



NORTH DAKOTA OFFICE OF THE STATE AUDITOR

State Auditor Joshua C. Gallion

2023 Annual Financial Report of **City of Sanborn**



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HAVE QUESTIONS? ASK US.

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Basic Review Summary

We have reviewed the cash basis Annual Financial Report for the City of Sanborn 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
July 21, 2025



	Special Revenue			Debt Service		
	General Fund	Fund	Enterprise Fund	Fund	Custodial Fund	Total Funds
Receipts						
General Property Taxes	\$ 4,812.71	\$ 3,923.48	\$ -	\$ 18,365.05	\$ 1,556.24	\$ 28,657.48
City Sales Taxes	-	1,920.96	-	-	-	1,920.96
Highway Taxes	-	9,049.66	-	-	-	9,049.66
All Other Taxes	-	2,784.02	-	-	-	2,784.02
Total Taxes	4,812.71	17,678.12	-	18,365.05	1,556.24	42,412.12
Licenses And Permits	875.00	-	-	-	-	875.00
Total Licenses And Permits, And Fees	875.00	-	-	-	-	875.00
Grants From Federal Government	281.59	-	-	-	-	281.59
Grants From State Government	-	24,754.87	-	-	-	24,754.87
State Aid Distribution	16,250.34	-	-	-	-	16,250.34
Total Intergovernmental	16,531.93	24,754.87	-	-	-	41,286.80
Municipal Utilities	-	-	107,276.08	-	-	107,276.08
Other	2,125.00	-	550.00	-	-	2,675.00
Total Service Revenue	2,125.00	-	107,826.08	-	-	109,951.08
Interest And Dividends	5,465.47	-	-	-	-	5,465.47
Donations	1,925.75	-	-	-	-	1,925.75
Fines, Forfeits, And Penalties	-	-	1,266.92	-	-	1,266.92
Total Miscellaneous Receipts	7,391.22	-	1,266.92	-	-	8,658.14
Total Receipts	\$ 31,735.86	\$ 42,432.99	\$ 109,093.00	\$ 18,365.05	\$ 1,556.24	\$ 203,183.14
Disbursements						
Payroll And Benefits	\$ 19,867.30	\$ -	\$ -	\$ -	\$ -	\$ 19,867.30
Insurance	4,348.81	-	-	-	-	4,348.81
Utilities	2,322.99	5,743.86	3,335.64	-	-	11,402.49
Other Operating	8,557.36	3,340.00	6,125.85	-	-	18,023.21
Total Personnel And Administrative	35,096.46	9,083.86	9,461.49	-	-	53,641.81
Equipment	-	-	26,137.21	-	-	26,137.21
Repairs And Maintenance	19,739.87	-	24,916.72	-	-	44,656.59
Total Capital And Infrastructure	19,739.87	-	51,053.93	-	-	70,793.80
Debt Payments	-	-	-	11,889.11	-	11,889.11
Total Debt	-	-	-	11,889.11	-	11,889.11
Municipal Utilities	-	-	45,103.00	-	-	45,103.00
Total Cost Of Service Revenue	-	-	45,103.00	-	-	45,103.00
Fire Protection	-	2,237.45	-	-	-	2,237.45
Total Functional	-	2,237.45	-	-	-	2,237.45
Custodial Pass-Through	-	-	-	-	1,916.01	1,916.01
Total Miscellaneous	-	-	-	-	1,916.01	1,916.01
Total Disbursements	\$ 54,836.33	\$ 11,321.31	\$ 105,618.42	\$ 11,889.11	\$ 1,916.01	\$ 185,581.18
Beginning Fund Balance	\$ 424,489.93	\$ 26,035.96	\$ 98,419.29	\$ 6,070.83	\$ 359.77	\$ 555,375.78
Current Year Activity	(23,100.47)	31,111.68	3,474.58	6,475.94	(359.77)	17,601.96
Ending Fund Balance	\$ 401,389.46	\$ 57,147.64	\$ 101,893.87	\$ 12,546.77	\$ -	\$ 572,977.74



Comments Letter

Municipal Infrastructure Fund - Not in its own Fund (2023)

During review of the annual financial report, the entity received Municipal Infrastructure Funds, also known as Prairie Dog funds, and did not record them in a Capital Projects Fund.

HB 1066 from the 66th Legislative Assembly during the 2019 Legislative Session allocated Prairie Dog Funds for "essential infrastructure projects". "Essential infrastructure projects" are defined as capital construction projects to construct new infrastructure or to replace existing infrastructure, which provide the fixed installations necessary for the function of a city.

GASB 54 state capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays.

Suggested Change:

The entity should track revenues and expenditures related to the Municipal Infrastructure Funds in a Capital Project Fund.



Office of the
State Auditor

NORTH DAKOTA STATE AUDITOR
JOSHUA C. GALLION

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