print Board Members Name	I <u>Thomas J. Mancuso</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit.
	<u>Thomas J. Mancuso</u>	Signed <u></u> Date: <u>03/16/16</u> My term Expires: <u>06/2018</u>
Board Member 2	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 _____ Date: _____ My term Expires: _____
Board Member 3	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 _____ Date: _____ My term Expires: _____
Board Member 4	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 _____ Date: _____ My term Expires: _____
Board Member 5	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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____

APPLICATION FOR EXEMPTION FROM AUDIT - SHORT FORM - FOR GOVERNMENTS WITH REVENUES AND EXPENDITURES OF \$100,000 OR LESS

Name of Government:	Dawson Ridge Metropolitan District No. 3	For the Year Ended December 31, 2015 or fiscal year ended:
Address:	c/o Pinnacle Consulting Group, Inc. 1627 East 18th Street Loveland, CO 80538	
Contact Person:	Brendan Campbell, CPA	
Telephone:	(970) 669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	
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: OSA.LG@state.co.us
Call (303) 869-3000 if you need help completing this form.

**PLEASE READ THE
ABOVE INSTRUCTIONS
BEFORE SUBMITTING**

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenues nor expenditures exceed \$750,000 in any year may qualify for an exemption. If either revenues or expenditures are \$100,000 or greater, but not more than \$750,000, you may NOT use this form. Please use the LONG FORM of this application. If both revenues and expenditures are less than \$100,000 individually, use this short form application for exemption from audit.

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

Instructions:

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 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 a person skilled in 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 skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 East 18th Street
Telephone Number:	(970)669-3611
Date Prepared:	2/23/2016

Preparer Signature (Required): The application will be rejected if not signed by the preparer.



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	Governmental	Proprietary
	X	

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.		
Line#	Description	Round to nearest Dollar
2-1	Taxes: Property	\$ 1,862
2-2	Specific ownership	\$ 621
2-3	Sales and use	\$ -
2-4	Other (specify):	\$ -
2-5	Licenses and permits	\$ -
2-6	Intergovernmental: Grants	\$ -
2-7	Conservation Trust Funds (Lottery)	\$ -
2-8	Highway Users Tax Funds (HUTF)	\$ -
2-9	Other (specify):	\$ -
2-10	Charges for services	\$ -
2-11	Fines and forfeits	\$ -
2-12	Special assessments	\$ -
2-13	Investment income	\$ -
2-14	Charges for utility services	\$ -
2-15	Debt proceeds (should agree with line 4-3, column 2)	\$ -
2-16	Lease proceeds	\$ -
2-17	Developer Advances received (should agree with line 4-3)	\$ -
2-18	Proceeds from sale of capital assets	\$ -
2-19	Fire and police pension	\$ -
2-20	Donations	\$ -
2-21	Other (specify):	\$ -
2-22		\$ -
2-23		\$ -
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE all sources	\$ 2,483

PART 3 - EXPENDITURES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.		
Line#	Description	Round to nearest Dollar
3-1	Administrative	\$ 28
3-2	Salaries	\$ -
3-3	Payroll taxes	\$ -
3-4	Contract services	\$ 2,455
3-5	Employee benefits	\$ -
3-6	Insurance	\$ -
3-7	Accounting and legal fees	\$ -
3-8	Repair and maintenance	\$ -
3-9	Supplies	\$ -
3-10	Utilities and telephone	\$ -
3-11	Fire/Police	\$ -
3-12	Streets and highways	\$ -
3-13	Public health	\$ -
3-14	Culture and recreation	\$ -
3-15	Utility operations	\$ -
3-16	Capital outlay (should agree with Part 6)	\$ -
3-17	Debt service principal (should agree with Part 4)	\$ -
3-18	Debt service interest	\$ -
3-19	Repayment of Developer Advances (should agree with line 4-3)	\$ -
3-20	Contribution to pension plan (should agree to line 7-2)	\$ -
3-21	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$ -
3-22	Other (specify):	\$ -
3-23		\$ -
3-24		\$ -
3-25	(add lines 3-1 through 3-24) TOTAL EXPENDITURES all categories	\$ 2,483

Note: If Total Revenue (Line 2-24) or Total Expenditures (Line 3-25) are greater than \$100,000 - STOP. You may not use this form. Please use the "Application for Exemption from Audit - Long Form".

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED						
Please answer the following questions by marking the appropriate boxes.						
4-1	Does the entity have outstanding debt?				Yes	No
	Is the debt repayment schedule attached? If no, please explain:					N/A
4-2	Is the entity current in its debt service payments? If no, please explain:					N/A
4-3	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)		Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end
	General obligation bonds		\$ -	\$ -	\$ -	\$ -
	Revenue bonds		\$ -	\$ -	\$ -	\$ -
	Notes/Loans		\$ -	\$ -	\$ -	\$ -
	Leases		\$ -	\$ -	\$ -	\$ -
	Developer Advances		\$ -	\$ -	\$ -	\$ -
	Other (specify):		\$ -	\$ -	\$ -	\$ -
	Total:		\$ -	\$ -	\$ -	\$ -
Please answer the following questions by marking the appropriate boxes.						
4-4	Does the entity have any authorized, but unissued, debt?				Yes	No
If yes:	How much?	\$ 23,175,000.00				
	Date the debt was authorized:	5/2/2000				
4-5	Does the entity intend to issue debt within the next calendar year?					X
If yes:	How much?	\$ -				
Please answer the following questions by marking the appropriate boxes.						
4-6	Does the entity have debt that has been refinanced that it is still responsible for?				Yes	No
If yes:	What is the amount outstanding?	\$ -			X	
Please answer the following questions by marking the appropriate boxes.						
4-7	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?	\$ -				
4-8	Please use this space to provide any explanations or comments:					
PART 5 - CASH AND INVESTMENTS						
Please provide the entity's cash deposit and investment balances.						
5-1	Checking accounts			Amount	Total	
5-2	Savings accounts			\$ -		
5-3	Certificates of deposit			\$ -		
	Total Cash Deposits				\$ -	
	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				\$ -	
Please answer the following question by marking in the appropriate box						
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:				Yes	No
5-9	Please use this space to provide any explanations or comments:					

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.		Yes	No		
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:		N/A		
	Complete the following table:				
		Balance - beginning of the year	Additions	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	Total	\$ -	\$ -	\$ -	\$ -
6-2	Please use this space to provide any explanations or comments:				

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, 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?	\$ -		
7-3	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	
8-1	Did the entity file a budget with the Department of Local Affairs for the current year? If no, please	X		
8-2	Did the entity pass an appropriations resolution? In no, please explain:	X		
If yes:	Please indicate the amount appropriated for each fund for the year:			
	Fund Name	Budgeted Expenditures		
	General Fund	\$ 7,893		
8-3	Please use this space to provide any explanations or comments:			

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

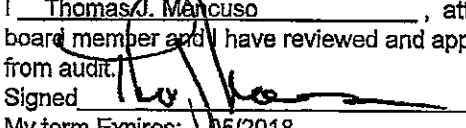
Please answer the following question by marking in the appropriate box		Yes	No
9-1	Is the entity in compliance with all the provisions of TABOR [State Constitution, Article X, Section 20(5)]?	X	
Note: An election to exempt the government from the spending limitations of TABOR does not exempt the government from the 3 percent emergency reserve requirement. All governments should determine if they meet this requirement of TABOR.			
9-2	Please use this space to provide any explanations or comments:		

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this application for a newly formed governmental entity?		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:		
	Water, irrigation, sanitation, drainage, streets, traffic & safety controls, transportation, parks and recreation		
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:		
	All services are provided by Dawson Ridge Metropolitan District No. 5.		
10-6	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.]		X
If yes:	Date Filed:		
10-7	Please use this space to provide any explanations or comments:		

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 \$100,000 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		A MAJORITY of the governing board members must complete and sign in the column
Board Member 1	Print Board Members Name	I <u>Thomas J. Mancuso</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></u> Date: <u>03/16/16</u> My term Expires: <u>05/2018</u>
	Thomas J. Mancuso	
Board Member 2	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 _____ Date: _____ My term Expires: _____
Board Member 3	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 _____ Date: _____ My term Expires: _____
Board Member 4	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 _____ Date: _____ My term Expires: _____
Board Member 5	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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____

APPLICATION FOR EXEMPTION FROM AUDIT - SHORT FORM - FOR GOVERNMENTS WITH REVENUES AND EXPENDITURES OF \$100,000 OR LESS

Name of Government:	Dawson Ridge Metropolitan District No. 4	For the Year Ended December 31, 2015 or fiscal year ended:
Address:	c/o Pinnacle Consulting Group, Inc. 1627 East 18th Street Loveland, CO 80538	
Contact Person:	Brendan Campbell, CPA	
Telephone:	(970) 669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	
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: OSA.LG@state.co.us
Call (303) 869-3000 if you need help completing this form.

**PLEASE READ THE
ABOVE INSTRUCTIONS
BEFORE SUBMITTING**

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenues nor expenditures exceed \$750,000 in any year may qualify for an exemption. If either revenues or expenditures are \$100,000 or greater, but not more than \$750,000, you may NOT use this form. Please use the LONG FORM of this application. If both revenues and expenditures are less than \$100,000 individually, use this short form application for exemption from audit.

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

Instructions:

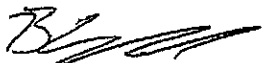
1. Prepare this form completely and accurately. Please note that there are 11 parts to this form, and all questions must be answered for the application to be considered complete.
2. File this form with the Office of the State Auditor within **3 months** after the end of the year. For years ended December 31, the form **must** be received by the Office of the State Auditor by **March 31**.
3. The form **must** be completed by a person skilled in 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 skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 East 18th Street
Telephone Number:	(970)669-3611
Date Prepared:	2/23/2016

Preparer Signature (Required): The application will be rejected if not signed by the preparer.



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	Governmental	Proprietary
	X	

PART 2 - REVENUE

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

Line#	Description	Round to nearest Dollar
2-1	Taxes: Property	\$ 178
2-2	Specific ownership	\$ 2,646
2-3	Sales and use	\$ -
2-4	Other (specify):	\$ -
2-5	Licenses and permits	\$ -
2-6	Intergovernmental: Grants	\$ -
2-7	Conservation Trust Funds (Lottery)	\$ -
2-8	Highway Users Tax Funds (HUTF)	\$ -
2-9	Other (specify):	\$ -
2-10	Charges for services	\$ -
2-11	Fines and forfeits	\$ -
2-12	Special assessments	\$ -
2-13	Investment income	\$ -
2-14	Charges for utility services	\$ -
2-15	Debt proceeds (should agree with line 4-3, column 2)	\$ -
2-16	Lease proceeds	\$ -
2-17	Developer Advances received (should agree with line 4-3)	\$ -
2-18	Proceeds from sale of capital assets	\$ -
2-19	Fire and police pension	\$ -
2-20	Donations	\$ -
2-21	Other (specify):	\$ -
2-22		\$ -
2-23		\$ -
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE all sources	\$ 2,824

PART 3 - EXPENDITURES

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

Line#	Description	Round to nearest Dollar
3-1	Administrative	\$ 3
3-2	Salaries	\$ -
3-3	Payroll taxes	\$ -
3-4	Contract services	\$ 2,822
3-5	Employee benefits	\$ -
3-6	Insurance	\$ -
3-7	Accounting and legal fees	\$ -
3-8	Repair and maintenance	\$ -
3-9	Supplies	\$ -
3-10	Utilities and telephone	\$ -
3-11	Fire/Police	\$ -
3-12	Streets and highways	\$ -
3-13	Public health	\$ -
3-14	Culture and recreation	\$ -
3-15	Utility operations	\$ -
3-16	Capital outlay (should agree with Part 6)	\$ -
3-17	Debt service principal (should agree with Part 4)	\$ -
3-18	Debt service interest	\$ -
3-19	Repayment of Developer Advances (should agree with line 4-3)	\$ -
3-20	Contribution to pension plan (should agree to line 7-2)	\$ -
3-21	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$ -
3-22	Other (specify):	\$ -
3-23		\$ -
3-24		\$ -
3-25	(add lines 3-1 through 3-24) TOTAL EXPENDITURES all categories	\$ 2,824

Note: If Total Revenue (Line 2-24) or Total Expenditures (Line 3-25) are greater than \$100,000 - STOP: You may not use this form. Please use the "Application for Exemption from Audit - Long Form".

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED						
Please answer the following questions by marking the appropriate boxes.				Yes	No	
4-1	Does the entity have outstanding debt?				X	
	Is the debt repayment schedule attached? If no, please explain:				N/A	
4-2	Is the entity current in its debt service payments? If no, please explain:				N/A	
4-3	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)		Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end
	General obligation bonds		\$ -	\$ -	\$ -	\$ -
	Revenue bonds		\$ -	\$ -	\$ -	\$ -
	Notes/Loans		\$ -	\$ -	\$ -	\$ -
	Leases		\$ -	\$ -	\$ -	\$ -
	Developer Advances		\$ -	\$ -	\$ -	\$ -
	Other (specify):		\$ -	\$ -	\$ -	\$ -
	Total:		\$ -	\$ -	\$ -	\$ -
Please answer the following questions by marking the appropriate boxes.				Yes	No	
4-4	Does the entity have any authorized, but unissued, debt?			X		
If yes:	How much?	\$	14,300,000.00			
	Date the debt was authorized:		5/2/2000			
4-5	Does the entity intend to issue debt within the next calendar year?				X	
If yes:	How much?	\$	-			
Please answer the following questions by marking the appropriate boxes.				Yes	No	
4-6	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 the appropriate boxes.				Yes	No	
4-7	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?	\$	-			
4-8	Please use this space to provide any explanations or comments:					
PART 5 - CASH AND INVESTMENTS						
Please provide the entity's cash deposit and investment balances.				Amount	Total	
5-1	Checking accounts			\$ -		
5-2	Savings accounts			\$ -		
5-3	Certificates of deposit			\$ -		
	Total Cash Deposits				\$ -	
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				\$ -	
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:				N/A	
5-9	Please use this space to provide any explanations or comments:					

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.		Yes	No		
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:		N/A		
	Complete the following table:				
		Balance - beginning of the year	Additions	Deletions	Year-End Balance
	Land	\$ -	\$ -	\$ -	\$ -
	Buildings	\$ -	\$ -	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -	\$ -	\$ -
	Other (explain):	\$ -	\$ -	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -	\$ -	\$ -
	Total	\$ -	\$ -	\$ -	\$ -
6-2	Please use this space to provide any explanations or comments:				

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, 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?	\$ -		
7-3	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
8-1	Did the entity file a budget with the Department of Local Affairs for the current year? If no, please	X	
8-2	Did the entity pass an appropriations resolution? In no, please explain:	X	
If yes:	Please indicate the amount appropriated for each fund for the year:		
	Fund Name	Budgeted Expenditures	
	General Fund	\$ 31,436	
8-3	Please use this space to provide any explanations or comments:		

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)]?	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.			
9-2	Please use this space to provide any explanations or comments:		

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this application for a newly formed governmental entity?		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: Water, irrigation, sanitation, drainage, streets, traffic & safety controls, transportation, parks and recreation		
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: All services are provided by Dawson Ridge Metropolitan District No. 5.		
10-6	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.]		X
If yes:	Date Filed:		
10-7	Please use this space to provide any explanations or comments:		

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 29-1-804, C.R.S., which states that a governmental agency with revenue and expenditures of \$100,000 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		A MAJORITY of the governing board members must complete and sign in the column
Board Member 1	Print Board Members Name	I <u>Thomas J. Mancuso</u> , attest I am a duly elected or appointed board member and I have reviewed and approve the application for exemption from audit.
	<u>Thomas J. Mancuso</u>	Signed <u>[Signature]</u> Date: <u>03/16/18</u> My term Expires: <u>05/2018</u>
Board Member 2	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 _____ Date: _____ My term Expires: _____
Board Member 3	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 _____ Date: _____ My term Expires: _____
Board Member 4	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 _____ Date: _____ My term Expires: _____
Board Member 5	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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____

APPLICATION FOR EXEMPTION FROM AUDIT - SHORT FORM - FOR GOVERNMENTS WITH REVENUES AND EXPENDITURES OF \$100,000 OR LESS

Name of Government:	Dawson Ridge Metropolitan District No. 5	For the Year Ended December 31, 2015 or fiscal year ended:
Address:	c/o Pinnacle Consulting Group, Inc. 1627 East 18th Street Loveland, CO 80538	
Contact Person:	Brendan Campbell, CPA	
Telephone:	(970) 669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	
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: OSA.LG@state.co.us
Call (303) 869-3000 if you need help completing this form.

**PLEASE READ THE
ABOVE INSTRUCTIONS
BEFORE SUBMITTING**

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenues nor expenditures exceed \$750,000 in any year may qualify for an exemption. If either revenues or expenditures are \$100,000 or greater, but not more than \$750,000, you may NOT use this form. Please use the LONG FORM of this application. If both revenues and expenditures are less than \$100,000 individually, use this short form application for exemption from audit.

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

Instructions:

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 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 a person skilled in 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 skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 East 18th Street
Telephone Number:	(970)669-3611
Date Prepared:	2/23/2016

Preparer Signature (Required): The application will be rejected if not signed by the preparer.



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	Governmental	Proprietary
	X	

PART 2 - REVENUE

REVENUE: All revenues for all funds must be reflected in this section, including proceeds from the sale of the government's land, building, and equipment, and proceeds from debt or lease transactions. Financial information will not include fund equity information.		
Line#	Description	Round to nearest Dollar
2-1	Taxes: Property	\$ 2
2-2	Specific ownership	\$ -
2-3	Sales and use	\$ -
2-4	Other (specify):	\$ -
2-5	Licenses and permits	\$ -
2-6	Intergovernmental: Grants	\$ -
2-7	Conservation Trust Funds (Lottery)	\$ -
2-8	Highway Users Tax Funds (HUTF)	\$ -
2-9	Other (specify):	\$ -
2-10	Charges for services	\$ 20,157
2-11	Fines and forfeits	\$ -
2-12	Special assessments	\$ -
2-13	Investment income	\$ 15
2-14	Charges for utility services	\$ -
2-15	Debt proceeds (should agree with line 4-3, column 2)	\$ -
2-16	Lease proceeds	\$ -
2-17	Developer Advances received (should agree with line 4-3)	\$ -
2-18	Proceeds from sale of capital assets	\$ -
2-19	Fire and police pension	\$ -
2-20	Donations	\$ -
2-21	Other (specify):	\$ -
2-22		\$ -
2-23		\$ -
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE all sources	\$ 20,174

PART 3 - EXPENDITURES

EXPENDITURES: All expenditures for all funds must be reflected in this section, including the purchase of capital assets and principal and interest payments on long-term debt. Financial information will not include fund equity information.		
Line#	Description	Round to nearest Dollar
3-1	Administrative	\$ 4,253
3-2	Salaries	\$ -
3-3	Payroll taxes	\$ -
3-4	Contract services	\$ -
3-5	Employee benefits	\$ -
3-6	Insurance	\$ 3,765
3-7	Accounting and legal fees	\$ 5,003
3-8	Repair and maintenance	\$ -
3-9	Supplies	\$ -
3-10	Utilities and telephone	\$ -
3-11	Fire/Police	\$ -
3-12	Streets and highways	\$ -
3-13	Public health	\$ -
3-14	Culture and recreation	\$ -
3-15	Utility operations	\$ -
3-16	Capital outlay (should agree with Part 6)	\$ -
3-17	Debt service principal (should agree with Part 4)	\$ -
3-18	Debt service interest	\$ -
3-19	Repayment of Developer Advances (should agree with line 4-3)	\$ -
3-20	Contribution to pension plan (should agree to line 7-2)	\$ -
3-21	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$ -
3-22	Other (specify):	\$ -
3-23		\$ -
3-24		\$ -
3-25	(add lines 3-1 through 3-24) TOTAL EXPENDITURES all categories	\$ 13,021

Note: If Total Revenue (Line 2-24) or Total Expenditures (Line 3-25) are greater than \$100,000 - STOP. You may not use this form. Please use the "Application for Exemption from Audit - Long Form".

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-1	Does the entity have outstanding debt?						X		
	Is the debt repayment schedule attached? If no, please explain:						N/A		
4-2	Is the entity current in its debt service payments? If no, please explain:						N/A		
4-3	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)					Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end
	General obligation bonds	\$	-	\$	-	\$	-	\$	-
	Revenue bonds	\$	-	\$	-	\$	-	\$	-
	Notes/Loans	\$	-	\$	-	\$	-	\$	-
	Leases	\$	-	\$	-	\$	-	\$	-
	Developer Advances	\$	-	\$	-	\$	-	\$	-
	Other (specify):	\$	-	\$	-	\$	-	\$	-
	Total:	\$	-	\$	-	\$	-	\$	-
Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-4	Does the entity have any authorized, but unissued, debt?					X			
If yes:	How much?	\$	20,300,000.00						
	Date the debt was authorized:		5/2/2000						
4-5	Does the entity intend to issue debt within the next calendar year?						X		
If yes:	How much?	\$	-						
Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-6	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 the appropriate boxes.						Yes	No		
4-7	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?	\$	-						
4-8	Please use this space to provide any explanations or comments:								

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.			Amount	Total
5-1	Checking accounts	\$	-	
5-2	Savings accounts	\$	43,951	
5-3	Certificates of deposit	\$	-	
	Total Cash Deposits			\$ 43,951
	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			\$ 43,951
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	
5-9	Please use this space to provide any explanations or comments:			

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.					Yes	No
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:					
	Complete the following table:					
			Balance - beginning of the year	Additions	Deletions	Year-End Balance
	Land	\$	-	\$	-	\$
	Buildings	\$	-	\$	-	\$
	Machinery and equipment	\$	-	\$	-	\$
	Furniture and fixtures	\$	-	\$	-	\$
	Construction In Progress (CIP)	\$	-	\$	-	\$
	Other (explain):	\$	-	\$	-	\$
	Accumulated Depreciation	\$	-	\$	-	\$
Total	\$	-	\$	-	\$	
6-2	Please use this space to provide any explanations or comments:					

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, SO, sales, etc.):	\$	-	
			State contribution amount:	\$	-	
			Other (gifts, donations, etc.):	\$	-	
			Total:	\$	-	
7-3	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
8-1	Did the entity file a budget with the Department of Local Affairs for the current year? If no, please				X	
8-2	Did the entity pass an appropriations resolution? In no, please explain:				X	
If yes:	Please indicate the amount appropriated for each fund for the year:					
		Fund Name	Budgeted Expenditures			
		General Fund	\$	13,393		
8-3	Please use this space to provide any explanations or comments:					

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)]?	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.			
9-2	Please use this space to provide any explanations or comments:		

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this application for a newly formed governmental entity?		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: Water, irrigation, sanitation, drainage, streets, traffic & safety controls, transportation, parks and recreation		
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: Provide all service for Dawson Ridge Metropolitan Districts 1-4		
10-6	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.]		X
If yes:	Date Filed:		
10-7	Please use this space to provide any explanations or comments:		

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 \$100,000 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		A MAJORITY of the governing board members must complete and sign in the column
Board Member 1	Print Board Members Name	I <u>Thomas J. Mancuso</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> Date: <u>03/16/18</u> My term Expires: <u>05/2018</u>
	Thomas J. Mancuso	
Board Member 2	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 _____ Date: _____ My term Expires: _____
Board Member 3	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 _____ Date: _____ My term Expires: _____
Board Member 4	Print Board Members Name	
Board Member 5	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 _____ Date: _____ My term Expires: _____ My
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 _____ Date: _____ My term Expires: _____ My
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 _____ Date: _____ My term Expires: _____ My

APPLICATION FOR EXEMPTION FROM AUDIT - SHORT FORM - FOR GOVERNMENTS WITH REVENUES AND EXPENDITURES OF \$100,000 OR LESS

Name of Government:	Dawson Ridge Metropolitan District No. 1	For the Year Ended December 31, 2015 or fiscal year ended:
Address:	c/o Pinnacle Consulting Group, Inc. 1627 East 18th Street Loveland, CO 80538	
Contact Person:	Brendan Campbell, CPA	
Telephone:	(970) 669-3611	
Email:	brendanc@pinnacleconsultinggroupinc.com	
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: OSA.LG@state.co.us
Call (303) 869-3000 if you need help completing this form.

**PLEASE READ THE
ABOVE INSTRUCTIONS
BEFORE SUBMITTING**

Section 29-1-604, C.R.S., outlines the provisions for an exemption from audit. Generally, any local government for which neither revenues nor expenditures exceed \$750,000 in any year may qualify for an exemption. If either revenues or expenditures are \$100,000 or greater, but not more than \$750,000, you may NOT use this form. Please use the LONG FORM of this application. If both revenues and expenditures are less than \$100,000 individually, use this short form application for exemption from audit.

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

Instructions:

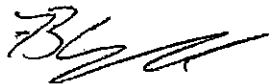
1. Prepare this form completely and accurately. Please note that there are 11 parts to this form, and all questions must be answered for the application to be considered complete.
2. File this form with the Office of the State Auditor within 3 months after the end of the year. For years ended December 31, the form must be received by the Office of the State Auditor by March 31.
3. The form must be completed by a person skilled in 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 skilled in governmental accounting and that the information in the application is complete and accurate, to the best of my knowledge.

Name:	Brendan Campbell, CPA
Title:	District Accountant
Firm Name (if applicable):	Pinnacle Consulting Group, Inc.
Address:	1627 East 18th Street
Telephone Number:	(970)669-3611
Date Prepared:	2/23/2016

Preparer Signature (Required): The application will be rejected if not signed by the preparer.



Please indicate whether the following financial information is recorded using Governmental or Proprietary fund types	Governmental	Proprietary
	X	

PART 2 - REVENUE

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

Line#	Description	Amount	Round to nearest Dollar
2-1	Taxes: Property	\$	2,853
2-2	Specific ownership	\$	272
2-3	Sales and use	\$	-
2-4	Other (specify):	\$	-
2-5	Licenses and permits	\$	-
2-6	Intergovernmental: Grants	\$	-
2-7	Conservation Trust Funds (Lottery)	\$	-
2-8	Highway Users Tax Funds (HUTF)	\$	-
2-9	Other (specify):	\$	-
2-10	Charges for services	\$	-
2-11	Fines and forfeits	\$	-
2-12	Special assessments	\$	-
2-13	Investment income	\$	-
2-14	Charges for utility services	\$	-
2-15	Debt proceeds (should agree with line 4-3, column 2)	\$	-
2-16	Lease proceeds	\$	-
2-17	Developer Advances received (should agree with line 4-3)	\$	-
2-18	Proceeds from sale of capital assets	\$	-
2-19	Fire and police pension	\$	-
2-20	Donations	\$	-
2-21	Other (specify):	\$	-
2-22	Billboard Revenue	\$	10,500
2-23		\$	-
2-24	(add lines 2-1 through 2-23) TOTAL REVENUE all sources	\$	13,625

PART 3 - EXPENDITURES

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

Line#	Description	Amount	Round to nearest Dollar
3-1	Administrative	\$	43
3-2	Salaries	\$	-
3-3	Payroll taxes	\$	-
3-4	Contract services	\$	13,582
3-5	Employee benefits	\$	-
3-6	Insurance	\$	-
3-7	Accounting and legal fees	\$	-
3-8	Repair and maintenance	\$	-
3-9	Supplies	\$	-
3-10	Utilities and telephone	\$	-
3-11	Fire/Police	\$	-
3-12	Streets and highways	\$	-
3-13	Public health	\$	-
3-14	Culture and recreation	\$	-
3-15	Utility operations	\$	-
3-16	Capital outlay (should agree with Part 6)	\$	-
3-17	Debt service principal (should agree with Part 4)	\$	-
3-18	Debt service interest	\$	-
3-19	Repayment of Developer Advances (should agree with line 4-3)	\$	-
3-20	Contribution to pension plan (should agree to line 7-2)	\$	-
3-21	Contribution to Fire & Police Pension Assoc. (should agree to line 7-2)	\$	-
3-22	Other (specify):	\$	-
3-23		\$	-
3-24		\$	-
3-25	(add lines 3-1 through 3-24) TOTAL EXPENDITURES all categories	\$	13,625

Note: If Total Revenue (Line 2-24) or Total Expenditures (Line 3-25) are greater than \$100,000 - STOP. You may not use this form. Please use the "Application for Exemption from Audit - Long Form"

PART 4 - DEBT OUTSTANDING, ISSUED, AND RETIRED

Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-1	Does the entity have outstanding debt?						X		
	Is the debt repayment schedule attached? If no, please explain:						N/A		
4-2	Is the entity current in its debt service payments? If no, please explain:						N/A		
4-3	Please complete the following debt schedule, if applicable: (please only include principal amounts)(enter all amount as positive numbers)					Outstanding at end of prior year	Issued during year	Retired during year	Outstanding at year-end
	General obligation bonds	\$	-	\$	-	\$	-	\$	-
	Revenue bonds	\$	-	\$	-	\$	-	\$	-
	Notes/Loans	\$	-	\$	-	\$	-	\$	-
	Leases	\$	-	\$	-	\$	-	\$	-
	Developer Advances	\$	-	\$	-	\$	-	\$	-
	Other (specify):	\$	-	\$	-	\$	-	\$	-
	Total:	\$	-	\$	-	\$	-	\$	-
Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-4	Does the entity have any authorized, but unissued, debt?					X			
If yes:	How much?	\$	39,650,000.00						
	Date the debt was authorized:	5/2/2000							
4-5	Does the entity intend to issue debt within the next calendar year?						X		
If yes:	How much?	\$	-						
Please answer the following questions by marking the appropriate boxes.						Yes	No		
4-6	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 the appropriate boxes.						Yes	No		
4-7	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?	\$	-						
4-8	Please use this space to provide any explanations or comments:								

PART 5 - CASH AND INVESTMENTS

Please provide the entity's cash deposit and investment balances.			Amount	Total
5-1	Checking accounts	\$	-	
5-2	Savings accounts	\$	-	
5-3	Certificates of deposit	\$	-	
	Total Cash Deposits		\$	-
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		\$	-
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:			N/A
5-9	Please use this space to provide any explanations or comments:			

PART 6 - CAPITAL ASSETS

Please answer the following questions by marking in the appropriate boxes.		Yes	No
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:		N/A
Complete the following table:			
		Balance - beginning of the year	Additions
		Deletions	Year-End Balance
	Land	\$ -	\$ -
	Buildings	\$ -	\$ -
	Machinery and equipment	\$ -	\$ -
	Furniture and fixtures	\$ -	\$ -
	Construction In Progress (CIP)	\$ -	\$ -
	Other (explain):	\$ -	\$ -
	Accumulated Depreciation	\$ -	\$ -
	Total	\$ -	\$ -
6-2	Please use this space to provide any explanations or comments:		

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, 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?	\$ -	
7-3	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
8-1	Did the entity file a budget with the Department of Local Affairs for the current year? If no, please	X	
8-2	Did the entity pass an appropriations resolution? In no, please explain:	X	
If yes:	Please indicate the amount appropriated for each fund for the year:		
	Fund Name	Budgeted Expenditures	
	General Fund	\$ 14,562	
8-3	Please use this space to provide any explanations or comments:		

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)]?	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.			
9-2	Please use this space to provide any explanations or comments:		

PART 10 - GENERAL INFORMATION

Please answer the following questions by marking in the appropriate boxes.		Yes	No
10-1	Is this application for a newly formed governmental entity?		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: Water, irrigation, sanitation, drainage, streets, traffic & safety controls, transportation, parks and recreation		
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: All services are provided by Dawson Ridge Metropolitan District No. 5.		
10-6	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.]		X
If yes:	Date Filed:		
10-7	Please use this space to provide any explanations or comments:		

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 28-1-604, C.R.S., which states that a governmental agency with revenue and expenditures of \$100,000 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		A MAJORITY of the governing board members must complete and sign in the column
Board Member 1	Print Board Members Name	I <u>Thomas J. Mancuso</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> Date: <u>03/12/16</u> My term Expires: <u>05/2018</u>
	Thomas J. Mancuso	
Board Member 2	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 _____ Date: _____ My term Expires: _____
Board Member 3	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 _____ Date: _____ My term Expires: _____
Board Member 4	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 _____ Date: _____ My term Expires: _____
Board Member 5	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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____
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 _____ Date: _____ My term Expires: _____

2016 Budgets

Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4, and No. 5

DAWSON RIDGE METROPOLITAN DISTRICTS NO. 3 & 4						25-Sep-15			
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS									
December 31, 2014 and 2015 Adopted and Projected Budget									
Year-to-date Actual, Budget and Variance through August 31, 2015									
2016 Proposed Budget									
Modified Accrual Budgetary Basis									
DISTRICT NO. 3		2014	2015	2015	Actual	Budget	Variance	2016	
GENERAL FUND		Unaudited	Adopted	Projected	Through	Through	Through	Adopted	
Revenues		Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget	
Property Taxes	\$2,389	\$6,442	\$1,862	\$1,862	\$6,442	(\$4,581)	\$6,548	\$43,810 AV @ 45 mills	
Specific Ownership Taxes	214	451	614	409	301	108	458	7% of Prop Taxes	
Interest & Other	0	1,000	0	0	0	0	1,000		
Total Revenues	\$2,604	\$7,893	\$2,476	\$2,270	\$6,743	(\$4,473)	\$8,007		
Expenditures									
Payment for Services to No. 5	\$2,568	\$6,797	\$2,379	\$2,242	\$6,683	(\$4,440)	\$6,977		
Treasurer's Fees	36	97	97	28	61	(33)	30	1.5% of Prop Taxes	
Contingency	0	1,000	0	0	0	0	1,000		
Total Operating Expenditures	\$2,604	\$7,893	\$2,476	\$2,270	\$6,743	(\$4,473)	\$8,007		
Revenues over/(under) Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
Beginning Fund Balance	0	0	0	0	0	0	0		
Ending Fund Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0	3% Tabor Reserve held by Dist No.5	
DISTRICT NO. 4		2014	2015	2015	Actual	Budget	Variance	2016	
GENERAL FUND		Unaudited	Adopted	Projected	Through	Through	Through	Adopted	
Revenues		Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget	
Property Taxes	\$178	\$27,510	\$178	\$178	\$27,510	(\$27,332)	\$27,528	\$4350 AV @ 45 mills	
Specific Ownership Taxes	16	1,926	2,606	1,737	1,284	453	1,927	7% of Prop Taxes	
Interest & Other	0	2,000	0	0	0	0	100		
Total Revenues	\$194	\$31,436	\$2,784	\$1,915	\$28,794	(\$26,879)	\$29,555		
Expenditures									
Payment for Services to No. 5	\$192	\$29,023	\$2,371	\$1,912	\$28,381	(26,469)	\$29,042		
Treasurer's Fees	3	413	413	3	413	(410)	413	1.5% of Prop Taxes	
Contingency	0	2,000	0	0	0	0	100		
Total Operating Expenditures	\$194	\$31,436	\$2,784	\$1,915	\$28,794	(\$26,879)	\$29,555		
Revenues over/(under) Exp	\$0	\$0	\$0	\$0	\$0	\$0	\$0		
Beginning Fund Balance	0	0	0	0	0	0	0		
Ending Fund Balance	\$0	\$0	\$0	\$0	\$0	\$0	\$0	3% Tabor Reserve held by Dist No.5	
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DAWSON RIDGE METROPOLITAN DISTRICT NO. 5				25-Sep-15	
BALANCE SHEET					
December 31, 2014 and August 31, 2015					
	Unaudited	Unaudited			
	Actual	Actual			
	12/31/2014	8/31/2015			
Assets					
Current Assets					
Cash, Checking	(\$411)	\$448			
ColoTrust, Savings	38,554	51,087			
Service Fees Receivable	52	392			
Prepaid Expense	3,765	0			
Property Taxes Receivable	2	4			
Total Current Assets	\$41,962	\$51,931			
Long-Term Assets					
Interchange Planning & Design	\$72,000	\$72,000			
Total Long-Term Assets	\$72,000	\$72,000			
Total Assets	\$113,962	\$123,931			
Liabilities					
Current Liabilities					
Accounts Payable	\$77	\$1,487			
Deferred Property Taxes	2	2			
Total Current Liabilities	\$79	\$1,489			
Long-Term Liabilities					
DCDC Loan	\$72,000	\$72,000			
Total Long-Term Debt	\$72,000	\$72,000			
Total Liabilities	\$72,079	\$73,489			
Fund Equity					
Nonspendable	\$3,765	\$0			
Restricted	359	282			
Unassigned	37,759	50,160			
Total Fund Equity	\$41,884	\$50,442			
Total Liabilities and Fund Equity	\$113,962	\$123,931			
	=	=			
See Accompanying Accountant's Report	Page 1				

2016 Budgets

Dawson Ridge Metropolitan Districts No. 1, No. 2, No. 3, No. 4, and No. 5

DAWSON RIDGE METROPOLITAN DISTRICTS NO. 1 & 2				25-Sep-15			
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS							
December 31, 2014 and 2015 Adopted and Projected Budget							
Year-to-date Actual, Budget and Variance through August 31, 2015							
2016 Proposed Budget							
Modified Accrual Budgetary Basis							
DISTRICT NO. 1							
GENERAL FUND	2014	2015	2015	Actual	Budget	Variance	2016
	Unaudited	Adopted	Projected	Through	Through	Through	Adopted
Revenues	Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget
Property Taxes	\$3,705	\$2,853	\$2,853	\$2,853	\$2,853	\$0	\$2,999
Specific Ownership Taxes	332	200	268	179	132	46	210
Billboard Revenue	10,500	10,500	10,500	10,500	10,500	0	10,500
Interest & Other	0	1,000	0	0	0	0	1,000
Total Revenues	\$14,537	\$14,552	\$13,621	\$13,531	\$13,485	\$46	\$14,709
Expenditures							
Payment for Services to No. 5	\$14,482	\$13,509	\$13,578	\$13,489	\$13,442	\$46	\$13,664
Treasurer's Fees	56	43	43	43	43	0	45
Contingency	0	1,000	0	0	0	0	1,000
Total Operating Expenditures	\$14,537	\$14,552	\$13,621	\$13,531	\$13,485	\$46	\$14,709
Revenues over/(under) Exp	\$0	\$0	\$0	\$0	\$0	(\$0)	\$0
Beginning Fund Balance	0	0	0	0	0	0	0
Ending Fund Balance	\$0	\$0	\$0	\$0	\$0	(\$0)	\$0
						=	3% Tabor Reserve held by Dist No.5
DISTRICT NO. 2							
GENERAL FUND	2014	2015	2015	Actual	Budget	Variance	2016
	Unaudited	Adopted	Projected	Through	Through	Through	Adopted
Revenues	Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget
Property Taxes	\$137	\$12,071	\$138	\$138	\$12,071	(\$11,933)	\$12,085
Specific Ownership Taxes	12	845	1,145	763	563	200	846
Interest & Other	0	1,000	0	0	0	0	100
Total Revenues	\$150	\$13,916	\$1,283	\$901	\$12,634	(\$11,733)	\$13,031
Expenditures							
Payment for Services to No. 5	\$147	\$12,735	\$1,102	\$899	\$12,452	(\$11,554)	\$12,929
Treasurer's Fees	2	181	181	2	181	(179)	2
Contingency	0	1,000	0	0	0	0	100
Total Operating Expenditures	\$150	\$13,916	\$1,283	\$901	\$12,634	(\$11,733)	\$13,031
Revenues over/(under) Exp	\$0	\$0	\$0	\$0	\$0	(\$0)	\$0
Beginning Fund Balance	0	0	0	0	0	0	0
Ending Fund Balance	\$0	\$0	\$0	\$0	\$0	(\$0)	\$0
						=	3% Tabor Reserve held by Dist No.5
See Accompanying Accountant's Report				Page 3			

DAWSON RIDGE METROPOLITAN DISTRICTS NO. 3 & 4						25-Sep-15			
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS									
December 31, 2014 and 2015 Adopted and Projected Budget									
Year-to-date Actual, Budget and Variance through August 31, 2015									
2016 Proposed Budget									
Modified Accrual Budgetary Basis									
DISTRICT NO. 3		2014	2015	2015	Actual	Budget	Variance	2016	
GENERAL FUND		Unaudited	Adopted	Projected	Through	Through	Through	Adopted	
Revenues		Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget	
Property Taxes		\$2,389	\$6,442	\$1,862	\$1,862	\$6,442	(\$4,581)	\$6,548	\$43,810 AV @ 45 mills
Specific Ownership Taxes		214	451	614	409	301	108	458	7% of Prop Taxes
Interest & Other		0	1,000	0	0	0	0	1,000	
Total Revenues		\$2,604	\$7,893	\$2,476	\$2,270	\$6,743	(\$4,473)	\$8,007	
Expenditures									
Payment for Services to No. 5		\$2,568	\$6,797	\$2,379	\$2,242	\$6,683	(\$4,440)	\$6,977	
Treasurer's Fees		36	97	97	28	61	(33)	30	1.5% of Prop Taxes
Contingency		0	1,000	0	0	0	0	1,000	
Total Operating Expenditures		\$2,604	\$7,893	\$2,476	\$2,270	\$6,743	(\$4,473)	\$8,007	
Revenues over/(under) Exp		\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Beginning Fund Balance		0	0	0	0	0	0	0	
Ending Fund Balance		\$0	\$0	\$0	\$0	\$0	\$0	\$0	3% Tabor Reserve held by Dist No.5
DISTRICT NO. 4									
GENERAL FUND		2014	2015	2015	Actual	Budget	Variance	2016	
Revenues		Unaudited	Adopted	Projected	Through	Through	Through	Adopted	
		Actual	Budget	Budget	08/31/15	08/31/15	08/31/15	Budget	
Property Taxes		\$178	\$27,510	\$178	\$178	\$27,510	(\$27,332)	\$27,528	\$4350 AV @ 45 mills
Specific Ownership Taxes		16	1,926	2,606	1,737	1,284	453	1,927	7% of Prop Taxes
Interest & Other		0	2,000	0	0	0	0	100	
Total Revenues		\$194	\$31,436	\$2,784	\$1,915	\$28,794	(\$26,879)	\$29,555	
Expenditures									
Payment for Services to No. 5		\$192	\$29,023	\$2,371	\$1,912	\$28,381	(26,469)	\$29,042	
Treasurer's Fees		3	413	413	3	413	(410)	413	1.5% of Prop Taxes
Contingency		0	2,000	0	0	0	0	100	
Total Operating Expenditures		\$194	\$31,436	\$2,784	\$1,915	\$28,794	(\$26,879)	\$29,555	
Revenues over/(under) Exp		\$0	\$0	\$0	\$0	\$0	\$0	\$0	
Beginning Fund Balance		0	0	0	0	0	0	0	
Ending Fund Balance		\$0	\$0	\$0	\$0	\$0	\$0	\$0	3% Tabor Reserve held by Dist No.5
See Accompanying Accountant's Report									
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DAWSON RIDGE METROPOLITAN DISTRICT NO. 5									
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS									
December 31, 2014 and 2015 Adopted and Projected Budget									25-Sep-15
Year-to-date Actual, Budget and Variance through August 31, 2015									
2016 Proposed Budget									
								Modified Accrual Budgetary Basis	
GENERAL FUND	2014	2015	2015	Actual	Budget	Variance	2016		
	Unaudited	Adopted	Projected	Through	Through	Through	Proposed		
Revenues	Actual	Budget	Budget	8/31/2015	08/31/15	08/31/15	Budget		
Property Taxes	\$2	\$2	\$2	\$2	\$2	\$0	\$2	\$50 AV @ 45 mills	
Service Fees/Billboard Revenue, Dist No. 1	14,482	13,509	13,578	13,489	13,442	46	13,664	Based on District bgt	
Service Fees, District No. 2	148	12,735	1,102	899	12,452	(11,554)	12,929	Based on District bgt	
Service Fees, District No. 3	2,568	6,797	2,379	2,242	6,683	(4,440)	6,977	Based on District bgt	
Service Fees, District No. 4	192	29,023	2,371	1,912	28,381	(26,469)	29,042	Based on District bgt	
Interest & Other	3	5	5	5	3	1	5	Based on prior years	
Total Revenues	17,395	62,071	19,437	18,548	60,963	(42,415)	62,619		
Expenditures									
Accounting and Finance	4,870	4,750	4,750	2,712	3,167	(454)	4,850	Fee Increase, 2 meetings	
Directors Fees	1,038	1,000	1,000	538	667	(128)	1,000	Based on two meetings	
District Management/Administration	1,215	2,500	2,500	1,092	1,667	(575)	3,300	Fee Increase, 2 meetings	
Insurance	3,565	3,743	3,765	3,765	3,743	22	3,953	5% increase	
Office, Dues and Other	1,292	1,400	1,400	1,304	1,400	(96)	1,400	Based on prior year	
Total Operating Expenditures	\$11,981	\$13,393	\$13,415	\$9,412	\$10,643	(\$1,231)	\$14,503		
Revenues over/(under) Expenditures	\$5,414	\$48,678	\$6,022	\$9,136	\$50,320	(\$41,184)	\$48,116		
Beginning Fund Balance	36,470	40,891	41,884	41,306	40,891	415	47,906		
Ending Fund Balance	\$41,884	\$89,569	\$47,906	\$50,442	\$91,211	(\$40,769)	\$96,022	Incl 3% Labor Reserve	
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See Accompanying Accountant's Report									

DAWSON RIDGE METROPOLITAN DISTRICT NO. 5			25-Sep-15
BALANCE SHEET			
December 31, 2014 and August 31, 2015			
	Unaudited Actual 12/31/2014	Unaudited Actual 8/31/2015	
Assets			
Current Assets			
Cash, Checking	(\$411)	\$448	
ColoTrust, Savings	38,554	51,087	
Service Fees Receivable	52	392	
Prepaid Expense	3,765	0	
Property Taxes Receivable	2	4	
Total Current Assets	\$41,962	\$51,931	
Long-Term Assets			
Interchange Planning & Design	\$72,000	\$72,000	
Total Long-Term Assets	\$72,000	\$72,000	
Total Assets	\$113,962	\$123,931	
Liabilities			
Current Liabilities			
Accounts Payable	\$77	\$1,487	
Deferred Property Taxes	2	2	
Total Current Liabilities	\$79	\$1,489	
Long-Term Liabilities			
DCDC Loan	\$72,000	\$72,000	
Total Long-Term Debt	\$72,000	\$72,000	
Total Liabilities	\$72,079	\$73,489	
Fund Equity			
Nonspendable	\$3,765	\$0	
Restricted	359	282	
Unassigned	37,759	50,160	
Total Fund Equity	\$41,884	\$50,442	
Total Liabilities and Fund Equity	\$113,962	\$123,931	
	=	=	
See Accompanying Accountant's Report	Page 1		