

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


NAME OF GOVERNMENT:	Crowfoot Valley Ranch Metropolitan District No. 1	For the Fiscal Year Ended December 31, 2006 or fiscal year ended:
ADDRESS:	6399 S. Fiddler's Green Circle	
	Suite 100	
	Greenwood Village, CO 80111	
CONTACT PERSON:	William A. Petri	
TELEPHONE:	(303) 779-5710	
E-MAIL:	bill.petri@cliftoncpa.com	
FAX:	(720) 482-6668	

Return to: Office of the State Auditor
 Local Government Division
 Legislative Services Building
 200 E. 14th Avenue
 Denver, CO 80203 - 2211
 FAX: (303) 869-2875
 Email: OSA.LG@state.co.us

Call (303) 869-2870 if you need help completing this form.

Section 29-1-604, C.R.S. outlines the provisions for an exemption from audit. Generally, any local government where neither revenues nor expenditures exceed \$500,000 in any fiscal year qualify for an exemption. **If either revenues or expenditures are less than \$100,000 you may use this form. If either revenues or expenditures are \$100,000 but not more than \$500,000, you must use the long form application for exemption from audit.**

- Instructions:
 In order to ensure that your government's application will be accepted by the Office of the State Auditor, you must do the following:
1. Prepare this form completely and accurately. Please note that there are seven 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 in 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 may be **mailed, faxed, or emailed** as indicated above. If faxed or emailed, a resolution of the governing board **must** accompany the application from exemption from audit in a format that includes the signatures of a majority of the governing body (see sample resolution). If mailed, an original plus one copy should be sent.
 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.

PART 1 - CERTIFICATION OF PREPARER		
1	Name: William A. Petri, CPA	Title: District Accountant
2	Firm name (if applicable): Clifton Gunderson, LLP	
3	Address: 6399 S. Fiddler's Green Circle, Suite 100, Greenwood Village, CO 80111	
4	Date prepared: 2/26/2007	Telephone number: 303-779-5710
5	Signature: See Accountant's Compilation Report	
		Check One
		Yes No
6	Are you a person skilled in governmental accounting?	x
	If no, you are not qualified to complete this form.	

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.

Ln#	Description	(Omit cents)
7	Taxes: Property:	\$ -
8	Specific Ownership:	\$ -
9	Sales and Use:	\$ -
10	Other (specify):	\$ -
11	Licenses and permits	\$ -
12	Intergovernmental: Grants:	\$ -
13	Conservation Trust Funds (Lottery):	\$ -
14	Highway User Tax Funds (HUTF):	\$ -
15	Other (specify):	\$ -
16	Charges for services	\$ -
17	Fines and forfeits	\$ -
18	Special assessments	\$ -
19	Investment income	\$ -
20	Charges for utility services	\$ -
21	Debt proceeds	\$ -
22	Lease proceeds	\$ -
23	Proceeds from sale of capital assets	\$ -
24	Fire and police pension	\$ -
25	Other (specify): Developer advance	\$ 46,247
26		\$ -
27	TOTAL REVENUE all sources	\$ 46,247

PART 3 - EXPENDITURES

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

Ln#	Description	(Omit cents)
28	Administrative	\$ 20,234
29	Salaries	\$ -
30	Payroll taxes	\$ -
31	Contract services	\$ -
32	Employee benefits	\$ -
33	Insurance	\$ 748
34	Accounting and legal fees	\$ 25,265
35	Repair and maintenance	\$ -
36	Supplies	\$ -
37	Utilities and telephone	\$ -
38	Police	\$ -
39	Fire	\$ -
40	Streets and highways	\$ -
41	Public health	\$ -
42	Culture and recreation	\$ -
43	Utility operations	\$ -
44	Capital outlay	\$ -
45	Debt service principal	\$ -
46	Debt service interest	\$ -
47	Contribution to volunteer fire pension plan (such as FPPA)	\$ -
48	Other (specify):	\$ -
49		\$ -
50		\$ -
51		\$ -
52		\$ -
53		\$ -
54		\$ -
55		\$ -
56	TOTAL EXPENDITURES all categories	\$ 46,247

PART 4 - DEBT OUTSTANDING, ISSUED AND RETIRED

Line#	Please answer the following questions by marking the appropriate box			Yes	No
57	Do you have outstanding debt?			X	
58	Is the debt repayment schedule attached?				X
59	Please complete the following debt schedule, if applicable:	Outstanding at start of fiscal year	Total issued during fiscal year (add)	Total retired during fiscal year (less)	outstanding at fiscal year end
60	General obligation bonds	\$ -	\$ -	\$ -	\$ -
61	Revenue bonds	\$ -	\$ -	\$ -	\$ -
62	Notes/loans	\$ -	\$ -	\$ -	\$ -
63	Leases	\$ -	\$ -	\$ -	\$ -
64	Other (specify): Developer advances	\$ -	\$ 46,247	\$ -	\$ 46,247
Line#	Please answer the following questions by marking the appropriate box			Yes	No
65	Does the entity have any authorized, but unissued debt?			X	
66	If yes, how much?	\$ 1,064,000,000			
67	If yes, what is the authorization date?	11/5/02 & 11/7/06			
68	Does the entity intend to issue debt within the next calendar year (2007)?				X
69	If yes, how much?	\$ -			
Line#	Please answer the following questions by marking the appropriate box			Yes	No
70	Do you have any debt that has been refinanced that you are still responsible for?				X
71	If yes, what is the amount outstanding?	\$ -			
Line#	Please answer the following questions by marking the appropriate box			Yes	No
72	Do you have any lease agreements?			If yes,	X
73	Is the lease subject to annual appropriation?				
74	For how many years is the lease?				
75	What are your annual lease payments?	\$ -			

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

Line#	Please provide the entity's cash deposits and investment balances:	Checking Accounts	Savings Accounts	Certificates of Deposit	Total
76	Cash deposits	\$ -	\$ -	\$ -	\$ -
77	Investments (if investment is a mutual fund, please list underlying investments):				
78					
79					
80					
81					
82	Total Investments				
83	Total Cash and Investments				
Line#	Please answer the following questions by marking the appropriate box			Yes	No
84	Are your deposits in an eligible (PDPA) public depository (Sec 11-10.5-101 et Seq, C.R.S.)				X
85	If no, please explain: The District had no deposits in 2006.				

PART 6 - OTHER INFORMATION

Line#	Please answer the following questions by marking in the appropriate boxes	Yes	No
86	Do you have land, buildings, and/or equipment?		x
87	Have you prepared an inventory of your land, buildings, and/or equipment (Section 29-1-506,		
88	If no, please explain:		
89			
90	If yes, complete the following table:		
		Balance - Beginning of the Year	Additions
		Deletions	Balance - End of the Year
91	Land	\$ -	\$ -
92	Buildings	\$ -	\$ -
93	Machinery and equipment	\$ -	\$ -
94	Furniture and fixtures	\$ -	\$ -
95	Other (explain):	\$ -	\$ -

Line#	Please answer the following questions by marking in the appropriate boxes	Yes	No
96	Do you have an "old hire" firemen's pension plan?		x
97	Do you have a volunteer firemen's pension plan?		x
98	If yes, who administers the plan?		
99	indicate your contributions from:		
100	Tax: (Property, SO, Sales, etc)	\$ -	
101	State Contribution Amount	\$ -	
102	Other: (Gifts, Donations, etc)	\$ -	
103	What is your monthly benefit paid for 20 years of service per retiree as of Jan 1st?	\$ -	

Line#	Please answer the following question by marking in the appropriate boxes	Yes	No
104	Did you file a 2006 budget with the Department of Local Affairs?	x	
105	If no, please explain:		
106			
107	Please indicate the amount appropriated for each of your funds for 2006:		
108	Fund Name	Budgeted 2006 Expenditures	
109	General Fund (Amended 12/01/06)	\$ 50,000	
110		\$ -	
111		\$ -	

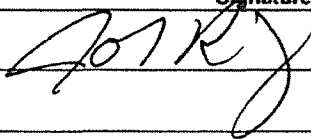
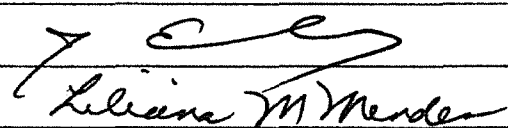
Line#	Please answer the following question by marking in the appropriate boxes	Yes	No
112	Are you in compliance with all the provisions of TABOR (Article X, Section 20) of the State Constitution? If no please explain:	x	
113	Note: An election to exempt your government from the spending limitations of TABOR does not exempt you from the 3% emergency reserve requirement. In this case, you should see if you meet this requirement and check yes or no above.		

Line#	Please answer the following questions by marking in the appropriate boxes	Yes	No
114	Are you a newly formed governmental entity?		X
115	Are you a metropolitan district?	X	
116	Please indicate what services you provide: Provide financing for the design, acquisition, construction and installation of essential public-purpose facilities and improvements such as sanitation, water, streets, traffic and safety controls, parks and recreation, transportation, television relay and translation, mosquito control, and fire protection.		
117	Do you have an agreement with another government entity to provide services?	X	
118	If yes, list the name of the other government entity and the services provided: Town of Castle Rock. Imposition of a "Fire Protection and Emergency Response Mill Levy" of 6.750 mills and direct payment of \$161,730 to build a fire station in the District. Town of Castle Rock. Construction of certain water main facilities. Crowfoot Valley Ranch MD No. 2. District No. 2 will pay the costs to construct, operate, and maintain improvements described in the Consolidated Service Plan of the Districts by imposition of a mill levy on the property within its boundaries. District No. 1 will own, operate, maintain, and construct the improvements.		

PART 7 - GOVERNING BODY APPROVAL

We, the undersigned, certify that this Application for Exemption from Audit has been:
Prepared consistent with Section 29-1-604, C.R.S., which states that an Application with revenues or expenditures of \$100,000 or less must be prepared by a person skilled in governmental accounting;
Completed to the best of our knowledge and is accurate and true;
Reviewed and approved by a majority of the governing body.

Note: Please list all current members of the governing body. In addition, original signatures must be provided for a majority of those listed.

	Name (please print or type all current members of the governing body)	Date Term Expires	Signature
1	John R. Waggoner	May 2010	
2	Timothy J. Hendrick	May 2008	
3	Donald E. Hunt	May 2010	
4	J. Eric Eckberg	May 2008	
5	Liliana M. Mendes	May 2008	



ACCOUNTANTS' COMPILATION REPORT

**Board of Directors
Crowfoot Valley Ranch Metropolitan District No. 1
Douglas County, Colorado**

We have compiled the Application for Exemption from Audit of Crowfoot Valley Ranch Metropolitan District No. 1 as of and for the year ended December 31, 2006, included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Colorado State Auditor's Office information that is the representation of management. We have not audited or reviewed the accompanying Application for Exemption from Audit and, accordingly, do not express an opinion or any other form of assurance on it.

The Application for Exemption from Audit is presented in accordance with the requirements of the Colorado State Auditor's Office, which differ from generally accepted accounting principles. Accordingly, the Application for Exemption from Audit is not designed for those who are not informed about such differences.

We are not independent with respect to Crowfoot Valley Ranch Metropolitan District No. 1.

Clifton Gunderson LLP

Greenwood Village, Colorado
February 26, 2007



March 15, 2007

Ms. Christy Reeves
Director of Local Government Audits
Legislative Services Building
200 East 14th Avenue
Denver, Colorado 80203

Dear Ms. Reeves:

Enclosed are one original and one copy of the Applications for Exemption from Audit for Crowfoot Valley Ranch Metropolitan Districts No. 1 and 2 for the year ended December 31, 2006. Please mail the Acceptance of Exemption from Audit directly to our offices at the address listed below.

If you have any questions concerning this report, please contact us at (303) 779-5710.

Very truly yours,

Clifton Gunderson LLP

CLIFTON GUNDERSON LLP
Certified Public Accountants & Consultants

enclosures

cc: Matt Dalton, Esq.
Ann Finn