



NORTH DAKOTA OFFICE OF THE STATE AUDITOR

State Auditor Joshua C. Gallion

2023 Annual Financial Report of **City of Velva**



TABLE OF CONTENTS

INTRODUCTION

Basic Review Summary 1

REPORT

Annual Financial Report..... 2

Long-Term Debt Table 3

Comments..... 4

HAVE QUESTIONS? ASK US.

**NORTH DAKOTA STATE
AUDITOR’S OFFICE**

600 E. Boulevard Ave. Dept 117
Bismarck, North Dakota 58505

-  701-328-2241
-  NDSAO@nd.gov
-  ND.gov/Auditor
-  Facebook.com/NDStateAuditor
-  LinkedIn.com/company/NDStateAuditor
-  Youtube.com/@NDStateAuditor

OFFICE OF GOOD GOVERNMENT

Free resources and support for local
governments across North Dakota.

-  ND.gov/Auditor/Office-Good-Government



NORTH DAKOTA OFFICE OF THE STATE AUDITOR

State Capitol
600 E. Boulevard Ave. Dept. 117
Bismarck, ND 58505

www.nd.gov/auditor

ndsao@nd.gov

Basic Review Summary

We have reviewed the cash basis Annual Financial Report for the City of Velva for the year ended 2023. This review was done under the authority of North Dakota Century Code 54-10-14. These reviews are limited in scope and are not completed under the Auditing or Attestation standards issued by the American Institute of Certified Public Accountants.

This review was limited to verifying the following:

- Fund balances submitted on the Annual Financial Report agreed to the balances held at the bank.
- Long-term debt reported agrees to debt statements.
- Required fund breakouts are reported.

During the basic review, we identified that bank balances did agree to total balances reported on the Annual Financial Report.

Any comments from either the Basic Review or Extended Review are included at the back of the report.

North Dakota State Auditor's Office
Bismarck, North Dakota
April 28, 2025



	Special Revenue		Debt Service			
	General Fund	Fund	Enterprise Fund	Fund	Custodial Fund	Total Funds
Receipts						
General Property Taxes	\$ 319,508.85	\$ 27,818.08	\$ -	\$ -	\$ 26,451.90	\$ 373,778.83
City Sales Taxes	-	326,293.93	-	-	-	326,293.93
Oil And Gas Taxes	9,043.06	-	-	-	-	9,043.06
Highway Taxes	-	108,385.71	-	-	-	108,385.71
Special Assessments	-	-	-	3,736.44	-	3,736.44
All Other Taxes	<u>2,488.63</u>	<u>33,552.51</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,041.14</u>
Total Taxes	<u>331,040.54</u>	<u>496,050.23</u>	<u>-</u>	<u>3,736.44</u>	<u>26,451.90</u>	<u>857,279.11</u>
Licenses And Permits	<u>6,417.50</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,417.50</u>
Total Licenses And Permits, And Fees	<u>6,417.50</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,417.50</u>
Grants From State Government	-	167,627.59	-	-	-	167,627.59
State Aid Distribution	<u>108,167.67</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>108,167.67</u>
Total Intergovernmental	<u>108,167.67</u>	<u>167,627.59</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>275,795.26</u>
Municipal Utilities	-	-	439,721.30	-	-	439,721.30
Other	<u>2,232.13</u>	<u>3,600.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,832.13</u>
Total Service Revenue	<u>2,232.13</u>	<u>3,600.00</u>	<u>439,721.30</u>	<u>-</u>	<u>-</u>	<u>445,553.43</u>
Interest And Dividends	26,978.95	-	-	-	-	26,978.95
Donations	-	140.00	-	-	-	140.00
Loan Proceeds	-	-	27,910.17	-	-	27,910.17
Fines, Forfeits, And Penalties	-	-	3,440.00	-	-	3,440.00
All Other Miscellaneous Receipts	<u>18,133.81</u>	<u>51,507.25</u>	<u>-</u>	<u>-</u>	<u>10,634.06</u>	<u>80,275.12</u>
Total Miscellaneous Receipts	<u>45,112.76</u>	<u>51,647.25</u>	<u>31,350.17</u>	<u>-</u>	<u>10,634.06</u>	<u>138,744.24</u>
Total Receipts	<u>\$ 492,970.60</u>	<u>\$ 718,925.07</u>	<u>\$ 471,071.47</u>	<u>\$ 3,736.44</u>	<u>\$ 37,085.96</u>	<u>\$ 1,723,789.54</u>
Disbursements						
Payroll And Benefits	\$ 185,679.47	\$ 54,723.22	\$ 163,109.41	\$ -	\$ -	\$ 403,512.10
Insurance	19,888.85	2,500.00	8,761.00	-	-	31,149.85
Professional Development	-	-	-	-	13,328.56	13,328.56
Utilities	10,194.43	29,969.69	26,221.56	-	-	66,385.68
Other Operating	<u>47,243.16</u>	<u>100,269.49</u>	<u>28,516.17</u>	<u>-</u>	<u>-</u>	<u>176,028.82</u>
Total Personnel And Administrative	<u>263,005.91</u>	<u>187,462.40</u>	<u>226,608.14</u>	<u>-</u>	<u>13,328.56</u>	<u>690,405.01</u>
Equipment	15,764.71	38,191.68	52,714.84	-	-	106,671.23
Infrastructure	-	210,454.84	-	-	-	210,454.84
Repairs And Maintenance	<u>70,689.02</u>	<u>38,235.04</u>	<u>116,159.11</u>	<u>-</u>	<u>-</u>	<u>225,083.17</u>
Total Capital And Infrastructure	<u>86,453.73</u>	<u>286,881.56</u>	<u>168,873.95</u>	<u>-</u>	<u>-</u>	<u>542,209.24</u>
Debt Payments	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,177.62</u>	<u>-</u>	<u>140,177.62</u>
Total Debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>140,177.62</u>	<u>-</u>	<u>140,177.62</u>
Municipal Utilities	<u>-</u>	<u>-</u>	<u>115,420.70</u>	<u>-</u>	<u>-</u>	<u>115,420.70</u>
Total Cost Of Service Revenue	<u>-</u>	<u>-</u>	<u>115,420.70</u>	<u>-</u>	<u>-</u>	<u>115,420.70</u>
Culture And Recreation	603.00	-	-	-	3,138.00	3,741.00
Economic Development	-	71,100.00	-	-	13,225.95	84,325.95
Fire Protection	-	30,939.93	-	-	-	30,939.93
Police Protection	<u>81,300.00</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>81,300.00</u>
Total Functional	<u>81,903.00</u>	<u>102,039.93</u>	<u>-</u>	<u>-</u>	<u>16,363.95</u>	<u>200,306.88</u>
Custodial Pass-Through	<u>21,633.53</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,633.53</u>
Total Miscellaneous	<u>21,633.53</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>21,633.53</u>
Total Disbursements	<u>\$ 452,996.17</u>	<u>\$ 576,383.89</u>	<u>\$ 510,902.79</u>	<u>\$ 140,177.62</u>	<u>\$ 29,692.51</u>	<u>\$ 1,710,152.98</u>
Transfers In	\$ -	\$ 74,212.63	\$ -	\$ 139,022.18	\$ -	\$ 213,234.81
Transfers Out	<u>47,212.63</u>	<u>77,462.03</u>	<u>88,560.15</u>	<u>-</u>	<u>-</u>	<u>213,234.81</u>
Total Transfers	<u>(47,212.63)</u>	<u>(3,249.40)</u>	<u>(88,560.15)</u>	<u>139,022.18</u>	<u>-</u>	<u>-</u>
Beginning Fund Balance	\$ 167,287.43	\$ 575,078.13	\$ 657,619.93	\$ 38,611.75	\$ 2,102.61	\$ 1,440,699.85
Current Year Activity	<u>39,974.43</u>	<u>142,541.18</u>	<u>(39,831.32)</u>	<u>(136,441.18)</u>	<u>7,393.45</u>	<u>13,636.56</u>
Ending Fund Balance	<u>\$ 160,049.23</u>	<u>\$ 714,369.91</u>	<u>\$ 529,228.46</u>	<u>\$ 41,192.75</u>	<u>\$ 9,496.06</u>	<u>\$ 1,454,336.41</u>



Long-Term Debt Table

Long-Term Debt					Total	225,834.00
Type	Bank/Institution	Purpose of Debt	Maturity Date	Original Amount	Balance Amount	
Loans Payable	BND	Sewer Main	9/1/1931	190,000.00	90,000.00	
Loans Payable	BND	Water Transmission Line	9/1/2029	300,000.00	130,000.00	
Loans Payable	Peoples State Bank	Sewer Construction	5/1/2024	70,000.00	5,834.00	



Comments Letter

There were no comments.



Office of the
State Auditor

NORTH DAKOTA STATE AUDITOR
JOSHUA C. GALLION

NORTH DAKOTA STATE AUDITOR'S OFFICE

600 E. Boulevard Ave. Dept. 117 | Bismarck, North Dakota 58505

 [ND.gov/Auditor](https://nd.gov/Auditor)

 NDSAO@nd.gov

 701-328-2241

 Facebook.com/NDStateAuditor

 YouTube.com/@NDStateAuditor

 Linkedin.com/company/NDStateAuditor