



October 21, 2014

Board Of Directors
Chapparral Metropolitan District
7995 E. Prentice Ave.
Greenwood Village, CO 80111

Suite 103E

RE: 1035.00

Dear Board Of Directors:

We have reviewed the Application for Exemption from Audit of the Chapparral Metropolitan District. Based on our review, the December 31, 2013 Application for Exemption from Audit has been approved. We noted the following item that we believe deserves your attention:

The District did not fully complete question 6-1 and may not have conducted an annual inventory of property. Both generally accepted accounting principles and the Local Government Audit Law require that capital assets be accounted for and audited. In addition, the Local Government Uniform Accounting Law (Section 29-1-506, C.R.S.) requires an annual inventory of capital assets.

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. We strongly advise that you familiarize yourself with all provisions of the Local Government Audit Law, Section 29-1-601 et seq., C.R.S.

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.state.co.us/auditor.

Sincerely,

Crystal L. Dorsey, CPA
Local Government Audit Manager

cc: Department of Local Affairs
Division of Local Government



We Set the Standard for Good Government