



# NORTH DAKOTA OFFICE OF THE STATE AUDITOR

*State Auditor Joshua C. Gallion*

## 2023 Annual Financial Report of **City of Taylor**



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**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
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**NORTH DAKOTA OFFICE OF THE STATE AUDITOR**

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

[www.nd.gov/auditor](http://www.nd.gov/auditor)

[ndsao@nd.gov](mailto:ndsao@nd.gov)

## Basic Review Summary

We have reviewed the cash basis Annual Financial Report for the City of Taylor 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 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.

Additional procedures for the bank balances were completed.

We received a listing of outstanding checks and deposits at the year end. These were verified with accounting records to ensure they were an outstanding item that would impact the Annual Financial Report. There were additional differences identified.

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 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 8, 2025



	General Fund	Enterprise Fund	Debt Service Fund	Capital Project Fund	Total Funds
<b>Receipts</b>					
General Property Taxes	\$ 29,111.19	\$ -	\$ 15,515.14	\$ -	\$ 44,626.33
Oil And Gas Taxes	84,007.13	-	-	-	84,007.13
Highway Taxes	18,702.93	-	-	-	18,702.93
Special Assessments	-	-	18,226.57	-	18,226.57
All Other Taxes	<u>402.28</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>402.28</u>
Total Taxes	<u>132,223.53</u>	<u>-</u>	<u>33,741.71</u>	<u>-</u>	<u>165,965.24</u>
Licenses And Permits	<u>2,662.90</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,662.90</u>
Total Licenses And Permits, And Fees	<u>2,662.90</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,662.90</u>
Grants From State Government	75,000.60	-	-	-	75,000.60
Grants From Local Governments	28,866.00	-	-	-	28,866.00
State Aid Distribution	<u>22,756.25</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>22,756.25</u>
Total Intergovernmental	<u>126,622.85</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,622.85</u>
Municipal Utilities	-	128,886.22	-	-	128,886.22
Other	<u>7,124.42</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,124.42</u>
Total Service Revenue	<u>7,124.42</u>	<u>128,886.22</u>	<u>-</u>	<u>-</u>	<u>136,010.64</u>
Interest And Dividends	36,709.29	-	-	-	36,709.29
All Other Miscellaneous Receipts	<u>152.83</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>152.83</u>
Total Miscellaneous Receipts	<u>36,862.12</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,862.12</u>
Total Receipts	<u>\$ 305,495.82</u>	<u>\$ 128,886.22</u>	<u>\$ 33,741.71</u>	<u>\$ -</u>	<u>\$ 468,123.75</u>
<b>Disbursements</b>					
Payroll And Benefits	\$ 14,895.30	\$ 28,775.17	\$ -	\$ -	\$ 43,670.47
Insurance	3,134.00	-	-	-	3,134.00
Utilities	1,966.24	-	-	-	1,966.24
Other Operating	<u>14,914.84</u>	<u>8,483.75</u>	<u>-</u>	<u>-</u>	<u>23,398.59</u>
Total Personnel And Administrative	<u>34,910.38</u>	<u>37,258.92</u>	<u>-</u>	<u>-</u>	<u>72,169.30</u>
Infrastructure	<u>-</u>	<u>135,958.35</u>	<u>-</u>	<u>-</u>	<u>135,958.35</u>
Total Capital And Infrastructure	<u>-</u>	<u>135,958.35</u>	<u>-</u>	<u>-</u>	<u>135,958.35</u>
Debt Payments	<u>35,754.63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,754.63</u>
Total Debt	<u>35,754.63</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>35,754.63</u>
Municipal Utilities	<u>-</u>	<u>77,888.41</u>	<u>-</u>	<u>-</u>	<u>77,888.41</u>
Total Cost Of Service Revenue	<u>-</u>	<u>77,888.41</u>	<u>-</u>	<u>-</u>	<u>77,888.41</u>
Total Disbursements	<u>\$ 70,665.01</u>	<u>\$ 251,105.68</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 321,770.69</u>
Beginning Fund Balance	\$ 993,935.06	\$ 330,146.36	\$ 45,603.20	\$ -	\$ 1,369,684.62
Current Year Activity	<u>234,830.81</u>	<u>(122,219.46)</u>	<u>33,741.71</u>	<u>-</u>	<u>146,353.06</u>
Adjustment To Fund Balance (Sao Use)	(96.90)	-	-	-	(96.90)
Ending Fund Balance	<u>\$ 1,228,668.97</u>	<u>\$ 207,926.90</u>	<u>\$ 79,344.91</u>	<u>\$ -</u>	<u>\$ 1,515,940.78</u>



Long-Term Debt Table

Long-Term Debt					Total	135,000.00
Type	Bank/Institution	Purpose of Debt	Maturity Date	Original Amount	Balance Amount	
Bonds Payable	Starion Bond Service	Street Project	5/1/2026	425,000.00	135,000.00	



# Comments Letter

## Highway Tax Dollars not in Separate Fund (2023)

During review of the annual financial report, a total of \$18,702.93 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 City of Taylor should track revenues and expenditures related to highway tax revenue in the Highway Tax fund.

## Municipal Infrastructure Fund not in Separate Fund (2023)

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

GASB 54 states capital project funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays including the acquisition or construction of capital facilities and other capital assets.

### Suggested Change:

The City of Taylor should track revenues and expenditures related to the Municipal Infrastructure Funds in a Capital Projects fund.



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](mailto:NDSAO@nd.gov)

 701-328-2241

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