



June 17, 2015

Board of Directors
Alpensee Water District
950 Wadsworth Blvd., Suite 204
Lakewood, CO 80214

RE: 2401.00

Dear Board Members:

We have reviewed the Application for Exemption from Audit of Alpensee Water District. Based on our review, the December 31, 2014 Application for Exemption from Audit has been approved. We noted the following items that we believe deserve your attention:

We accepted your Application for Exemption from Audit, even though it was filed after the statutory deadline of March 31. The Local Government Audit Law (Section 29-1-601, et. seq., C.R.S.) states that Applications for Exemption from Audit must be filed with the Office of the State Auditor within three months after the close of the fiscal year. Please ensure the application is submitted on time in the future.

The application demonstrates that expenditures exceeded amounts budgeted and appropriated for the current year. Because spending in excess of amounts budgeted and appropriated may be a violation of the Local Government Budget Law (Section 29-1-110, C.R.S.), we urge you to carefully review the Budget Law to be sure its requirements are complied with in the future.

Changes effective for periods beginning after January 1, 2015:

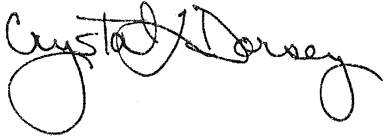
Senate Bill 15-024, passed during the 2015 Legislative Session, increased the maximum threshold for the application for exemption from audit to \$750,000. All applications for exemption from audit are subject to review by and approval of the State Auditor in accordance with the Local Government Audit Law, Section 29-1-601 et seq., C.R.S. Applications must be completed in accordance with regulations issued by the state auditor. We strongly advise that you familiarize yourself with the new requirements and all provisions of the Local Government Audit Law. Please consult our web site for current requirements prior to preparing your application for exemption from audit for the year December 31, 2015 which will be due March 31, 2016.



We Set the Standard for Good Government

If we may be of any assistance to you, please feel free to call us at 303-869-3000. For further resources see our web site at: www.leg.state.co.us/OSA/coauditor1.nsf1121

Sincerely,

A handwritten signature in black ink that reads "Crystal L. Dorsey". The signature is written in a cursive, flowing style with a large loop at the end of the last name.

Crystal L. Dorsey, CPA
Local Government Audit Manager

cc: Colorado Department of Local Affairs
Division of Local Governments