



STATE OF COLORADO

Sally Symanski, CPA
State Auditor

OFFICE OF THE STATE AUDITOR
LOCAL GOVERNMENT AUDIT DIVISION
(303) 869-2870
FAX (303) 869-2875

Legislative Services Building
200 East 14th Avenue
Denver, Colorado 80203-2211

March 15, 2007

Board of Directors
Upper Black Squirrel Creek
Ground Water Management District
520 Colorado Street, Suite C
Calhan, Colorado 80808

RE: #2667

Dear Board Members:

Your Application for Exemption from Audit for the year ended December 31, 2006 has been accepted.

If we may be of any assistance to you, please feel free to call us at 303-869-2870.

Sincerely,

Christy A. Reeves
Director of Local Government Audits

DER:js

cc: Division of Local Government

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

NAME OF GOVERNMENT:	Upper Black Squirrel Creek Groundwater Management Subdistrict	For the Fiscal Year Ended December 31, 2006 or fiscal year ended:
ADDRESS:	520 Colorado Avenue, Suite C Calhan, CO 80808	
CONTACT PERSON:	Tracy Doran	
TELEPHONE:	(719) 347-0704	
E-MAIL:		
FAX:	(719) 347-9423	

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

Instructions:

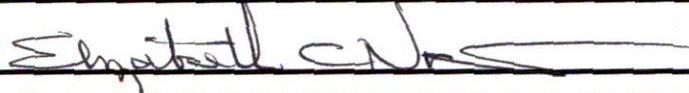
In order to ensure that your government's application will be accepted by the Office of the State Auditor, you must do the following:

1. Prepare this form completely and accurately.
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 an independent accountant (separate from the entity) with knowledge of 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.

CERTIFICATION OF PREPARER

I certify that I am an independent** accountant with knowledge of governmental accounting and that the information in the Application is complete and accurate to the best of my knowledge.

Name:	Elizabeth C. Nickels	Title:	Certified Public Accountant
Firm Name:	Nickels & Co. LLC		
Firm Address:	4631 W 20th Street Road, Suite 101, Greeley, CO 80634		
Date Prepared:	2/23/2007	Telephone Number:	(970) 304-9420

Signature: 

The Audit Law requires that a person independent** of the entity complete the Application if revenues or expenditure are at least \$100,000 but not more than \$500,000. Please describe what your relationship is with the entity.

Independent consultant for District regarding Tabor amendment and various budgeting matters. Prepared application for exemption in prior years. No other relationship with District.

** Independent means someone who is separate from the entity.