



NORTH DAKOTA OFFICE OF THE STATE AUDITOR

State Auditor Joshua C. Gallion

2020 Annual Financial Report of City of Gackle



TABLE OF CONTENTS

INTRODUCTION

Basic Review Summary 1

REPORT

Annual Financial Report..... 2


Comments 3




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](https://www.facebook.com/NDStateAuditor)
-  [Linkedin.com/company/NDStateAuditor](https://www.linkedin.com/company/NDStateAuditor)
-  [Youtube.com/@NDStateAuditor](https://www.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 Gackle for the year ended 2020. 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 Generally Accepted Auditing or Attestation standards issued by the American Institute of Certified Public Accountants. Therefore, we do not express an opinion over the financial information included in this report.

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 didn't agree to total balances reported on the Annual Financial Report.

We determined the total amount of revenue and expenditures from bank records. We performed a comparison between the bank records and the accounting records and identified the transactions that were not recorded to the accounting ledger.

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

North Dakota State Auditor's Office
Bismarck, North Dakota
April 15, 2025



	Special Revenue			
	General Fund	Fund	Enterprise Fund	Total Funds
Receipts				
General Property Taxes	\$ 44,350.76	\$ 3,386.84	\$ -	\$ 47,737.60
City Sales Taxes	23,211.38	-	-	23,211.38
Highway Taxes	25,249.31	-	-	25,249.31
All Other Taxes	<u>816.57</u>	<u>-</u>	<u>-</u>	<u>816.57</u>
Total Taxes	<u>93,628.02</u>	<u>3,386.84</u>	<u>-</u>	<u>97,014.86</u>
Licenses And Permits	13,065.00	-	-	13,065.00
Fees	<u>-</u>	<u>2,398.00</u>	<u>-</u>	<u>2,398.00</u>
Total Licenses And Permits, And Fees	<u>13,065.00</u>	<u>2,398.00</u>	<u>-</u>	<u>15,463.00</u>
State Aid Distribution	<u>21,667.77</u>	<u>-</u>	<u>-</u>	<u>21,667.77</u>
Total Intergovernmental	<u>21,667.77</u>	<u>-</u>	<u>-</u>	<u>21,667.77</u>
Municipal Utilities	-	-	219,778.84	219,778.84
Recreational	5,000.00	-	-	5,000.00
Other	<u>900.00</u>	<u>-</u>	<u>-</u>	<u>900.00</u>
Total Service Revenue	<u>5,900.00</u>	<u>-</u>	<u>219,778.84</u>	<u>225,678.84</u>
Interest And Dividends	915.21	-	-	915.21
Fines, Forfeits, And Penalties	3,430.22	-	-	3,430.22
All Other Miscellaneous Receipts	<u>14,599.21</u>	<u>-</u>	<u>-</u>	<u>14,599.21</u>
Total Miscellaneous Receipts	<u>18,944.64</u>	<u>-</u>	<u>-</u>	<u>18,944.64</u>
Total Receipts	<u>\$ 153,205.43</u>	<u>\$ 5,784.84</u>	<u>\$ 219,778.84</u>	<u>\$378,769.11</u>
Disbursements				
Payroll And Benefits	\$ 90,289.96	\$ -	\$ -	\$ 90,289.96
Insurance	3,601.00	-	-	3,601.00
Rent	3,300.00	-	-	3,300.00
Utilities	11,121.39	-	-	11,121.39
Other Operating	<u>47,125.05</u>	<u>169.26</u>	<u>-</u>	<u>47,294.31</u>
Total Personnel And Administrative	<u>155,437.40</u>	<u>169.26</u>	<u>-</u>	<u>155,606.66</u>
Equipment	6,291.15	-	-	6,291.15
Repairs And Maintenance	<u>45,285.47</u>	<u>-</u>	<u>-</u>	<u>45,285.47</u>
Total Capital And Infrastructure	<u>51,576.62</u>	<u>-</u>	<u>-</u>	<u>51,576.62</u>
Debt Payments	<u>-</u>	<u>-</u>	<u>86,281.26</u>	<u>86,281.26</u>
Total Debt	<u>-</u>	<u>-</u>	<u>86,281.26</u>	<u>86,281.26</u>
Municipal Utilities	<u>-</u>	<u>-</u>	<u>94,757.08</u>	<u>94,757.08</u>
Total Cost Of Service Revenue	<u>-</u>	<u>-</u>	<u>94,757.08</u>	<u>94,757.08</u>
Education	-	2,121.39	-	2,121.39
Economic Development	-	1,289.14	-	1,289.14
Police Protection	<u>10,620.00</u>	<u>-</u>	<u>-</u>	<u>10,620.00</u>
Total Functional	<u>10,620.00</u>	<u>3,410.53</u>	<u>-</u>	<u>14,030.53</u>
Total Disbursements	<u>\$ 217,634.02</u>	<u>\$ 3,579.79</u>	<u>\$ 181,038.34</u>	<u>\$402,252.15</u>
Beginning Fund Balance	\$ 145,784.57	\$ 13,722.42	\$ 352,537.42	\$512,044.41
Current Year Activity	<u>(64,428.59)</u>	<u>2,205.05</u>	<u>38,740.50</u>	<u>(23,483.04)</u>
Adjustment To Fund Balance (Sao Use)	(313.80)	-	-	(313.80)
Ending Fund Balance	<u>\$ 81,042.18</u>	<u>\$ 15,927.47</u>	<u>\$ 391,277.92</u>	<u>\$488,247.57</u>



Comments Letter

Highway Tax Dollars - Not in its own Fund (2020)

During review of the annual financial report, a total of \$25,249.31 in Highway tax revenue was received and deposited into the General Fund.

North Dakota Century Code 54-27-19(5) requires all highway tax funds to be deposited into a separate fund by cities.

Suggested Change:

The entity should track revenues and expenditures related to highway tax revenue in a Highway Tax Fund.

Missing Outstanding Item (2020)

During review of the annual financial report, outstanding checks (and/or deposits) as of December 31, 2020 were not included to show the proper bank balance per books and balance to the ending fund balance.

Suggested Change:

The outstanding items were added to balance the books to the fund balance. The entity should include any outstanding checks and/or deposits when completing their annual financial report.

Inaccurate Reporting of Revenues and Expenditures (2020)

It is noted that the annual report submitted for the entity does not tie to the bank statements at the end of the year, nor are revenues or expenditures recorded accurately.

Suggested Change:

Adjustments were made to the annual financial report to reflect the missing revenues and/or expenditures. The entity should record all revenues and expenditures throughout the year to ensure the accuracy of the annual financial report.



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