



BISMARCK, NORTH DAKOTA

**ANNUAL  
COMPREHENSIVE  
FINANCIAL REPORT**

For the Fiscal Year Ended December 31, 2024



# **INTRODUCTORY SECTION**



# **CITY OF BISMARCK, NORTH DAKOTA**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**For the fiscal year ended**

**December 31, 2024**

**Prepared by Fiscal Services**

**CITY OF BISMARCK, NORTH DAKOTA  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024**

**TABLE OF CONTENTS**

<b>I. INTRODUCTORY SECTION</b>	<b>Page</b>
Letter of Transmittal	1
Certificate of Achievement for Excellence in Financial Reporting	5
City of Bismarck Organizational Chart	6
List of Elected and Appointed Officials of the City	7
<b>II. FINANCIAL SECTION</b>	
<b>Independent Auditor's Report</b>	8
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	12
<b>A. BASIC FINANCIAL STATEMENTS</b>	
<b>Government-wide Financial Statements</b>	
Statement of Net Position	22
Statement of Activities	24
<b>Fund Financial Statements</b>	
<b>Governmental Fund Financial Statements</b>	
Balance Sheet	25
Reconciliation of Balance Sheet to the Statement of Net Position	26
Statement of Revenues, Expenditures, and Changes in Fund Balances	27
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities	28
<b>Proprietary Fund Financial Statements</b>	
Statement of Net Position	29
Statement of Revenues, Expenses, and Changes in Fund Net Position	30
Statement of Cash Flows	31
<b>Fiduciary Fund Financial Statements</b>	
Statement of Fiduciary Net Position	33
Statement of Changes in Fiduciary Net Position	34
<b>Notes to the Financial Statements</b>	
<b>Required Supplementary Information</b>	
Budgetary Comparison Schedule: General Fund	84
Budgetary Comparison Schedule: Sales Tax Fund	85
City of Bismarck Employees' Pension Plan	86
Bismarck City Police Pension Plan	87
Notes to the Required Supplementary	88
<b>B. SUPPLEMENTARY INFORMATION - COMBINING FUND FINANCIAL STATEMENTS</b>	
<b>Nonmajor Governmental Funds - Summary</b>	
Balance Sheet	89
Statement of Revenues, Expenditures, and Changes in Fund Balances	90

## TABLE OF CONTENTS, Continued

	<u>Page</u>
<b>Nonmajor Special Revenue Funds</b>	
Combining Balance Sheet	91
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	92
Budgetary Comparison Schedule: Public Transit System Fund	93
Budgetary Comparison Schedule: Library Fund	94
Budgetary Comparison Schedule: Police Asset Forfeiture Fund	95
Budgetary Comparison Schedule: Roads and Streets Fund	96
Budgetary Comparison Schedule: Street Lights and Traffic Signals Fund	97
Budgetary Comparison Schedule: Hotel / Motel Tax Fund	98
Budgetary Comparison Schedule: Lodging, Liquor, and Food Tax Fund	99
Budgetary Comparison Schedule: Vision Fund	100
Budgetary Comparison Schedule: Government Grants and Activities Fund	101
<b>Major Debt Service Funds</b>	
Budgetary Comparison Schedule: Street Improvement Bonds	102
Budgetary Comparison Schedule: Sewermain Bonds	103
<b>Nonmajor Debt Service Funds</b>	
Combining Balance Sheet	104
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	105
Budgetary Comparison Schedule: Watermain Bonds	106
Budgetary Comparison Schedule: Sidewalk Bonds	107
<b>Nonmajor Capital Project Funds</b>	
Combining Balance Sheet	108
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances	109
<b>Nonmajor Enterprise Funds</b>	
Combining Statement of Net Position	110
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	111
Combining Statement of Cash Flows	112
<b>Internal Service Funds</b>	
Combining Statement of Net Position	113
Combining Statement of Revenues, Expenses, and Changes in Fund Net Position	114
Combining Statement of Cash Flows	115
<b>Fiduciary Funds</b>	
Combining Statement of Fiduciary Net Position	116
Combining Statement of Changes in Fiduciary Net Position	117
<b>Component Unit Funds</b>	
Statement of Net Position	118
Statement of Revenues, Expenses, and Changes in Fund Net Position	119

## TABLE OF CONTENTS, Continued

### III. STATISTICAL SECTION

	<u>Page</u>
Net Position by Component	120
Changes in Net Position	121
Fund Balances of Governmental Funds	123
Changes in Fund Balances of Governmental Funds	124
Governmental Activities Tax Revenues by Source	125
Assessed Value and True and Full Value of Taxable Property	126
Property Tax Rates - Direct and Overlapping Governments	127
Principal "Single Property" Taxpayers	128
Property Tax Levies and Collections	129
Ratios of Outstanding Debt by Type	130
Legal Debt Margin Information	131
Direct and Overlapping Governmental Activities Debt	132
Pledged-Revenue Coverage	133
Demographic and Economic Statistics	134
Principal Employers	135
Full-time Equivalent City Government Employees by Function	136
Operating Indicators by Function	137
Capital Asset Statistics by Function	139



June 30, 2025

To the Honorable Mayor, Members of the City Commission, and citizens of the City of Bismarck, North Dakota:

The Annual Comprehensive Financial Report (ACFR) of the City of Bismarck, North Dakota (the City) for the fiscal year ended December 31, 2024, is hereby presented. This complete set of financial statements has been prepared by the Fiscal Services Division of the City's Finance Department in accordance with generally accepted accounting principles (GAAP) and audited by an independent licensed certified public accounting firm in accordance with the auditing standards generally accepted in the United States of America (GAAS) and applicable laws.

GAAP requires management to provide a narrative introduction overview and analysis to accompany the basic financial statements in the form of management discussion and analysis (MD&A). The MD&A section follows the report of the independent auditors. This transmittal letter is designed to complement and read in conjunction with the MD&A.

Management is responsible for the accuracy, completeness, and reliability of the financial statements. Management believes the financial statements present fairly, in all material respects, the financial position and results of operations of various funds, including all disclosures necessary to enable the reader to achieve a full understanding of the City's activities.

Management is responsible for establishing and maintaining an internal control framework. Internal controls are designed to provide reasonable and not absolute assurance regarding the safeguarding of assets against loss, theft, or misuse, and the reliability of financial records for preparing financial statements and maintaining accountability. The concept of reasonable assurance recognizes that the cost of internal controls should not outweigh the benefits derived and that the valuation of cost and benefits require management's judgment and estimates. Management believes that the City's internal control over financial reporting provides reasonable assurance of proper recording and assets are adequately safeguarded.

State statutes and local ordinances require an annual audit by independent certified public accountants. The firm of Eide Bailly, LLP, has audited the financial statements of the City for the year ended December 31, 2024. The annual audit provides reasonable assurance about whether the financial statements are free of material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management as well as evaluating the overall financial statement presentation. Eide Bailly, LLP, concluded that the audit provides a reasonable basis for an unmodified opinion, and the City's financial statements for the fiscal year ending December 31, 2024, are in conformity with generally accepted accounting principles (GAAP). The auditors' opinion is presented in the financial section of this report.

Federal funds received by the City are also subject to an independent audit under the requirements of the Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance).

**Finance Department ★ Fiscal Services Division**

Phone: 701-355-1600 ★ Fax: 701-222-6606 ★ TDD: 711 ★ Website: [www.bismarcknd.gov](http://www.bismarcknd.gov)

221 N. Fifth Street ★ P.O. Box 5503 ★ Bismarck, ND 58506-5503



## **City Profile**

Incorporated in 1875, the City is the State of North Dakota's (the State) capitol and located in the center of the State in Burleigh County, bounded on the west by the Missouri River. The City currently has a land area of 34.91 square miles and a 2020 census population of 73,622. The City is empowered to levy a property tax on real estate located within its boundaries. The City also has the power by state statute to extend its corporate limits by annexation, which is performed periodically by the governing commission.

The City operates under a commission form of government, consisting of a president and four commissioners known as the City Commission. The City of Bismarck Commission is responsible, among other things, for passing ordinances, adopting the budget, appointing committees, the city administrator, assistant city administrator and city attorney, and hiring department directors. The city administrator is responsible for carrying out policies and ordinances of the governing body and for overseeing the day-to-day operations of the City. The city commission members are elected to a four-year staggered term with two commission members elected every two years. The president is elected to a four-year term and serves as the mayor of the City.

The financial reporting entity includes all funds of the primary government, the City, and discretely presented component units. The City provides a full range of services, such as police and fire protection, sanitation services, construction and maintenance of highways, streets and infrastructure, water, wastewater and storm water utility services, solid waste disposal, municipal airport, library, public health, parking garages, and cultural centers and events.

The City adopts an annual budget ordinance approved by the City Commission. The level of budgetary control is established at the fund level. Activities of the general fund, special revenue funds, and debt service funds are included in the annually appropriated budget in accordance with the North Dakota Century Code (NDCC) and the City's Home Rule Charter. Charges for fees and services are reviewed and adjusted with budget approval by the City Commission. A five-year capital projects budget is also updated and approved by the City Commission during the same process.

## **Local Economic Condition and Statistics**

Although the area's largest industry is farming, the City is a major medical center for the region. The City continues to seek economic diversification and committed to new as well as current initiatives that support the economic growth of our City.

In 2024, the City experienced additional economic activity with the inception of new businesses. The City's sales tax and lodging tax collections continued to increase with the inflationary factors, as expected. The City's economy continued to be impacted by national inflation in the last few years. Inflation was tempered by the change in interest rate adjustments made by the U.S. Federal Reserve. Therefore, the City's economy was tempered but continued to increase at a steady rate until early 2025. However, as a result of increased interest rates, the City avoided issuing debt for capital projects other than special assessments. Property value increases tempered in 2024 as a result of tempered inflation compared to prior years.

The City's unemployment rate reported by the U.S. Bureau of Labor Statistics increased from 1.5% in December 2023 to 2.2% in December 2024. Census population estimates identify the City as one of the top three largest and fastest growing cities in the State. The City continues to gain residents, which is confirmed by the 2020 census reporting a population of 73,622 compared to 61,272 in 2010.

The City's challenges from the prior years, such as inflation and supply chain issues, have improved significantly over the past two years. The supply chain issues have mostly recovered, and inflationary increases have been tempered with higher interest rates. This is consistent with the national economic impact. In 2024, wage growth tempered slightly from the previous year causing hiring issues and maintenance of existing employees. According to the U.S. Bureau of Labor Statistics, from December 2023 to December 2024, consumer prices for all products rose by 0.2% in the City.

Certain specialty equipment such as fire trucks and large equipment still experience supply chain issues. This causes the City's budgets to be carried forward to future years in order to budget for encumbrances and commitments. Manufacturers are struggling to keep up with demand for equipment, which causes the City to sustain long lead times and place orders early to combat price increases.

Wage growth and low unemployment has created issues with attracting and retaining employees. As wages continue to increase, employee retention and recruitment has become a problem at the City. The impacts of inflation and wage growth were partially offset by market valuation increases from 2022 to 2023. As the federal reserve continues to monitor inflation and stabilize interest rates, the City is optimistic that this will slow-down the economy and cause more stability in the workforce and production in the United States in 2025.

The City's real estate market remained moderately active in 2024 and early 2025. Lack of residential housing supply increased values of existing homes. Wallethub ranked Bismarck ranked #28 as the Best Run City in the nation, #11 as Happiest Cities in the US, and #9 as Best Places to Raise a Family.

The City continues to experience growth in the tax base through both property value enhancement and new construction. In 2024, 723 building permits were issued within the City's corporate limits compared to 694 in 2023. Residential construction in the City's extraterritorial jurisdiction and the adjacent zoned areas of Burleigh County also continued to grow in 2024. Commercial growth also increased which included the construction of new retail services, banks, restaurants, medical and dental clinics, apartments, and school district additions. The growth in the property tax for the year 2024 was 4.58%, which impacts the City's 2025 budget.

The City allows for five tax abatement programs; renaissance zone property tax exemptions for commercial and residential buildings; new or expanding businesses exemptions; and a remodeling exemption for commercial and residential buildings. These programs are tools for the City to help encourage redevelopment and economic investment through providing tax incentives.

## **Major Initiatives**

In 2024, the City's residents approved a ballot measure to collect an additional 0.5% sales tax with a portion dedicated to transit and a portion dedicated to public safety capital projects. The collections for this sales tax will begin in April 2025 to be remitted to the City in June 2025. In 2018, City citizens approved ballot measures to cap the sales tax used for the 25-mill levy property tax reduction to the 2019 level and to add an additional ½ cent sales tax dedicated to a specific list of arterial street projects with a ten-year sunset (2028). The City has been collecting approximately \$10 million annually to be used for the restricted projects, as noted in the ballot measure.

In 2020, the City completed a space needs study to identify needs and uses of City buildings to account for growth and additional space for public safety, public health, and public works functions. The City Commission authorized the expansion of the public works building and the construction of new public health building in 2021 to address City needs and serve citizens. The public health building was completed in 2023, and the Public Works expansion was complete in 2024. The City Commission continues to evaluate the future building needs based on the study, such as a new police station and fire stations, which will be discussed as part of the 2026 budget.

In 2024, the City received approximately \$12 million from the State of North Dakota from the "Prairie Dog Funding" for HB 1066.

These initiatives reflect the City Commission's commitment to the key areas of the Strategic Plan for economic vitality, community character, civic engagement, and community services.

In 2024, the City Commission approved the 2025 budget with a reduction to the City's property taxes beyond the annual market valuation increase. The City Budget Committee's goal was to sustain existing services and to apply significant objectives including improvement to public safety, equipment replacement, and affording base operational costs. The City will continue to implement this plan into future years.

The City completed a water rate study in 2022-2023 to restructure the existing water and sewer rates. The City Commission approved new water rates on April 25, 2023. In 2024, the City reduced the base water rate for customers by 5%, effective January 1, 2025. Otherwise, the City continued the existing rates with gradual annual inflationary increases to sustain services and finance critical projects for the various utilities that provide services to the citizens. In addition, in 2023, the City was awarded \$50 million from the State of North Dakota for the expansion of the City's water treatment plant. This would allow the City to minimize the water rate increases for citizens, which is currently in progress.

## **Awards and Acknowledgements**

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its annual comprehensive financial report for the year ended December 31, 2023. To be awarded a Certificate of Achievement, a government unit must publish an easily readable and efficiently organized the annual comprehensive financial report, whose contents conform to program standards. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The City believes the current report continues to conform to the Certificate of Achievement program requirements and submits to the GFOA to determine eligibility.

The preparation of this report could not have been accomplished without the dedicated services of the fiscal services division staff, the various department directors, and the support of the City Commissioners. Appreciation is expressed to all personnel who assisted and contributed to its preparation. We acknowledge the thorough and professional manner in which the audit was conducted by our independent auditors, Eide Bailly, LLP. Appreciation is also expressed to the Mayor and to all members of the City Commission for their interest and support in planning and conducting the financial operation of the City in an exemplary manner throughout the year.

Respectfully submitted,



Dmitriy Chernyak, CPA  
Finance Director



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**City of Bismarck  
North Dakota**

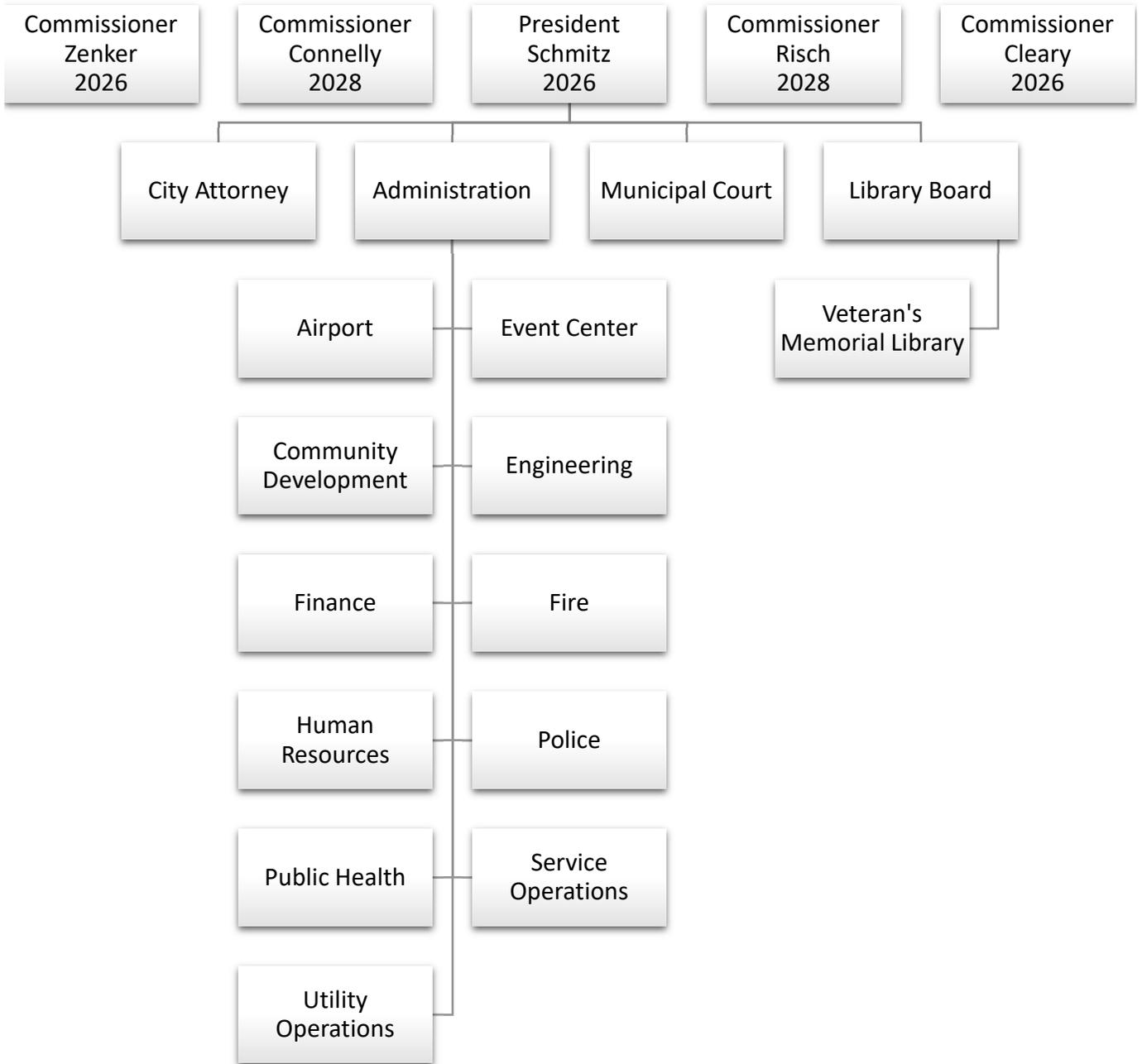
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2023

*Christopher P. Morill*

Executive Director/CEO

**CITY OF BISMARCK, NORTH DAKOTA  
CITY OF BISMARCK ORGANIZATIONAL CHART  
DECEMBER 31, 2024**



**CITY OF BISMARCK, NORTH DAKOTA  
LIST OF ELECTED AND APPOINTED OFFICIALS  
DECEMBER 31, 2024**

**MAYOR & COMMISSIONERS**

	<u>Initial Term Commenced</u>	<u>Current Term Expires 2<sup>nd</sup> Tuesday of June</u>
Mayor, Michael Schmitz	2022	2026
Commissioner, Greg Zenker	2018	2026
Commissioner, Anne Cleary	2022	2026
Commissioner, Michael Connelly	2023	2028
Commissioner, John Risch	2024	2028

**OTHER ELECTED OFFICIALS**

Municipal Judge ..... Amanda Harris

**APPOINTED OFFICIALS**

City Administrator ..... Jason Tomanek  
 City Attorney ..... Julie Mees  
 Assistant City Administrator ..... Doug Wiles

**DEPARTMENT DIRECTORS**

Airport ..... Greg Haug  
 Event Center ..... Amanda Yellow  
 Engineering ..... Gabe Schell  
 Finance ..... Dmitry Chernyak  
 Fire Department ..... Joel Boespflug  
 Human Resources ..... Leanne Schmidt  
 Library ..... Christine Kujawa  
 Public Health ..... Renae Moch  
 Community Development ..... Ben Ehreth  
 Police Department ..... Dave Draovitch  
 Public Works Service Operations ..... Steven Salwei  
 Public Works Utility Operations ..... Michael Mart

# **FINANCIAL SECTION**





## Independent Auditor's Report

To the Honorable Mayor  
and Board of City Commission  
City of Bismarck  
Bismarck, North Dakota

### Report on the Audit of the Financial Statements

#### *Opinions*

We have audited the financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Bismarck (the City), as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of the City of Bismarck, as of December 31, 2024, and the respective change in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

### ***Adoption of New Accounting Standard***

As discussed in Note IV. O to the financial statements, the City has adopted the provisions of Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*, for the year ended December 31, 2024. Accordingly, a restatement has been made to the Airport, Event Center, Solid Waste Disposal, Water, Sanitary Sewer, Aggregate Remaining Funds, Governmental Activities and Business-Type Activities Funds net position as of January 1, 2024, to restate beginning net position. Our opinions are not modified with respect to this matter.

### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control–related matters that we identified during the audit.

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Budgetary Comparison Schedule: General Fund, Budgetary Comparison Schedule: Sales Tax Fund, City of Bismarck Employees' Pension Plan, and Bismarck City Police Pension Plan be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The combining nonmajor fund financial statements, major and nonmajor fund budgetary comparison schedules and the individual component unit financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with GAAS. In our opinion, the combining nonmajor fund financial statements, major and nonmajor fund budgetary comparison schedules and the individual component unit financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information***

Management is responsible for the other information included in the annual report. The other information comprises the introductory section and statistical section but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

### ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025 on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Fargo, North Dakota  
June 30, 2025

**MANAGEMENT'S  
DISCUSSION  
AND  
ANALYSIS**

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

This section of the City of Bismarck, North Dakota's (the City's) Annual Comprehensive Financial Report presents a discussion and analysis of the City's financial performance, providing an overview of the activities for the fiscal year ended December 31, 2024. Please read it in conjunction with the transmittal letter at the front of this report and with the City's basic financial statements and notes to the basic financial statements, which follow this section.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the City exceeded its liabilities and deferred inflows of resources at the close of the most recent fiscal year by \$1,317,976,516 (net position). Of this amount, \$270,543,422 may be used to meet the government's ongoing obligations to citizens and creditors.
- The City's business-type activities reported combined ending net position of \$645,790,945 as of December 31, 2024, an increase of \$38,789,287 in comparison with the prior year restated net position. This is primarily due to revenues exceeding expenditures for Airport, Water, and Sanitary Sewer. The underlying reasons for the increase in net position are discussed further on page 16.
- The City's governmental activities reported combined ending net position of \$672,185,571 as of December 31, 2024, an increase of \$42,110,133 in comparison with the prior year restated net position. This is due to an increase in revenues related to tax collections and intergovernmental revenues. The underlying reasons for the increase in net position are discussed further on page 16.
- The City's governmental funds reported combined ending fund balance of \$203,830,653 an increase of \$5,459,887 from the prior year. The underlying reasons for the increase are discussed further on page 17.

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also includes supplementary information intended to provide additional detail to support the basic financial statements themselves.

**Government-wide financial statements**

The government-wide financial statements are designed to present a broad overview of the City's finances, in a manner similar to a private-sector business. The government-wide financial statements include the governmental activities, the business-type activities, and the City's discretely presented component unit.

The statement of net position presents financial information on all the City's assets, deferred outflows of resources, deferred inflows of resources, and liabilities, with the difference reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the City's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused annual leave).

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

The government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include General Government, Public Safety, Highways and Streets, Health and Welfare, Culture and Recreation, and Public Works. The business-type activities of the City include Airport, Event Center, Solid Waste Disposal, Solid Waste Collections, Water, Sanitary Sewer, Storm Water, Northern Plains Commerce Centre, and Parking Authority.

The government-wide financial statements can be found on pages 22 - 24 of this report.

**Fund financial statements**

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds:** Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund, Sales Tax Fund, Highway Construction Fund, Sewermain Bond Fund, Street Improvement Bond Fund, and Street Improvement Construction Fund which are considered to be major funds. Data from the other governmental funds are combined into an aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of combining statements as supplementary information in this report.

The City adopts an annual appropriated budget for its governmental funds, except for capital project funds. A budgetary comparison statement has been provided for all these funds to demonstrate compliance with the approved budget.

The basic governmental fund financial statements can be found on pages 25 - 28 of this report.

**Proprietary funds:** The City maintains two different types of proprietary funds: enterprise and internal service funds. Enterprise funds are used to report activities that charge for services it provides to outside customers. The enterprise funds are presented as business-type activities in the government-wide financial statements. Internal service funds are used to accumulate and allocate costs internally among the City's various functions. The internal service funds are allocated across governmental activities or business-type activities in the government-wide statements.

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

Proprietary funds present information using the accrual basis of accounting. The proprietary fund financial statements provide separate information for the Airport, Event Center, Solid Waste Disposal, Solid Waste Collections, Water, Sanitary Sewer, Storm Water, Northern Plains Commerce Centre and Parking Authority. Airport, Event Center, Solid Waste Disposal, Water, and Sanitary Sewer are considered major proprietary funds. Data from the nonmajor proprietary funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor proprietary funds is provided in the form of combining statements as supplementary information in this report.

The basic proprietary fund financial statements can be found on pages 29 - 32 of this report.

**Fiduciary funds:** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those funds are not available to support the City's own functions. Fiduciary funds use the accrual basis of accounting. The basic fiduciary fund financial statements can be found on pages 33 - 34 of this report.

**Notes to the financial statements:** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The City uses notes to 1) present information in greater detail than is possible within the financial statements themselves, 2) explain the nature of amounts reported in the financial statements and how those amounts were determined, and 3) report certain information that does not meet the requirements for inclusion in the financial statements (such as certain contingencies). The notes to the financial statements can be found on pages 35 - 83 of this report.

**Other information:** In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on pages 84 – 88 of this report.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

**Statement of Net Position** – The following table presents condensed financial information on the City's Net Position as of December 31, 2023, and December 31, 2024.

	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Current and Other Non-Capital Assets	\$ 307,966,752	\$ 314,686,461	\$ 135,677,524	\$ 122,979,636	\$ 443,644,276	\$ 437,666,097
Capital Assets	477,099,024	511,185,325	592,661,264	636,447,491	1,069,760,288	1,147,632,816
Total Assets	<u>785,065,776</u>	<u>825,871,786</u>	<u>728,338,788</u>	<u>759,427,127</u>	<u>1,513,404,564</u>	<u>1,585,298,913</u>
Deferred Outflows of Resources	<u>11,961,756</u>	<u>13,083,237</u>	<u>3,620,645</u>	<u>4,251,474</u>	<u>15,582,401</u>	<u>17,334,711</u>
Long-Term Liabilities Outstanding	152,266,452	153,362,872	98,187,288	97,176,868	250,453,740	250,539,740
Other Liabilities	10,599,715	11,209,822	11,114,211	8,349,873	21,713,926	19,559,695
Total Liabilities	<u>162,866,167</u>	<u>164,572,694</u>	<u>109,301,499</u>	<u>105,526,741</u>	<u>272,167,666</u>	<u>270,099,435</u>
Deferred Inflows of Resources	<u>2,062,306</u>	<u>2,196,758</u>	<u>15,094,346</u>	<u>12,360,915</u>	<u>17,156,652</u>	<u>14,557,673</u>
Net Position:						
Net Investment in Capital Assets	348,132,922	386,127,891	495,405,986	545,442,071	843,538,908	931,569,962
Restricted	108,242,946	97,591,669	12,769,941	18,271,463	121,012,887	115,863,132
Unrestricted	175,723,191	188,466,011	99,387,661	82,077,411	275,110,852	270,543,422
Total Net Position	<u>\$ 632,099,059</u>	<u>\$ 672,185,571</u>	<u>\$ 607,563,588</u>	<u>\$ 645,790,945</u>	<u>\$ 1,239,662,647</u>	<u>\$ 1,317,976,516</u>

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

Net position consists of several categories including net investment in capital assets, restricted, and unrestricted. The largest portion of the City's net position is the net investment in capital assets of \$931,569,962. This category consists of capital assets, right-to-use lease assets and subscription-based IT arrangements, net of accumulated depreciation/amortization, less any capital related outstanding debt, leases, and subscription liabilities used to acquire those assets. Capital assets are not available for future spending and, therefore, are reported separately. \$115,863,132 of the City's net position is restricted due to externally imposed constraints placed on the use of resources. The City's restricted net position is primarily made up of resources required to be used for future building construction, capital projects, or debt service. The remaining balance of \$270,543,422 represents the unrestricted portion of the City's net position. Unrestricted net position may be used to meet the City's ongoing services to the citizens.

**Statement of Activities** - The following table presents the changes in net position for governmental and business-type activities for the fiscal year ending December 31, 2023, and December 31, 2024.

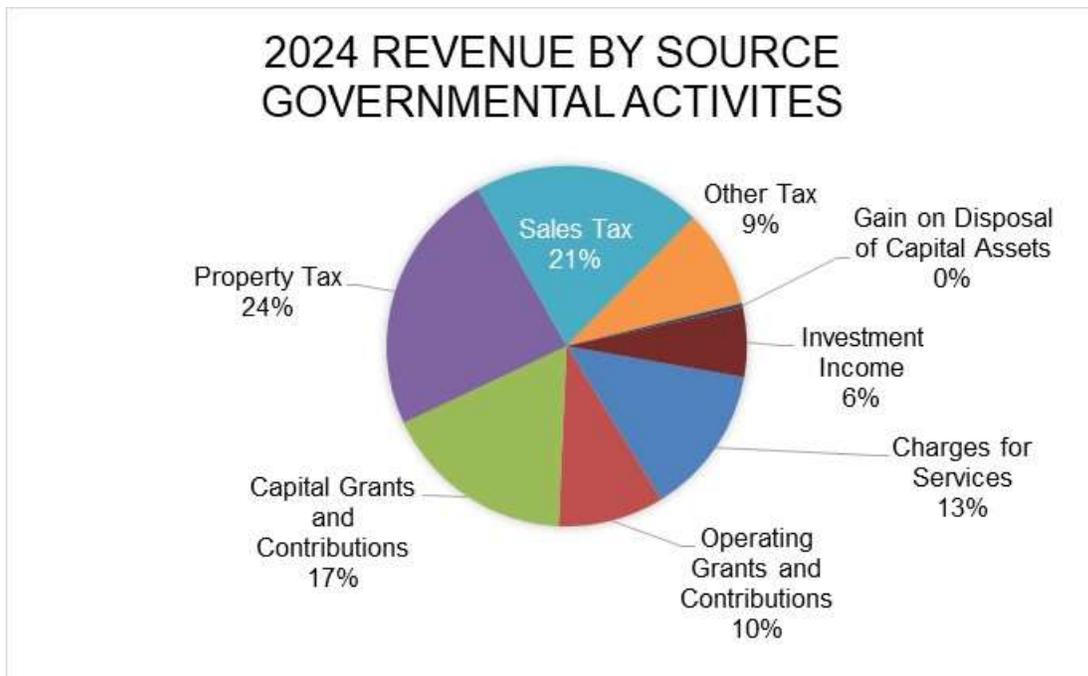
	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
<b>Revenues:</b>						
<b>Program Revenues:</b>						
Charges for Services	\$ 20,701,356	\$ 21,162,430	\$ 62,203,731	\$ 66,439,680	\$ 82,905,087	\$ 87,602,110
Operating Grants and Contributions	15,366,176	14,929,684	1,916,047	83,162	17,282,223	15,012,846
Capital Grants and Contributions	40,597,241	27,187,634	26,434,913	24,809,926	67,032,154	51,997,560
<b>General Revenues:</b>						
Taxes	79,301,325	83,695,651	40,648	44,269	79,341,973	83,739,920
Investment Income (Loss)	7,023,614	9,761,237	3,266,049	4,514,377	10,289,663	14,275,614
Gain on Disposal of Capital Assets	1,298,876	625,125	3,024,029	212,218	4,322,905	837,343
<b>Total Revenues</b>	<b>164,288,588</b>	<b>157,361,761</b>	<b>96,885,417</b>	<b>96,103,632</b>	<b>261,174,005</b>	<b>253,465,393</b>
<b>Expenses:</b>						
General Government	20,704,945	22,965,227	-	-	20,704,945	22,965,227
Public Safety	36,282,115	39,063,429	-	-	36,282,115	39,063,429
Highways and Streets	15,429,235	15,639,429	-	-	15,429,235	15,639,429
Health and Welfare	5,106,925	5,786,911	-	-	5,106,925	5,786,911
Culture and Recreation	4,235,992	4,533,693	-	-	4,235,992	4,533,693
Public Works	16,560,851	17,612,419	-	-	16,560,851	17,612,419
Interest and Fiscal Charges	2,878,081	3,069,528	-	-	2,878,081	3,069,528
Airport	-	-	10,568,092	12,241,026	10,568,092	12,241,026
Event Center	-	-	9,132,878	9,871,589	9,132,878	9,871,589
Solid Waste Disposal	-	-	4,974,389	5,883,083	4,974,389	5,883,083
Solid Waste Collections	-	-	5,099,369	5,425,320	5,099,369	5,425,320
Water	-	-	15,575,391	16,293,451	15,575,391	16,293,451
Sanitary Sewer	-	-	9,923,021	9,865,392	9,923,021	9,865,392
Storm Water	-	-	2,355,935	2,276,085	2,355,935	2,276,085
Northern Plains Commerce Centre	-	-	262,915	260,601	262,915	260,601
Parking Authority	-	-	1,839,817	1,778,790	1,839,817	1,778,790
<b>Total Expenses</b>	<b>101,198,144</b>	<b>108,670,636</b>	<b>59,731,807</b>	<b>63,895,337</b>	<b>160,929,951</b>	<b>172,565,973</b>
Increase in Net Position Before Transfers	63,090,444	48,691,125	37,153,610	32,208,295	100,244,054	80,899,420
Transfers	(5,916,404)	(6,580,992)	5,916,404	6,580,992	-	-
Increase in Net Position	57,174,040	42,110,133	43,070,014	38,789,287	100,244,054	80,899,420
Net Position, Beginning of Year	574,925,019	632,099,059	564,493,574	607,563,588	1,139,418,593	1,239,662,647
Restatements (Note O)	-	(2,023,621)	-	(561,930)	-	(2,585,551)
<b>Net Position, End of Year</b>	<b>\$632,099,059</b>	<b>\$672,185,571</b>	<b>\$607,563,588</b>	<b>\$645,790,945</b>	<b>\$ 1,239,662,647</b>	<b>\$ 1,317,976,516</b>

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

**Governmental Activities**

Governmental activities increased the City's net position by \$42,110,133 accounting for 52.1% of the total increase in the net position of the City. Significant factors that caused the increases from December 31, 2023, to December 31, 2024, are explained as follows:

- Total property tax revenue was \$37,460,055, an increase of \$2,845,375. For 2024, the City saw growth in residential property valuations from the prior year of 7.90% and in commercial property valuations of 10.84%.
- Total revenue from taxes other than property tax was \$46,235,596, an increase of \$1,548,951. Sales tax, occupancy tax, lodging, liquor, and food tax, car rental tax, and state aid all continued to see increases from the prior year due to increased business activity within the City.
- Total revenue from operating grants and contributions was \$14,929,684, a decrease of \$436,492. The primary reasons for the overall decrease was the City received one-time funding from the State of North Dakota for snow removal costs and Highway funds distribution in 2023 totaling \$2,662,788, while seeing current year increases for public transit and transportation grants totaling \$1,552,569, public safety grants totaling \$657,464 as well as public health funding totaling \$547,341.
- Total revenue from capital grants and contributions was \$27,187,634, a decrease of \$13,409,607. The City received \$12,115,645 in 2023 in Municipal Infrastructure Funds from the State to construct or replace City infrastructure.



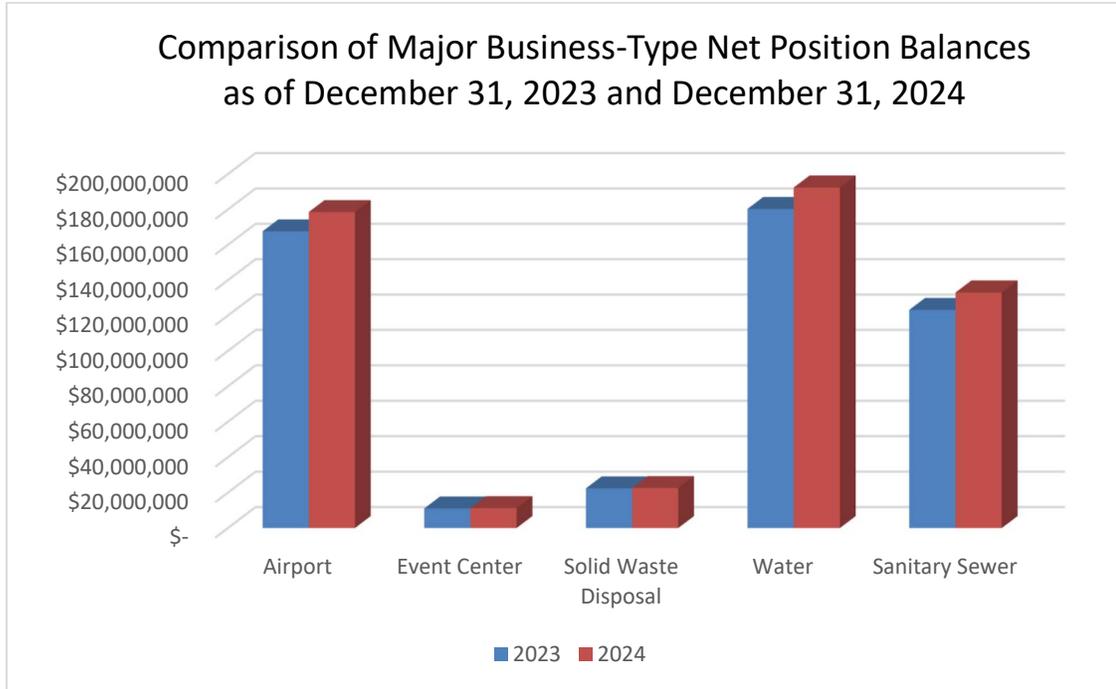
**Business-type Activities**

Business-type activities increased the City's net position by \$38,789,287 (47.9% of the total growth in net position). Significant factors that caused the increases from December 31, 2023, to December 31, 2024, are explained as follows:

- The Airport's net position increased \$10,921,316, which was mainly due to an increase in grants received. The Airport received \$11,633,725 in AIP capital grants in 2024 used for reconstruction of a taxiway and for wetland mitigation.

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

- Water Fund and Sanitary Sewer Fund revenues exceeded expenditures by \$12,095,216 and \$9,854,697, respectively. Both divisions have major capital project needs in the near future and the surpluses from 2024 will be used to reduce the amount of debt needed for those projects.



**FINANCIAL ANALYSIS OF THE GOVERNMENT'S FUNDS**

**Governmental Funds**

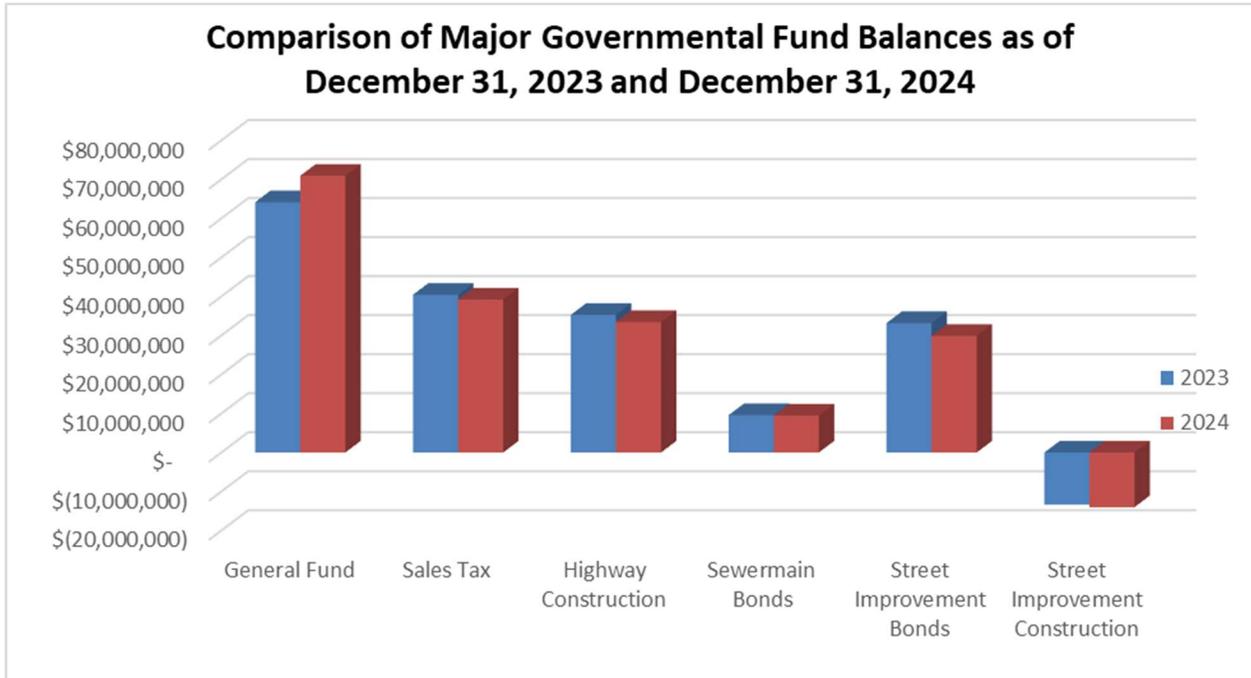
The focus of the City's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the City's financing requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of December 31, 2024, the City's governmental funds reported combined ending fund balances of \$203,830,653, an increase of \$5,459,887 in comparison with the prior year fund balance. The total fund balance consists of non-spendable, restricted, committed, assigned, and unassigned categories. For more information on the City's restrictions, commitments, and assignments of fund balance, refer to the notes to the basic financial statements. Significant factors that resulted in the increase are explained as follows:

- Sales Tax fund balance decreased \$1,214,753 in comparison with the prior year. The City collects a one-half cent sales tax restricted for use on specific arterial street construction and reconstruction projects. A transfer was made from the Sales Tax Fund to the Highway Construction Fund for the 2024 budgeted construction projects.
- Highway Construction fund balance decreased \$1,846,062 in comparison to the prior year. The City received a smaller amount of Prairie Dog funds in 2024 compared to 2023 while using existing funding to complete ongoing construction projects.
- Street Improvement Bond Fund balance decreased by \$3,273,519 in comparison to the prior year. This is mostly due to a transfer to the general fund of \$2,500,000 for excess proceeds from retired debt.
- The Sewermain Bond Fund and Street Improvement Construction Fund did not have a significant change in fund balance in comparison with the prior year.

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

At the end of the current fiscal year, total fund balance of the General Fund reached \$70,941,593 which is an increase of \$6,773,405 as compared to the prior year. The unassigned fund balance of the General Fund was \$45,547,286, an increase of \$5,566,632 from the prior year. The increase is primarily due to salary savings from vacancies, delays in receiving certain equipment that was budgeted in 2024, and increased investment earnings. Restricted fund balance is consistent with the prior year at \$8,039,079 to be used for building construction projects. Assigned fund balance was \$17,329,687, an increase of \$1,192,961. The increase is due to the City setting aside fund balance for future fire truck purchases, future payroll obligations and deferred sick leave payouts due to some employees at retirement.



**Proprietary Funds**

As of December 31, 2024, unrestricted net position of enterprise funds was \$80,107,862, a decrease of \$16,339,966. All proprietary funds reported increases in total net position. Factors that caused changes in the enterprise funds have been discussed in the business-type activity narrative beginning on page 16.

Internal service fund net position remained consistent with the prior year with the exceptions of Fleet Services and Employee Insurance. Fleet Services net position decreased \$117,481 primarily because of decreased sales of diesel fuel. Employee Insurance net position increased \$3,752,296 from the prior year. Health claims came in lower than anticipated and premiums were increased in 2024 by 5%. This resulted in an increase in net position.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The City had an overall budget increase between the original and final budget of \$663,860. This is due to budget amendments needed due to unforeseen expenditures in 2024. Actual General Fund revenues were \$59,776,336 or \$3,802,588 higher than the final budgeted total revenues. Factors contributing to the additional revenue are as follows:

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

- Intergovernmental revenue exceeded budget by \$783,076. The primary reason for the increase is the City received \$557,630 more in Public Health revenue compared to 2023 between Home Health Aid and Bismarck Public Health Services.
- Licenses and Permits exceeded budget by \$209,074. The City continued to grow at a faster pace than anticipated so revenues for construction permits exceeded expectations.
- Investment Income exceeded budget by \$3,406,090. The City had increased investment interest earned throughout 2024 due to stabilization of higher interest rates and the bond market values.

Actual General Fund expenditures were \$57,763,589 or \$4,383,155 lower than the final budgeted total expenditures in 2024. General government and public safety expenditures were under budget by \$2,163,427 and \$1,695,308 respectively due to operational savings in General Fund departments. This is primarily made up of salaries and fringe benefit savings from staff turnover and vacant positions.

Actual other financing sources were \$4,760,658 or \$91,643 higher than the final budgeted total other financing sources (uses). Transfers in was over budget by \$3,332,890 due to moving excess bond revenues from retired debt to general fund. The transfers out to other funds was over budget by \$4,113,945 primarily due to moving \$3,000,000 into the building construction fund for upcoming construction projects.

**CAPITAL ASSET AND DEBT ADMINISTRATION**

**Capital Assets** – As of December 31, 2024, the City's capital assets for its governmental and business-type activities were \$1,147,632,816, net of accumulated depreciation/amortization. This investment in capital assets includes land, buildings and improvements, machinery and equipment, infrastructure, construction in progress, right-to-use lease assets and subscription-based IT arrangements.

The following table summarizes capital assets for governmental and business-type activities for 2023 and 2024:

	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Land	\$ 3,248,836	\$ 3,248,836	\$ 18,590,966	\$ 25,251,797	\$ 21,839,802	\$ 28,500,633
Construction in Progress	14,254,954	31,743,760	72,987,465	78,043,038	87,242,419	109,786,798
Buildings and Building Improvements	28,609,326	27,735,928	165,456,080	182,359,874	194,065,406	210,095,802
Improvements Other Than Buildings	8,326	7,067	313,564,795	328,166,088	313,573,121	328,173,155
Infrastructure	403,640,445	419,634,335	-	-	403,640,445	419,634,335
Machinery and Equipment	24,481,571	26,272,748	22,046,492	22,615,304	46,528,063	48,888,052
Right-to-Use Lease Assets	935,994	825,356	7,189	5,272	943,183	830,628
Subscription-Based IT Arrangements	1,919,572	1,717,295	8,277	6,118	1,927,849	1,723,413
Total	<u>\$477,099,024</u>	<u>\$511,185,325</u>	<u>\$592,661,264</u>	<u>\$636,447,491</u>	<u>\$1,069,760,288</u>	<u>\$1,147,632,816</u>

Significant capital asset construction or acquisition that occurred during the fiscal year ended December 31, 2024, included the following:

- Construction in progress included an airport wetland removal project, the public works building expansion, a sanitary sewer lift station, street maintenance throughout the City, and the construction of new streets for several new subdivisions. These capital projects are anticipated to be completed in upcoming years.
- Major construction projects placed in service in 2024 included the Fire station cold storage building, a new SRE facility, a landfill expansion as well as additions to infrastructure including road reconstruction projects, asphalt maintenance throughout the City, and construction of streets for several new subdivisions.
- Additions to machinery and equipment included heavy equipment purchases for roads and streets operations, tasers for police officers, eight public transit buses, a hydraulic excavator for solid waste utility, and two garbage trucks.

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

Additional information on the City's capital assets, right-to-use lease assets, and subscription-based IT arrangements can be found in Note IV.E on pages 53 - 55 of this report.

**Long-Term Debt** – As of December 31, 2024, the City had total long-term debt outstanding of \$250,608,707. Of this amount, \$112,165,000 is special assessment debt for which the government is liable in the event of default by the property owners subject to the assessment. The City revenue bonds are secured by Water Revenue, Sanitary Sewer Revenue, Waste Disposal Revenue, Waste Collection Revenue, and Lodging, Liquor and Food Tax.

The following table shows various classifications of the City's long-term debt as of December 31, 2024:

	Governmental Activities		Business-Type Activities		Total	
	2023	2024	2023	2024	2023	2024
Net Pension Liability	\$ 21,923,958	\$ 25,060,889	\$ 5,098,756	\$ 6,782,281	\$ 27,022,714	\$ 31,843,170
Special Assessment Bonds	115,250,000	112,165,000	-	-	115,250,000	112,165,000
Plus Unamortized Premiums	5,540,514	5,350,860	-	-	5,540,514	5,350,860
Financed Purchase Obligations	2,659,647	2,175,885	1,215,020	1,060,743	3,874,667	3,236,628
Leases Payable	875,146	781,478	7,343	5,493	882,489	786,971
SBITAs Payable	1,917,972	1,648,154	6,338	4,315	1,924,310	1,652,469
Compensated Absences	4,035,206	6,323,431	1,142,233	1,723,122	5,177,439	8,046,553
Claims and Judgments	469,361	370,411	224,341	299,613	693,702	670,024
Closure and Postclosure Costs	-	-	2,754,059	2,840,166	2,754,059	2,840,166
Event Center Revenue Bonds	-	-	16,880,000	15,530,000	16,880,000	15,530,000
Water Revenue Bonds-2014	-	-	5,965,000	5,055,000	5,965,000	5,055,000
Less Unamortized Discount	-	-	(47,836)	(38,725)	(47,836)	(38,725)
Water Revenue Bonds-2020	-	-	3,025,000	2,410,000	3,025,000	2,410,000
Plus Unamortized Premium	-	-	195,260	149,317	195,260	149,317
Water Treatment Loan, 2009	-	-	5,425,000	4,420,000	5,425,000	4,420,000
Water Treatment Loan, 2021	-	-	5,170,000	4,845,000	5,170,000	4,845,000
Water Treatment Loan, 2022	-	-	38,159	36,000	38,159	36,000
Water Treatment Loan, 2023	-	-	70,041	51,841	70,041	51,841
Wastewater Loan, 2006	-	-	4,975,000	3,785,000	4,975,000	3,785,000
Wastewater Loan, 2020	-	-	4,410,000	4,110,000	4,410,000	4,110,000
Wastewater Loan, 2023	-	-	-	2,073,152	-	2,073,152
Sanitary Sewer Revenue Bonds, 2015	-	-	19,640,000	18,275,000	19,640,000	18,275,000
Less Unamortized Discount	-	-	(43,868)	(39,998)	(43,868)	(39,998)
Utility Revenue Bond, 2021	-	-	21,495,427	23,355,279	21,495,427	23,355,279
<b>Total</b>	<b>\$ 152,671,804</b>	<b>\$ 153,876,108</b>	<b>\$ 97,645,273</b>	<b>\$ 96,732,599</b>	<b>\$ 250,317,077</b>	<b>\$ 250,608,707</b>

The City issued total special assessment debt of \$14,860,000 in October 2024. The bonds were issued for special assessment projects completed in 2023 and 2024. The City received an Aa1 bond rating from Moody's. This rating is consistent with previous ratings received from this agency.

In 2021, the City entered into an agreement for a \$26,000,000 infrastructure revolving loan with the Bank of North Dakota known as the Utility Revenue Bond, 2021. The loan proceeds were drawn down as expenses were incurred to expand the public works building along with periodic loan payments made during the same period. As of December 31, 2024, the loan has been drawn down for eligible construction expenses. \$1,237,877 in principal payments were made during 2024 resulting in a balance owed of \$23,355,279.

The net pension liability of the City as of December 31, 2024, was \$31,843,170, an increase of \$4,820,456 from 2023. The City has two pension plans: City Employees' Pension Plan and Police Employees' Pension Plan. Actual investment returns exceeded projections in 2024, recent increases in employee wages and in retirees led to the increased net pension liability. Proportionate share of net pension liability of \$22,128,150 for the City Employee's Pension Plan and net pension liability of \$9,715,020 for the Police Employees' Pension Plan.

**CITY OF BISMARCK, NORTH DAKOTA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2024**

State statutes limit the amount of general obligation debt a governmental entity may issue to 5% of its total assessed valuation. The City has no outstanding general obligation debt.

More detailed information about the debt position of the City can be found on Note IV.G on page 58 and more detailed information about the City's pension plans can be found on Note IV.N starting on page 71.

**ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

Growth has continued in the property tax base with new construction and improvements in residential and commercial properties. The estimated property market value for 2024 increased 4.58% from the prior year. The continued growth of the City leads to an increase in the need for the expansion of infrastructure, improvements for streets and utilities, and additional resources for Police, Fire, and Public Health. The Bismarck City Commission lowered the property tax mill levy rate by 1.03 mills for 2024 as a result of contributions towards Public Health from a participating local government, while still sustaining the existing services of the City.

The City will continue to monitor the effects of inflation, potential tariffs and interest rates have on the local economy and City operations. While the City has been more insulated to recent economic downturns compared to other parts of the nation, it is not entirely immune. The local economy remains stable at this time, but City staff will be watching this closely into the future.

The City typically experiences unemployment rates less than that of the national average. The February 2024 unemployment rate reported by the Bureau of Labor Statistics for Bismarck was 2.4%. The City anticipates employment numbers to remain strong into the future.

The City's financial position remains strong. Bismarck has a strong tax base fueled by economic activity and population growth. The City also maintains a strong fund balance which provides financial stability and improves the creditworthiness of the City. The Bismarck City Commissioners have focused on the future sustainability of the City and the need to address critical needs due to a growing population. The City will continue to invest in infrastructure and the needs of our citizens.

**REQUEST FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the City's finances and to demonstrate the City's accountability for the money it receives. Questions about this report or about additional financial information should be addressed to the Director of Finance, 221 North Fifth Street, City of Bismarck, ND, 58506. Users of this report can also visit the City's website at [www.bismarcknd.gov](http://www.bismarcknd.gov).

# **BASIC FINANCIAL STATEMENTS**



**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2024**

	<b>PRIMARY GOVERNMENT</b>			<b>COMPONENT UNIT</b>
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Central Dakota Communications Center</b>
<b>ASSETS</b>				
<b>Current Assets</b>				
Cash and Investments	\$ 199,953,978	\$ 79,583,659	\$ 279,537,637	\$ -
Taxes Receivable	529,846	-	529,846	-
Accounts Receivable	11,774,633	8,285,480	20,060,113	1,192,688
Due from Other Entities	1,176,101	-	1,176,101	-
Special Assessments Receivable	96,564,840	5,175,974	101,740,814	-
Interest Receivable	1,644,981	840,512	2,485,493	831
Notes Receivable	2,535,990	-	2,535,990	-
Leases Receivable	39,815	2,715,719	2,755,534	4,286
Inventory	484,402	106,089	590,491	-
Prepaid Items	31,040	246,502	277,542	-
Internal Balances	(49,165)	49,165	-	-
<b>Total Current Assets</b>	<b>314,686,461</b>	<b>97,003,100</b>	<b>411,689,561</b>	<b>1,197,805</b>
<b>Noncurrent Assets</b>				
Restricted Cash and Investments	-	16,057,415	16,057,415	-
Leases Receivable	-	9,919,121	9,919,121	228,209
<b>Capital Assets, Net of Depreciation/Amortization</b>				
Land	3,248,836	25,251,797	28,500,633	-
Construction in Progress	31,743,760	78,043,038	109,786,798	-
Buildings and Building Improvements	27,735,928	182,359,874	210,095,802	-
Improvements Other Than Buildings	7,067	328,166,088	328,173,155	-
Infrastructure	419,634,335	-	419,634,335	-
Machinery and Equipment	26,272,748	22,615,304	48,888,052	2,032,345
Right-To-Use Lease Assets	825,356	5,272	830,628	7,075,778
Subscription-Based IT Arrangements	1,717,295	6,118	1,723,413	-
<b>Total Noncurrent Assets</b>	<b>511,185,325</b>	<b>662,424,027</b>	<b>1,173,609,352</b>	<b>9,336,332</b>
<b>Total Assets</b>	<b>825,871,786</b>	<b>759,427,127</b>	<b>1,585,298,913</b>	<b>10,534,137</b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Asset Retirement Obligation	60,750	-	60,750	-
Pensions	13,022,487	3,748,464	16,770,951	-
Loss on Debt Refunding	-	503,010	503,010	-
<b>Total Deferred Outflows of Resources</b>	<b>13,083,237</b>	<b>4,251,474</b>	<b>17,334,711</b>	<b>-</b>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
STATEMENT OF NET POSITION  
DECEMBER 31, 2024**

	<b>PRIMARY GOVERNMENT</b>			<b>COMPONENT UNIT</b>
	<b>Governmental Activities</b>	<b>Business-Type Activities</b>	<b>Total</b>	<b>Central Dakota Communications Center</b>
<b>LIABILITIES</b>				
Current Liabilities				
Accounts Payable	3,825,226	5,179,370	9,004,596	16,587
Retainage Payable	1,564,041	1,980,912	3,544,953	-
Salaries Payable	3,030,650	772,830	3,803,480	-
Due to Other Entities	3,229	-	3,229	1,176,101
Accrued Interest Payable	664,348	393,243	1,057,591	25,652
Unearned Revenue	1,412,516	16,608	1,429,124	-
Customer Deposits	129,076	2,871	131,947	-
Due Within One Year	23,718,719	10,497,332	34,216,051	-
Leases Payable	101,100	1,927	103,027	329,967
SBITA Payable	479,636	2,112	481,748	-
Total Current Liabilities	<u>34,928,541</u>	<u>18,847,205</u>	<u>53,775,746</u>	<u>1,548,307</u>
Noncurrent Liabilities				
Customer Deposits	-	448,308	448,308	-
Due in More Than One Year	102,666,868	79,443,178	182,110,046	-
Leases Payable	680,378	3,566	683,944	7,133,056
SBITA Payable	1,168,518	2,203	1,170,721	-
Net Pension Liability	25,060,889	6,782,281	31,843,170	-
Asset Retirement Obligation	67,500	-	67,500	-
Total Noncurrent Liabilities	<u>129,644,153</u>	<u>86,679,536</u>	<u>216,323,689</u>	<u>7,133,056</u>
Total Liabilities	<u>164,572,694</u>	<u>105,526,741</u>	<u>270,099,435</u>	<u>8,681,363</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Pensions	2,157,311	481,196	2,638,507	-
Leases	39,447	11,879,719	11,919,166	212,969
Total Deferred Inflows of Resources	<u>2,196,758</u>	<u>12,360,915</u>	<u>14,557,673</u>	<u>212,969</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	386,127,891	545,442,071	931,569,962	1,645,100
Restricted For				
Building Construction	8,039,079	-	8,039,079	-
Highways and Streets	1,106,883	-	1,106,883	-
Capital Projects	29,294,902	-	29,294,902	-
Debt Service	49,949,619	18,271,463	68,221,082	-
House Bill 1066 (Prairie Dog Funding)	8,926,023	-	8,926,023	-
Opioid Settlement	275,163	-	275,163	-
Unrestricted	188,466,011	82,077,411	270,543,422	(5,295)
Total Net Position	<u>\$ 672,185,571</u>	<u>\$ 645,790,945</u>	<u>\$ 1,317,976,516</u>	<u>\$ 1,639,805</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NET REVENUES (EXPENSE) AND CHANGES IN NET POSITION**

Functions / Programs	PROGRAM REVENUES				PRIMARY GOVERNMENT			COMPONENT UNIT
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	Central Dakota Communications Center
<b>Primary Government</b>								
<b>Governmental Activities</b>								
General Government	\$ 22,965,227	\$ 7,498,490	\$ 5,136,084	\$ -	\$ (10,330,653)	\$ -	\$ (10,330,653)	\$ -
Public Safety	39,063,429	4,487,638	2,069,962	78,964	(32,426,865)	-	(32,426,865)	-
Highways and Streets	15,639,429	7,701,603	4,013,478	2,042	(3,922,306)	-	(3,922,306)	-
Health and Welfare	5,786,911	1,302,127	3,147,387	-	(1,337,397)	-	(1,337,397)	-
Culture and Recreation	4,533,693	172,572	562,773	-	(3,798,348)	-	(3,798,348)	-
Public Works	17,612,419	-	-	27,106,628	9,494,209	-	9,494,209	-
Interest and Fiscal Charges	3,069,528	-	-	-	(3,069,528)	-	(3,069,528)	-
Total Governmental Activities	<u>108,670,636</u>	<u>21,162,430</u>	<u>14,929,684</u>	<u>27,187,634</u>	<u>(45,390,888)</u>	<u>-</u>	<u>(45,390,888)</u>	<u>-</u>
<b>Business-Type Activities</b>								
Airport	12,241,026	9,858,746	83,162	12,738,214	-	10,439,096	10,439,096	-
Event Center	9,871,589	6,786,493	-	-	-	(3,085,096)	(3,085,096)	-
Water	16,293,451	18,156,047	-	8,617,182	-	10,479,778	10,479,778	-
Sanitary Sewer	9,865,392	15,013,550	-	3,160,443	-	8,308,601	8,308,601	-
Solid Waste Disposal	5,883,083	5,832,925	-	18,650	-	(31,508)	(31,508)	-
Solid Waste Collections	5,425,320	7,074,019	-	-	-	1,648,699	1,648,699	-
Storm Water	2,276,085	1,533,803	-	275,437	-	(466,845)	(466,845)	-
Northern Plains Commerce Centre	260,601	85,223	-	-	-	(175,378)	(175,378)	-
Parking Authority	1,778,790	2,098,874	-	-	-	320,084	320,084	-
Total Business-Type Activities	<u>63,895,337</u>	<u>66,439,680</u>	<u>83,162</u>	<u>24,809,926</u>	<u>-</u>	<u>27,437,431</u>	<u>27,437,431</u>	<u>-</u>
Total Primary Government	<u>\$ 172,565,973</u>	<u>\$ 87,602,110</u>	<u>\$ 15,012,846</u>	<u>\$ 51,997,560</u>	<u>(45,390,888)</u>	<u>27,437,431</u>	<u>(17,953,457)</u>	<u>-</u>
<b>Component Unit</b>								
Central Dakota Comm Center	<u>\$ 4,494,501</u>	<u>\$ 4,170,313</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(324,188)</u>
<b>General Revenues</b>								
Property Taxes					37,460,055	-	37,460,055	-
Sales Tax					32,465,463	-	32,465,463	-
Occupancy Tax					1,492,999	-	1,492,999	-
Lodging, Liquor, and Food Tax					3,960,295	-	3,960,295	-
Car Rental Tax					94,583	-	94,583	-
State Aid					5,929,134	-	5,929,134	-
Franchise Taxes					879,693	-	879,693	-
Other Taxes					1,413,429	44,269	1,457,698	-
Investment Income					9,761,237	4,514,377	14,275,614	-
Gain on Disposal of Capital Assets					625,125	212,218	837,343	-
Transfers					(6,580,992)	6,580,992	-	-
Total General Revenues, Gain on Disposal of Capital Assets, and Transfers					<u>87,501,021</u>	<u>11,351,856</u>	<u>98,852,877</u>	<u>-</u>
Change in Net Position					42,110,133	38,789,287	80,899,420	(324,188)
Net Position, Beginning of Year, as Previously Reported					632,099,059	607,563,588	1,239,662,647	1,963,993
Restatements (Note O)					(2,023,621)	(561,930)	(2,585,551)	-
Net Position, Beginning of Year, as Restated					<u>630,075,438</u>	<u>607,001,658</u>	<u>1,237,077,096</u>	<u>1,963,993</u>
Net Position, End of Year	<u>\$ 672,185,571</u>	<u>\$ 645,790,945</u>	<u>\$ 1,317,976,516</u>	<u>\$ 1,639,805</u>				

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2024**

	<b>General Fund</b>	<b>Sales Tax</b>	<b>Highway Construction</b>	<b>Sewermain Bonds</b>	<b>Street Improvement Bonds</b>	<b>Street Improvement Construction</b>	<b>Total Nonmajor Funds</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>								
Cash and Investments	\$ 70,996,713	\$ 32,872,426	\$ 35,103,938	\$ 5,917,460	\$ 10,710,325	\$ -	\$ 33,821,965	\$ 189,422,827
Taxes Receivable	461,897	-	-	-	-	-	67,949	529,846
Accounts Receivable	1,646,446	6,351,920	-	-	-	-	3,352,028	11,350,394
Due from Other Entities	1,176,101	-	-	-	-	-	-	1,176,101
Special Assessments Receivable	-	-	395,969	13,670,931	73,221,720	-	9,276,220	96,564,840
Interest Receivable	2,331	-	-	-	-	-	149	2,480
Notes Receivable	-	-	-	-	-	-	2,535,990	2,535,990
Leases Receivable	-	-	-	-	-	-	39,815	39,815
Interfund Receivables	27,374	-	-	2,839,820	13,183,233	-	2,194,065	18,244,492
Prepaid Items	25,541	-	-	-	-	-	-	25,541
Total Assets	<u>74,336,403</u>	<u>39,224,346</u>	<u>35,499,907</u>	<u>22,428,211</u>	<u>97,115,278</u>	<u>-</u>	<u>51,288,181</u>	<u>319,892,326</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>								
<b>LIABILITIES</b>								
Accounts Payable	559,047	-	992,605	-	6,557	86,866	998,211	2,643,286
Retainage Payable	-	-	679,489	-	-	745,168	139,384	1,564,041
Interfund Payables	-	-	-	-	-	13,183,233	4,739,335	17,922,568
Salaries Payable	2,448,663	-	-	-	-	-	530,435	2,979,098
Customer Deposits	-	-	-	-	-	-	129,076	129,076
Unearned Revenue	-	-	-	-	-	-	1,412,516	1,412,516
Due to Other Entities	3,229	-	-	-	-	-	-	3,229
Total Liabilities	<u>3,010,939</u>	<u>-</u>	<u>1,672,094</u>	<u>-</u>	<u>6,557</u>	<u>14,015,267</u>	<u>7,948,957</u>	<u>26,653,814</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Special Assessments	-	-	376,073	12,945,516	67,196,072	-	8,410,408	88,928,069
Property Tax	383,871	-	-	-	-	-	56,472	440,343
Leases	-	-	-	-	-	-	39,447	39,447
Total Deferred Inflows of Resources	<u>383,871</u>	<u>-</u>	<u>376,073</u>	<u>12,945,516</u>	<u>67,196,072</u>	<u>-</u>	<u>8,506,327</u>	<u>89,407,859</u>
<b>FUND BALANCES</b>								
Nonspendable	25,541	-	-	-	-	-	1,123,474	1,149,015
Restricted	8,039,079	29,294,902	8,926,023	9,482,695	29,912,649	-	11,936,321	97,591,669
Committed	-	9,929,444	24,525,717	-	-	-	24,959,559	59,414,720
Assigned	17,329,687	-	-	-	-	-	1,553,905	18,883,592
Unassigned	45,547,286	-	-	-	-	(14,015,267)	(4,740,362)	26,791,657
Total Fund Balances	<u>70,941,593</u>	<u>39,224,346</u>	<u>33,451,740</u>	<u>9,482,695</u>	<u>29,912,649</u>	<u>(14,015,267)</u>	<u>34,832,897</u>	<u>203,830,653</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 74,336,403</u>	<u>\$ 39,224,346</u>	<u>\$ 35,499,907</u>	<u>\$ 22,428,211</u>	<u>\$ 97,115,278</u>	<u>\$ -</u>	<u>\$ 51,288,181</u>	<u>\$ 319,892,326</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
RECONCILIATION OF BALANCE SHEET  
TO THE STATEMENT OF NET POSITION  
DECEMBER 31, 2024**

Total Fund Balances	\$ 203,830,653
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	508,642,674
Right-to-use lease and SBITA assets used in governmental activities are not financial resources and, therefore, are not reported in the funds	2,542,651
Other assets are not available to pay for current period expenditures and, therefore, not recognized as a receivable or are deferred outflow (inflow) of resources in the governmental funds.	91,010,913
Long-term liabilities, including bonds, financed purchase obligations, leases, SBITAs payable, compensated absences, and accrued interest are not due and payable in the current period and, therefore, are not reported in the funds.	(129,109,156)
The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds. Deferred outflows and inflows of resources related to pensions are applicable to future periods, and, therefore, are not reported in the governmental funds.	(14,195,713)
Internal service funds are used by management to charge the cost of employee insurance, liability insurance, unemployment insurance, and revolving cost to the individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	9,463,549
Total Net Position	<u>\$ 672,185,571</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	General Fund	Sales Tax	Highway Construction	Sewermain Bonds	Street Improvement Bonds	Street Improvement Construction	Total Nonmajor Funds	Total Governmental Funds
<b>REVENUES</b>								
Taxes	\$ 33,444,575	\$ 32,465,463	\$ -	\$ -	\$ -	\$ -	\$ 10,337,599	\$ 76,247,637
Special Assessments	-	-	45,157	1,992,840	14,819,967	790,776	2,421,054	20,069,794
Intergovernmental	8,716,332	-	4,707,809	-	-	-	15,671,517	29,095,658
Charges for Services	9,604,954	-	-	-	-	-	5,700,979	15,305,933
Licenses and Permits	2,212,201	-	-	-	-	-	1,350	2,213,551
Fines and Forfeitures	1,464,829	-	-	-	-	-	101,106	1,565,935
Leases and Rentals	224,454	-	-	-	-	-	73,368	297,822
Investment Income	4,027,630	2,330,517	1,514,005	329,553	533,424	-	1,338,494	10,073,623
Donations	-	-	-	-	-	-	281,535	281,535
Miscellaneous	81,361	-	6,286	-	-	-	481,089	568,736
Total Revenues	<u>59,776,336</u>	<u>34,795,980</u>	<u>6,273,257</u>	<u>2,322,393</u>	<u>15,353,391</u>	<u>790,776</u>	<u>36,408,091</u>	<u>155,720,224</u>
<b>EXPENDITURES</b>								
Current								
General Government	12,962,748	202,235	-	-	-	-	7,391,850	20,556,833
Public Safety	34,370,117	-	-	-	-	-	2,061,028	36,431,145
Highways and Streets	3,336,013	-	-	-	-	-	10,056,109	13,392,122
Health and Welfare	3,348,357	-	-	-	-	-	1,857,115	5,205,472
Culture and Recreation	647,558	-	-	-	-	-	2,952,710	3,600,268
Public Works	-	-	1,369,888	-	57,912	75,727	1,581,693	3,085,220
Capital Outlay	2,079,122	-	24,222,029	-	-	19,355,589	12,630,622	58,287,362
Debt Service								
Principal	852,624	-	-	2,182,568	13,917,722	-	2,630,859	19,583,773
Interest	167,050	-	-	488,768	2,642,649	-	380,180	3,678,647
Total Expenditures	<u>57,763,589</u>	<u>202,235</u>	<u>25,591,917</u>	<u>2,671,336</u>	<u>16,618,283</u>	<u>19,431,316</u>	<u>41,542,166</u>	<u>163,820,842</u>
Excess of Revenues Over (Under) Expenditures	<u>2,012,747</u>	<u>34,593,745</u>	<u>(19,318,660)</u>	<u>(348,943)</u>	<u>(1,264,892)</u>	<u>(18,640,540)</u>	<u>(5,134,075)</u>	<u>(8,100,618)</u>
<b>OTHER FINANCING SOURCES (USES)</b>								
Issuance of Special Assessment Bonds	-	-	-	-	-	11,110,000	3,750,000	14,860,000
Premium on Special Assessment Bonds	-	-	-	-	-	296,961	115,009	411,970
Sale of Capital Assets	96,173	-	-	-	-	-	345,440	441,613
Financed Purchase Proceeds	509,157	-	-	-	-	-	-	509,157
Issuance of SBITAs	282,368	-	-	-	-	-	-	282,368
Transfers In	13,186,416	-	24,519,960	742,763	700,180	7,741,187	12,397,181	59,287,687
Transfers Out	<u>(9,313,456)</u>	<u>(35,808,498)</u>	<u>(7,047,362)</u>	<u>(500,000)</u>	<u>(2,708,807)</u>	<u>(1,190,003)</u>	<u>(5,664,164)</u>	<u>(62,232,290)</u>
Total Other Financing Sources (Uses)	<u>4,760,658</u>	<u>(35,808,498)</u>	<u>17,472,598</u>	<u>242,763</u>	<u>(2,008,627)</u>	<u>17,958,145</u>	<u>10,943,466</u>	<u>13,560,505</u>
Net Change in Fund Balances	6,773,405	(1,214,753)	(1,846,062)	(106,180)	(3,273,519)	(682,395)	5,809,391	5,459,887
Fund Balances, Beginning of Year	64,168,188	40,439,099	35,297,802	9,588,875	33,186,168	(13,332,872)	29,023,506	198,370,766
Fund Balances, End of Year	<u>\$ 70,941,593</u>	<u>\$ 39,224,346</u>	<u>\$ 33,451,740</u>	<u>\$ 9,482,695</u>	<u>\$ 29,912,649</u>	<u>\$ (14,015,267)</u>	<u>\$ 34,832,897</u>	<u>\$ 203,830,653</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND  
CHANGES IN FUND BALANCES TO STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2024**

Changes in Fund Balances	\$ 5,459,887
Amounts reported for governmental activities in the statement of net position are different because:	
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation or amortization expense.	34,040,976
Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds.	(1,555,716)
The issuance of long-term debt (i.e. bonds, leases, SBITAs, and financed purchase obligations) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(16,063,495)
Some expenses reported in the statement of activities do not require the use of current financial resources, and, therefore, not reported as expenditures in governmental funds.	17,783,615
Internal service funds are used by management to charge the cost of health insurance, liability insurance, unemployment insurance, and revolving funds to the City's other funds. A portion of the change in net position in the internal service funds is reported with governmental activities.	<u>2,444,866</u>
Change in Net Position	<u>\$ 42,110,133</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
DECEMBER 31, 2024**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS						GOVERNMENTAL ACTIVITIES	
	Airport	Event Center	Solid Waste Disposal	Water	Sanitary Sewer	Nonmajor Funds	Total	Internal Service Funds
<b>ASSETS</b>								
Current Assets								
Cash and Cash Equivalents	\$ 8,102,262	\$ 427,368	\$ 2,607,842	\$ -	\$ 656,536	\$ 12,476,783	\$ 24,270,791	\$ 13,347,049
Investments	-	-	-	25,600,319	26,896,651	-	52,496,970	-
Accounts Receivable	4,204,281	139,496	466,273	1,794,250	1,070,325	583,088	8,257,713	452,006
Special Assessments Receivable	-	-	-	1,847,200	1,881,152	1,447,622	5,175,974	-
Interest Receivable	102,692	22,693	5,693	254,966	297,937	156,531	840,512	-
Interfund Receivable	-	49,165	-	-	-	7,335,403	7,384,568	-
Leases Receivable	1,977,792	294,024	88,534	11,232	4,668	339,469	2,715,719	-
Inventory	-	-	-	106,089	-	-	106,089	484,402
Prepaid Items	36,533	56,154	21,945	68,918	30,420	32,532	246,502	5,499
Total Current Assets	<u>14,423,560</u>	<u>988,900</u>	<u>3,190,287</u>	<u>29,682,974</u>	<u>30,837,689</u>	<u>22,371,428</u>	<u>101,494,838</u>	<u>14,288,956</u>
Noncurrent Assets								
Restricted Cash and Cash Equivalents	-	148,030	-	6,567,339	9,342,046	-	16,057,415	-
Leases Receivable	5,265,609	516,595	772,326	370,861	317,978	2,675,752	9,919,121	-
Capital Assets, Net of Depreciation/Amortization								
Land	8,469,631	912,100	7,452,558	1,203,396	337,375	6,876,737	25,251,797	-
Construction in Progress	32,767,858	559,213	26,425,394	5,563,798	8,900,896	3,825,879	78,043,038	-
Buildings and Building Improvements	29,915,205	24,233,841	3,238,293	57,184,483	51,233,972	16,554,080	182,359,874	-
Improvements Other Than Buildings	94,795,113	-	14,011,661	106,466,148	59,009,718	53,883,448	328,166,088	-
Machinery and Equipment	2,675,870	1,311,923	4,381,505	5,379,499	5,088,444	3,778,063	22,615,304	664,321
Right-to-Use Lease Assets	5,272	-	-	-	-	-	5,272	-
Subscription-Based IT Arrangements	6,118	-	-	-	-	-	6,118	-
Total Noncurrent Assets	<u>173,900,676</u>	<u>27,681,702</u>	<u>56,281,737</u>	<u>182,735,524</u>	<u>134,230,429</u>	<u>87,593,959</u>	<u>662,424,027</u>	<u>664,321</u>
Total Assets	<u>188,324,236</u>	<u>28,670,602</u>	<u>59,472,024</u>	<u>212,418,498</u>	<u>165,068,118</u>	<u>109,965,387</u>	<u>763,918,865</u>	<u>14,953,277</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>								
Asset Retirement Obligation	-	-	-	-	-	-	-	60,750
Pensions	546,470	559,009	352,833	1,067,526	550,471	672,155	3,748,464	218,494
Loss on Refunding	-	503,010	-	-	-	-	503,010	-
Total Deferred Outflows of Resources	<u>546,470</u>	<u>1,062,019</u>	<u>352,833</u>	<u>1,067,526</u>	<u>550,471</u>	<u>672,155</u>	<u>4,251,474</u>	<u>279,244</u>
<b>LIABILITIES</b>								
Current Liabilities								
Accounts Payable	634,113	138,566	861,942	674,586	2,217,945	558,012	5,085,164	1,276,146
Retainage Payable	1,385,772	-	25,000	281,004	257,246	31,890	1,980,912	-
Salaries Payable	134,613	132,525	71,070	201,558	106,200	126,864	772,830	51,552
Accrued Interest Payable	49	32,613	80,452	106,368	173,761	-	393,243	-
Interfund Payables	-	-	7,335,403	-	-	-	7,335,403	371,089
Unearned Revenue	-	-	-	15,000	-	1,608	16,608	-
Customer Deposits	-	-	-	-	-	2,871	2,871	-
Compensated Absences Payable	215,214	288,885	124,717	327,098	216,265	286,338	1,458,517	105,918
Claims and Judgments Payable	-	162,500	-	-	21,524	-	184,024	486,000
Debt Payable	-	1,385,000	1,420,209	2,948,841	2,985,152	-	8,739,202	-
Leases Payable	1,927	-	-	-	-	-	1,927	-
SBITAs Payable	2,112	-	-	-	-	-	2,112	-
Total Current Liabilities	<u>2,373,800</u>	<u>2,140,089</u>	<u>9,918,793</u>	<u>4,554,455</u>	<u>5,978,093</u>	<u>1,007,583</u>	<u>25,972,813</u>	<u>2,290,705</u>
Noncurrent Liabilities								
Customer Deposits	-	417,368	-	-	-	30,940	448,308	-
Compensated Absences Payable	23,339	26,809	61,137	96,805	715	55,800	264,605	49,861
Debt Payable	-	14,145,000	22,995,813	13,979,592	25,218,002	-	76,338,407	-
Leases Payable	3,566	-	-	-	-	-	3,566	-
SBITAs Payable	2,203	-	-	-	-	-	2,203	-
Asset Retirement Obligation Liability	-	-	-	-	-	-	-	67,500
Net Pension Liability	998,147	1,003,266	634,153	1,937,247	998,943	1,210,525	6,782,281	394,140
Closure and Post-Closure Liability	-	-	2,840,166	-	-	-	2,840,166	-
Total Noncurrent Liabilities	<u>1,027,255</u>	<u>15,592,443</u>	<u>26,531,269</u>	<u>16,013,644</u>	<u>26,217,660</u>	<u>1,297,265</u>	<u>86,679,536</u>	<u>511,501</u>
Total Liabilities	<u>3,401,055</u>	<u>17,732,532</u>	<u>36,450,062</u>	<u>20,568,099</u>	<u>32,195,753</u>	<u>2,304,848</u>	<u>112,652,349</u>	<u>2,802,206</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>								
Pensions	76,395	73,185	39,283	141,529	72,980	77,824	481,196	62,260
Leases	6,855,313	706,331	785,796	355,892	298,353	2,878,034	11,879,719	-
Total Deferred Inflows of Resources	<u>6,931,708</u>	<u>779,516</u>	<u>825,079</u>	<u>497,421</u>	<u>371,333</u>	<u>2,955,858</u>	<u>12,360,915</u>	<u>62,260</u>
<b>NET POSITION</b>								
Net Investment in Capital Assets	166,914,885	10,984,067	30,250,150	158,153,451	93,931,395	84,543,802	544,777,750	664,321
Restricted for Debt Service	-	115,417	2,526,790	6,460,971	9,168,285	-	18,271,463	-
Unrestricted	11,623,058	121,089	(10,227,224)	27,806,082	29,951,823	20,833,034	80,107,862	11,703,734
Total Net Position	<u>\$ 178,537,943</u>	<u>\$ 11,220,573</u>	<u>\$ 22,549,716</u>	<u>\$ 192,420,504</u>	<u>\$ 133,051,503</u>	<u>\$ 105,376,836</u>	<u>643,157,075</u>	<u>\$ 12,368,055</u>

Difference Between Business-Type Adjustments to Statement of Net Position 2,633,870  
Total Net Position, Business-Type Activities \$ 645,790,945

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS						GOVERNMENTAL
	Airport	Event Center	Solid Waste Disposal	Water	Sanitary Sewer	Nonmajor Funds	Internal Service Funds
<b>OPERATING REVENUES</b>							
Event Sales	\$ -	\$ 5,698,856	\$ -	\$ -	\$ -	\$ -	\$ 5,698,856
Gas and Oil Sales	-	-	-	-	-	-	1,096,358
Parts and Labor Sales	123,546	-	-	160,088	3,314	-	286,948
Water Sales	1,694	-	-	17,615,916	-	-	17,617,610
Sanitation Fees	-	-	5,482,341	29,432	14,879,439	8,354,121	28,745,333
Landing and Airport Fees	3,018,442	-	-	-	-	-	3,018,442
Miscellaneous Sales	34,612	10,529	119,179	61,690	1,269	103,540	330,819
Leases and Rentals	6,540,362	960,859	161,181	75,251	32,314	2,184,097	9,954,064
Employer Contributions	-	-	-	-	-	-	15,161,514
Employee Contributions	-	-	-	-	-	-	55,558
Total Operating Revenues	9,718,656	6,670,244	5,762,701	17,942,377	14,916,336	10,641,758	65,652,072
<b>OPERATING EXPENSES</b>							
Cost of Goods Sold	-	2,805,026	-	131,077	-	-	2,936,103
Salaries and Wages	1,684,877	2,292,001	928,067	2,677,909	1,373,143	1,751,099	10,707,096
Fringe Benefits	953,538	977,565	555,893	1,636,344	777,078	1,122,714	6,023,132
Professional Legal and Contracted Services	2,139,643	190,751	273,448	223,652	116,826	575,039	3,519,359
Building Equipment and Vehicle Services	1,971,610	955,992	1,610,452	3,085,607	1,467,425	1,295,924	10,387,010
Travel and Training	25,353	13,150	6,629	37,312	32,701	2,220	117,365
Operating Services	569,993	816,357	402,876	1,157,067	342,324	2,088,505	5,377,122
Operating Supplies	485,708	147,074	228,501	1,441,971	1,094,735	247,247	3,645,236
Depreciation and Amortization Expense	4,409,783	1,200,521	1,404,140	5,545,755	3,933,432	2,658,048	19,151,679
Total Operating Expenses	12,240,505	9,398,437	5,410,006	15,936,694	9,137,664	9,740,796	61,864,102
Net Operating Income (Loss)	(2,521,849)	(2,728,193)	352,695	2,005,683	5,778,672	900,962	3,787,970
<b>NONOPERATING REVENUES (EXPENSES)</b>							
Grants	83,162	-	-	-	-	-	83,162
Taxes	44,269	-	-	-	-	-	44,269
Special Assessments	-	-	-	110,448	122,352	55,441	288,241
Investment Income	542,929	34,229	83,229	1,434,664	1,597,450	700,427	4,392,928
Gain (Loss) on Disposal of Capital Assets	11,466	-	178,100	28,138	45,860	(51,346)	212,218
Interest and Fiscal Charges	(521)	(473,152)	(473,077)	(356,757)	(727,728)	-	(2,031,235)
Total Nonoperating Revenues (Expenses)	681,305	(438,923)	(211,748)	1,216,493	1,037,934	704,522	2,989,583
Net Income (Loss) Before Capital Charges, Capital Grants, Capital Contributions, and Transfers	(1,840,544)	(3,167,116)	140,947	3,222,176	6,816,606	1,605,484	6,777,553
Capital Charges	-	-	-	787,539	659,768	-	1,447,307
Capital Grants	12,736,214	-	-	5,229,352	81,522	-	18,047,088
Capital Contributions	2,000	-	18,650	2,489,843	2,296,801	4,072,630	8,879,924
Transfers In	23,646	3,341,661	481,896	969,313	60,442	-	4,876,958
Transfers Out	-	-	(485,151)	(603,007)	(60,442)	(1,000,000)	(2,148,600)
Change in Net Position	10,921,316	174,545	156,342	12,095,216	9,854,697	4,678,114	37,880,230
Net Position, Beginning of Year, as Previously Reported	167,696,929	11,140,644	22,429,249	180,460,185	123,297,439	100,814,329	605,838,775
Restatements (Note O)	(80,302)	(94,616)	(35,875)	(134,897)	(100,633)	(115,607)	(561,930)
Net Position, Beginning of Year, as Restated	167,616,627	11,046,028	22,393,374	180,325,288	123,196,806	100,698,722	605,276,845
Net Position, End of Year	\$ 178,537,943	\$ 11,220,573	\$ 22,549,716	\$ 192,420,504	\$ 133,051,503	\$ 105,376,836	643,157,075
Adjustment to Reflect the Consolidation of Internal Service Fund Activities Related to Enterprise Funds							909,057
Changes in Net Position, Business-Type Activities							\$ 38,789,287

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>						<b>GOVERNMENTAL</b>	
	<b>Airport</b>	<b>Event Center</b>	<b>Solid Waste Disposal</b>	<b>Water</b>	<b>Sanitary Sewer</b>	<b>Nonmajor</b>	<b>Total</b>	<b>Internal Service Funds</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>								
Receipts From Customers and Users	\$ 12,847,972	\$ 6,581,305	\$ 5,985,201	\$ 18,069,016	\$ 14,878,578	\$ 10,601,689	\$ 68,963,761	\$ 4,184,475
Receipts From Employer	-	-	-	-	-	-	-	15,161,514
Payments to Suppliers	(8,872,589)	(5,668,702)	(2,788,542)	(8,460,462)	(1,917,376)	(4,989,351)	(32,697,022)	(16,528,221)
Payments to Employees	(1,574,993)	(2,169,266)	(838,188)	(2,351,737)	(1,248,350)	(1,580,535)	(9,763,069)	(669,179)
Net Cash Provided (Used) by Operating Activities	<u>2,400,390</u>	<u>(1,256,663)</u>	<u>2,358,471</u>	<u>7,256,817</u>	<u>11,712,852</u>	<u>4,031,803</u>	<u>26,503,670</u>	<u>2,148,589</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>								
Grants Received	83,162	-	-	-	-	-	83,162	-
Payments from Other Funds	23,646	3,331,853	7,817,299	969,313	60,442	-	12,202,553	515,010
Payments to Other Funds	-	-	(485,151)	(603,007)	(60,442)	(8,335,403)	(9,484,003)	(271,197)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>106,808</u>	<u>3,331,853</u>	<u>7,332,148</u>	<u>366,306</u>	<u>-</u>	<u>(8,335,403)</u>	<u>2,801,712</u>	<u>243,813</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>								
Grants Received	12,736,214	-	-	5,229,352	81,522	-	18,047,088	-
Taxes Received	44,269	-	-	-	-	-	44,269	-
Special Assessments Received	-	-	-	411,825	421,456	298,119	1,131,400	-
Capital Charges Received	-	-	-	787,539	659,768	-	1,447,307	-
Issuance of Debt	-	-	3,097,729	27,200	2,073,152	-	5,198,081	-
Debt Principal Paid	-	(1,350,000)	(1,237,877)	(2,902,559)	(2,855,000)	-	(8,345,436)	-
Debt Interest and Fees Paid	-	(425,376)	(625,558)	(412,189)	(746,128)	-	(2,209,251)	-
Lease Principal Paid	(1,850)	-	-	-	-	-	(1,850)	-
SBITA Principal Paid	(2,023)	-	-	-	-	-	(2,023)	-
Lease Interest Paid	(264)	-	-	-	-	-	(264)	-
SBITA Interest Paid	(277)	-	-	-	-	-	(277)	-
Proceeds From Sale of Capital Assets	11,466	-	178,100	22,600	45,860	204,036	462,062	29,800
Proceeds from Insurance Recoveries	-	-	-	5,830	-	-	5,830	131,407
Acquisition and Construction of Capital Assets	(20,975,495)	(328,696)	(15,285,320)	(11,382,196)	(6,093,120)	(2,321,362)	(56,386,189)	(45,324)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(8,187,960)</u>	<u>(2,104,072)</u>	<u>(13,872,926)</u>	<u>(8,212,598)</u>	<u>(6,412,490)</u>	<u>(1,819,207)</u>	<u>(40,609,253)</u>	<u>115,883</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>								
Purchase of Investments	-	-	-	(25,600,319)	(26,896,651)	-	(52,496,970)	-
Investment Income	633,764	34,229	130,993	1,547,188	1,670,351	815,484	4,832,009	570,139
Net Cash Provided (Used) by Capital and Related Investing Activities	<u>633,764</u>	<u>34,229</u>	<u>130,993</u>	<u>(24,053,131)</u>	<u>(25,226,300)</u>	<u>815,484</u>	<u>(47,664,961)</u>	<u>570,139</u>
Net Increase (Decrease) in Cash and Cash Equivalents (Restricted and Unrestricted)	(5,046,998)	5,347	(4,051,314)	(24,642,606)	(19,925,938)	(5,307,323)	(58,968,832)	3,078,424

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>BUSINESS-TYPE ACTIVITIES - ENTERPRISE FUNDS</b>						<b>GOVERNMENTAL</b>	
	<b>Airport</b>	<b>Event Center</b>	<b>Solid Waste Disposal</b>	<b>Water</b>	<b>Sanitary Sewer</b>	<b>Nonmajor</b>	<b>Total</b>	<b>Internal Service Funds</b>
Net Increase (Decrease) in Cash and Cash Equivalents (Restricted and Unrestricted)	(5,046,998)	5,347	(4,051,314)	(24,642,606)	(19,925,938)	(5,307,323)	(58,968,832)	3,078,424
Cash and Cash Equivalents (Restricted and Unrestricted), Beginning of Year	13,149,260	570,051	6,659,156	31,209,945	29,924,520	17,784,106	99,297,038	10,268,625
Cash and Cash Equivalents (Restricted and Unrestricted), Ending of Year	<u>\$ 8,102,262</u>	<u>\$ 575,398</u>	<u>\$ 2,607,842</u>	<u>\$ 6,567,339</u>	<u>\$ 9,998,582</u>	<u>\$ 12,476,783</u>	<u>\$ 40,328,206</u>	<u>\$ 13,347,049</u>
<b>Reconciliation of Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities</b>								
Net Operating Income (Loss)	<u>\$ (2,521,849)</u>	<u>\$ (2,728,193)</u>	<u>\$ 352,695</u>	<u>\$ 2,005,683</u>	<u>\$ 5,778,672</u>	<u>\$ 900,962</u>	<u>\$ 3,787,970</u>	<u>\$ 2,331,968</u>
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:								
Depreciation and Amortization Expense	4,409,783	1,200,521	1,404,140	5,545,755	3,933,432	2,658,048	19,151,679	81,609
Change in Deferred Outflows of Resources from Pensions	(124,301)	(88,230)	(52,312)	(222,096)	(88,682)	(105,819)	(681,440)	(798)
Change in Deferred Inflows of Resources from Leases	(2,005,709)	(304,188)	(119,249)	(18,649)	(13,316)	(136,152)	(2,597,263)	-
Change in Deferred Inflows of Resources from Pensions	(19,195)	(19,126)	(8,842)	(42,237)	(27,396)	(19,372)	(136,168)	10,935
Change in Net Pension Liability	270,583	235,066	145,433	522,259	226,051	284,133	1,683,525	34,228
Change in Asset Retirement Obligation Liability	-	-	-	-	-	-	-	1,688
(Increase) Decrease in Accounts Receivable	3,208,456	38,257	137,399	119,694	(28,867)	(713)	3,474,226	(143,817)
(Increase) Decrease in Leases Receivable	1,917,812	269,187	85,101	10,594	4,425	94,830	2,381,949	-
(Increase) Decrease in Lease Interest Receivable	8,757	6,775	-	-	-	-	15,532	-
(Increase) Decrease in Inventory	-	-	-	(14,511)	-	-	(14,511)	(41,388)
(Increase) Decrease in Prepaid Items	320	(9,983)	(4,641)	(11,155)	(2,876)	(10,771)	(39,106)	43
Increase (Decrease) in Customer Deposits	-	(98,970)	-	-	-	1,390	(97,580)	-
Increase (Decrease) in Accounts Payable	(2,727,064)	84,696	327,040	(721,766)	1,974,767	353,069	(709,258)	(9,316)
Increase (Decrease) in Compensated Absences Payable	(33,010)	9,966	(569)	40,690	(405)	2,287	18,959	8,831
Increase (Decrease) in Salaries Payable	15,807	(14,941)	6,169	27,556	15,225	9,335	59,151	2,606
Increase (Decrease) in Unearned Revenue	-	-	-	15,000	-	576	15,576	-
Increase (Decrease) in Claims and Judgments Payable	-	162,500	-	-	(58,178)	-	104,322	(128,000)
Increase (Decrease) in Closure and Post-Closure Liability	-	-	86,107	-	-	-	86,107	-
Total Adjustments	<u>4,922,239</u>	<u>1,471,530</u>	<u>2,005,776</u>	<u>5,251,134</u>	<u>5,934,180</u>	<u>3,130,841</u>	<u>22,715,700</u>	<u>(183,379)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,400,390</u>	<u>\$ (1,256,663)</u>	<u>\$ 2,358,471</u>	<u>\$ 7,256,817</u>	<u>\$ 11,712,852</u>	<u>\$ 4,031,803</u>	<u>\$ 26,503,670</u>	<u>\$ 2,148,589</u>
<b>NONCASH INVESTING, CAPITAL, AND RELATED FINANCING ACTIVITIES</b>								
Contributed Capital Assets	\$ 2,000	\$ -	\$ 18,650	\$ 84,551	\$ -	\$ 3,852,934	\$ 3,958,135	\$ -
Capital Assets Contributed from Developers	-	-	-	2,405,292	2,296,801	219,696	4,921,789	-
Lease Receivable Initiated	-	58,756	-	-	-	257,385	316,141	-

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2024**

	<u>Pension Trust Funds</u>	<u>Custodial Funds</u>
<b>ASSETS</b>		
Cash and Cash Equivalents	\$ 452,470	\$ 618,178
Investments, at Fair Value:		
Investments with State Investment Board	187,380,332	68,092
Accounts Receivable	785	13,535
Accrued Interest and Dividends	317,947	-
Total Assets	<u>188,151,534</u>	<u>699,805</u>
<b>LIABILITIES</b>		
Accounts Payable	132,553	74,042
Securities Lending Collateral	886,282	-
Total Liabilities	<u>1,018,835</u>	<u>74,042</u>
<b>NET POSITION</b>		
Restricted for Pensions	187,132,699	-
Restricted for Individuals, organizations, and other governments	-	625,763
Total Net Position	<u>\$ 187,132,699</u>	<u>\$ 625,763</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024**

	<b>Pension Trust Funds</b>	<b>Custodial Funds</b>
<b>ADDITIONS</b>		
Employer Contributions	\$ 5,167,365	\$ -
Employee Contributions	2,645,188	-
Total Contributions	<u>7,812,553</u>	<u>-</u>
Investment Income:		
Net increase (Decrease) in Fair Value of Investments	11,232,152	7,563
Interest and Dividend Earnings	3,510,307	-
Securities Lending Income	14,057	-
Total Investment Income	<u>14,756,516</u>	<u>7,563</u>
Investment Expense:		
Investment Activity Expense	(404,842)	-
Securities Lending Expense	(2,809)	-
Net Investment Income	<u>14,348,865</u>	<u>7,563</u>
Revenues		
Police Custody Funds Received	-	126,065
Total Revenues	<u>-</u>	<u>126,065</u>
Total Additions	<u>22,161,418</u>	<u>133,628</u>
<b>DEDUCTIONS</b>		
Benefits Paid to Participants	11,319,138	-
Refunds	453,569	18,293
Administration Expenses	167,180	-
Police Custody Funds Paid	-	303,782
Total Deductions	<u>11,939,887</u>	<u>322,075</u>
Change in Net Position	10,221,531	(188,447)
Net Position, Beginning of Year	176,911,168	814,210
Net Position, End of Year	<u>\$ 187,132,699</u>	<u>\$ 625,763</u>

The notes to the financial statements are an integral part of this statement.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

	Page
<b>I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES</b>	
A. REPORTING ENTITY	35
B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS	36
C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION	36
D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION OR FUND BALANCE	38
1. Cash and Investments	38
2. Inventories and Prepaid Items	38
3. Accounts Receivable/Lease Receivable	38
4. Capital Assets	39
5. Right-to-Use Lease Assets	39
6. Subscription-Based IT Arrangements (SBITAs)	40
7. Deferred Outflows of Resources	40
8. Unearned Revenues	40
9. Long-Term Liabilities	40
10. Leases & SBITAs Payable	41
11. Compensated Absences/Termination Benefits	41
12. Pensions	42
13. Deferred Inflows of Resources	42
14. Net Position and Fund Balance	43
<b>II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS</b>	
A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND BALANCE SHEET AND STATEMENT OF NET POSITION IN THE GOVERNMENTAL ACTIVITIES	45
B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND STATEMENT OF ACTIVITIES	45
<b>III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY</b>	
A. BUDGETARY INFORMATION	46
B. FUND BALANCE DEFICIT	47
<b>IV. DETAILED NOTES ON ALL FUNDS</b>	
A. DEPOSITS	47
B. INVESTMENTS	48
C. NOTES RECEIVABLE	50
D. LEASES RECEIVABLE	51
E. CAPITAL ASSETS	53
F. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS	56
G. LONG-TERM LIABILITIES	58
H. LEASES AND SUBSCRIPTION-BASED IT ARRANGEMENTS PAYABLE	64
I. COMMITMENTS	68
J. TAX ABATEMENTS	68
K. RISK MANAGEMENT	69
L. LANDFILL CLOSURE AND POST-CLOSURE LIABILITY	70
M. CERTAIN ASSET RETIREMENT OBLIGATIONS	71
N. EMPLOYEE RETIREMENT PLANS	71
O. RESTATEMENT	83

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The City of Bismarck, North Dakota (the City) was incorporated in 1875. The City operates under a city commission form of government under the Home Rule Charter. The City is governed by a mayor and four city commissioners elected by the residents known as the Board of City Commissioners (the City Commissioners). The accompanying financial statements present the activities of the City.

The accounting policies of the City conform to accounting principles generally accepted in the United States of America (GAAP) as applicable to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**A. REPORTING ENTITY**

The financial reporting entity consists of the City, organizations for which the City is financially accountable, and organizations that raise and hold economic resources for the direct benefit of the City. All funds, organizations, institutions, agencies, departments, and offices that are not legally separate are part of the City. Legally separate organizations for which the City is financially accountable are considered part of the reporting entity. Financial accountability exists if the City appoints a voting majority of the organization's governing board and is able to impose its will on the organization, or if there is a potential for the organization to provide benefits to, or impose financial burdens on, the City.

The City operates the Central Dakota 911 Authority, also known as the *Central Dakota Communications Center* (CenCom), under a joint-powers agreement with Burleigh County and the City of Mandan. CenCom dispatches emergency calls for law enforcement, fire, and emergency medical services within member areas and is administered by an appointed board made up of three members, one from each of the members. Membership consists of a Commissioner representing the City of Bismarck, a Commissioner representing the City of Mandan, and a Commissioner representing Burleigh County. Although CenCom is a legally separate entity, CenCom follows the budget process and policies established by the City. The City has agreed to hire, manage, and provide benefits to employees that operate CenCom. The City contributes the majority (52%) of the annual operating expenditures net of fees collected by CenCom. Due to the fiscal dependency on the City and the significant scope of service provided to all members, CenCom is reported as a discretely presented component unit in the City's financial statements and does not issue separate financial statements.

The City operates the Bismarck Veterans' Memorial Public Library (the Library) pursuant to section 40-38 of the North Dakota Century Code (NDCC). The Library is administered by a City-appointed five-member board, known as the Library Board of Directors, with various terms pursuant to the NDCC. The Library primarily finances operations with the established property tax levy, abides by the City's financial policies, and participates in the City's employment benefits. The Library is a separate legal entity with a board that is appointed by the City Commission, has significant fiscal dependency on the City, and any future debt is expected to be repaid by resources of the City. Therefore, the Library is reported as a blended component unit in the City's fund financial statements and does not issue separate financial statements.

The City operates the Bismarck Parking Authority (the Parking Authority) pursuant to section 40-61 of the North Dakota Century Code (NDCC). The Parking Authority is administered by a City-appointed five-member board with various terms pursuant to the NDCC known as the Parking Authority Board. The Parking Authority Board contracts the operations of the facilities with a third-party property management company. Its operations are primarily funded through user fees and long-term rental contracts. The Parking Authority abides by the City's policies. The Parking Authority is a separate legal entity, has significant fiscal dependency on the City, and any future debt and major capital expenditures are expected to be repaid by resources of the City. Therefore, the Parking Authority is reported as a blended component unit within the City's proprietary financial statements and does not issue separate financial statements.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**B. GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all activities of the City. For the most part, the effect of interfund activity has been removed from these financial statements to avoid duplication. Exceptions to this general rule are charges for interfund services that are reasonably equivalent to the services provided. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which are normally financed through user fees and charges for goods or services. Likewise, the primary government is reported separately from the discretely presented component unit.

The statement of activities demonstrates the degree to which the direct expenses of the given function or segment are offset by program revenues. The statement of activities compares the direct expenses and program revenues for both the functions of the governmental activities and the business-type activities of the City. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the City's government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

**C. MEASUREMENT FOCUS, BASIS OF ACCOUNTING, AND FINANCIAL STATEMENT PRESENTATION**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. The economic resources measurement focus and the accrual basis of accounting records revenues when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current year or soon enough thereafter to pay liabilities of the current year. For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current year, except for reimbursement revenues yet to be received from federal grants. These revenue sources are considered current for reimbursement of current liabilities in the respective fiscal year.

Taxes, intergovernmental revenues, and interest are considered to be susceptible to accrual and have been recognized as revenues in the current year. All other revenues are considered to be measurable and available only when cash is received by the City.

Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Proprietary funds distinguish between operating and nonoperating revenues and expenses. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The operating revenues of the City's enterprise funds and the internal service funds were charges to customers for sales and services. Similarly, operating expenses include the cost of goods and services sold, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Amounts reported as program revenues include 1) charges to customers for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Revenues that do not meet the previous criteria are reported as general revenues, including all taxes.

Interfund transactions that are representative of lending or borrowing arrangements subsequently to the fiscal year-end are reported as advances. Other outstanding interfund balances are reported as interfund receivables and interfund payables. Residual interfund balances outstanding between governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are when various charges exist between different functions of the government (i.e., water and sewer charges to other various functions of the City). Elimination of these charges would distort direct revenues and expenses reported from various City functions.

Property value is assessed as of the second Tuesday in April of each year. Property taxes are levied and attached as an enforceable lien by January 1<sup>st</sup> of the preceding year. A 5% discount is applied if payment is received by February 15<sup>th</sup> subsequent the year for which the tax is levied. The tax levy is divided into two payments due March 1<sup>st</sup> and October 15<sup>th</sup>. Penalty and interest are assessed on any delinquent payment.

In the fund financial statements, the City reports the following major governmental funds:

**General Fund** – This fund is the general operating fund of the City. It is used to account for all financial resources except those accounted for in another fund.

**Sales Tax Fund** – This is a special revenue fund that accounts for the collection of the City-imposed one and one-half percent sales tax revenue used for voter-approved eligible expenditures.

**Highway Construction Fund** – This capital projects fund accounts for arterial street construction and improvements. Financing is provided by sales tax and grants provided by the State of North Dakota Department of Transportation.

**Sewermain Bond Fund** – This debt service fund accounts for the collection of the special assessment revenue and the payment of special assessment bonds related to sewermain improvements.

**Street Improvement Bond Fund** – This debt service fund accounts for the collection of the special assessment revenue and the payment of special assessment bonds related to street improvements.

**Street Improvement Construction Fund** – This capital projects fund accounts for the expenditures related to construction of street improvements. The street improvement expenditures are financed by special assessment bond proceeds.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

The City reports the following major proprietary funds:

**Airport** – This fund accounts for the operations of the Bismarck Municipal Airport.

**Event Center** – This fund accounts for the operations of the Bismarck Event Center.

**Solid Waste Disposal** – This fund accounts for the operations of the municipal landfill.

**Water** – This fund accounts for the operations of water treatment and distribution.

**Sanitary Sewer** – This fund accounts for the operations of sanitary sewers and wastewater treatment.

Additionally, the City reports the following fund types:

**Internal Service Funds** – These funds are used by the City to charge for internal fleet services, health insurance, liability insurance, workforce safety insurance, and revolving expenditures allocated to individual City funds. Internal service funds predominately serve governmental funds.

**Fiduciary Funds** – These are pension trust funds used to account for the activities of the City Employees' Pension Plan and the Police Employees' Pension Plan, and custodial funds for Employee Excess Retirement and Police Custodial Fund. The pension trust funds and Employee Excess Retirement accumulate resources for retirement benefit payments made to retirees and City employees. The Police Custodial Fund accumulates resources being held for evidentiary purposes until a court judgement is received.

**D. ASSETS, DEFERRED OUTFLOWS OF RESOURCES, LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND NET POSITION OR FUND BALANCE**

**1. Cash and Investments**

Deposits and investments are displayed on the statement of net position as cash and investments. Investments are reported at fair value, net asset value, and amortized cost, as applicable. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Highly liquid investments are readily convertible and near their maturity.

Restricted cash is displayed on the statement of net position for various enterprise funds. Cash is set aside to fulfill bond covenant requirements outlined in the applicable bond documents.

**2. Inventories and Prepaid Items**

Inventories are valued at cost, using the first-in / first-out (FIFO) method. The costs of governmental fund inventories are recorded as expenditures when consumed.

All funds record any payments made to vendors for services that will benefit periods beyond December 31, 2024, as prepaid items.

**3. Accounts Receivable/Lease Receivable**

Receivables are reported at their gross value and, where appropriate, are reduced by the estimated portion that is expected to be uncollectible.

The City is a lessor for numerous noncancellable leases. The City recognizes a lease receivable and a deferred inflow of resources in the government-wide and governmental fund financial statements.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

At the commencement of a lease, the City measures the lease receivable at the present value of payments expected to be received during the lease term, reduced for any provision for estimated uncollectible amounts. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term in a systematic and rational manner. Key estimates and judgments include (1) implicit interest rate, (2) lease term, and (3) lease receipts.

The City determines the discount rate for leases based on the applicable State and Local Government Securities (SLGS) rate and any additional rates necessary to reflect the City's implicit interest rate. The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

**4. Capital Assets**

Capital assets, which include land, construction in progress, buildings and building improvements, improvements other than buildings, machinery and equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of \$5,000, except for infrastructure networks which are capitalized if the total cost exceeds \$50,000. Capital assets are valued at historical or estimated historical cost. Donated capital assets are recorded at estimated acquisition value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized.

Capital assets of the City, except for land and construction and progress, are depreciated using the straight-line method over the following estimated useful lives:

Buildings and Building Improvements	10 - 50 Years
Improvements Other Than Buildings	25 - 50 Years
Infrastructure	20 - 100 Years
Machinery and Equipment	2 - 15 Years

**5. Right-to-Use Lease Assets**

The City's right-to-use lease assets are initially measured at an amount equal to the initial measurement of the lease liability plus any payments made prior to the lease term, less lease incentives, and plus ancillary charges necessary to place the lease into service. The right-to-use assets are amortized on a straight-line basis over the life of the related lease. The amortization period varies from 1 to 29 years.

Key estimates and judgments related to leases include (1) the discount rate, (2) lease term, and (3) lease payments.

The City uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the City determines its estimated borrowing rate based on the applicable State and Local Government Securities (SLGS) rate. The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and any purchase option the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a re-measurement of its leases and will re-measure the right-to-use lease assets and liabilities if certain changes occur that are expected to significantly affect the amount of the lease liability.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**6. Subscription-Based IT Arrangements (SBITAs)**

The subscription-based right-to-use assets are initially measured at an amount equal to the initial measurement of the subscription liability plus any payments made prior to the subscription term, less incentives, and plus ancillary charges necessary to place the subscription into service. The subscription right-to-use assets are amortized on a straight-line basis over the life of the related SBITA.

Key estimates and judgments related to SBITAs include (1) the discount rate, (2) subscription term, and (3) subscription payments.

The City uses the interest rate charged by the vendor as the discount rate or implicit interest rate. When the interest rate charged by the vendor is not provided, the City determines its estimated borrowing rate (implicit interest rate) based on the applicable State and Local Government Securities (SLGS) rate. The subscription term includes the noncancellable period of the subscription. Subscription payments included in the measurement of the subscription liability are comprised of fixed payments and exercised purchase option the City is reasonably certain to exercise.

The City monitors changes in circumstances that would require a re-measurement of its SBITAs and will re-measure the subscription assets and liabilities if certain changes occur that are expected to significantly affect the amount of the subscription liability.

**7. Deferred Outflows of Resources**

Deferred outflows of resources represent a consumption of assets by the government that would not be recognized as an outflow of resources (expense/expenditure) until future period(s) in which it is applicable. Deferred outflows are recorded in the Statement of Net Position under the governmental, business-type, and/or discretely presented component unit columns. Deferred outflows of resources of proprietary and internal service funds are reported in detail in their respective fund statements. The City reports defined benefit pension plans, asset retirement obligations, and loss on debt refunding (accounting loss), net of accumulated amortization, in this category.

**8. Unearned Revenues**

Unearned revenues include amounts that have been collected but the corresponding expenditures have not been incurred and the eligibility criteria have not been met.

**9. Long-Term Liabilities**

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-

type activities, or proprietary fund-type statement of net position. Premiums and discounts are deferred and amortized over the life of the debt issuance on a straight-line basis. Long-term debt payable is reported net of the related debt premium or discount.

In the fund financial statements, governmental fund types recognize related debt premiums and discounts during the current period. The face amount of debt issued and related premiums are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs are reported as debt service expenditures or expenses.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

**10. Leases & SBITAs Payable**

The City has numerous noncancellable leases and subscription-based information technology arrangements (SBITAs). For leases, the City recognizes a lease liability and a right-to-use lease asset in the financial statements. For SBITAs, the City recognizes a SBITA liability and a subscription asset in the financial statements. These liabilities represent the City's obligation to make payments arising from the lease/subscription.

At the commencement of a lease or SBITA, the City measures the liability as the present value of payments expected to be paid during the lease term. Subsequently, the liability is reduced by the principal portion of payments received.

Key estimates and judgments include how the City determines (1) the discount rate, (2) lease term, and (3) lease receipts.

The City determines the discount rate for leases and SBITAs based on the applicable State and Local Government Securities (SLGS) rate. The lease or subscription term includes the noncancellable period of the agreement. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

**11. Compensated Absences / Termination Benefits**

As of January 1, 2024, the City adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provides guidance for a consistent recognition and measurement of the compensated absence liability. The effect of the implementation of this standard on beginning net position is disclosed in Note O.

Annual Leave

The annual leave plan allows employees to accrue annual leave with pay based on their years of service with the City as follows:

0 - 3 Years	8 Hours per Month
4 - 7 Years	10 Hours per Month
8 -12 Years	12 Hours per Month
13 - 18 Years	14 Hours per Month
Over 18 Years	16 Hours per Month

Regular part-time employees shall earn a prorated number of annual leave hours paid at their current rate of compensation. Fire department employees who have a regular workweek in excess of forty hours per week are granted annual leave at a rate adjusted to take into account additional hours to make their annual leave comparable to the leave granted for regular full-time employees.

Annual leave accrued during the calendar year may be accumulated up to a maximum of 360 hours for eligible employees, except for the fire department employees that work a regular work week in excess of 40 hours may accumulate up to a maximum of 477 hours. On January 1 of each year, annual leave in excess of the maximum annual leave hours is forfeited without compensation. Remaining annual leave hours are paid upon termination.

Accumulated annual leave hours are calculated at the current pay rate on December 31 to determine the liability. Annual leave is accrued when incurred in the government-wide, proprietary, and fiduciary fund financial statements. In the governmental funds, a liability is incurred only when payable in the respective fund. Governmental activities compensated absences are liquidated by the respective fund from which the employee is paid.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Sick Leave

The current sick leave policy was established on December 31, 1992. Employees may annually accumulate a maximum of 960 and 1,272 hours for 40-hour per week and 53-hour per week employees, respectively. At year-end, 40% of excess sick leave will be paid to all employees exceeding the maximum. Sick leave is not paid upon termination, except to employees hired with an accumulated sick leave balance prior to December 31, 1992.

Employees that had accumulated sick leave prior to December 31, 1992, accumulated outstanding sick leave hours for payment upon termination. On December 31, 1992, any hours in excess of the maximum 960 or 1272 hours were reduced by 25%. The remaining sick leave hours, in excess of the maximum, at the rate of pay on December 31, 1992, were owed to the employee by the City. In addition, any employee with a sick leave balance less than the 960 or 1272-hour maximum was allowed to choose an option to either reduce the sick leave hours by 25% or retain the hours in order to reach the maximum at a faster pace. The employees that chose to reduce the sick leave by 25% were allowed to be paid upon termination at their individual pay rate on December 31, 1992.

**12. Pensions**

The City is a majority member of the City of Bismarck Employees' Pension Plan (City Employees' Pension Plan). The City Employees' Pension Plan is a multiple employer cost-sharing defined benefit pension plan that provides benefits to employees of the City and the Bismarck Parks and Recreation District. The City is required to report a proportionate share of the net pension liability (asset), deferred outflows and inflows of resources, and pension expense using the economic resources measurement focus and accrual basis of accounting. The City also maintains and participates in the Bismarck Police Employees' Pension Plan (Police Employees' Pension Plan), a single employer defined benefit pension plan. The City is required to report related net pension liability (asset), deferred outflows and inflows of resources, and pension expense for the Police Employees' Pension Plan using the economic resources measurement focus and accrual basis of accounting.

For this purpose, benefits and refunds of employee contributions are recognized when due and payable in accordance with the benefit terms and statutes governing the City Employees' Pension Plan and the Police Employees' Pension Plan, accordingly. Expenses are recognized when the liability is incurred, regardless of when the payment is made.

Benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. The City's proportionate share is allocated among governmental activities, business-type activities, proprietary funds, and internal service funds based on the present value of future payroll.

The City Employees' Pension Plan employer and plan member contributions are recognized when due pursuant to the City ordinance and requirements. Investment income is recognized as revenue when earned.

Retirement benefits and refunds are recognized when due and payable in accordance with the terms of the Plan. Other expenses are recognized when the corresponding liabilities are incurred. The net appreciation or depreciation in fair value of investments is recorded as an increase or decrease to investment income. The entire expense of the City Employees' Pension Plan administration is charged against the earnings.

**13. Deferred Inflows of Resources**

Deferred inflows of resources represent an acquisition of net position that would not be recognized as an inflow of resources (revenue) until a future period(s). Deferred inflows of resources are recorded in the Statement of Net Position under the governmental activities, business-type activities, and discretely presented component unit columns. Deferred inflows of resources of governmental funds, proprietary funds, and internal service funds are reported in detail in their respective fund statements.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

Property taxes and special assessment revenues that are measurable and meet the eligibility criteria but not available within 60 days after the fiscal year-end are classified as deferred inflows of resources in the governmental fund financial statements but recognized as revenues in the government-wide financial statements. The deferred inflows of resources related to leases are recognized on a straight-line basis over the term of the lease. The City also reports defined benefit pension plans in this category.

**14. Net Position and Fund Balance**

Net position represents the difference between assets, deferred outflows of resources, liabilities, and deferred inflows of resources on the government-wide, proprietary, and fiduciary fund financial statements and fund balance on the governmental fund financial statements. When expenses are incurred for purposes for which both restricted and unrestricted net position is available, the City considers restricted funds to have been spent first.

In 2011, the City approved a policy that defined fund balance categories and the constraints placed on the City's fund balances. Governmental funds report fund balances based on the purpose and constraints placed on the available resources. The following classifications describe the relative strength of spending constraints of fund balance:

**Nonspendable** – Balances that cannot be spent either because they are not in spendable form or legally or contractually required to be maintained intact.

**Restricted** – Balances that are subject to externally enforceable legal purpose imposed by creditors, grantors, contributors, or laws and regulations of other governments; or through constitutional provisions or enabling legislation.

**Committed** – Balances that are subject to a purpose constraint imposed by formal action of the City Commission. The City Commission is the highest level of decision-making authority. The City Commissioners have authorized to set aside funds for a specific purpose based on a single majority vote. The formal motion must take place prior to December 31 of the applicable fiscal year and be recorded in the official minutes. If the actual amount of the commitment is not available by December 31, the motion must state the process or formula necessary to calculate the actual amount as soon as information is available. Commitments may be established, modified, or rescinded by the same formal action that imposed the original commitment by the City Commissioners. The City Commission establishes, modifies, or rescinds fund balance commitments by passage of an ordinance.

**Assigned** – Balances that are subject to a purpose constraint that represents an intended use, but do not meet the criteria to be classified as restricted or committed. The City Commission has delegated the authority to assign unrestricted fund balance to the City's Finance Director. Assigned fund balance is established through adoption or amendment of the budget for its intended specific purpose.

**Unassigned** – Represents the residual classification of balances that are not subject to external restrictions and not committed or assigned. The General Fund is the only fund that reports a positive fund balance. This represents the resources available for future spending and amounts that are not nonspendable, restricted, committed, or assigned to a specific purpose.

In the General Fund, the City will strive to maintain a minimum unrestricted fund balance equal to 40% of the General Fund expenditures. This will assist in maintaining an adequate level of fund balance to provide for large future expenditures, cash flow requirements, and contingencies. If spending in designated circumstances has reduced unrestricted fund balance to a point below the minimum target, the replenishment will be within five years.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, the City considers restricted funds to have been spent first. When expenditures are incurred for which committed, assigned, or unassigned fund balances are available, the City considers committed balances to have been spent first, then assigned, and, finally, unassigned, as needed, unless the City Commission has provided otherwise in its commitment or assignment actions.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)**

As of December 31, 2024, fund balances are composed of the following:

	General Fund	Sales Tax	Highway Construction	Sewermain Bonds	Street Improvement Bonds	Street Improvement Construction	Nonmajor Governmental Funds	Governmental Funds
<b>Nonspendable</b>								
Economic Development	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,123,474	\$ 1,123,474
Prepaid Items	25,541	-	-	-	-	-	-	25,541
<b>Restricted</b>								
Building Construction	8,039,079	-	-	-	-	-	-	8,039,079
Highways and Streets	-	-	-	-	-	-	1,106,883	1,106,883
Opioid Settlement	-	-	-	-	-	-	275,163	275,163
Capital Projects	-	29,294,902	-	-	-	-	-	29,294,902
Bill 1066	-	-	8,926,023	-	-	-	-	8,926,023
Debt Service	-	-	-	9,482,695	29,912,649	-	10,554,275	49,949,619
<b>Committed</b>								
Public Health Programs	-	-	-	-	-	-	899,641	899,641
Transit System	-	-	-	-	-	-	114,135	114,135
Public Library	-	-	-	-	-	-	2,254,937	2,254,937
Drug Enforcement	-	-	-	-	-	-	496,042	496,042
Highways and Streets	-	-	-	-	-	-	4,998,580	4,998,580
Street Light Operations	-	-	-	-	-	-	3,745,896	3,745,896
Economic Development	-	-	-	-	-	-	1,214,745	1,214,745
Capital Projects	-	9,929,444	24,525,717	-	-	-	11,235,583	45,690,744
<b>Assigned</b>								
Contingencies	825,000	-	-	-	-	-	-	825,000
Department Equipment	2,513,488	-	-	-	-	-	-	2,513,488
Fire Truck and Equipment	2,059,356	-	-	-	-	-	-	2,059,356
Technology Equipment	110,579	-	-	-	-	-	-	110,579
Computer Expansion	455,174	-	-	-	-	-	-	455,174
Parking Lot	105,147	-	-	-	-	-	-	105,147
27th Payroll Set-Aside	1,147,654	-	-	-	-	-	-	1,147,654
Capital Projects	9,239,625	-	-	-	-	-	-	9,239,625
Snow Removal	-	-	-	-	-	-	1,553,905	1,553,905
Deferred Sick Leave	873,664	-	-	-	-	-	-	873,664
<b>Unassigned</b>	45,547,286	-	-	-	-	(14,015,267)	(4,740,362)	26,791,657
<b>Total Fund Balances</b>	<b>\$ 70,941,593</b>	<b>\$ 39,224,346</b>	<b>\$ 33,451,740</b>	<b>\$ 9,482,695</b>	<b>\$ 29,912,649</b>	<b>\$ (14,015,267)</b>	<b>\$ 34,832,897</b>	<b>\$ 203,830,653</b>

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS**

**A. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN FUND BALANCES AND NET POSITION IN THE GOVERNMENTAL ACTIVITIES**

The governmental funds balance sheet includes a reconciliation between total governmental fund balances and net position in the governmental activities. Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds. The detail of this reconciliation is as follows:

Debt Payable	\$ (112,165,000)
Debt Premium, Net	(5,350,860)
Accrued Interest Payable	(664,348)
Financed Purchase Obligations	(2,175,885)
Leases	(781,478)
Subscription-Based IT Arrangements (SBITAs)	(1,648,154)
Compensated Absences	(6,323,431)
	<hr/>
Net Adjustment to Reduce Fund Balance to Arrive at Net Position	<u>\$ (129,109,156)</u>

**B. EXPLANATION OF CERTAIN DIFFERENCES BETWEEN THE GOVERNMENTAL FUND STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES AND STATEMENT OF ACTIVITIES**

The governmental funds statement of revenues, expenditures and changes in fund balances includes a reconciliation between the changes in fund balances in governmental funds and change in net position in the statement of activities. Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. The detail of this reconciliation is as follows:

Capital Outlay	\$ 58,004,994
Contributed Capital	804,051
Loss on Disposal of Capital Assets	(277,032)
Capital Outlay Transferred to Business-Type Activities	(3,852,634)
Depreciation Expense	(20,325,488)
Lease Amortization Expense	(110,638)
SBITA Capital Outlay	282,368
SBITA Amortization Expense	(484,645)
	<hr/>
Net Adjustment to Changes in Fund Balances to Arrive at Change in Net Position	<u>\$ 34,040,976</u>

Revenues in the statement of activities that do not provide current financial resources are not reported as revenue in the governmental funds. The details of this reconciliation are as follows:

Revenues in the statement of activities that do not provide current financial resources:	
Change in Deferred Inflows of Resources	\$ (794,637)
Change in Interest Receivable	(761,079)
	<hr/>
Net Adjustment to Changes in Fund Balances to Arrive at Change in Net Position	<u>\$ (1,555,716)</u>

**CITY OF BISMARCK, NORTH DAKOTA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2024**

**RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS (Continued)**

Issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Governmental funds report the effect of debt proceeds, including premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. The details of this reconciliation are as follows:

Debt Issued:	
Financed Purchase Obligations	\$ (509,157)
Lease Proceeds	
SBITA Proceeds	(282,368)
Debt Issuance Principal	(14,860,000)
Debt Issuance Premium	(411,970)
	<hr/>
Net Adjustment to Increase (Decrease) Changes in Fund Balances to Arrive at Change in Net Position	\$ (16,063,495)
	<hr/> <hr/>

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds. The detail of this reconciliation is as follows:

Principal Payments	\$ 17,945,000
Financed Purchase Obligations Principal Payments	992,919
Lease Principal Payments	93,668
SBITA Principal Payments	552,186
Changes in Compensated Absences Payable	(264,604)
Change in Accrued Interest Payable	7,495
Amortization Expense of Debt Premium (Discount)	601,624
Change in New Pension Liability(Asset) and Related Deferred Outflows (Inflows) of Resources	(2,144,673)
	<hr/>
Net Adjustment to Changes in Fund Balances to Arrive at Change in Net Position	\$ 17,783,615
	<hr/> <hr/>

**III. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. BUDGETARY INFORMATION**

The City adopts an annual budget approved by the City Commissioners. The budget is adopted on a basis of the generally accepted accounting principles (GAAP). Activities of the General Fund, Special Revenue Funds, and Debt Service Funds are included in the annual appropriated budget in accordance with the NDCC 40-40.

The level of budgetary control is established at the fund level. City Commissioner approval is required for the transfer of appropriations between funds. The entire budget may be amended by City Commission approval. The proposed budget is presented annually to the City Commissioners for review and approval by August 10th. The City Commissioners hold public hearings and may modify the proposed budget before the annual budget is officially adopted by October 10.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY (Continued)**

**B. FUND BALANCE DEFICIT**

The following individual funds had fund balance deficits as of December 31, 2024:

Fund	Deficit
Street Improvement Construction	\$ (14,015,267)
Sewermain Construction	(2,862,996)
Sidewalk Construction	(1,877,366)

Street Improvement Construction, Sewermain Construction, and Sidewalk Construction will be reimbursed from the issuance of special assessment bonds in the following fiscal year.

**IV. DETAILED NOTES ON ALL FUNDS**

**A. DEPOSITS**

The City maintains cash and investments in accordance with state statute, NDCC 21-06-07.

**Cash and Investments**

As of December 31, 2024, the City's cash and investments are as follows:

Petty Cash	\$ 53,810
Deposits	181,041,697
Investments	303,018,617
Total Cash and Investments	\$ 484,114,124

The cash and investments presented in the financial statements as of December 31, 2024 are as follows:

Primary Government	
Unrestricted	\$ 279,537,637
Restricted	16,057,415
Fiduciary Funds	
Pension Trust	187,832,802
Custodial	686,270
Total Cash and Investments	\$ 484,114,124

**Custodial Credit Risk**

Custodial credit risk is associated with the failure of a depository financial institution to recover its deposits or collateralized securities that are in the possession of outside parties. The City does not have a formal policy that addresses custodial credit risk for deposits. However, in accordance with state statutes, the City maintains deposits at financial institutions authorized by the City Commissioners. State statutes also require that the deposits be protected by insurance, collateral, or surety bond. The fair value of the collateral pledged by the financial institution must be equal to or greater than 110% of the deposits not covered by FDIC insurance or surety bonds. The only exception is deposits with the Bank of North Dakota, which is owned and backed by the full faith and credit of the State of North Dakota. As of December 31, 2024, the carrying amount of the City's deposits was \$181,041,697 and the bank balance was \$184,436,694 which was FDIC insured and collateralized.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**B. INVESTMENTS**

As of December 31, 2024, the City had the following investments:

Investment Type	Moody's or S&P Rating	Investment Maturities			Fair Value	Percent of Investments	Fair Value Hierarchy
		Less Than One Year	1-5 Years	6-10 Years			
US Government Agency	AA+	\$ 1,332,515	\$ 8,570,112	\$ 3,284,798	\$ 13,187,425	4%	Level 2
US Government Agency	AAA	1,687,708	1,820,251	-	3,507,959	1%	Level 2
US Government Agency	A+	35,600,759	9,982,511	-	45,583,270	15%	Level 2
US State and Local Securities	A1	-	-	189,641	189,641	0%	Level 2
US State and Local Securities	AA	150,201	1,824,405	331,602	2,306,208	1%	Level 2
US State and Local Securities	AA-	244,872	226,448	-	471,320	0%	Level 2
US State and Local Securities	AA+	986,011	562,898	-	1,548,909	1%	Level 2
US State and Local Securities	Aa2	495,652	2,009,182	149,357	2,654,191	1%	Level 2
US State and Local Securities	Aa3	499,090	-	-	499,090	0%	Level 2
US State and Local Securities	AAA	854,294	2,228,857	193,456	3,276,607	1%	Level 2
US State and Local Securities	N/A	295,063	95,895	-	390,958	0%	Level 2
US State and Local Securities	NR	-	407,048	-	407,048	0%	Level 2
Commercial Paper	A-1	33,863,893	-	-	33,863,893	12%	Level 2
Money Market Fund	AAAm	1,442,592	-	-	1,442,592	0%	Level 1
US Treasury Notes	Not Rated	148,151	4,899,215	-	5,047,366	2%	Level 2
Local Government Pool	N/A	188,642,140	-	-	188,642,140	62%	Level 2
Total Investments		\$ 266,242,941	\$ 32,626,822	\$ 4,148,854	\$ 303,018,617	100%	

State statutes authorize the City to invest in the following:

- Bonds, treasury bills and notes, or other securities that are a direct obligation of, or an obligation insured or guaranteed by the treasury of the United States, or its agencies, instrumentalities, or organizations created by an act of Congress
- Securities sold under agreements to repurchase written by a financial institution in which the underlying securities for the agreement to repurchase are of the type listed above
- Certificates of deposit fully insured by the Federal Deposit Insurance Corporation (FDIC) or the State of North Dakota
- Securities of any state and local government
- Commercial paper issued by a United States corporation

Pension trust funds in the fiduciary funds are authorized to invest their surplus funds outside of NDCC 21-06-07 by selecting a funding agent or agents to hold and invest such funds and shall be placed for investment only with a firm whose primary endeavor is money management. The City invests pension trust funds and custodial funds with the State of North Dakota State Investment Board (SIB).

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates of debt securities will adversely affect the fair value of an investment. The price of a debt security typically moves in the opposite direction of the change in interest rate. The City does not have a formal investment policy that limits investment maturities as a means of managing its exposure to potential fair value losses arising from future changes in interest rates.

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Investments in the City Employees' Pension Plan and Police Employees' Pension Plan funds are generally managed by the North Dakota Retirement and Investment Office (NDRIO) under the authority of the State Investment Board. The NDCC 21-10 allows the State Investment Board to apply the prudent investor rule in investing funds under its supervision. The investments must be exclusively for the benefit of their members and in accordance with the respective funds' investment goals and objectives. For more information, refer to the NDRIO financial reports as follows: <https://www.rio.nd.gov/other-state-investment-board-clients>.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City does not have a formal investment policy that specifically addresses credit risk.

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City does not have an investment policy that specifically addresses concentrations of credit risk in a single issuer.

Fair Value Measurement

Investments are stated at fair value based on quoted market prices.

The fair value measurements are categorized by the fair value hierarchy based on the generally accepted accounting principles. Valuation inputs are used to measure the fair value of the asset to determine the appropriate category. The categories range from level 1 which is the highest priority to level 3 which is the lowest priority and are based on the following:

Level 1 Unadjusted quoted prices for identical instruments in active markets.

Level 2 Quoted prices for similar instruments in the active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are observable.

Level 3 Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments that are measured at fair value using net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy. The fair value leveling of the City's investment portfolio were as of December 31, 2024.

The Level 1 securities are valued using the quoted prices in active markets for identical assets. Level 2 and Level 3 securities are valued based on methodologies such as bid evaluations, market averages, and other matrix pricing techniques as well as values derived from associated traded securities or last trade data. In instances where inputs used to measure fair value fall into different levels, the fair value is categorized based on the lowest level input that is significant to the valuation.

The State of North Dakota Investment Board is regulated by an eleven-member board. The audited financial statements may be found at <https://www.rio.nd.gov/state-investment-board-clients>. Several agencies whose investments are under the supervision of the State Investment Board participate in the pooled investments. The agencies transfer money into the investment pools and receive an appropriate percentage ownership of the pooled portfolio based upon fair value. All activities of the investment pools are allocated to the agencies based upon their respective ownership percentages. Each participant unit is valued at \$1 per unit.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**C. NOTES RECEIVABLE**

Notes receivable as of December 31, 2024, were:

<b>Project</b>	<b>Interest Rate</b>	<b>Date Range</b>	<b>Balance</b>
HUD HOME Abused Adult Resource Center - Bonnie's House	0%	7/24/2013 - 7/24/2033	\$ 100,563
HUD HOME Missouri Valley Habitat - Home Ownership Project	0%	7/8/2009 - 7/8/2024	-
HUD NSP Pride Inc. - 411 Sunset Place Acquisition	0%	3/30/2010 - 3/30/2025	2,160
HUD HOME BCHA - Dakota Apartments Project	0%	12/20/2011 - 12/20/2031	347,000
HUD NSP BCHA - Dakota Apartments Project	0%	12/20/2011 - 12/20/2031	193,443
HUD HOME Washington Court Project	0%	12/23/2020 - 12/23/2030	769,350
Patterson Place Apartments Loan	0%	11/28/1983 - 12/31/2039	300,000
Laughing Sun Brewing Company, LLC	2%	5/18/2018 - 12/1/2030	103,337
JB Lozensky Properties, LLP	2%	12/31/2018 - 6/1/2036	39,627
North Dakota Safety Council	2%	5/24/2018 - 1/1/2024	-
Activities for Learning Inc.	2%	12/23/2019 - 11/23/2038	32,611
CK Properties	2%	5/3/2022 - 7/1/2037	105,699
Simson Holding Company (Bismarck Aero Center)	2%	1/31/2024 - 9/1/2032	106,745
Cloverdale Foods Company	0%	3/19/2024 - 1/1/2031	133,503
Venture Building Company	2%	9/19/2024 - 7/1/2040	107,692
CMK Holdings LLC	2%	12/17/2024 - 3/1/2034	107,692
Great Plains Restorative Services	2%	12/17/2024 - 12/1/2030	86,568
Total Notes Receivable			<u><u>\$ 2,535,990</u></u>

HUD notes receivable are forgivable when the terms of the agreement are met.

The City has entered into six notes receivable with the Department of Housing and Urban Development (HUD) for the HOME Investment Partnerships Program (HOME) and Neighborhood Stabilization Programs (NSP). The July 24, 2013, HOME loan to Abused Adult Resource Center for Bonnie's Apartments is forgiven after the 20-year period of affordability expires (2033) or if ownership changes before 2033. The July 8, 2009, HOME loan for the Missouri Valley Habitat Home Ownership project for home buyer assistance is forgivable at 10% of the original loan amount (\$52,000) annually beginning on the sixth year of the loan (2015) and 100% forgiven after ownership for 15 years. The last loan forgiveness occurred in 2024 and so this loan is now 100% forgiven. The March 30, 2010, NSP loan to Pride Inc. is forgivable at 10% of the original loan amount (\$21,600) annually beginning on the sixth year of the loan (2016) and 100% forgiven after ownership for 15 years. The December 20, 2011, NSP and HOME Loans to Burleigh County Housing Authority for the Dakota Apartments Project are forgiven after 20 years (2031) or if ownership changes before 2031. The December 23, 2020, HOME loan to Washington Court LLC is forgiven after 10 years (2030) or if ownership changes before 2030.

The Patterson Place Apartment Loan is a non-forgivable loan with a payment due from surplus cash from the sale of the property, if ownership changes, or when a change in the façade easement is made. The original 1983 loan was subordinated on December 16, 2013, with an extended term until April 1, 2024. On March 24, 2019, the note was assumed by new ownership, and the term was extended to December 31, 2039. On April 23, 2020, the amount was subordinated again during a refinancing process to two new lenders replacing the previous subordination.

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Notes receivable authorized from the Vision fund promote economic and job development in the City. The Vision Fund currently has nine outstanding loans accruing interest at 2%, with 1% payable to Lewis and Clark Development Group and 1% payable to the Vision Fund. One outstanding loan to Cloverdale Foods Company is accruing interest at 0%.

At the end of 2023, the City had given five outstanding Vision fund loans to The Laughing Sun Brewing Company, JB Lozensky Properties, LLP, ND Safety Council, Activities for Learning Inc, and CK Properties.

- The Laughing Sun Brewing Company, LLC loan payments of \$2,320 are required starting June 1, 2026.
- The JB Lozensky Properties, LLP loan payment of \$610 is required starting July 1, 2029.
- The ND Safety Council began making payments March 1, 2021, on their original loan of \$106,014. The principal amount received in 2024 totaled \$3,329, thereby reducing the total loan amount to \$0 as of December 31, 2024. This loan is no longer outstanding.
- The Activities for Learning Inc. loan payments of \$455 are required starting July 1, 2030.
- On May 3, 2022, the City provided a \$105,699 loan to CK Properties. Payments of \$2,166 are required to start April 1, 2030.

In 2024, the City provided five new vision fund loans to Simson Holding Company, Cloverdale Foods, Venture Building Company, CMK Holdings LLC and Great Plains Restorative Services.

- The Simson Holding Company loan in the amount of \$106,745 has payment required starting October 1, 2027 in the amount of \$2,010.01.
- The Cloverdale Foods Company loan in the amount of \$133,503 has payments beginning February 1, 2026 of \$2,229.40. It is currently accruing 0% interest.
- The Venture Building Company loan in the amount of \$107,692 has payments required starting August of 2035 of \$2,324.93.
- The CMK Holdings Company loan in the amount of \$107,692 has payments required starting in April of 2029 of \$2,053.19.
- The Great Plains Restorative Services loan in the amount of \$86,568 has payments required starting in January of 2027 of \$1,954.67.

**D. LEASES RECEIVABLE**

**Governmental Activities**

The City entered into a 36-month lease with the Bismarck-Mandan Convention and Visitors Bureau as lessor for the use of a City-owned building. The City received monthly payments of \$3,400 in 2024. The lease has an interest rate of 4.54% per annum. In 2024, the City recognized lease revenue of \$36,250 and interest revenue of \$1,013. As of December 31, 2024, the City's lease receivable balance was \$39,815 and the deferred inflow of resources balance was \$39,447. The 2025 principal and interest lease receipts will be \$39,815 and \$836, respectively.

**Business-Type Activities**

The Bismarck Municipal Airport (Airport) leases real property and structures to third parties for office space, concessions, hangars, fuel storage, and cropland.

As of December 31, 2024, the Airport held six leases for the rentals of buildings or building space. The terms of the leases range from 48 months to 72 months. The Airport will receive varying payments based on the nature of the lease. The interest rates range from 4.25% to 4.40% per annum. In 2024, the Airport recognized lease revenue of \$870,299 and interest revenue of \$143,787. As of December 31, 2024, the Airport's lease receivable balance for building leases was \$2,961,203 and the deferred inflow of resources balance was \$2,784,863.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

As of December 31, 2024, the Airport held sixteen land leases for buildings constructed by external entities and fuel storage. The terms of the leases range from 57 months to 352 months. The Airport will receive varying payments based on the nature of the lease. The interest rates range from 4.16% to 5.30% per annum. In 2024, the Airport recognized lease revenue of \$1,135,410 and interest revenue of \$212,639. As of December 31, 2024, the Airport's lease receivable balance for land leases was \$4,282,198 and the deferred inflow of resources balance was \$4,070,450.

As of December 31, 2024, the Event Center held twenty leases for the rental of building space. The terms of the leases range from 24 months to 84 months. The Event Center will receive varying payments based on the nature of the lease. The interest rates range from 4.35% to 5.21% per annum. In 2024, the Event Center recognized lease revenue of \$362,944 and interest revenue of \$43,855. As of December 31, 2024, the Event Center's lease receivable balance for building leases was \$810,619 and the deferred inflow of resources balance was \$706,331.

As of December 31, 2024, the Solid Waste Disposal, Water, and Sanitary Sewer funds held three leases with cell phone companies for cell tower placement agreements and another lease for a building rental. The terms of the leases range from 108 months to 289 months. The Solid Waste Disposal, Water, and Sanitary Sewer funds will receive varying payments based on the nature of the lease. The interest rates range from 4.26% to 5.85% per annum. In 2024, the Solid Waste Disposal, Water, and Sanitary Sewer funds recognized lease revenue of \$151,214 and interest revenue of \$70,215. As of December 31, 2024, the lease receivable balance was \$1,565,599 and the deferred inflow of resources balance was \$1,440,041.

The Northern Plains Commerce Center (NPCC) held a 312-month lease with Lafarge North America, Inc. for the lease of land to construct and operate a rail and cement distribution facility. NPCC will receive annual payments of \$67,717. The lease has an interest rate of 4.29% per annum. In 2024, the NPCC recognized lease revenue of \$41,711 and interest revenue of \$42,537. As of December 31, 2024, NPCC's lease receivable balance was \$969,306 and deferred inflow of resources balance was \$959,355.

The Bismarck Parking Authority leases its real property for commercial and retail use. In 2024, the Parking Authority held seven leases with various businesses. The terms of the leases range from 13 months to 122 months. The Parking Authority will receive varying payments based on the nature of the lease. The interest rates range from 4.24% to 5.47% per annum. In 2024, the Parking Authority recognized lease revenue of \$351,826 and interest revenue of \$89,258. As of December 31, 2024, the lease receivable balance was \$2,045,915 and the deferred inflow of resources balance was \$1,918,679.

The future principal and interest lease receipts as of December 31, 2024, are as follows:

<u>Year Ended December 31,</u>	<b>BUSINESS-TYPE ACTIVITIES</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 2,715,719	\$ 489,632	\$ 3,205,351
2026	2,415,127	372,998	2,788,125
2027	1,646,990	289,023	1,936,013
2028	803,312	239,243	1,042,555
2029	625,375	207,229	832,604
2030 - 2034	1,999,667	722,615	2,722,282
2035 - 2039	1,000,433	424,887	1,425,320
2040 - 2044	893,103	204,757	1,097,860
2045 - 2049	478,000	50,511	528,511
2050 - 2051	57,114	1,916	59,030
<b>Total</b>	<b>\$ 12,634,840</b>	<b>\$ 3,002,811</b>	<b>\$ 15,637,651</b>

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Discretely Presented Component Unit

CenCom has a 284-month lease with T-Mobile for the use and operation of antenna facilities. CenCom will receive payments of \$1,155 with a 10% escalation at each renewal term. The payments will remain at \$1,155 until the next renewal in September 2025. The lease has an interest rate of 4.35% per annum. In 2024, CenCom recognized lease revenue of \$10,305 and interest revenue of \$10,216. As of December 31, 2024, the lease receivable balance is \$232,495 and deferred inflow of resources balance is \$212,969.

The future lease principal and interest receipts as of December 31, 2024, are as follows:

<u>Year Ended December 31,</u>	<b>DISCRETELY PRESENTED COMPONENT UNIT</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 4,286	\$ 10,021	\$ 14,307
2026	5,425	9,801	15,226
2027	5,666	9,559	15,225
2028	5,891	9,334	15,225
2029	6,179	9,045	15,224
2030 - 2034	42,493	40,192	82,685
2035 - 2039	62,026	28,873	90,899
2040 - 2044	87,218	12,703	99,921
2045	13,311	170	13,481
Total	<u>\$ 232,495</u>	<u>\$ 129,698</u>	<u>\$ 362,193</u>

**E. CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2024, was as follows:

	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Transfers (Net)</u>	<u>Ending Balance</u>
<b>GOVERNMENTAL ACTIVITIES</b>					
Capital Assets Not Being Depreciated:					
Land	\$ 3,248,836	\$ -	\$ -	\$ -	\$ 3,248,836
Construction in Progress	14,254,954	37,733,781	(20,244,975)	-	31,743,760
Total Capital Assets Not Being Depreciated	<u>17,503,790</u>	<u>37,733,781</u>	<u>(20,244,975)</u>	<u>-</u>	<u>34,992,596</u>
Capital Assets Being Depreciated/Amortized:					
Buildings and Building Improvements	51,624,868	367,930	-	-	51,992,798
Improvements Other Than Buildings	66,938	-	-	-	66,938
Infrastructure	584,989,078	30,624,476	-	-	615,613,554
Machinery and Equipment	57,550,776	6,460,082	(2,515,039)	(150,810)	61,345,009
Right-to-Use Lease Assets	1,057,577	-	-	-	1,057,577
Subscription-Based IT Arrangements	2,257,579	282,369	(13,794)	-	2,526,154
Total Capital Assets Being Depreciated/Amortized	<u>697,546,816</u>	<u>37,734,857</u>	<u>(2,528,833)</u>	<u>(150,810)</u>	<u>732,602,030</u>
Less Accumulated Depreciation/Amortization:					
Buildings and Building Improvements	(23,015,542)	(1,241,328)	-	-	(24,256,870)
Improvements Other Than Buildings	(58,612)	(1,259)	-	-	(59,871)
Infrastructure	(181,348,633)	(14,630,586)	-	-	(195,979,219)
Machinery and Equipment	(33,069,205)	(4,452,315)	2,256,657	192,602	(35,072,261)
Right-to-Use Lease Assets	(121,583)	(110,638)	-	-	(232,221)
Subscription-Based IT Arrangements	(338,007)	(484,646)	13,794	-	(808,859)
Total Accumulated Depreciation/Amortization	<u>(237,951,582)</u>	<u>(20,920,772)</u>	<u>2,270,451</u>	<u>192,602</u>	<u>(256,409,301)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>459,595,234</u>	<u>16,814,085</u>	<u>(258,382)</u>	<u>41,792</u>	<u>476,192,729</u>
Governmental Activities Capital Assets, Net	<u>\$ 477,099,024</u>	<u>\$ 54,547,866</u>	<u>\$ (20,503,357)</u>	<u>\$ 41,792</u>	<u>\$ 511,185,325</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

In 2024, the City contributed \$3,852,634 of infrastructure from the governmental activities to the business-type activities, which is reported as a transfer on the statement of activities.

	Beginning Balance	Increases	Decreases	Transfers (Net)	Ending Balance
<b>BUSINESS-TYPE ACTIVITIES</b>					
Capital Assets Not Being Depreciated:					
Land	\$ 18,590,966	\$ 6,660,831	\$ -	\$ -	\$ 25,251,797
Construction in Progress	72,987,465	26,478,070	(21,422,497)	-	78,043,038
Total Capital Assets Not Being Depreciated	<u>91,578,431</u>	<u>33,138,901</u>	<u>(21,422,497)</u>	<u>-</u>	<u>103,294,835</u>
Capital Assets Being Depreciated/Amortized:					
Buildings and Building Improvements	298,555,091	23,078,060	(651,195)	-	320,981,956
Improvements Other Than Buildings	469,446,740	24,931,394	(42,186)	-	494,335,948
Machinery and Equipment	44,977,463	3,574,913	(1,785,049)	143,693	46,911,020
Right-to-Use Lease Assets	9,586	-	-	-	9,586
Subscription-Based IT Arrangements	8,637	-	-	-	8,637
Total Capital Assets Being Depreciated/Amortized	<u>812,997,517</u>	<u>51,584,367</u>	<u>(2,478,430)</u>	<u>143,693</u>	<u>862,247,147</u>
Less Accumulated Depreciation/Amortization:					
Buildings and Building Improvements	(133,099,011)	(6,174,266)	651,195	-	(138,622,082)
Improvements Other Than Buildings	(155,881,945)	(10,330,102)	42,186	-	(166,169,861)
Machinery and Equipment	(22,930,971)	(2,643,235)	1,463,976	(185,485)	(24,295,715)
Right-to-Use Lease Assets	(2,397)	(1,917)	-	-	(4,314)
Subscription-Based IT Arrangements	(360)	(2,159)	-	-	(2,519)
Total Accumulated Depreciation/Amortization	<u>(311,914,684)</u>	<u>(19,151,679)</u>	<u>2,157,357</u>	<u>(185,485)</u>	<u>(329,094,491)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>501,082,833</u>	<u>32,432,688</u>	<u>(321,073)</u>	<u>(41,792)</u>	<u>533,152,656</u>
Business-Type Activities Capital Assets, Net	<u>\$ 592,661,264</u>	<u>\$ 65,571,589</u>	<u>\$ (21,743,570)</u>	<u>\$ (41,792)</u>	<u>\$ 636,447,491</u>
	Beginning Balance	Increases	Decreases	Transfers (Net)	Ending Balance
<b>DISCRETELY PRESENTED COMPONENT UNIT</b>					
Capital Assets Being Depreciated/Amortized:					
Machinery and Equipment	\$ 2,805,807	\$ -	\$ -	\$ 7,117	\$ 2,812,924
Right-to-Use Lease Assets	8,401,268	-	-	-	8,401,268
Total Capital Assets Being Depreciated/Amortized	<u>11,207,075</u>	<u>-</u>	<u>-</u>	<u>7,117</u>	<u>11,214,192</u>
Less Accumulated Depreciation/Amortization:					
Machinery and Equipment	(568,398)	(205,064)	-	(7,117)	(780,579)
Right-to-Use Lease Assets	(883,311)	(442,179)	-	-	(1,325,490)
Total Accumulated Depreciation/Amortization	<u>(1,451,709)</u>	<u>(647,243)</u>	<u>-</u>	<u>(7,117)</u>	<u>(2,106,069)</u>
Total Capital Assets Being Depreciated/Amortized, Net	<u>9,755,366</u>	<u>(647,243)</u>	<u>-</u>	<u>-</u>	<u>9,108,123</u>
Component Unit Capital Assets, Net	<u>\$ 9,755,366</u>	<u>\$ (647,243)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,108,123</u>

Governmental activities and business-type activities had transfers in and out with assets that were not fully depreciated. This caused a netting effect in the transfers columns above.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Right-to-use lease assets by major class are as follows:

<b>Governmental Activities</b>			<b>Business-Type Activities</b>		
Asset Class	Cost	Accumulated Amortization	Asset Class	Cost	Accumulated Amortization
Building	\$ 468,235	\$ (40,862)	Building	\$ -	\$ -
Equipment	589,342	(191,359)	Equipment	9,586	(4,314)
	\$ 1,057,577	\$ (232,221)		\$ 9,586	\$ (4,314)

**Discretely Presented Component Unit**

Asset Class	Cost	Accumulated Amortization
Building	\$ 8,394,988	\$ (1,322,769)
Equipment	6,280	(2,721)
	\$ 8,401,268	\$ (1,325,490)

Depreciation expense and amortization expense were charged to functions or programs of the primary government as follows:

**Governmental Activities:**

General Government	\$ 1,656,524
Public Safety	2,096,324
Highways and Streets	1,569,394
Health and Welfare	293,223
Culture and Recreation	778,109
Public Works	14,527,198
Total Depreciation Expense/Amortization, Governmental Activities	\$ 20,920,772

**Business-Type Activities:**

Airport	\$ 4,409,783
Event Center	1,200,521
Solid Waste Disposal	1,404,140
Water	5,545,755
Sanitary Sewer	3,933,432
Solid Waste Collections	353,737
Storm Water	1,345,849
Northern Plains Commerce Centre	198,033
Parking Authority	760,429
Total Depreciation Expense/Amortization, Business-Type Activities	\$ 19,151,679

As of December 31, 2024, the City has ten right-to-use lease assets for buildings and equipment and ten subscription-based IT arrangements. The related leases and subscriptions are discussed further in Note H. Leases & SBITAs Payable. The right-to-use lease assets and the subscription-based IT arrangements are amortized on a straight-line basis over the terms of the related leases.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**F. INTERFUND RECEIVABLES, PAYABLES, AND TRANSFERS**

The interfund receivable and interfund payable balances as of December 31, 2024, were as follows:

Interfund Receivable	Interfund Payable				Total
	Street Improvement Construction Fund	Nonmajor Enterprise Funds	Nonmajor Governmental Funds	Internal Service Funds	
General Fund	\$ -	\$ -	\$ 27,374	\$ -	\$ 27,374
Sewermain Bonds Fund	-	-	2,839,820	-	2,839,820
Street Improvement Bonds Fund	13,183,233	-	-	-	13,183,233
Nonmajor Governmental Funds	-	-	1,822,976	371,089	2,194,065
Solid Waste Disposal Fund	-	7,335,403	-	-	7,335,403
Event Center Fund	-	-	49,165	-	49,165
<b>Total</b>	<b>\$ 13,183,233</b>	<b>\$ 7,335,403</b>	<b>\$ 4,739,335</b>	<b>\$ 371,089</b>	<b>\$ 25,629,060</b>

Interfund receivables and payables resulted from short-term timing of cash flows. These balances are expected to be eliminated in the subsequent fiscal year.

The interfund transfers during fiscal year ended December 31, 2024, were as follows:

Transfers Out	Transfers In						Nonmajor Governmental Funds
	General Fund	Sales Tax	Highway Construction	Sewermain Bonds	Street Improvement Bonds	Street Improvement Construction	
General Fund	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8,144,543
Sales Tax	9,853,526	-	24,030,137	-	-	-	1,924,835
Highway Construction	-	-	-	-	-	6,384,108	-
Sewermain Bonds	500,000	-	-	-	-	-	-
Street Improvement Bonds	2,500,000	-	-	-	-	208,807	-
Street Improvement Construction	-	-	489,823	-	700,180	-	-
Nonmajor Governmental Funds	211,779	-	-	742,763	-	1,148,272	877,514
Solid Waste Disposal	-	-	-	-	-	-	450,289
Water	121,111	-	-	-	-	-	-
Nonmajor Enterprise Funds	-	-	-	-	-	-	1,000,000
Internal Service Funds	-	-	-	-	-	-	-
<b>Total</b>	<b>\$ 13,186,416</b>	<b>\$ -</b>	<b>\$ 24,519,960</b>	<b>\$ 742,763</b>	<b>\$ 700,180</b>	<b>\$ 7,741,187</b>	<b>\$ 12,397,181</b>

Transfers Out	Transfers In					Total	
	Airport Fund	Event Center Fund	Solid Waste Disposal	Water Fund	Sanitary Sewer		Internal Service Funds
General Fund	\$ -	\$ 741,913	\$ -	\$ -	\$ -	\$ 427,000	\$ 9,313,456
Sales Tax	-	-	-	-	-	-	35,808,498
Highway Construction	-	-	-	663,254	-	-	7,047,362
Sewermain Bonds	-	-	-	-	-	-	500,000
Street Improvement Bonds	-	-	-	-	-	-	2,708,807
Street Improvement Construction	-	-	-	-	-	-	1,190,003
Nonmajor Governmental Funds	23,646	2,599,748	-	-	60,442	-	5,664,164
Solid Waste Disposal	-	-	-	34,862	-	-	485,151
Water	-	-	481,896	-	-	-	603,007
Nonmajor Enterprise Funds	-	-	-	-	-	-	1,000,000
Internal Service Funds	-	-	-	271,197	-	-	271,197
<b>Total</b>	<b>\$ 23,646</b>	<b>\$ 3,341,661</b>	<b>\$ 481,896</b>	<b>\$ 969,313</b>	<b>\$ 60,442</b>	<b>\$ 427,000</b>	<b>\$ 64,591,645</b>

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Transfers from the General fund were made to fund approved projects and capital purchases in Roads and Streets and Building Improvements funds. Additional transfers were made to cover operational deficits within Roads and Streets and Event Center funds.

Transfers from the sales tax fund were made for property tax relief in the General fund, funding of the snow removal operations in Roads and Streets fund and to fund certain approved projects in the capital projects funds.

Transfers from Highway Construction fund consisted of allocating Prairie Dog funding to approved enterprise fund projects, and reallocating approved Prairie Dog fundings to other capital projects.

Transfers between the debt service funds and capital projects funds are a result of residual balances due to refunding bonds being sold and the construction projects being closed out, additional excess proceeds from retired debt service obligations were transferred to the general fund in accordance with state law.

Transfers from nonmajor governmental funds were made to the General fund returning unused building construction project funding, contributions for equipment purchases in the Event Center fund, and project funding and debt service related to construction projects.

Transfers from Solid Waste Disposal fund were made to nonmajor governmental funds were to contribute towards operational maintenance activities in the Roads and Streets fund due to the wear and tear on the city roadways and to Water fund as a cost share for new conference room furnishings.

Transfers from the Water fund consisted of cost-share of employee wages and benefits in the general fund and of debt service payments for the public works facility expansion paid for by Solid Waste disposal.

Transfer from nonmajor enterprise fund was made from NPCC fund to Vision fund for use in future economic development opportunities.

Transfer from the internal service fund was to reallocate insurance proceeds to be utilized towards the related roof repair project on the public works building.

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**G. LONG-TERM LIABILITIES**

Long-term liabilities for the year ended December 31, 2024, were as follows:

	Beginning Balance (as restated)	Additions	Reductions	Ending Balance	Due Within One Year
<b>GOVERNMENTAL ACTIVITIES:</b>					
Special Assessment Bonds	\$ 115,250,000	\$ 14,860,000	\$ 17,945,000	\$ 112,165,000	\$ 16,825,000
Bond Premiums and Discounts, Net	5,540,514	411,970	601,624	5,350,860	-
Financed Purchase Obligations	2,659,647	509,157	992,919	2,175,885	918,688
Leases Payable	875,146	-	93,668	781,478	101,100
SBITAs Payable	1,917,972	282,368	552,186	1,648,154	479,636
Compensated Absences	6,058,827	5,782,141	5,517,537	6,323,431	5,604,620
Claims and Judgments	469,361	7,871,787	7,970,737	370,411	370,411
Total Governmental Activities	<u>132,771,467</u>	<u>29,717,423</u>	<u>33,673,671</u>	<u>128,815,219</u>	<u>24,299,455</u>
<b>BUSINESS-TYPE ACTIVITIES:</b>					
Lodging Restaurant Tax Refunding Revenue Note, 2022	16,880,000	-	1,350,000	15,530,000	1,385,000
Water Revenue Bonds, Series 2014	5,965,000	-	910,000	5,055,000	940,000
Bond Discount, Net	(47,836)	-	(9,111)	(38,725)	-
Water Revenue Refunding Bonds, Series 2020	3,025,000	-	615,000	2,410,000	630,000
Bond Premium, Net	195,260	-	45,943	149,317	-
Water Treatment Loan, 2009	5,425,000	-	1,005,000	4,420,000	1,045,000
Water Treatment Loan, 2021	5,170,000	-	325,000	4,845,000	330,000
Water Treatment Loan, 2022	38,159	-	2,159	36,000	2,000
Water Treatment Loan, 2023	70,041	27,200	45,400	51,841	1,841
Wastewater Loan, 2006	4,975,000	-	1,190,000	3,785,000	1,190,000
Wastewater Loan, 2020	4,410,000	-	300,000	4,110,000	305,000
Wastewater Loan, 2023	-	2,073,152	-	2,073,152	85,152
Sanitary Sewer Revenue Bonds, Series 2015	19,640,000	-	1,365,000	18,275,000	1,405,000
Bond Discount, Net	(43,868)	-	(3,870)	(39,998)	-
Utility Revenue Bond, 2021	21,495,427	3,097,729	1,237,877	23,355,279	1,259,907
Financed Purchase Obligations	1,215,020	-	154,277	1,060,743	160,302
Leases Payable	7,343	-	1,850	5,493	1,927
SBITAs Payable	6,338	-	2,023	4,315	2,112
Landfill Closure and Post-Closure	2,754,059	86,107	-	2,840,166	-
Compensated Absences	1,704,164	1,486,621	1,467,663	1,723,122	1,458,517
Claims and Judgments	224,341	2,814,975	2,739,703	299,613	299,613
Total Business-Type Activities	<u>93,108,448</u>	<u>9,585,784</u>	<u>12,743,914</u>	<u>89,950,318</u>	<u>10,501,371</u>
Total Long-Term Liabilities	<u>\$ 225,879,915</u>	<u>\$ 39,303,207</u>	<u>\$ 46,417,585</u>	<u>\$ 218,765,537</u>	<u>\$ 34,800,826</u>
<b>DISCRETELY PRESENTED COMPONENT UNIT:</b>					
Leases Payable	<u>7,778,331</u>	<u>-</u>	<u>315,308</u>	<u>7,463,023</u>	<u>329,967</u>

**General Obligation Bonds**

General obligation bonds are direct obligations and pledge the full faith and credit of the City. The legal debt margin as of December 31, 2024, was \$279,918,096 with a remaining non-obligated margin of \$279,918,096. The City has not issued any general obligation bonds as of December 31, 2024.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Special Assessment Bonds and Financed Purchase Obligations**

Special assessment bonds outstanding and financed purchase obligations as of December 31, 2024, are as follows:

Issuance	Issuance Date	Date of Final Payment	Interest Rates	Original Par Value	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Series C Refunding	12/14/2011	5/1/2026	2.0-2.8%	\$ 9,065,000	\$ 1,040,000	\$ -	\$ 350,000	\$ 690,000	\$ 350,000
Series F Refunding	12/19/2012	5/1/2027	1.0-1.8%	9,465,000	2,315,000	-	590,000	1,725,000	575,000
Series I Refunding	12/1/2014	5/1/2029	0.1- 3.0%	24,725,000	6,130,000	-	1,105,000	5,025,000	1,045,000
Series K Refunding	11/10/2015	5/1/2030	2.0-5.0%	31,905,000	10,955,000	-	1,750,000	9,205,000	1,650,000
Series L Refunding	12/15/2016	5/1/2031	2.0-5.0%	18,365,000	7,775,000	-	1,220,000	6,555,000	1,195,000
Series M Refunding	11/14/2017	5/1/2032	3.0-5.0%	17,790,000	9,465,000	-	1,615,000	7,850,000	940,000
Series N Refunding	11/27/2018	5/1/2033	3.0-5.0%	13,815,000	7,590,000	-	1,515,000	6,075,000	1,560,000
Series O Refunding	11/26/2019	5/1/2034	2.0-5.0%	8,235,000	5,340,000	-	885,000	4,455,000	895,000
Series P Refunding	11/24/2020	5/1/2035	1.3-4.0%	20,890,000	11,350,000	-	2,445,000	8,905,000	2,035,000
Series Q Refunding	11/9/2021	5/1/2036	1.0-4.0%	11,465,000	9,390,000	-	1,365,000	8,025,000	1,185,000
Series R Refunding	11/1/2022	5/1/2037	3.2-5.0%	18,210,000	16,495,000	-	1,440,000	15,055,000	1,505,000
Series S Refunding	11/14/2023	5/1/2038	4.0-5.0%	17,935,000	17,935,000	-	1,980,000	15,955,000	1,670,000
Series T Refunding	11/5/2024	5/1/2039	2.5-5.0%	12,955,000	-	12,955,000	-	12,955,000	675,000
Total Improvement Special Assessment Bonds				\$ 214,820,000	\$ 105,780,000	\$ 12,955,000	\$ 16,260,000	\$ 102,475,000	\$ 15,280,000
Sidewalk 2013	12/1/2014	5/1/2024	2.0-3.0%	1,835,000	185,000	-	185,000	-	-
Sidewalk 2014	12/1/2015	5/1/2025	2.0-3.0%	1,950,000	380,000	-	190,000	190,000	190,000
Sidewalk 2015	12/15/2016	5/1/2026	2.0-4.0%	1,970,000	605,000	-	205,000	400,000	200,000
Sidewalk 2016	11/14/2017	5/1/2027	2.0-2.5%	1,535,000	660,000	-	160,000	500,000	165,000
Sidewalk 2017	11/27/2018	5/1/2028	3.0-5.0%	1,200,000	675,000	-	125,000	550,000	130,000
Sidewalk 2018	11/26/2019	5/1/2029	2.0-5.0%	1,135,000	750,000	-	120,000	630,000	120,000
Sidewalk 2019	11/24/2020	5/1/2030	1.0-4.0%	1,480,000	1,110,000	-	155,000	955,000	155,000
Sidewalk 2020	11/9/2021	5/1/2031	2.0-3.0%	2,170,000	1,840,000	-	225,000	1,615,000	225,000
Sidewalk 2021	11/1/2022	5/1/2032	4.0-5.0%	1,570,000	1,415,000	-	130,000	1,285,000	135,000
Sidewalk 2022	11/14/2023	5/1/2033	4.0-5.0%	1,850,000	1,850,000	-	190,000	1,660,000	150,000
Sidewalk 2023	11/5/2024	5/1/2034	4.0%	1,905,000	-	1,905,000	-	1,905,000	75,000
Total Sidewalk Bonds				\$ 18,600,000	\$ 9,470,000	\$ 1,905,000	\$ 1,685,000	\$ 9,690,000	\$ 1,545,000
Street Sweepers (3)	8/4/2021	8/4/2025	1.35%	668,445	269,135	-	133,665	135,470	135,470
Motor Graders (6)	12/15/2021	12/15/2025	1.31%	1,796,850	723,324	-	359,309	364,015	364,015
John Deere Loaders (2)	12/15/2021	12/15/2025	1.31%	443,700	178,612	-	88,725	89,887	89,887
Motor Grader (1), Street Sweeper (2)	4/26/2023	4/26/2030	3.90%	967,980	967,980	-	122,909	845,071	127,709
Axon Body Cameras	12/31/2023	9/1/2027	4.16%	520,596	520,596	-	194,887	325,709	104,157
Axon Tasers	1/1/2024	1/1/2028	4.31%	-	-	509,157	93,424	415,733	97,450
Total Financed Purchase Obligations				\$ 4,397,571	\$ 2,659,647	\$ 509,157	\$ 992,919	\$ 2,175,885	\$ 918,688
Total Long-Term Debt, Governmental Activities				\$ 237,817,571	\$ 117,909,647	\$ 15,369,157	\$ 18,937,919	\$ 114,340,885	\$ 17,743,688

On November 5, 2024, the City issued 2024 Refunding Improvement Bonds, Series T, in the amount of \$12,955,000. The annual installment of principal and interest is paid by special assessments levied against the benefiting property owners. Interest payments are due semi-annually on May 1<sup>st</sup> and November 1<sup>st</sup>. Principal payments are due annually beginning on May 1, 2025, through 2039. Interest accrues at rates ranging from 2.5% to 5% per annum.

On November 5, 2024, the City issued 2024 Sidewalk, Curb, and Gutter Warrants, Series SCG-2023 in the amount of \$1,905,000. Bond proceeds were used to reimburse the City for certain improvements for sidewalk, curb, and gutter improvements completed in 2023. The annual installment of principal and interest is paid by special assessments levied against the benefiting property owners. Interest payments are due semi-annually on May 1 and November 1. Principal payments are due annually beginning on May 1, 2025, through 2034. Interest accrues at 4% per annum.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

From 2011 to 2024, the City issued multiple Refunding Improvement Bonds, the total remaining is \$112,165,000 as of December 31, 2024. Bond proceeds were used to finance construction and repairs of various streets, sewer mains, water mains, sidewalks, streetlights, and public parking lots. Principal, interest and fiscal charges due in 2024 were \$21,313,893. Special assessment revenues collected in 2024 related to these bonds was \$18,841,841.

In the event special assessment taxes are insufficient to meet principal and interest payments due on these bonds, the City is required to levy an additional general fund tax on all taxable property within the City for the payment of the assumption upon the maturity of the last bond principal installment pursuant to City ordinance and NDCC.

During 2021, the City entered into a financed purchase obligation to finance the purchase of three street sweepers for roads and streets operations. Principal and interest payments are due annually on August 4, 2021, through 2025. Interest accrues on the outstanding balance at 1.35% per annum. Capital assets of \$668,445 less accumulated depreciation of \$326,265 are reported as of December 31, 2024.

During 2021, the City entered into a financed purchase obligation to finance the purchase of six motor graders for roads and streets operations. The total principal amount financed is \$1,796,850. Principal and interest payments are due annually on December 15, 2021, through 2025. Interest accrues on the outstanding balance at 1.31% per annum. Capital assets of \$1,819,540 less accumulated depreciation of \$272,931 are reported as of December 31, 2024.

During 2021, the City entered into a financed purchase obligation to finance the purchase of two front-end loaders for roads and streets operations. The total principal amount financed is \$443,700. Principal and interest payments are due annually on December 15, 2021, through 2025. Interest accrues on the outstanding balance at 1.31% per annum. Capital assets of \$442,000 less accumulated depreciation of \$76,736 are reported as of December 31, 2024.

During 2023, the City entered into a financed purchase obligation to finance the purchase of two sweepers, one motor grader for roads and streets operations. The total principal amount financed is \$967,980. Principal and interest payments are due annually on March 30, 2024, through 2030. Interest accrues on the outstanding balance at 3.9% per annum. Capital assets of \$966,487 less accumulated depreciation of \$117,835 are reported as of December 31, 2024.

During 2023, the City entered into a financed purchased obligation to finance the purchase of a body camera system for police operations. The total principal amount financed is \$520,596. Principal and interest payments are due annually beginning September 1, 2024, through 2027. Interest has been calculated at 4.16% per annum. Capital assets of \$515,262 less accumulated depreciation of \$128,816 are reported as of December 31, 2024.

During 2024, the City entered into a financed purchase obligation to finance the purchase of tasers for police operations. The total principal amount financed is \$509,157. Principal and interest payments are due annually beginning January 1, 2024 through 2028. Interest has been calculated at 4.31% per annum. Capital assets of \$509,157 less accumulated depreciation of \$93,345 are reported as of December 31, 2024.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Governmental debt service requirements to maturity for special assessment bonds and financed purchased obligations are as follows:

Year Ended December 31,	<b>GOVERNMENTAL ACTIVITIES</b>		
	Principal	Interest	Total
2025	\$ 17,743,689	\$ 3,398,259	\$ 21,141,948
2026	16,247,895	2,849,778	19,097,673
2027	14,811,912	2,383,902	17,195,814
2028	13,378,864	1,967,706	15,346,570
2029	11,993,856	1,574,604	13,568,460
2030-2034	31,049,669	3,716,218	34,765,887
2035-2039	9,115,000	633,938	9,748,938
Total	<u>\$ 114,340,885</u>	<u>\$ 16,524,405</u>	<u>\$ 130,865,290</u>

**Claims and Judgments**

Claims and Judgments consist of various city-wide liability claims, sewer backup claims, and employee insurance as described in Note K.

**Compensated Absences**

Compensated absences consist of annual leave and sick leave as described in Note I.D.

**Business-Type Activities Revenue Bonds and Loans**

Business-type activities outstanding debt service as of December 31, 2024, are as follows:

Issuance	Issuance Date	Date of Final Payment	Interest Rate	Original Par Value	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Water Revenue Bonds, 2014	11/1/2014	4/1/2029	0.05 - 3.0%	13,535,000	5,965,000	-	910,000	5,055,000	940,000
Water Revenue Bonds, 2020	10/22/2020	4/1/2028	2.0 - 4.0%	4,825,000	3,025,000	-	615,000	2,410,000	630,000
Water Treatment Loan, 2009	6/15/2009	9/1/2028	1.5%	16,320,000	5,425,000	-	1,005,000	4,420,000	1,045,000
Water Treatment Loan, 2021	10/4/2021	9/1/2037	1.5%	5,487,277	5,170,000	-	325,000	4,845,000	330,000
Water Treatment Loan, 2022	6/14/2022	9/1/2038	1.5%	902,483	38,159	-	2,159	36,000	2,000
Water Treatment Loan, 2023	9/1/2023	9/1/2043	0.0%	2,000,000	70,041	27,200	45,400	51,841	1,841
Wastewater Loan, 2006	11/14/2006	9/1/2027	2.5%	18,400,000	4,975,000	-	1,190,000	3,785,000	1,190,000
Wastewater Loan, 2020	7/1/2020	9/1/2036	1.5%	5,000,000	4,410,000	-	300,000	4,110,000	305,000
Wastewater Loan, 2023	4/1/2024	9/1/2044	1.5%	45,000,000	-	2,073,152	-	2,073,152	85,152
Wastewater Bonds, 2015	11/1/2015	5/1/2035	2.0-5.0%	29,000,000	19,640,000	-	1,365,000	18,275,000	1,405,000
Utility Revenue Bond, 2021	11/1/2021	5/1/2041	2.0%	26,000,000	21,495,427	3,097,729	1,237,877	23,355,279	1,259,907
Total Revenue Bonds and Loans				<u>\$ 186,084,760</u>	<u>\$ 87,093,627</u>	<u>\$ 5,198,081</u>	<u>\$ 8,345,436</u>	<u>\$ 83,946,272</u>	<u>\$ 8,578,900</u>
Landfill Scraper	4/26/2023	4/26/2030	3.90%	1,215,020	1,215,020	-	154,277	1,060,743	160,302
Total Long-Term Debt, Business-Type Activities				<u>\$ 187,299,780</u>	<u>\$ 88,308,647</u>	<u>\$ 5,198,081</u>	<u>\$ 8,499,713</u>	<u>\$ 85,007,015</u>	<u>\$ 8,739,202</u>

On April 13, 2022, the City issued Lodging and Restaurant Tax Refunding Revenue Note, Series 2022, in the amount of \$19,615,000. The bond was issued to finance the construction of the City's Event Center Exhibit Hall expansion. The City dedicated the future lodging, liquor, and restaurant tax revenue to meet the annual and future debt service requirements. Interest payments are due semi-annually on June 1<sup>st</sup> and December 1<sup>st</sup>. Principal payments on the Lodging and Restaurant Refunding Revenue Note, Series 2022, are due annually beginning on December 1, 2022, through 2034. Interest accrues at 2.52% per annum. This bond contains a provision that if proceeds of the Liquor, Lodging and Restaurant Tax Fund on hand at any time are insufficient to make principal and interest payments, such deficiencies shall be restored out of the next net proceeds from the Liquor, Lodging, and Restaurant Tax Fund hereafter received. The principal and interest payments made in 2024 were \$1,775,376. In 2024, lodging, liquor, and restaurant tax revenue totaled \$4,054,878 which covered the bond's debt service requirement. The Note has first priority lien upon the Liquor, Lodging and Restaurant Tax proceeds.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

In 2024, the City's revenues for water and sanitary sewer were \$17,942,377 and \$14,916,336, respectively. Water revenues were dedicated for Water Revenue Bonds Series 2014, Water Revenue Refunding Bonds Series 2020, Water Treatment Loan Series 2009, Water Treatment Loan Series 2021, Water Treatment Loan Series 2022, Water Treatment Loan Series 2023, and Utility Revenue Bond Series 2021. Sanitary sewer revenues were dedicated to Wastewater Loan Series 2006, Wastewater Loan Series 2020, Wastewater Loan Series 2023 and Sanitary Sewer Revenue Bonds Series 2015. If net revenues at any time are insufficient to make principal and interest payments, such deficiencies shall be restored from water and sanitary sewer revenues collected thereafter. The City is required to own and maintain the capital assets resulting from this construction. However, the City may dispose of any water or sanitary sewer property not essential to the operation in order to meet debt service requirements on these bonds. In 2024, principal and interest paid was \$3,314,748 for all the water fund related revenue bonds and loans and \$3,601,128 for wastewater revenue bonds and loans.

On August 23, 2023, the City entered into the Wastewater Treatment Revenue Bond (Loan), Series 2023, to finance the construction of the Hay Creek Lift Station and the Hay Creek Sewer Interceptor in the amount of \$45,000,000. The City dedicated the future sanitary sewer fees and revenue to meet the annual and future debt service requirements. Interest payments are due semi-annually on March 1<sup>st</sup> and September 1<sup>st</sup>. Principal payments are due annually based on the amount drawn beginning on March 1, 2024, through 2044. Interest accrues at 1.5% per annum. The City establishes, imposes, and collects reasonable charges for their services, facilities, products, and by-products of the utility according to schedules sufficient to pay all principal and interest due. As of December 31, 2024, \$2,073,152 has been drawn on the loan.

In 2020, the City issued Water Revenue Refunding Bonds, Series 2020, in the amount of \$4,825,000. Bond proceeds were used to refund the Water Revenue Bonds, Series 2013, in the amount of \$5,365,000. The City pledged future water revenues to finance the standby power, the water softening expansion project, and the water treatment plant intake project. Interest payments are due semi-annually on April 1<sup>st</sup> and October 1<sup>st</sup>. Principal payments are due annually on April 1<sup>st</sup> through 2028. Interest accrues at rates ranging from 2% to 4% per annum. The City establishes, imposes, and collects reasonable charges for their services, facilities, products and by-products of the utility according to schedules sufficient to pay all principal and interest due.

In previous years, the City issued Water Revenue Bond, Series 2014, in the amount of \$13,535,000. The City pledged future water revenues to finance the water softening expansion project, and the water treatment plant intake project. Interest payments are due semi-annually on April 1<sup>st</sup> and October 1<sup>st</sup>. Principal payments are due annually on April 1<sup>st</sup> through 2029. Interest accrues at rates ranging from 0.05% to 3% per annum. The City will establish, impose and collect reasonable charges for their services, facilities, products and by-products of the utility according to schedules sufficient to pay all principal and interest due.

In 2015, the City issued \$29,000,000 in Sanitary Sewer Revenue Bonds, Series 2015, to finance the construction of a wastewater pumping station for delivery of wastewater to trickling filters. The City dedicated the future sanitary sewer fees and revenue to meet the annual and future debt service requirements. Interest payments are due semi-annually on May 1<sup>st</sup> and November 1<sup>st</sup>. Principal payments are due annually beginning on May 1, 2016, through 2035. Interest accrues at rates ranging from 2% to 5% per annum.

In 2020, the City entered into a \$5,000,000 loan from the Drinking Water State Revolving Fund (DWSRF) and a \$5,000,000 loan from the Clean Water State Revolving Fund (CWSRF) through the State of North Dakota. The loan proceeds are used for watermain replacements, lead service line replacements, and improvements to a wastewater treatment facility. In 2021, the City entered into an additional \$1,995,000 loan from the DWSRF. The 2021 DWSRF loan refunded the 2020 DWSRF loan making the total balance \$6,995,000. The Water Treatment Loan, 2021, is fully drawn at \$6,877,277, of which \$1,390,000 was eligible for loan forgiveness, making the repayment amount \$5,487,277 over the lifetime of the loan. The Wastewater Loan, 2020, is also fully funded at \$5,000,000, of which \$295,000 was eligible for loan forgiveness, making the repayment amount \$4,705,000 over the lifetime of the loan.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

In 2022, the city entered into an additional \$1,500,000 Water Treatment Loan. The loan is fully drawn for a total of \$902,483, of which \$864,324 was eligible for loan forgiveness, with a loan balance \$38,159. Interest payments are due semi-annually on March 1<sup>st</sup> and September 1<sup>st</sup>. Principal payments are due annually beginning September 1<sup>st</sup> through 2036 for Wastewater Loan 2020 and through 2037 for Water Treatment Loan 2021 and 2022. Interest accrues at a rate of 1.5% per annum.

In 2023, the City entered into another \$2,000,000 from DWSRF. As of December 31, 2024, draws of \$307,365 have been done of which \$230,524 was eligible for loan forgiveness, also a \$25,000 principal payment was made in 2024 leaving a loan balance to repay of \$51,841. A preliminary debt schedule shows payments due semi-annual on March 1<sup>st</sup> and September 1<sup>st</sup>. Principal payments are due September 1<sup>st</sup> through 2043. There is 0% interest on this loan.

In 2006 and 2009, the City entered into loan agreements with the North Dakota Public Finance Authority in the amount of \$18,400,000 and \$16,320,000 respectively. In 2022, the Water Treatment Revenue Bond, Series 2009, was amended and allonged to reduce the uniform interest rate from 3.31% to 1.5% per annum. The updated interest payments are reflected in the debt service schedule. The wastewater loan proceeds were used to upgrade the wastewater treatment plant intake system and sanitary sewer improvements. The water loan proceeds were used to upgrade the water treatment facility's sludge plant expansion and replace cast-iron mains. In the event of default, the North Dakota Public Finance Authority may take any action permitted within state statutes to collect revenues to meet the necessary debt service requirements.

In 2021, the City entered into an agreement for \$26,000,000 infrastructure revolving fund loan with the Bank of North Dakota to expand the Public Works building, known as the Utility Revenue Bond, 2021. The City drew down the proceeds as construction expenses were incurred. Interest accrues as proceeds are drawn by the City. Interest accrues at a fixed rate of 2% per annum and is payable each May 1<sup>st</sup> and November 1<sup>st</sup>. As of December 31, 2024, the entire loan is fully drawn. In the event of default on the loan, any bondholder may enforce the holder's rights against the City and the City Commission to perform their duties and obligations. The bond is payable from net revenues of the City's waste disposal, waste collections, and water utilities. The water utility revenue is stated above. The waste disposal and collection revenue in 2024 was \$12,711,697. In 2024, principal and interest paid on the loan was \$1,863,435.

During 2023, the City entered into a financed purchase obligation to finance the purchase of a scraper for solid waste disposal operations. The total principal amount financed is \$1,215,020. Principal and interest payments are due annually on March 30, 2024, through 2030. Interest accrues on the outstanding balance at 3.9% per annum. Capital assets of \$1,215,020 less accumulated depreciation of \$121,502 are reported as of December 31, 2024.

Annual debt service schedule to maturity for revenue bonds, loans and financed purchase obligations are as follows:

Year Ended December 31,	<b>BUSINESS-TYPE ACTIVITIES</b>		
	Principal	Interest	Total
2025	\$ 8,739,202	\$ 1,836,016	\$ 10,575,218
2026	9,017,869	1,604,915	10,622,784
2027	9,314,176	1,380,703	10,694,879
2028	7,951,866	1,160,768	9,112,634
2029	6,497,948	988,924	7,486,872
2030-2034	28,255,177	3,070,769	31,325,946
2035-2039	11,662,700	796,530	12,459,230
2040-2044	3,568,077	86,594	3,654,671
Total	<u>\$ 85,007,015</u>	<u>\$ 10,925,219</u>	<u>\$ 95,932,234</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**NOTES TO THE BASIC FINANCIAL STATEMENTS**  
**DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**H. LEASES AND SUBSCRIPTION-BASED IT ARRANGEMENTS PAYABLE**

Governmental Activities Leases

The City entered into a 252-month lease agreement as a lessee for the use of the Municipal Court building expiring December 31, 2042. As of December 31, 2024, the value of the lease liability was \$442,920. The City is required to make monthly principal and interest payments of \$2,938. The lease interest accrues at a rate of 4.25% per annum. The carrying value of the right-to-use asset as of December 31, 2024, was \$427,372 with accumulated amortization of \$40,863. Interest expense for the current year totaled \$19,194 and amortization expense totaled \$23,743.

The Bismarck Veterans Memorial Public Library entered into a 58-month lease agreement as lessee for the use of eleven copiers and printers expiring October 20, 2026. As of December 31, 2024, the value of the lease liability was \$11,693. The Library is required to make monthly principal and interest payments of \$552. The lease interest accrues at a rate of 4.07% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$10,943 and had accumulated amortization of \$18,200. Interest expense for the current year totaled \$591 and amortization expense totaled \$6,067.

The Bismarck Veterans Memorial Public Library entered into a new 60-month lease agreement as lessee for the use of a postage machine expiring October 10, 2028. As of December 31, 2024, the value of the lease liability was \$4,304. The Library is required to make quarterly principal and interest payments of \$311. The lease interest accrues at a rate of 4.16% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$4,271 and had accumulated amortization of \$1,383. Interest expense for the current year totaled \$198 and amortization expense totaled \$1,131.

The Bismarck Veterans Memorial Public Library entered into a new 60-month lease agreement as lessee for the use of a copier expiring May 16, 2028. As of December 31, 2024, the value of the lease liability was \$5,791. The Library is required to make monthly principal and interest payments of \$152. The lease interest accrues at a rate of 4.16% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$5,641 and had accumulated amortization of \$2,717. Interest expense for the current year totaled \$274 and amortization expense totaled \$1,671.

The City entered into an 84-month lease agreement as lessee for the use of two John Deere 544P loaders expiring October 31, 2029. As of December 31, 2024, the value of the lease liability was \$89,091. The City is required to make annual principal and interest payments of \$24,140. The lease interest accrues at a rate of 3.25% per annum. The carrying value of the right-to-use assets as of the end of the current fiscal year was \$106,067 and had accumulated amortization of \$47,547. Interest expense for the current year totaled \$3,516 and amortization expense totaled \$21,945.

The City entered into an 84-month lease agreement as lessee for the use of four John Deere 644P loaders expiring October 31, 2029. As of December 31, 2024, the value of the lease liability was \$227,679. The City is required to make annual principal and interest payments of \$61,692. The lease interest accrues at a rate of 3.25% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$271,062 and had accumulated amortization of \$121,511. Interest expense for the current year totaled \$8,986 and amortization expense totaled \$56,081.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

The future lease payments for principal and interest as of December 31, 2024, are as follows:

<u>Year Ended December 31,</u>	<b>GOVERNMENTAL ACTIVITIES</b>		
	Principal	Interest	Total
2025	\$ 101,100	\$ 29,686	\$ 130,786
2026	103,581	26,100	129,681
2027	101,603	22,552	124,155
2028	103,732	19,050	122,782
2029	19,852	15,404	35,256
2030 - 2034	112,895	63,384	176,279
2035 - 2039	139,587	36,693	176,280
2040 - 2042	99,128	6,638	105,766
Total	\$ 781,478	\$ 219,507	\$ 1,000,985

**Governmental Activities SBITAs**

The Police Department entered into a 60-month subscription-based IT arrangement (SBITA) for the use of software for Axon body cameras ending on August 31, 2028. As of December 31, 2024, the value of the SBITA liability was \$312,893. The Police Department is required to make annual principal and interest payments of \$113,265. The SBITA interest accrues at a rate of 4.16% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$381,397 with accumulated amortization of \$138,690. Interest expense for the current year totaled \$16,464 and amortization expense totaled \$104,018.

The City entered into a 72-month SBITA for Microsoft Office and server licensing ending on December 30, 2028. As of December 31, 2024, the value of the SBITA liability was \$940,491. The City is required to make annual principal and interest payments of \$260,340. The SBITA interest accrues at a rate of 4.12% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$941,644 with accumulated amortization of \$471,138. Interest expense for the current year totaled \$39,624 and amortization expense totaled \$235,569.

The Police Department entered into a 60-month SBITA for the use of software for Axon interview room cameras ending on August 31, 2028. As of December 31, 2024, the value of the SBITA liability was \$15,545. The Police Department is required to make annual principal and interest payments of that will vary between \$5,433 and \$5,876 a year. The SBITA interest accrues at a rate of 4.16% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$14,690 with accumulated amortization of \$5,736. Interest expense for the current year totaled \$762 and amortization expense totaled \$4,006.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

In April 2024, the City entered into a 36-month SBITA for FreshService software ending in April 2027. On April 5, 2024, a subscription asset and related liability of \$62,506 were recorded. As of December 31, 2024, the value of the SBITA liability was \$42,453. The City is required to make annual principal and interest payments of \$22,248. The SBITA interest accrues at a rate of 4.47% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$47,111 with accumulated amortization of \$15,395. Interest expense for the current year totaled \$1,432 and amortization expense totaled \$15,395.

In March 2024, the City entered into a 36-month SBITA for NeoGov software ending in March 2027. On March 4, 2024, a subscription asset and related liability of \$197,538 were recorded. As of December 31, 2024, the value of the SBITA liability was \$151,503. The City is required to make annual principal and interest payments of \$8,735 in 2024, \$68,089 in 2025, and \$90,785 in 2026. The SBITA interest accrues at a rate of 4.47% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$143,197 with accumulated amortization of \$54,341. Interest expense for the current year totaled \$5,765 and amortization expense totaled \$54,341.

The City entered into a 60-month SBITA for Esri term license software ending on January 24, 2028. As of December 31, 2024, the value of the SBITA liability was \$151,919. The City is required to make annual principal and interest payments of \$55,000. The SBITA interest accrues at a rate of 4.16% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$152,974 with accumulated amortization of \$99,836. Interest expense for the current year totaled \$6,598 and amortization expense totaled \$49,918.

The City entered into a 36-month SBITA for EagleView Platform ending on April 3, 2026. As of December 31, 2024, the value of the SBITA liability was \$10,713. The City is required to make annual principal and interest payments of \$11,200. The SBITA interest accrues at a rate of 4.45% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$13,488 with accumulated amortization of \$18,669. Interest expense for the current year totaled \$611 and amortization expense totaled \$10,719.

In June 2024, the City entered into a 36-month SBITA for Park Loyalty software ending in June 2027. On January 1, 2024, a subscription asset and related liability of \$27,847 were recorded. As of December 31, 2024, the value of the SBITA liability was \$22,637. The City is required to make monthly principal and interest payments of \$825. The SBITA interest accrues at a rate of 4.47% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$22,794 with accumulated amortization of \$5,054. Interest expense for the current year totaled \$610 and amortization expense totaled \$5,054.

The future SBITA payments for principal and interest as of December 31, 2024, are as follows:

Year Ended December 31,	<b>GOVERNMENTAL ACTIVITIES</b>		
	Principal	Interest	Total
2025	\$ 479,636	\$ 65,838	\$ 545,474
2026	507,751	49,437	557,188
2027	410,918	27,687	438,605
2028	249,849	10,491	260,340
Total	\$ 1,648,154	\$ 153,453	\$ 1,801,607

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Business-Type Activities Leases**

The Airport entered into a 60-month lease agreement as lessee for the use of a copier expiring September 30, 2027. As of December 31, 2024, the value of the lease liability was \$5,493. The Airport is required to make monthly principal and interest payments of \$176. The lease interest accrues at an interest rate of 4.06% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$5,272 with accumulated amortization of \$4,314. Interest expense for the current year totaled \$259 and amortization expense totaled \$1,917.

The future lease payments for principal and interest as of December 31, 2024, are as follows:

<u>Year Ended December 31,</u>	<b>BUSINESS-TYPE ACTIVITIES</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 1,927	\$ 187	\$ 2,114
2026	2,007	108	2,115
2027	1,559	26	1,585
Total	<u>\$ 5,493</u>	<u>\$ 321</u>	<u>\$ 5,814</u>

**Business-Type Activities SBITAs**

The Airport entered into a 48-month subscription-based IT arrangement (SBITA) for the use of runway sensor software expiring October 31, 2027. As of December 31, 2024, the value of the SBITA liability was \$4,315. The Airport is required to make annual principal and interest payments of \$2,299. The SBITA interest accrues at an interest rate of 4.27% per annum. The carrying value of the subscription asset as of the end of the current fiscal year was \$6,118 with accumulated amortization of \$2,519. Interest expense for the current year totaled \$263 and amortization expense totaled \$2,159.

The future SBITA payments for principal and interest as of December 31, 2024 are as follows:

<u>Year Ended December 31,</u>	<b>BUSINESS-TYPE ACTIVITIES</b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 2,112	\$ 187	\$ 2,299
2026	2,203	96	2,299
Total	<u>\$ 4,315</u>	<u>\$ 283</u>	<u>\$ 4,598</u>

**Discretely Presented Component Unit Leases**

CenCom entered into a 226-month lease agreement as lessee for the use of a building used for CenCom operations expiring October 31, 2040. As of December 31, 2024, the lease liability was \$7,200,360. CenCom is required to make monthly principal and interest payments of \$51,920. The lease interest accrues at an interest rate of 4.19% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$6,837,301 with accumulated amortization of \$1,295,488. Interest expense for the current year totaled \$308,659 and amortization expense totaled \$431,829.

CenCom entered into a 346-month tower lease agreement as lessee for the use of property necessary to operate 911 radio communication services expiring October 31, 2050. As of December 31, 2024, the lease liability was \$258,961. CenCom is required to make monthly principal and interest payments of \$925. The lease interest accrues at an interest rate of 3.96% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$234,918 with accumulated amortization of \$27,281. Interest expense for the current year totaled \$10,299 and amortization expense totaled \$9,094.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

GenCom entered into a 60-month lease agreement as lessee for the use of one copier expiring October 31, 2027. As of December 31, 2024, the value of the lease liability was \$3,702. GenCom is required to make monthly principal and interest payments of \$115. The lease interest accrues at an interest rate of 4.06% per annum. The carrying value of the right-to-use asset as of the end of the current fiscal year was \$3,559 and had accumulated amortization of \$2,721. Interest expense for the current year totaled \$174 and amortization expense totaled \$1,256.

The future lease payments for principal and interest as of December 31, 2024, are as follows:

<u>Year Ended December 31,</u>	<b><u>DISCRETELY PRESENTED COMPONENT UNIT</u></b>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 329,967	\$ 305,836	\$ 635,803
2026	345,476	291,714	637,190
2027	359,995	276,965	636,960
2028	373,433	262,373	635,806
2029	390,131	245,674	635,805
2030 - 2034	2,223,279	963,724	3,187,003
2035 - 2039	2,752,246	445,527	3,197,773
2040 - 2044	574,766	39,393	614,159
2045 - 2049	95,458	13,746	109,204
2050	18,272	333	18,605
Total	<u>\$ 7,463,023</u>	<u>\$ 2,845,285</u>	<u>\$ 10,308,308</u>

**I. COMMITMENTS**

As of December 31, 2024, the City had commitments on various construction contracts totaling \$129,871,173.

**J. TAX ABATEMENTS**

For financial reporting purposes, a tax abatement is defined as a reduction in tax revenues that results from an agreement between one or more governments and an individual or entity in which (a) one or more governments promise to forgo tax revenues to which they are otherwise entitled and (b) the individual or entity promises to take a specific action after the agreement has been entered into that contributes to economic development or otherwise benefits the governments or the citizens of those governments.

The City allows for five tax exemption programs including the Commercial and Residential Renaissance Zone Program, New or Expanding Business Exemptions, and a Commercial and Residential Remodeling Exemption. If an applicant meets the requirements, they can be approved by the Commission for the exemption. Once the program is completed and approved by all applicable parties, the City exempts the portion of the structure value that qualified for the next five assessment years. After five years, the value goes back on the tax rolls.

In accordance with N.D.C.C. 40-63, the Renaissance Zone Property Tax Exemptions Program is available for commercial and residential buildings located within the renaissance zone, which allows for the property to be excluded from property taxes for a maximum of five years pending City approval. A renaissance zone is a geographical area that the City applies to the North Dakota Department of Commerce for designation.

The Renaissance Zone Program for commercial and residential properties was established in March 2001 and encompasses a 39-block area in the City's downtown area. The purpose of the renaissance zone is to encourage reinvestment in downtown properties by providing property tax incentives to commercial and residential property owners. Four different types of Renaissance Zone projects that qualify for property tax exemptions include rehabilitation, purchase with major improvements, purchase only, and historical preservation and renovation. A renaissance zone project must be approved by both the City and the North Dakota Department of Commerce.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

In accordance with NDCC 40-57.1, the New or Expanding Business Exemption Program allows property tax exemptions for assisting in the establishment of industrial plants and expanding and retaining existing businesses. A property tax exemption allows for properties to be excluded for a maximum of five years. The property must have prior certification as a primary sector business by the State of North Dakota Commerce Department. A partial or complete exemption from ad valorem taxation under this section for retail sector projects may receive a partial or complete exemption.

In accordance with NDCC 40-57-02.2, the Commercial and Residential Remodeling Exemption Program allows for property tax exemptions to remodel properties that are 30 years or older. This exemption is available for commercial and residential remodeling projects that only include additions for residential structures. This exemption is available for a maximum of three years pending City approval.

Taxes revenues exempted for the year ending December 31, 2024 are as follows:

Renaissance Zone Exemption - Commercial	\$ 329,288
Renaissance Zone Exemption - Residential	5,739
Remodeling Exemption - Residential	635
Total Tax Exemptions	\$ 335,662

**K. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; and natural disasters. The City pays an annual premium to the North Dakota Insurance Reserve Fund (NDRIF) for its general, personal injury, and auto insurance. The coverage by NDRIF is limited to losses of \$5,000,000 per occurrence for general liability. The City has purchased a separate airport liability policy that provides coverage for the Bismarck Municipal Airport.

In accordance with NDCC 32-12.2-02, the City has a liability limitation of \$437,500 per claim with a \$1,750,000 aggregate limit for actions in tort until July 1, 2025, when that amount rises.

As of December 31, 2024, the City-Wide liability claims and any sewer backup claims have been recorded as a liability, as follows:

For year-ended December 31,	<b>City-Wide Liability Claims</b>			
	Beginning Liability	Claims and Changes in Estimates	Claim Payments	Ending Liability
2024	\$ -	\$ 553	\$ 553	\$ -
2023	190	5,719	5,909	-
2022	-	440	250	190

For year-ended December 31,	<b>Sewer Backup Claims</b>			
	Beginning Liability	Claims and Changes in Estimates	Claim Payments	Ending Liability
2024	\$ 79,702	\$ 32,799	\$ 90,977	\$ 21,524
2023	34,191	50,557	5,046	79,702
2022	-	229,133	194,942	34,191

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Employee Insurance

The City has established a medical self-insurance fund. The purpose of medical self-insurance fund is to finance medical claims for employees and covered dependents of the City and the Bismarck Parks and Recreation District, and to minimize the total cost of annual medical insurance premiums. Medical claims exceeding \$125,000 per individual per year is covered by the stop-loss insurance. This medical plan has paid an excess of stop-loss coverage of \$988,773 for 2024. Settled claims have not exceeded the commercial coverage in any of the past three fiscal years. As of December 31, 2024, incurred but not reported (IBNR) liability was estimated by a third-party administrator and reported in the financial statements in the amount of \$486,000. A summary of the IBNR claim reserve liabilities and related claim payments is shown below:

<u>For year-ended December 31,</u>	<u>Beginning Liability</u>	<u>Claims and Changes in Estimates</u>	<u>Claim Payments</u>	<u>Ending Liability</u>
2024	\$614,000	\$10,327,501	\$10,455,501	\$486,000
2023	824,000	10,058,552	10,268,552	614,000
2022	743,000	9,408,873	9,327,873	824,000

State Fire and Tornado and Bonding Fund

The City participates in the State of North Dakota Fire and Tornado Fund and the State of North Dakota Bonding Fund. The City pays an annual premium for the North Dakota Fire and Tornado Fund to cover damage to buildings and contents. Replacement cost is estimated in consultation with the State of North Dakota Fire and Tornado Fund to provide replacement cost coverage. The State of North Dakota Fire and Tornado Fund utilizes a layered program so more than one insurer may be used to cover losses in excess of \$2,000,000 per occurrence during a 12-month period. The State of North Dakota Bonding Fund currently provides the City with blanket fidelity bond coverage with a maximum limit of \$2,000,000 for employees until July 1, 2026. The State of North Dakota Bonding Fund does not charge a premium for this insurance coverage as it is currently fully funded.

Worker's Compensation

The City participates in the State of North Dakota Workforce Safety and Insurance Bureau. The North Dakota Workforce Safety and Insurance Bureau is a State of North Dakota insurance fund and a 'no fault' insurance system covering employees. The State of North Dakota Workforce Safety and Insurance Bureau is financed by premiums assessed to state-wide businesses that maintain employees. The premiums are available for the payment of claims to employees injured in the course of employment.

**L. LANDFILL CLOSURE AND POST-CLOSURE LIABILITY**

The City maintains the Bismarck Municipal Solid Waste Facility that acts in the form of a landfill. Federal and state regulations require the City to place a final cover and perform certain maintenance and monitoring functions at the site for 30 years after closure. The City reports a portion of these closure and post-closure care costs as an operating expense annually based on landfill capacity used. As of December 31, 2024, the City reported a \$2,840,166 liability as future landfill closure and post-closure, which represents the cumulative costs with an inflation factor on the use of 100% of the estimated capacity of the Municipal Solid Waste (MSW) landfill, 28.00% of the MSW landfill cell 1 and 2, and 50.10% of the Inert Waste as provided by the State of North Dakota Department of Environmental Quality. Actual costs may be higher due to inflation, various economic factors,

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

changes in technology, or changes in regulations. The old Municipal Solid Waste pit has been closed therefore the liability for the closure costs is no longer included in the calculations, just the post-closure costs.

In addition, the City is required by federal and state regulations to determine the method to finance this liability. The City is required to manage an annual financial assurance test in accordance with NDCC 33-20-14-07 to ensure compliance. The City expects that future inflation costs will be covered by the City's operating revenue. However, if the revenues are inadequate or additional closure and post-closure requirements are established, this liability and related costs may be covered by the City's future tax revenues and the issuance of the City's general obligation bonds.

**M. CERTAIN ASSET RETIREMENT OBLIGATIONS**

The City maintains three underground fuel tanks for refueling vehicles and equipment used in City operations. Two tanks are located at the City's public works facility and one tank is located at the solid waste facility. The Environmental Protection Agency (40 CFR 280.71) establishes the permanent closure requirements for underground fuel tanks no longer in use.

The liability for the asset retirement obligations is based on estimated costs provided by an external consultant which includes the cost to remove, clean, and dispose of the tanks when retired. The estimated costs are being amortized utilizing a straight-line method over the estimated remaining useful lives of 36 years. As of December 31, 2024, the asset retirement obligation liability was \$67,500. The City has assigned fund balance in the General Fund to finance the future liability.

Costs included with the cleanup of contaminated soil are not included in the asset retirement obligation liability. As of December 31, 2024, there are no known leaks to the fuel tanks. Therefore, the cleanup of contaminated soil would not be necessary. If a leak did occur, the City would treat and dispose the contaminated soil with minimal additional liability to the City.

**N. EMPLOYEE RETIREMENT PLANS**

The City administers the City Employees' Pension Plan, a multiple-employer cost sharing defined benefit pension plan, for full-time City and Bismarck Parks and Recreation District (the District) employees. The City also administers the Bismarck Police Employees' Pension Plan, a single-employer defined benefit pension plan. These pension plans are reported as fiduciary funds in the City's financial statements as pension trust funds. Actuarial reports are available by contacting:

City of Bismarck, North Dakota  
Finance Department  
P.O. Box 5506  
Bismarck, ND 58506-5506

In addition, the City contributes to the Bismarck Firefighters' Relief Association Pension Plan (the Firefighters' Pension Plan) administered by the Firefighters' Relief Association, which is a separate legal entity and not included in the City's financial statements. The Firefighters' Pension Plan is a single-employer public employee retirement system governed by NDCC 18-05 and 18-07. The Firefighters' Pension Plan is organized, operated, and maintained in accordance with separate articles of incorporation and by-laws. Participating employees contribute to the plan at a minimum of \$288.42 per bi-weekly payroll or 8% of their covered payroll, whichever is greater. The City contributed \$1,120,536 in 2023. The complete audited financial and pension information can be obtained by contacting:

Firefighters' Relief Association  
P.O. Box 5503  
Bismarck, ND 58506-5503

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**City of Bismarck Employees' Pension Plan**

**Plan Description** - The City of Bismarck Employees' Pension Plan (City Employees' Pension Plan) is a multiple-employer cost-sharing defined benefit pension plan. The City and the Bismarck Parks and Recreation District (the District) full-time employees are the members of the City Employees' Pension Plan, excluding sworn police officers and non-sworn members of the City's police department who began employment before December 31, 2006, and members of the Firefighters' Pension Plan.

**Plan Membership** – Employees begin participation at the first day of employment with a vesting period of five years. As of December 31, 2024, the City Employees' Pension Plan membership was as follows:

Retirees and Beneficiaries Receiving Benefits	317
Terminated Employees - Vested	96
Active Employees	<u>498</u>
Total Members	<u><u>911</u></u>

**Plan Administration** – The City Employees' Pension Plan is managed by the board of trustees, which consists of the City administrator and the City department directors, except for the chief of police. The City administers the pension plan and related investments.

**Benefits Provided** - Benefit provisions, amendments, and requirements are established under the authority of the City Commissioners. Employees may be eligible for early or normal retirement, as well as death benefits. Normal retirement age for full benefits is age 62. Employees who retire at or after age 62 with 5 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 1.75% of the average of the member's highest 36-month base salary for each full and fractional year of contributing service before January 2005 and 2.25% for contributing service on or after January 2005. Married participants receive a joint and two-thirds to survivor annuity while single participants receive a life-only annuity. There are no provisions with respect to automatic and post-retirement benefit increases. Employees with five years of credited service may retire at an earlier age and receive actuarially reduced retirement benefit. Benefit terms may be amended in accordance with on NDCC 40-46. Chapter 9-07 of the City's code of ordinance grants the authority to the City Commissioners to establish and amend the benefit terms.

Prior to January 2005, City employees directed the investment of their contribution utilizing a contracted City investment manager. These employees were eligible to receive a distribution of the interest earned on the contributions in excess of 5% upon retirement. Effective January 1, 2005, employee contributions are invested with the City pension trust funds and self-directed accounts were discontinued. On December 31, 2004, interest earned in excess of 5% for the individual employee accounts has been transferred to an Employee Excess Retirement Fund as a Custodial Fiduciary Fund. Employee excess retirement accounts continue to be self-directed by the employees but administered by the City in custodial capacity.

Employees or designated beneficiaries that separate from the City before attaining the five-year service credit are refunded the employee's accumulated contribution plus interest earnings at 5% per annum.

**Contributions**

*Employee Contributions* - Participating active employees contribute to the plan at a rate of 5% of covered payroll. Employees or designated beneficiaries that separate from the City before attaining the five-year service credit are refunded the employee's accumulated contribution plus interest earnings at 5% per annum. Member contributions are made through deductions applied to the regular bi-weekly payroll.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

*Employer Contributions* – Employer contributions are based on an actuarial formula identified as entry age normal cost method. This method produces an employer contribution rate consisting of an amount for normal cost and an amount for amortization of the net pension liability (asset) over a closed period of 30 years. The annual contribution is approved in the annual adopted budget.

*Net Position* – As of December 31, 2024, the net position is \$131,068,181 and the entire amount is restricted for employee pension benefits.

Actuarially Determined Contributions	\$ 3,995,279
Contributions in Relation to the	
Actuarially Determined Contribution	3,527,302
Contribution Deficiency (Excess)	\$ 467,977
Covered Payroll	\$33,443,984
Contributions as a Percentage of	
Covered Payroll	10.5%

**Investments**

*Investment Policy* – The City Employees’ Pension Plan investment policy and asset class allocations are established and may be amended by the Board of Trustees by a majority vote of its members. The policy of the City Employees’ Pension Plan is to pursue an investment strategy to improve the funding status to protect and sustain current and future benefits, minimize the employee and employer contributions, avoid substantial volatility in required contribution rates and fluctuations in the funding status, and accumulate a funding surplus to provide increases in retiree payments to preserve the purchasing power of their retirement benefits.

The City Employees’ Pension Plan Board has entered into a contract with the North Dakota State Investment Board (SIB) for investment services, in accordance with NDCC 21-10-06, and implement these policies by investing the City Employees’ Pension Plan assets in the manner described in NDCC 21-10-07, the prudent investor rule. Management’s responsibility that is not assigned to the SIB in NDCC 21-10 is delegated to the SIB. SIB must establish written policies for the operation of the investment program consistent with the City Employees’ Pension Plan investment policy.

The City Employees’ Pension Plan Board of Trustees adopted a long-term investment horizon and asset allocation policy for the management of these assets. Asset allocation targets are established using an asset-liability analysis designed to determine an acceptable volatility target for the plan and an optimal asset allocation policy mix. The asset-liability analysis considers both sides of the plan balance sheet, utilizing both quantitative and qualitative inputs, in order to estimate the potential impact of various asset class mixes on key measures of total plan risk. The following was the plan’s asset allocation as of December 31, 2024:

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

<u>Asset Class</u>	<u>Target Allocation</u>
Large Domestic Equity	24%
Small Domestic Equity	2%
Developed International Equity	12%
Emerging International Equity	3%
Private Equity	6%
Domestic Fixed Income	35%
Real Estate	10%
Infrastructure	7%
Timber	1%
	<u>100%</u>

*Investment Valuation* – Investments are recorded at fair value determined by reference to published market data for publicly traded securities and using independent valuation services and appraisals for other investments. The net increase in fair value of investments consists of the realized gains or losses and the unrealized increases or decreases in fair value of investments during the year. Realized gains and losses on sales of investments are computed based on the difference between the sales price and the original cost of the investment. Unrealized increases or decreases are computed based on changes in the fair value of investment between years. Security transactions are accounted for on a trade date basis. Interest income is recognized when earned. Dividend income is recorded on the ex-dividend date.

**Long-term Expected Return on Plan Assets** – The long-term expected rate of return of 7.25% on plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return were developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates to return by the target asset allocation percentage.

The projected 10-year geometric real rates of return by asset class are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Large Domestic Equity	7.60%
Small Domestic Equity	7.90%
Developed International Equity	7.60%
Emerging International Equity	8.00%
Private Equity	8.80%
Domestic Fixed Income	3.25%
Real Estate	6.40%
Infrastructure	7.50%
Timber	7.10%

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Actuarial Assumptions**

Valuation Date	January 1, 2025
Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-Line Amortization Over Remaining Service Lives Period-Closed
Mortality Rate	Based on PubG-2010 Mortality Tables Projected with Scale MP-2021
Asset Valuation Method	Fair Value
Valuation Method:	
Inflation Rate	2.50%
Investment Rate of Return	7.25%
Projected Salary Increases:	
All active participants	3.25%
Post Retirement Cost of Living Adjustments	None

**Measurements** – Presented below are the Schedule of Net Pension Liability, Schedule of Changes in Net Pension Liability, Schedule of Changes in Plan Fiduciary Net Position, and the Schedule of Investment Returns for the City Employees' Pension Plan.

**Schedule of Net Pension Liability**

Total Pension Liability	\$ 156,661,691
Plan Fiduciary Net Position	131,068,181
Net Pension Liability	<u>\$ 25,593,510</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.66%
Covered Payroll	\$ 33,443,984
Net Pension Liability as a Percentage of Covered Payroll	76.5%

**Schedule of Changes in Total Pension Liability**

Service Cost	\$ 3,670,627
Interest	10,397,786
Differences Between Expected and Actual Experience	6,320,905
Changes of Assumptions	828,911
Benefit Payments, including Refunds of Member Contributions	(8,607,292)
Net Change in Total Pension Liability	<u>12,610,937</u>
Total Pension Liability, Beginning of Year	<u>144,050,754</u>
Total Pension Liability, End of Year	<u>\$ 156,661,691</u>

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Schedule of Changes in Plan Fiduciary Net Position**

Contributions - Employer	\$ 3,527,302
Contributions - Employee	1,678,080
Net Investment Income	9,887,592
Benefit Payments, including Refunds of Member Contributions	(8,607,292)
Administrative Expense	(118,137)
Net Change in Fiduciary Net Position	<u>6,367,545</u>
Plan Fiduciary Net Position, Beginning of Year	<u>124,700,636</u>
Plan Fiduciary Net Position, End of Year	<u><u>\$ 131,068,181</u></u>

**Schedule of Investment Returns**

Annual Money-Weighted Rate of Return, Net of Investment Expense	8.0%
-----------------------------------------------------------------	------

**Sensitivity of the Net Pension Liability to changes in the Discount Rate** – The net pension liability of the City Employees' Pension Plan is calculated at a discount rate of 7.25%, as well as what the City Employees' Pension Plan net pension liability would be if calculated using a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
Total Pension Liability	\$ 176,038,104	\$ 156,661,691	\$ 140,446,140
Plan Fiduciary Net Position	131,068,181	131,068,181	131,068,181
Net Pension Liability	<u>\$ 44,969,923</u>	<u>\$ 25,593,510</u>	<u>\$ 9,377,959</u>
City Portion	<u>\$ 38,880,997</u>	<u>\$ 22,128,150</u>	<u>\$ 8,125,473</u>

**Proportionate Share of the Net Pension Liability** – As of December 31, 2023, the City's proportionate share of the net pension liability for the City Employees' Pension Plan was \$22,128,150. The calculation was determined by an actuarial valuation based on the City's share of present value of future payroll. The City's proportionate share was 86.46%.

<b>Net Pension Liability</b>	<b><u>2024</u></b>
Employer's Proportion of the Net Pension Liability	86.46%
Employer's Proportionate Share of the Net Pension Liability	\$ 22,128,150
Employer's Covered Payroll	\$ 33,443,984
Plan Fiduciary Net Position	\$ 131,068,181
Employer's Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	66.16%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	83.66%

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Deferred Inflows and Outflows of Resources** – As of December 31, 2024, the City Employees’ Pension Plan recognized pension expense of \$5,909,964 of total City pension expense of \$6,058,951. Deferred inflows and outflows of resources related to pensions are as a result of the following:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences Between Expected and Actual Experience	\$ 5,244,606	\$ 1,191,158
Changes of Assumptions	2,517,235	30,313
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	4,030,648	-
Changes in Proportionate and Differences Between Employer Contributions and Proportionate Share of Contributions	566,968	471,527
Total	<u>\$ 12,359,457</u>	<u>\$ 1,692,998</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2025	\$ 3,130,926
2026	4,610,381
2027	649,078
2028	1,045,119
2029	754,385
Thereafter	476,570
Total	<u>\$ 10,666,459</u>

**Bismarck Police Employees’ Pension Plan**

**Plan Description** - The Bismarck City Police Pension Plan (Police Employees’ Pension Plan) is a single employer defined benefit pension plan. The Police Employees’ Pension Plan provides for all full-time sworn police officers and non-sworn members of the police department.

**Plan Membership** - Memberships begin with their hire date before December 31, 2024, and are vested after five years of service. Membership in the Police Employees’ Pension Plan on December 31, 2024, is as follows:

Retirees and Beneficiaries Receiving Benefits	96
Terminated Employees - Vested	26
Active Employees	<u>141</u>
Total Members	<u>263</u>

**Plan Administration** – North Dakota Century Code (NDCC) 40-45 and in accordance with Chapter 9-08 of the Bismarck Code of Ordinance grants the authority to establish and amend the benefit terms to the City Commission. Management of the Police Employees’ Pension Plan is vested in the Board of Trustees which consists of the Chief of Police, two members of the police department appointed by the chief of police with no less than eight years of service, and two elected members of the police department with no less than eight years of service. Each appointed trustee shall serve a two-year term.

**CITY OF BISMARCK, NORTH DAKOTA  
 NOTES TO THE BASIC FINANCIAL STATEMENTS  
 DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Benefits Provided** - Benefit provisions, amendments, and all requirements are established under the authority of the City Commission. Employees who retire at or after age 55 with 5 years of credited service are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 2.5% of their final average salary, for each full and fractional year of contributing service. Final average salary is the employees' average salary, excluding overtime and longevity pay, of the highest 36-month period of credited service. Married participants receive a joint and two-thirds to survivor annuity while single participants receive a life annuity. There are no provisions with respect to automatic and ad-hoc post-retirement benefit increases. Employees with five years of credited service may retire at an earlier age and receive an actuarially reduced retirement benefit. Benefit provision is established under the authority of the City Commission.

Pension benefits available under this plan are funded in part from the accumulation of the employees' contribution. Prior to January 2005, employees directed the investment of their contribution utilizing a contracted City investment manager and were eligible to receive a distribution of the interest earned on the contributions in excess of 5% upon retirement. Effective January 1, 2005, all employee contributions are invested with the City pension funds and individual self-directed accounts were discontinued. Interest earned in excess of 5% for the individual employee accounts as of December 31, 2004, has been transferred to an Employee Excess Retirement Fund, a

Custodial Fiduciary Fund, and the excess funds in the individual employee accounts continue to be self-directed.

**Contributions**

*Employee Contributions* - Participating active employees contribute to the plan at a rate of 9.4% of covered payroll. If an employee separates from covered employment before attaining the five-year service credit, the accumulated contributions plus interest earnings at 5% per annum are refunded to the employee or designated beneficiary. All member contributions are made by payroll deductions applied to regular bi-weekly pay.

*Employer Contributions* – Employer contributions are based on an actuarial formula identified as entry age normal cost method. This method produces an employer contribution rate consisting of an amount for normal cost and an amount for amortization of the unfunded accrued liability over a closed period of 30 years. The annual contribution is recommended to the City Commission and considered for approval and adoption.

*Net Position* - The net position as of December 31, 2024, is \$56,064,518, and the entire amount is restricted for employee pension benefits.

**Schedule of Contributions**

Actuarially Determined Contributions	\$ 1,278,974
Contributions in Relation to the Actuarially Determined Contribution	1,640,063
Contribution Deficiency (Excess)	\$ (361,089)
Covered Payroll	\$ 10,288,382
Contributions as a Percentage of Covered Payroll	15.9%

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Measurement Focus and Basis of Accounting** – The City’s Fiduciary Pension Trust Fund financial statements are accounted for on an economic resources measurement focus and the accrual basis of accounting. Employer and plan member contributions are recognized when due pursuant to formal commitments, as well as ordinance requirements. Investment income is recognized as revenue when earned. Retirement benefits and refunds are recognized when due and payable in accordance with the terms of the Police Employees’ Pension Plan. Other expenses are recognized when the corresponding liabilities are incurred. The net appreciation (depreciation) in fair value of investments is recorded as an increase (decrease) to investment income based on the fair value of the investments. The entire expense of the Police Employees’ Pension Plan administration is charged against the earnings of the pension plan.

**Investments**

*Investment Policy* – The Police Employees’ Pension Plan investment policy and asset class allocations are established and may be amended by the Board of Trustees by a majority vote of its members. It is the policy of the Police Employees’ Pension Plan to pursue an investment strategy to improve the pension plan funding status to protect and sustain current and future benefits, minimize the employee and employer contributions needed to fund the pension plan over the long-term, avoid substantial volatility in required contribution rates and fluctuations in the pension plan funding status and to accumulate a funding surplus to provide increases in retiree payments to preserve the purchasing power of their retirement benefits.

The Police Employees’ Pension Plan Board of Trustees has entered into a contract with the North Dakota State Investment Board (SIB) for investment services as allowed under NDCC 21-10-06 and to implement these policies by investing the assets of the Fund in the manner provided in NDCC 21-10-07, the prudent investor rule. Management’s responsibility that is not assigned to the SIB in Chapter 21-10 of the NDCC is delegated to the SIB who must establish written policies for the operation of the investment program consistent with this investment policy.

The Police Employees’ Pension Board of Trustees adopted a long-term investment horizon and asset allocation policy for the management of the pension plan assets. Asset allocation targets are established using an asset-liability analysis designed to determine an acceptable volatility target for the plan and an optimal asset allocation policy mix. The asset-liability analysis considers both sides of the plan balance sheet, utilizing both quantitative and qualitative inputs to estimate the potential impact of various asset class mixes on key measures of total plan risk.

The following was the plans asset allocation as of December 31, 2024:

Asset Class	Target Allocation
Large Domestic Equity	27%
Small Domestic Equity	2%
Developed International Equity	13%
Emerging International Equity	3%
Private Equity	7%
Domestic Fixed Income	30%
Real Estate	10%
Infrastructure	7%
Timber	1%
	100%

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

*Investment Valuation* – Investments are recorded at fair value determined by reference to published market data for publicly traded securities and using independent valuation services and appraisals for other investments. The net increases (decreases) in fair value of investments consists of the realized gains (losses) and the unrealized increases (decreases) in fair value of investments during the year. Realized gains (losses) on sales of investments are computed based on the difference between the sales price and the original cost of the investment. Unrealized increases (decreases) are computed based on changes in the fair value of investment between years. Security transactions are accounted for on a trade date basis. Interest income is recognized when earned. Dividend income is recorded on the ex-dividend date.

**Long-Term Expected Return on Plan Assets** – The long-term expected rate of return of 7.25% on plan investments was determined using a building-block method in which best-estimates ranges of expected future real rates of return are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates to return by the target asset allocation percentage.

The projected 10-year geometric real rates of return by asset class are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Large Domestic Equity	7.60%
Small Domestic Equity	7.90%
Developed International Equity	7.60%
Emerging International Equity	8.00%
Private Equity	8.80%
Domestic Fixed Income	3.25%
Real Estate	6.40%
Infrastructure	7.50%
Timber	7.10%

**Actuarial Assumptions**

Valuation Date	January 1, 2025
Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-Line Amortization Over Remaining Service Lives Period-Closed
Mortality Rate	Based on PubS-2010 Public Safety Employees Amount Weighted Mortality Projected with Scale MP-2021
Asset Valuation Method	Fair Value
Valuation Method:	
Inflation Rate	2.50%
Investment Rate of Return	7.25%
Projected Salary Increases:	
All active participants	3.25%
Post Retirement Cost of Living Adjustments	None

**Measurements** – Presented below are the Schedule of Net Pension Liability, Schedule of Changes in Net Pension Liability, Schedule of Changes in Plan Fiduciary Net Position and the Schedule of Investment Returns.

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

Total Pension Liability	\$ 65,779,538
Plan Fiduciary Net Position	<u>56,064,518</u>
Net Pension Liability (Asset)	<u>\$ 9,715,020</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.2%
Covered Payroll	\$ 10,288,382
Net Pension Liability (Asset) as a Percentage of Covered Payroll	94.4%

**Schedule of Changes in Total Pension Liability**

Service Cost	\$ 1,213,372
Interest	4,510,452
Differences Between Expected and Actual Experience	1,262,946
Changes of Assumptions	(624,288)
Benefit Payments, including Refunds of Member Contributions	<u>(3,165,415)</u>
Net Change in Total Pension Liability	3,197,067
Total Pension Liability, Beginning of Year	<u>62,582,471</u>
Total Pension Liability, End of Year	<u>\$ 65,779,538</u>

**Schedule of Changes in Plan Fiduciary Net Position**

Contributions - Employer	\$ 1,640,063
Contributions - Employee	967,108
Net Investment Income	4,464,082
Benefit Payments, including Refunds of Member Contributions	(3,165,415)
Administrative Expense	<u>(51,852)</u>
Net Change in Fiduciary Net Position	3,853,986
Plan Fiduciary Net Position, Beginning of Year	<u>52,210,532</u>
Plan Fiduciary Net Position, End of Year	<u>\$ 56,064,518</u>

**Schedule of Investment Returns**

Annual Money-Weighted Rate of Return, Net of Investment Expense	8.6%
-----------------------------------------------------------------	------

**Sensitivity of the Net Pension Liability to changes in the Discount Rate** – The net pension liability of the Police Employees' Pension Plan is calculated at a discount rate of 7.25%. The pension plans sensitivity of the net pension liability used a discount rate that is 1% lower (6.25%) or 1% higher (8.25%) than the current discount rate:

	1% Decrease (6.25%)	Discount Rate (7.25%)	1% Increase (8.25%)
Total Pension Liability	\$ 74,816,781	\$ 65,779,538	\$ 58,303,758
Plan Fiduciary Net Position	<u>56,064,518</u>	<u>56,064,518</u>	<u>56,064,518</u>
Net Pension Liability	<u>\$ 18,752,263</u>	<u>\$ 9,715,020</u>	<u>\$ 2,239,240</u>

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**Deferred Inflows and Outflows of Resources** – As of December 31, 2024, the City recognized pension expense of \$148,987 of the total City pension expense of \$6,058,951. Deferred inflows and outflows of resources related to pensions are as a result of the following:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 1,966,696	\$ 260,505
Changes of Assumptions	1,017,111	685,004
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	1,427,687	-
Total	\$ 4,411,494	\$ 945,509

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

2025	\$ 1,060,949
2026	1,931,965
2027	(18,769)
2028	274,764
2029	79,328
Thereafter	137,748
Total	\$ 3,465,985

**CITY OF BISMARCK, NORTH DAKOTA  
NOTES TO THE BASIC FINANCIAL STATEMENTS  
DECEMBER 31, 2024**

**DETAILED NOTES ON ALL FUNDS (Continued)**

**O. RESTATEMENT**

*Change in Accounting Principle*

As of January 1, 2024, the City adopted GASB Statement No. 101, *Compensated Absences*. The provisions of this standard modernize the types of leave that are considered a compensated absence and provide guidance for a consistent recognition and measurement of the compensated absence liability. Therefore, compensated absences current portion and compensated absences noncurrent portion were increased by \$2,503,315 and \$82,236, respectively, as of January 1, 2024. The effect of this change on beginning net position and beginning fund net position is described in the table below.

	<b>January 1, 2024 As Previously Reported</b>	<b>Change in Accounting Principle</b>	<b>January 1, 2024 As Restated</b>
<b>Government-Wide</b>			
Governmental Activities	\$ 632,099,059	\$ (2,023,621)	\$ 630,075,438
Business-Type Activities	607,563,588	(561,930)	607,001,658
<b>Total Primary Government</b>	<b>\$ 1,239,662,647</b>	<b>\$ (2,585,551)</b>	<b>\$ 1,237,077,096</b>
<b>Proprietary Funds</b>			
Major Funds:			
Airport	\$ 167,696,929	\$ (80,302)	\$ 167,616,627
Event Center	11,140,644	(94,616)	11,046,028
Solid Waste Disposal	22,429,249	(35,875)	22,393,374
Water	180,460,185	(134,897)	180,325,288
Sanitary Sewer	123,297,439	(100,633)	123,196,806
Nonmajor Funds	100,814,329	(115,607)	100,698,722
<b>Total Proprietary Funds</b>	<b>\$ 605,838,775</b>	<b>\$ (561,930)</b>	<b>\$ 605,276,845</b>
<b>Internal Service Funds</b>			
Fleet Services	\$ 456,183	\$ (146,948)	\$ 309,235
Liability Insurance	584,386	-	584,386
Workforce Safety Insurance	603,956	-	603,956
Employee Insurance	7,321,948	-	7,321,948
Revolving	331,454	-	331,454
<b>Total Internal Service Funds</b>	<b>\$ 9,297,927</b>	<b>\$ (146,948)</b>	<b>\$ 9,150,979</b>

**REQUIRED  
SUPPLEMENTARY  
INFORMATION**

**CITY OF BISMARCK, NORTH DAKOTA  
GENERAL FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 33,725,762	\$ 33,725,762	\$ 33,444,575	\$ (281,187)
Intergovernmental	7,933,256	7,933,256	8,716,332	783,076
Charges for Services	10,174,188	10,174,188	9,604,954	(569,234)
Licenses and Permits	2,003,127	2,003,127	2,212,201	209,074
Fines and Forfeitures	1,304,500	1,304,500	1,464,829	160,329
Leases and Rentals	195,000	195,000	224,454	29,454
Investment Income	621,540	621,540	4,027,630	3,406,090
Miscellaneous	16,375	16,375	81,361	64,986
Total Revenues	<u>55,973,748</u>	<u>55,973,748</u>	<u>59,776,336</u>	<u>3,802,588</u>
<b>EXPENDITURES</b>				
Current				
General Government	14,877,499	15,126,175	12,962,748	2,163,427
Public Safety	35,881,766	36,065,425	34,370,117	1,695,308
Highways and Streets	3,625,696	3,573,120	3,336,013	237,107
Health and Welfare	3,388,535	3,438,535	3,348,357	90,178
Culture and Recreation	695,837	695,837	647,558	48,279
Capital Outlay	2,703,550	2,986,141	2,079,122	907,019
Debt Service				
Principal	260,001	261,289	852,624	(591,335)
Interest	-	222	167,050	(166,828)
Total Expenditures	<u>61,432,884</u>	<u>62,146,744</u>	<u>57,763,589</u>	<u>4,383,155</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,459,136)</u>	<u>(6,172,996)</u>	<u>2,012,747</u>	<u>8,185,743</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sale of Capital Assets	15,000	15,000	96,173	81,173
Financed Purchase Proceeds	-	-	509,157	509,157
SBITA Proceeds	-	-	282,368	282,368
Transfers In	9,853,526	9,853,526	13,186,416	3,332,890
Transfers Out	(5,249,511)	(5,199,511)	(9,313,456)	(4,113,945)
Total Other Financing Sources (Uses)	<u>4,619,015</u>	<u>4,669,015</u>	<u>4,760,658</u>	<u>91,643</u>
Change in Fund Balance	(840,121)	(1,503,981)	6,773,405	8,277,386
Fund Balance, Beginning of Year	64,168,188	64,168,188	64,168,188	-
Fund Balance, End of Year	<u>\$ 63,328,067</u>	<u>\$ 62,664,207</u>	<u>\$ 70,941,593</u>	<u>\$ 8,277,386</u>

**CITY OF BISMARCK, NORTH DAKOTA  
SALES TAX FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 30,854,332	\$ 30,854,332	\$ 32,465,463	\$ 1,611,131
Investment Income	400,000	400,000	2,330,517	1,930,517
Total Revenues	<u>31,254,332</u>	<u>31,254,332</u>	<u>34,795,980</u>	<u>3,541,648</u>
<b>EXPENDITURES</b>				
Current				
General Government	<u>117,667</u>	<u>117,667</u>	<u>202,235</u>	<u>(84,568)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>31,136,665</u>	<u>31,136,665</u>	<u>34,593,745</u>	<u>3,457,080</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	<u>(37,991,457)</u>	<u>(37,991,457)</u>	<u>(35,808,498)</u>	<u>2,182,959</u>
Change in Fund Balance	<u>(6,854,792)</u>	<u>(6,854,792)</u>	<u>(1,214,753)</u>	<u>5,640,039</u>
Fund Balance, Beginning of Year	<u>40,439,099</u>	<u>40,439,099</u>	<u>40,439,099</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 33,584,307</u>	<u>\$ 33,584,307</u>	<u>\$ 39,224,346</u>	<u>\$ 5,640,039</u>

**CITY OF BISMARCK, NORTH DAKOTA  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2024**

**CITY OF BISMARCK EMPLOYEES' PENSION PLAN**

**Proportionate Share of the Net Pension Liability**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Employer's Proportion of the Net Pension Liability (Asset)	86.46%	86.57%	85.49%	84.93%	84.50%	85.06%	85.53%	85.48%	86.57%	87.29%
Employer's Proportionate Share of the Net Pension Liability (Asset)	22,128,150	16,650,775	20,983,974	(1,030,073)	5,433,477	8,455,386	16,095,175	7,555,249	8,478,413	8,022,941
Employer's Covered Payroll	33,443,984	31,798,209	24,639,195	24,872,879	24,554,144	24,652,588	23,757,750	23,747,865	23,633,534	23,069,097
Plan Fiduciary Net Position	131,068,181	124,700,636	116,080,607	132,135,296	118,296,160	108,921,100	95,023,653	98,665,938	86,746,756	81,585,449
Employer's Proportionate Share of the Net Pension Liability (Asset) as a Percentage of Covered Payroll	66.16%	52.36%	85.17%	-4.14%	22.13%	34.30%	67.75%	31.81%	35.87%	34.78%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability (Asset)	83.66%	86.57%	82.55%	100.93%	94.84%	91.64%	83.47%	91.78%	89.88%	89.88%

**Schedule of Contributions**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	\$ 3,995,279	\$ 3,871,667	\$ 1,723,710	\$ 2,333,913	\$ 2,711,120	\$ 3,181,564	\$ 2,467,685	\$ 2,187,386	\$ 1,806,842	\$ 1,082,266
Contributions in Relation to the Actuarially Determined Contribution	3,527,302	3,281,663	2,795,011	2,630,901	2,653,396	2,565,468	2,541,349	2,477,572	2,263,240	2,071,677
Contribution Deficiency (Excess)	\$ 467,977	\$ 590,004	\$ (1,071,301)	\$ (296,988)	\$ 57,724	\$ 616,096	\$ (73,664)	\$ (290,186)	\$ (456,398)	\$ (989,411)
Covered Payroll	\$33,443,984	\$31,798,209	\$24,639,195	\$24,872,879	\$24,554,144	\$24,652,588	\$23,757,750	\$23,747,865	\$23,633,534	\$23,069,097
Contributions as a Percentage of Covered Payroll	10.5%	10.3%	11.3%	10.6%	10.8%	10.4%	10.7%	10.4%	9.6%	9.0%

**Schedule of Pension Investment Returns**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	8.0%	10.4%	-10.1%	14.3%	10.9%	16.5%	-2.6%	15.0%	7.1%	1.1%

**CITY OF BISMARCK, NORTH DAKOTA  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2024**

**BISMARCK CITY POLICE PENSION PLAN**

**Net Pension Liability**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Total Pension Liability	\$ 65,779,538	\$ 62,582,471	\$ 60,289,525	\$ 55,216,260	\$ 53,476,479	\$ 50,755,803	\$ 49,718,945	\$ 47,688,313	\$ 44,459,890	\$ 42,555,764
Plan Fiduciary Net Position	56,064,518	52,210,532	47,847,591	53,951,296	47,593,576	43,596,695	38,157,708	40,136,438	35,395,974	33,861,051
Net Pension Liability	\$ 9,715,020	\$ 10,371,939	\$ 12,441,934	\$ 1,264,964	\$ 5,882,903	\$ 7,159,108	\$ 11,561,237	\$ 7,551,875	\$ 9,063,916	\$ 8,694,713
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	85.2%	83.4%	79.4%	97.7%	89.0%	85.9%	76.7%	84.2%	79.6%	79.6%
Covered Payroll	\$ 10,288,382	\$ 9,855,236	\$ 9,557,185	\$ 9,184,417	\$ 9,108,027	\$ 8,570,539	\$ 8,152,505	\$ 7,942,900	\$ 7,643,499	\$ 7,101,508
Net Pension Liability as a Percentage of Covered Payroll	94.4%	105.2%	130.2%	13.8%	64.6%	83.5%	141.8%	95.1%	118.6%	122.4%

**Schedule of Contributions**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contributions	\$ 1,278,974	\$ 1,452,518	\$ 565,831	\$ 887,126	\$ 1,118,814	\$ 1,339,670	\$ 1,042,573	\$ 1,033,660	\$ 837,641	\$ 576,620
Contributions in Relation to the Actuarially Determined Contribution	1,640,063	1,547,557	1,461,898	1,364,923	1,351,427	1,268,664	1,208,939	1,091,295	961,513	892,803
Contribution Deficiency (Excess)	\$ (361,089)	\$ (95,039)	\$ (896,067)	\$ (477,797)	\$ (232,613)	\$ 71,006	\$ (166,366)	\$ (57,635)	\$ (123,872)	\$ (316,183)
Covered Payroll	\$ 10,288,382	\$ 9,855,236	\$ 9,557,185	\$ 9,184,417	\$ 9,108,027	\$ 8,570,539	\$ 8,152,505	\$ 7,942,900	\$ 7,643,499	\$ 7,101,508
Contributions as a percentage of covered payroll	15.9%	15.7%	15.3%	14.9%	14.8%	14.8%	14.8%	13.7%	12.6%	12.6%

**Schedule of Pension Investment Returns**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Annual money-weighted rate of return, net of investment expense	8.6%	10.8%	-10.1%	15.6%	11.2%	17.1%	-3.0%	16.0%	7.4%	0.9%

**CITY OF BISMARCK, NORTH DAKOTA  
REQUIRED SUPPLEMENTARY INFORMATION  
DECEMBER 31, 2024**

**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**

**I. STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY**

**A. BUDGETARY INFORMATION**

The City adopts an annual budget approved by the City Commissioners. The budget is adopted on a basis of the generally accepted accounting principles (GAAP). Activities of the General Fund, Special Revenue Funds, and Debt Service Funds are included in the annual appropriated budget in accordance with the NDCC 40-40.

The level of budgetary control is established at the fund level. City Commissioner approval is required for the transfer of appropriations between funds. The entire budget may be amended by City Commission approval. The proposed budget is presented annually to the City Commissioners for review and approval by August 10th. The City Commissioners hold public hearings and may modify the proposed budget before the annual budget is officially adopted by October 10.

**B. EMPLOYEE RETIREMENT PLANS**

**Actuarial Assumptions – City Pension Plan**

Valuation Date	January 1, 2025
Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-Line Amortization Over Remaining Service Lives Period-Closed
Mortality Rate	Based on PubG-2010 Mortality Tables Projected with Scale MP-2021
Asset Valuation Method	Fair Value
Valuation Method:	
Inflation Rate	2.50%
Investment Rate of Return	7.25%
Projected Salary Increases:	
All active participants	3.25%
Post Retirement Cost of Living Adjustments	None

**Actuarial Assumptions – Police Pension Plan**

Valuation Date	January 1, 2025
Actuarial Cost Method	Entry Age Normal
Amortization Method	Straight-Line Amortization Over Remaining Service Lives Period-Closed
Mortality Rate	Based on PubS-2010 Public Safety Employees Amount Weighted Mortality Projected with Scale MP-2021
Asset Valuation Method	Fair Value
Valuation Method:	
Inflation Rate	2.50%
Investment Rate of Return	7.25%
Projected Salary Increases:	
All active participants	3.25%
Post Retirement Cost of Living Adjustments	None

**COMBINING & INDIVIDUAL  
FUND STATEMENTS  
& SCHEDULES**



**CITY OF BISMARCK, NORTH DAKOTA  
BALANCE SHEET  
SUMMARY OF NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2024**

	<u>Nonmajor Special Revenue Funds</u>	<u>Nonmajor Debt Service Funds</u>	<u>Nonmajor Capital Projects Funds</u>	<u>Total Nonmajor Governmental Funds</u>
<b>ASSETS</b>				
Cash and Investments	\$ 26,384,855	\$ 1,045,481	\$ 6,391,629	\$ 33,821,965
Taxes Receivable	61,148	-	6,801	67,949
Accounts Receivable	3,060,889	-	291,139	3,352,028
Special Assessments Receivable	-	9,128,293	147,927	9,276,220
Interest Receivable	149	-	-	149
Notes Receivable	823,474	-	1,712,516	2,535,990
Leases Receivable	39,815	-	-	39,815
Interfund Receivable	371,089	1,822,976	-	2,194,065
Total Assets	<u>\$ 30,741,419</u>	<u>\$ 11,996,750</u>	<u>\$ 8,550,012</u>	<u>\$ 51,288,181</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>				
<b>LIABILITIES</b>				
Accounts Payable	783,678	-	214,533	998,211
Retainage Payable	6,486	-	132,898	139,384
Interfund Payables	49,165	-	4,690,170	4,739,335
Salaries Payable	530,435	-	-	530,435
Customer Deposits	101,372	-	27,704	129,076
Unearned Revenue	-	-	1,412,516	1,412,516
Total Liabilities	<u>1,471,136</u>	<u>-</u>	<u>6,477,821</u>	<u>7,948,957</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>				
Special Assessments	-	8,305,589	104,819	8,410,408
Property Taxes	50,820	-	5,652	56,472
Leases	39,447	-	-	39,447
Total Deferred Inflows of Resources	<u>90,267</u>	<u>8,305,589</u>	<u>110,471</u>	<u>8,506,327</u>
<b>FUND BALANCES</b>				
Nonspendable	823,474	-	300,000	1,123,474
Restricted	8,245,160	3,691,161	-	11,936,321
Committed	18,557,477	-	6,402,082	24,959,559
Assigned	1,553,905	-	-	1,553,905
Unassigned	-	-	(4,740,362)	(4,740,362)
Total Fund Balances	<u>29,180,016</u>	<u>3,691,161</u>	<u>1,961,720</u>	<u>34,832,897</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 30,741,419</u>	<u>\$ 11,996,750</u>	<u>\$ 8,550,012</u>	<u>\$ 51,288,181</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**SUMMARY OF NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Nonmajor Special Revenue Funds</b>	<b>Nonmajor Debt Service Funds</b>	<b>Nonmajor Capital Projects Funds</b>	<b>Total Nonmajor Governmental Funds</b>
<b>REVENUES</b>				
Taxes	\$ 9,858,140	\$ -	\$ 479,459	\$ 10,337,599
Special Assessments	-	2,029,035	392,019	2,421,054
Intergovernmental	13,108,917	-	2,562,600	15,671,517
Charges for Services	5,261,757	-	439,222	5,700,979
Licenses and Permits	1,350	-	-	1,350
Fines and Forfeitures	101,106	-	-	101,106
Leases and Rentals	73,368	-	-	73,368
Investment Income	1,145,620	39,946	152,928	1,338,494
Donations	281,535	-	-	281,535
Miscellaneous	481,089	-	-	481,089
Total Revenues	<u>30,312,882</u>	<u>2,068,981</u>	<u>4,026,228</u>	<u>36,408,091</u>
<b>EXPENDITURES</b>				
Current				
General Government	6,877,949	-	513,901	7,391,850
Public Safety	2,061,028	-	-	2,061,028
Highways and Streets	10,056,109	-	-	10,056,109
Health and Welfare	1,857,115	-	-	1,857,115
Culture and Recreation	2,952,710	-	-	2,952,710
Public Works	-	-	1,581,693	1,581,693
Capital Outlay	6,454,202	-	6,176,420	12,630,622
Debt Service				
Principal	786,149	1,844,710	-	2,630,859
Interest	67,237	312,943	-	380,180
Total Expenditures	<u>31,112,499</u>	<u>2,157,653</u>	<u>8,272,014</u>	<u>41,542,166</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(799,617)</u>	<u>(88,672)</u>	<u>(4,245,786)</u>	<u>(5,134,075)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Special Assessment Bonds	-	-	3,750,000	3,750,000
Premium on Special Assessment Bonds	-	-	115,009	115,009
Proceeds from Sale of Capital Assets	345,440	-	-	345,440
Transfers In	7,716,178	134,386	4,546,617	12,397,181
Transfers Out	(3,311,766)	-	(2,352,398)	(5,664,164)
Total Other Financing Sources (Uses)	<u>4,749,852</u>	<u>134,386</u>	<u>6,059,228</u>	<u>10,943,466</u>
Change In Fund Balance	3,950,235	45,714	1,813,442	5,809,391
Fund Balances, Beginning of Year	<u>25,229,781</u>	<u>3,645,447</u>	<u>148,278</u>	<u>29,023,506</u>
Fund Balance, End of Year	<u>\$ 29,180,016</u>	<u>\$ 3,691,161</u>	<u>\$ 1,961,720</u>	<u>\$ 34,832,897</u>

## **NONMAJOR SPECIAL REVENUE FUNDS**

Special revenue funds are established to account for specific revenue sources (other than Expendable Trusts or Major Capital Projects) that are legally restricted to expenditures for specified purposes.

**PUBLIC TRANSIT SYSTEM** – This fund accounts for the pass through of federal funds and a tax levy of 3 mills to the Bismarck-Mandan Transit Board. These funds are used to operate a bus system for the elderly and handicapped citizens and a fixed route for general transportation in Bismarck and Mandan.

**LIBRARY** – This fund accounts for the operation of the Public Library. Financing is provided by a specific annual property tax levy.

**POLICE ASSET FORFEITURE** – This fund accounts for programs related to drug enforcement that is funded through forfeitures.

**ROADS AND STREETS** – This fund accounts for the maintenance of all public streets. Financing is provided by motor vehicle license and gasoline tax collected by the State and reimbursed on a per capita basis. Snow gating activities are funded by Sales Tax.

**STREET LIGHTS AND TRAFFIC SIGNALS** – This fund accounts for the cost of providing electricity and maintenance of the City's residential street lights and traffic signals. Financing is provided by a monthly fee billed to each property owner.

**HOTEL/MOTEL TAX** – This fund accounts for the distribution of 85% of the hotel/motel two percent tax collections. Revenues from this fund are passed through to Bismarck/Mandan Convention Visitors Bureau to promote tourism.

**LODGING, LIQUOR AND FOOD TAX** – This fund accounts for the collection of the one percent lodging, liquor and food tax used for visitor's promotion capital projects.

**VISION FUND** – This fund accounts for the economic development activities for the City of Bismarck and is funded by Sales Tax.

**GOVERNMENT GRANTS AND ACTIVITIES** – This fund accounts for federal and state grants, self-funded activities, and donations.

**CITY OF BISMARCK, NORTH DAKOTA  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
DECEMBER 31, 2024**

	<b>Public Transit System</b>	<b>Library</b>	<b>Police Asset Forfeiture</b>	<b>Roads and Streets</b>	<b>Street Lights and Traffic Signals</b>	<b>Hotel / Motel Tax</b>	<b>Lodging, Liquor, and Food Tax</b>	<b>Vision</b>	<b>Government Grants and Activities</b>	<b>Total Nonmajor Special Revenue</b>
<b>ASSETS</b>										
Cash and Investments	\$ 113,301	\$ 2,368,377	\$ 496,229	\$ 6,955,362	\$ 3,622,224	\$ 81,936	\$ 10,925,207	\$ 1,214,745	\$ 607,474	\$ 26,384,855
Taxes Receivable	20,407	40,741	-	-	-	-	-	-	-	61,148
Accounts Receivable	128,234	44,219	-	713,862	288,155	197,816	770,891	-	917,712	3,060,889
Interest Receivable	-	-	-	-	-	-	149	-	-	149
Notes Receivable	-	-	-	-	-	-	-	823,474	-	823,474
Leases Receivable	-	-	-	-	-	-	39,815	-	-	39,815
Interfund Receivable	-	-	-	371,089	-	-	-	-	-	371,089
<b>Total Assets</b>	<b>\$ 261,942</b>	<b>\$ 2,453,337</b>	<b>\$ 496,229</b>	<b>\$ 8,040,313</b>	<b>\$ 3,910,379</b>	<b>\$ 279,752</b>	<b>\$ 11,736,062</b>	<b>\$ 2,038,219</b>	<b>\$ 1,525,186</b>	<b>\$ 30,741,419</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>										
<b>LIABILITIES</b>										
Accounts Payable	130,847	35,868	187	60,589	109,350	230,587	-	-	216,250	783,678
Retainage Payable	-	-	-	-	6,486	-	-	-	-	6,486
Interfund Payables	-	-	-	-	-	49,165	-	-	-	49,165
Salaries Payable	-	128,672	-	218,984	48,647	-	-	-	134,132	530,435
Customer Deposits	-	-	-	101,372	-	-	-	-	-	101,372
<b>Total Liabilities</b>	<b>130,847</b>	<b>164,540</b>	<b>187</b>	<b>380,945</b>	<b>164,483</b>	<b>279,752</b>	<b>-</b>	<b>-</b>	<b>350,382</b>	<b>1,471,136</b>
<b>DEFERRED INFLOWS OF RESOURCES</b>										
Property Taxes	16,960	33,860	-	-	-	-	-	-	-	50,820
Leases	-	-	-	-	-	-	39,447	-	-	39,447
<b>Total Deferred Inflow of Resources</b>	<b>16,960</b>	<b>33,860</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>39,447</b>	<b>-</b>	<b>-</b>	<b>90,267</b>
<b>FUND BALANCES</b>										
Nonspendable	-	-	-	-	-	-	-	823,474	-	823,474
Restricted	-	-	-	1,106,883	-	-	6,863,114	-	275,163	8,245,160
Committed	114,135	2,254,937	496,042	4,998,580	3,745,896	-	4,833,501	1,214,745	899,641	18,557,477
Assigned	-	-	-	1,553,905	-	-	-	-	-	1,553,905
<b>Total Fund Balances</b>	<b>114,135</b>	<b>2,254,937</b>	<b>496,042</b>	<b>7,659,368</b>	<b>3,745,896</b>	<b>-</b>	<b>11,696,615</b>	<b>2,038,219</b>	<b>1,174,804</b>	<b>29,180,016</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</b>	<b>\$ 261,942</b>	<b>\$ 2,453,337</b>	<b>\$ 496,229</b>	<b>\$ 8,040,313</b>	<b>\$ 3,910,379</b>	<b>\$ 279,752</b>	<b>\$ 11,736,062</b>	<b>\$ 2,038,219</b>	<b>\$ 1,525,186</b>	<b>\$ 30,741,419</b>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Public Transit System</b>	<b>Library</b>	<b>Police Asset Forfeiture</b>	<b>Roads and Streets</b>	<b>Street Lights and Traffic Signals</b>	<b>Hotel / Motel Tax</b>	<b>Lodging, Liquor, and Food Tax</b>	<b>Vision</b>	<b>Government Grants and Activities</b>	<b>Total Nonmajor Special Revenue</b>
<b>REVENUES</b>										
Taxes	\$ 1,438,390	\$ 2,871,873	\$ -	\$ -	\$ -	\$ 1,492,999	\$ 4,054,878	\$ -	\$ -	\$ 9,858,140
Intergovernmental	3,962,823	690,340	-	3,960,593	-	-	-	-	4,495,161	13,108,917
Charges for Services	-	103,332	-	108,088	4,203,890	-	-	-	846,447	5,261,757
Licenses and Permits	-	-	-	1,350	-	-	-	-	-	1,350
Fines and Forfeitures	-	7,388	78,889	-	-	-	-	-	14,829	101,106
Leases and Rentals	-	10,610	-	25,013	481	-	37,264	-	-	73,368
Investment Income	5,603	153,072	25,246	147,548	203,769	-	517,031	71,840	21,511	1,145,620
Donations	-	-	-	-	-	-	-	-	281,535	281,535
Miscellaneous	64,075	(221)	-	38,900	215,005	-	-	30	163,300	481,089
Total Revenues	<u>5,470,891</u>	<u>3,836,394</u>	<u>104,135</u>	<u>4,281,492</u>	<u>4,623,145</u>	<u>1,492,999</u>	<u>4,609,173</u>	<u>71,870</u>	<u>5,822,783</u>	<u>30,312,882</u>
<b>EXPENDITURES</b>										
Current										
General Government	4,311,139	-	-	-	-	1,144,469	34,295	250,000	1,138,046	6,877,949
Public Safety	-	-	107,298	-	-	-	-	-	1,953,730	2,061,028
Highways and Streets	-	-	-	7,510,571	2,486,417	-	-	-	59,121	10,056,109
Health and Welfare	-	-	-	-	-	-	-	-	1,857,115	1,857,115
Culture and Recreation	-	2,860,670	-	-	-	-	-	-	92,040	2,952,710
Capital Outlay	1,100,918	381,132	62,031	2,690,816	1,824,690	-	-	-	394,615	6,454,202
Debt Service										
Principal	-	8,601	-	777,548	-	-	-	-	-	786,149
Interest	-	1,096	-	66,141	-	-	-	-	-	67,237
Total Expenditures	<u>5,412,057</u>	<u>3,251,499</u>	<u>169,329</u>	<u>11,045,076</u>	<u>4,311,107</u>	<u>1,144,469</u>	<u>34,295</u>	<u>250,000</u>	<u>5,494,667</u>	<u>31,112,499</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>58,834</u>	<u>584,895</u>	<u>(65,194)</u>	<u>(6,763,584)</u>	<u>312,038</u>	<u>348,530</u>	<u>4,574,878</u>	<u>(178,130)</u>	<u>328,116</u>	<u>(799,617)</u>
<b>OTHER FINANCING SOURCES (USES)</b>										
Proceeds from Sale of Capital Assets	19,772	-	9,118	309,450	-	-	7,100	-	-	345,440
Transfers In	-	-	-	6,600,980	-	-	-	1,000,000	115,198	7,716,178
Transfers Out	-	-	-	(60,442)	-	(348,530)	(2,690,865)	-	(211,929)	(3,311,766)
Total Other Financing Sources (Uses)	<u>19,772</u>	<u>-</u>	<u>9,118</u>	<u>6,849,988</u>	<u>-</u>	<u>(348,530)</u>	<u>(2,683,765)</u>	<u>1,000,000</u>	<u>(96,731)</u>	<u>4,749,852</u>
Net Change in Fund Balances	78,606	584,895	(56,076)	86,404	312,038	-	1,891,113	821,870	231,385	3,950,235
Fund Balances, Beginning of Year	35,529	1,670,042	552,118	7,572,964	3,433,858	-	9,805,502	1,216,349	943,419	25,229,781
Fund Balances, End of Year	<u>\$ 114,135</u>	<u>\$ 2,254,937</u>	<u>\$ 496,042</u>	<u>\$ 7,659,368</u>	<u>\$ 3,745,896</u>	<u>\$ -</u>	<u>\$ 11,696,615</u>	<u>\$2,038,219</u>	<u>\$ 1,174,804</u>	<u>\$ 29,180,016</u>

**CITY OF BISMARCK, NORTH DAKOTA  
PUBLIC TRANSIT SYSTEM FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 1,531,645	\$ 1,531,645	\$ 1,438,390	\$ (93,255)
Intergovernmental	2,364,379	2,364,379	3,962,823	1,598,444
Investment Income	500	500	5,603	5,103
Miscellaneous	-	-	64,075	64,075
Total Revenues	<u>3,896,524</u>	<u>3,896,524</u>	<u>5,470,891</u>	<u>1,574,367</u>
<b>EXPENDITURES</b>				
Current				
General Government	3,896,524	3,896,524	4,311,139	(414,615)
Capital Outlay	-	-	1,100,918	(1,100,918)
Total Expenditures	<u>3,896,524</u>	<u>3,896,524</u>	<u>5,412,057</u>	<u>(1,515,533)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>58,834</u>	<u>58,834</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sale of Capital Assets	-	-	19,772	19,772
Change in Fund Balance	-	-	78,606	78,606
Fund Balance, Beginning of Year	<u>35,529</u>	<u>35,529</u>	<u>35,529</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 35,529</u>	<u>\$ 35,529</u>	<u>\$ 114,135</u>	<u>\$ 78,606</u>

**CITY OF BISMARCK, NORTH DAKOTA  
LIBRARY FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
<b>REVENUES</b>				
Taxes	\$ 3,041,881	\$ 3,041,881	\$ 2,871,873	\$ (170,008)
Intergovernmental	734,232	734,232	690,340	(43,892)
Charges for Services	91,800	91,800	103,332	11,532
Fines and Forfeitures	9,100	9,100	7,388	(1,712)
Leases and Rentals	8,200	8,200	10,610	2,410
Investment Income	20,327	20,327	153,072	132,745
Miscellaneous	1,100	1,100	(221)	(1,321)
Total Revenues	<u>3,906,640</u>	<u>3,906,640</u>	<u>3,836,394</u>	<u>(70,246)</u>
<b>EXPENDITURES</b>				
Current				
Culture and Recreation	3,502,101	3,525,681	2,860,670	665,011
Capital Outlay	340,000	356,420	381,132	(24,712)
Debt Service				
Principal	-	-	8,601	(8,601)
Interest	-	-	1,096	(1,096)
Total Expenditures	<u>3,842,101</u>	<u>3,882,101</u>	<u>3,251,499</u>	<u>630,602</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>64,539</u>	<u>24,539</u>	<u>584,895</u>	<u>560,356</u>
Change in Fund Balance	64,539	24,539	584,895	560,356
Fund Balance, Beginning of Year	1,670,042	1,670,042	1,670,042	-
Fund Balance, End of Year	<u>\$ 1,734,581</u>	<u>\$ 1,694,581</u>	<u>\$ 2,254,937</u>	<u>\$ 560,356</u>

**CITY OF BISMARCK, NORTH DAKOTA  
POLICE ASSET FORFEITURE FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Fines and Forfeitures	\$ 200,000	\$ 200,000	\$ 78,889	\$ (121,111)
Investment Income	5,000	5,000	25,246	20,246
Total Revenues	<u>205,000</u>	<u>205,000</u>	<u>104,135</u>	<u>(100,865)</u>
<b>EXPENDITURES</b>				
Current				
Public Safety	158,014	198,209	107,298	90,911
Capital Outlay	301,406	261,211	62,031	199,180
Total Expenditures	<u>459,420</u>	<u>459,420</u>	<u>169,329</u>	<u>290,091</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures				
	<u>(254,420)</u>	<u>(254,420)</u>	<u>(65,194)</u>	<u>(189,226)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sale of Capital Assets	-	-	9,118	9,118
Total Other Financing Sources (uses)	<u>-</u>	<u>-</u>	<u>9,118</u>	<u>9,118</u>
Change in Fund Balance	(254,420)	(254,420)	(56,076)	198,344
Fund Balance, Beginning of Year	552,118	552,118	552,118	-
Fund Balance, End of Year	<u>\$ 297,698</u>	<u>\$ 297,698</u>	<u>\$ 496,042</u>	<u>\$ 198,344</u>

**CITY OF BISMARCK, NORTH DAKOTA  
ROADS AND STREETS FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Intergovernmental	\$ 3,851,560	\$ 3,851,560	\$ 3,960,593	\$ 109,033
Charges for Services	86,810	86,810	108,088	21,278
Licenses and Permits	1,500	1,500	1,350	(150)
Leases and Rentals	50,000	50,000	25,013	(24,987)
Investment Income	27,000	27,000	147,548	120,548
Miscellaneous	25,500	25,500	38,900	13,400
Total Revenues	<u>4,042,370</u>	<u>4,042,370</u>	<u>4,281,492</u>	<u>239,122</u>
<b>EXPENDITURES</b>				
Current				
Highways and Streets	8,918,785	8,918,785	7,510,571	1,408,214
Capital Outlay	2,490,600	2,640,600	2,690,816	(50,216)
Debt Service				
Principal	1,095,427	1,095,427	777,548	317,879
Interest	-	-	66,141	(66,141)
Total Expenditures	<u>12,504,812</u>	<u>12,654,812</u>	<u>11,045,076</u>	<u>1,609,736</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(8,462,442)</u>	<u>(8,612,442)</u>	<u>(6,763,584)</u>	<u>1,848,858</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sales of Capital Assets	7,000	7,000	309,450	302,450
Transfers In	7,812,442	7,812,442	6,600,980	(1,211,462)
Transfers Out	-	-	(60,442)	(60,442)
Total Other Financing Sources (Uses)	<u>7,819,442</u>	<u>7,819,442</u>	<u>6,849,988</u>	<u>(969,454)</u>
Change in Fund Balance	(643,000)	(793,000)	86,404	879,404
Fund Balance, Beginning of Year	<u>7,572,964</u>	<u>7,572,964</u>	<u>7,572,964</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 6,929,964</u>	<u>\$ 6,779,964</u>	<u>\$ 7,659,368</u>	<u>\$ 879,404</u>

**CITY OF BISMARCK, NORTH DAKOTA  
STREET LIGHTS AND TRAFFIC SIGNALS FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Charges for Services	\$ 3,800,409	\$ 3,800,409	\$ 4,203,890	\$ 403,481
Leases and Rentals	2,000	2,000	481	(1,519)
Investment Income	5,750	5,750	203,769	198,019
Miscellaneous	91,000	91,000	215,005	124,005
Total Revenues	<u>3,899,159</u>	<u>3,899,159</u>	<u>4,623,145</u>	<u>723,986</u>
<b>EXPENDITURES</b>				
Current				
Highways and Streets	2,452,548	2,452,548	2,486,417	(33,869)
Capital Outlay	<u>2,201,345</u>	<u>2,406,345</u>	<u>1,824,690</u>	<u>581,655</u>
Total Expenditures	<u>4,653,893</u>	<u>4,858,893</u>	<u>4,311,107</u>	<u>547,786</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(754,734)</u>	<u>(959,734)</u>	<u>312,038</u>	<u>1,271,772</u>
Change in Fund Balance	(754,734)	(959,734)	312,038	1,271,772
Fund Balance, Beginning of Year	<u>3,433,858</u>	<u>3,433,858</u>	<u>3,433,858</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 2,679,124</u>	<u>\$ 2,474,124</u>	<u>\$ 3,745,896</u>	<u>\$ 1,271,772</u>

**CITY OF BISMARCK, NORTH DAKOTA  
HOTEL / MOTEL TAX FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 1,160,026	\$ 1,160,026	\$ 1,492,999	\$ 332,973
<b>EXPENDITURES</b>				
Current				
General Government	876,177	876,177	1,144,469	(268,292)
Excess (Deficiency) of Revenues Over (Under) Expenditures	283,849	283,849	348,530	64,681
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers Out	(283,849)	(283,849)	(348,530)	(64,681)
Change in Fund Balance	-	-	-	-
Fund Balance, Beginning of the Year	-	-	-	-
Fund Balance, End of the Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**CITY OF BISMARCK, NORTH DAKOTA  
 LODGING, LIQUOR, AND FOOD TAX FUND  
 BUDGETARY COMPARISON SCHEDULE  
 FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Taxes	\$ 4,081,689	\$ 4,081,689	\$ 4,054,878	\$ (26,811)
Leases and Rentals	36,000	36,000	37,264	1,264
Investment Income	65,000	65,000	517,031	452,031
Total Revenues	<u>4,182,689</u>	<u>4,182,689</u>	<u>4,609,173</u>	<u>426,484</u>
<b>EXPENDITURES</b>				
Current				
General Government	<u>33,174</u>	<u>33,174</u>	<u>34,295</u>	<u>(1,121)</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>4,149,515</u>	<u>4,149,515</u>	<u>4,574,878</u>	<u>425,363</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from Sales of Capital Assets	-	-	7,100	7,100
Transfers Out	<u>(7,650,152)</u>	<u>(7,650,152)</u>	<u>(2,690,865)</u>	<u>4,959,287</u>
Total Other Financing Sources (Uses)	<u>(7,650,152)</u>	<u>(7,650,152)</u>	<u>(2,683,765)</u>	<u>4,966,387</u>
Change in Fund Balance	(3,500,637)	(3,500,637)	1,891,113	5,391,750
Fund Balance, Beginning of Year	<u>9,805,502</u>	<u>9,805,502</u>	<u>9,805,502</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 6,304,865</u>	<u>\$ 6,304,865</u>	<u>\$ 11,696,615</u>	<u>\$ 5,391,750</u>

**CITY OF BISMARCK, NORTH DAKOTA  
VISION FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Investment Income	\$ 20,000	\$ 20,000	\$ 71,840	\$ 51,840
Miscellaneous	-	-	30	30
Total Revenues	<u>20,000</u>	<u>20,000</u>	<u>71,870</u>	<u>51,870</u>
<b>EXPENDITURES</b>				
Current				
General Government	<u>250,000</u>	<u>250,000</u>	<u>250,000</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(230,000)</u>	<u>(230,000)</u>	<u>(178,130)</u>	<u>51,870</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In			<u>1,000,000</u>	<u>1,000,000</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>1,000,000</u>	<u>1,000,000</u>
Change in Fund Balance	(230,000)	(230,000)	821,870	1,051,870
Fund Balance, Beginning of Year	<u>1,216,349</u>	<u>1,216,349</u>	<u>1,216,349</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 986,349</u>	<u>\$ 986,349</u>	<u>\$ 2,038,219</u>	<u>\$ 1,051,870</u>

**CITY OF BISMARCK, NORTH DAKOTA  
GOVERNMENT GRANTS AND ACTIVITIES FUND  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Intergovernmental	\$ 7,249,240	\$ 7,249,240	\$ 4,495,161	\$ (2,754,079)
Charges for Services	794,260	794,260	846,447	52,187
Fines and Forfeitures	-	-	14,829	14,829
Investment Income	-	-	21,511	21,511
Donations	236,300	236,300	281,535	45,235
Miscellaneous	55,000	55,000	163,300	108,300
Total Revenues	<u>8,334,800</u>	<u>8,334,800</u>	<u>5,822,783</u>	<u>(2,512,017)</u>
<b>EXPENDITURES</b>				
Current				
General Government	1,971,276	1,560,548	1,138,046	422,502
Public Safety	1,638,104	1,677,092	1,953,730	(276,638)
Highways and Streets	163,250	163,250	59,121	104,129
Health and Welfare	4,222,962	4,386,602	1,857,115	2,529,487
Culture and Recreation	49,300	105,137	92,040	13,097
Capital Outlay	320,000	472,263	394,615	77,648
Total Expenditures	<u>8,364,892</u>	<u>8,364,892</u>	<u>5,494,667</u>	<u>2,870,225</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(30,092)</u>	<u>(30,092)</u>	<u>328,116</u>	<u>358,208</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Transfers In	-	-	115,198	115,198
Transfers Out	(200,000)	(200,000)	(211,929)	(11,929)
Total Other Financing Sources (Uses)	<u>(200,000)</u>	<u>(200,000)</u>	<u>(96,731)</u>	<u>103,269</u>
Change in Fund Balance	(230,092)	(230,092)	231,385	461,477
Fund Balance, Beginning of Year	943,419	943,419	943,419	-
Fund Balance, End of Year	<u>\$ 713,327</u>	<u>\$ 713,327</u>	<u>\$ 1,174,804</u>	<u>\$ 461,477</u>

## **MAJOR DEBT SERVICE FUNDS**

The debt service funds are established to account for the accumulation of resources and the payment of general long-term debt principal and interest.

**STREET IMPROVEMENT BONDS** – This fund accounts for the collection of special assessments and payment of special assessment bonds.

**SEWERMAIN BONDS** – This fund accounts for the collection of special assessments and payment of special assessment bonds.

**CITY OF BISMARCK, NORTH DAKOTA  
STREET IMPROVEMENT BONDS  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Special Assessments	\$ 18,186,000	\$ 18,186,000	\$ 14,819,967	\$ (3,366,033)
Investment Income	350,000	350,000	533,424	183,424
Total Revenues	<u>18,536,000</u>	<u>18,536,000</u>	<u>15,353,391</u>	<u>(3,182,609)</u>
<b>EXPENDITURES</b>				
Current				
Public Works	-	100,000	57,912	42,088
Debt Service				
Principal	14,926,452	14,743,117	13,917,722	825,395
Interest	6,712,989	6,796,324	2,642,649	4,153,675
Total Expenditures	<u>21,639,441</u>	<u>21,639,441</u>	<u>16,618,283</u>	<u>5,021,158</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,103,441)</u>	<u>(3,103,441)</u>	<u>(1,264,892)</u>	<u>1,838,549</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Special Assessment Bonds	6,000,000	6,000,000	-	(6,000,000)
Premium on Special Assessment Bonds	75,000	75,000	-	(75,000)
Transfers In	600,000	600,000	700,180	100,180
Transfers Out	(300,000)	(300,000)	(2,708,807)	(2,408,807)
Total Other Financing Sources (Uses)	<u>6,375,000</u>	<u>6,375,000</u>	<u>(2,008,627)</u>	<u>(8,383,627)</u>
Change in Fund Balance	3,271,559	3,271,559	(3,273,519)	(6,545,078)
Fund Balance, Beginning of Year	<u>33,186,168</u>	<u>33,186,168</u>	<u>33,186,168</u>	<u>-</u>
Fund Balance, End of Year	<u>\$ 36,457,727</u>	<u>\$ 36,457,727</u>	<u>\$ 29,912,649</u>	<u>\$ (6,545,078)</u>

**CITY OF BISMARCK, NORTH DAKOTA  
SEWERMAIN BONDS  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>		<u>Final Budget</u>
<b>REVENUES</b>				
Special Assessments	\$ 2,817,500	\$ 2,817,500	\$ 1,992,840	\$ (824,660)
Investment Income	150,000	150,000	329,553	179,553
Total Revenues	<u>2,967,500</u>	<u>2,967,500</u>	<u>2,322,393</u>	<u>(645,107)</u>
<b>EXPENDITURES</b>				
Debt Service				
Principal	2,161,352	2,161,352	2,182,568	(21,216)
Interest	4,038,147	4,038,147	488,768	3,549,379
Total Expenditures	<u>6,199,499</u>	<u>6,199,499</u>	<u>2,671,336</u>	<u>3,528,163</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(3,231,999)</u>	<u>(3,231,999)</u>	<u>(348,943)</u>	<u>2,883,056</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Special Assessment Bonds	3,500,000	3,500,000	-	(3,500,000)
Premium on Special Assessment Bonds	60,000	60,000	-	(60,000)
Transfers In	500,000	500,000	742,763	242,763
Transfers Out	(500,000)	(500,000)	(500,000)	-
Total Other Financing Sources (Uses)	<u>3,560,000</u>	<u>3,560,000</u>	<u>242,763</u>	<u>(3,317,237)</u>
Change in Fund Balance	328,001	328,001	(106,180)	(434,181)
Fund Balance, Beginning of Year	9,588,875	9,588,875	9,588,875	-
Fund Balance, End of Year	<u>\$ 9,916,876</u>	<u>\$ 9,916,876</u>	<u>\$ 9,482,695</u>	<u>\$ (434,181)</u>

## **NONMAJOR DEBT SERVICE FUNDS**

The debt service funds are established to account for the accumulation of resources and the payment of general long-term debt principal and interest.

**WATERMAIN BONDS** - This fund accounts for the collection of special assessments and payment of special assessment bonds.

**SIDEWALK BONDS** - This fund accounts for the collection of special assessments and payment of special assessment bonds.

**CITY OF BISMARCK, NORTH DAKOTA  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 DECEMBER 31, 2024**

	<u>Watermain Bonds</u>	<u>Sidewalk Bonds</u>	<u>Total Nonmajor Debt Service</u>
<b>ASSETS</b>			
Cash and Investments	\$ 416,478	\$ 629,003	\$ 1,045,481
Special Assessments Receivable	665,436	8,462,857	9,128,293
Interfund Receivables	-	1,822,976	1,822,976
Total Assets	<u>1,081,914</u>	<u>10,914,836</u>	<u>11,996,750</u>
 <b>DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<b>DEFERRED INFLOWS OF RESOURCES</b>			
Special Assessments	<u>621,845</u>	<u>7,683,744</u>	<u>8,305,589</u>
 <b>FUND BALANCES</b>			
Restricted	<u>460,069</u>	<u>3,231,092</u>	<u>3,691,161</u>
 Total Deferred Inflows of Resources and Fund Balances	 <u>\$ 1,081,914</u>	 <u>\$ 10,914,836</u>	 <u>\$ 11,996,750</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR DEBT SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Watermain Bonds</u>	<u>Sidewalk Bonds</u>	<u>Total Nonmajor Debt Service</u>
<b>REVENUES</b>			
Special Assessments	\$ 137,491	\$ 1,891,544	\$ 2,029,035
Investment Income	20,441	19,505	39,946
Total Revenues	<u>157,932</u>	<u>1,911,049</u>	<u>2,068,981</u>
<b>EXPENDITURES</b>			
Debt Service			
Principal	159,710	1,685,000	1,844,710
Interest and Fiscal Charges	28,367	284,576	312,943
Total Expenditures	<u>188,077</u>	<u>1,969,576</u>	<u>2,157,653</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(30,145)</u>	<u>(58,527)</u>	<u>(88,672)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Transfers In	<u>-</u>	<u>134,386</u>	<u>134,386</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>134,386</u>	<u>134,386</u>
Change in Fund Balance	(30,145)	75,859	45,714
Fund Balance, Beginning of Year	490,214	3,155,233	3,645,447
Fund Balance, End of Year	<u>\$ 460,069</u>	<u>\$ 3,231,092</u>	<u>\$ 3,691,161</u>

**CITY OF BISMARCK, NORTH DAKOTA  
WATERMAIN BONDS  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
<b>REVENUES</b>				
Special Assessments	\$ 188,600	\$ 188,600	\$ 137,491	\$ (51,109)
Investment Income	7,000	7,000	20,441	13,441
Total Revenues	<u>195,600</u>	<u>195,600</u>	<u>157,932</u>	<u>(37,668)</u>
<b>EXPENDITURES</b>				
Debt Service				
Principal	159,713	159,713	159,710	3
Interest and Fiscal Charges	495,393	495,393	28,367	467,026
Total Expenditures	<u>655,106</u>	<u>655,106</u>	<u>188,077</u>	<u>467,029</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(459,506)</u>	<u>(459,506)</u>	<u>(30,145)</u>	<u>429,361</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Issuance of Special Assessment Bonds	460,000	460,000	-	(460,000)
Transfers In	150,000	150,000	-	(150,000)
Transfers Out	(100,000)	(100,000)	-	100,000
Total Other Financing Sources (Uses)	<u>510,000</u>	<u>510,000</u>	<u>-</u>	<u>(510,000)</u>
Change in Fund Balance	50,494	50,494	(30,145)	(80,639)
Fund Balance, Beginning of Year	490,214	490,214	490,214	-
Fund Balance, End of Year	<u>\$ 540,708</u>	<u>\$ 540,708</u>	<u>\$ 460,069</u>	<u>\$ (80,639)</u>

**CITY OF BISMARCK, NORTH DAKOTA  
SIDEWALK BONDS  
BUDGETARY COMPARISON SCHEDULE  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES</b>				
Special Assessments	\$ 2,104,500	\$ 2,104,500	\$ 1,891,544	\$ (212,956)
Investment Income	50,000	50,000	19,505	(30,495)
Total Revenues	<u>2,154,500</u>	<u>2,154,500</u>	<u>1,911,049</u>	<u>(243,451)</u>
<b>EXPENDITURES</b>				
Debt Service				
Principal	1,730,000	1,705,745	1,685,000	20,745
Interest and Fiscal Charges	276,961	301,216	284,576	16,640
Total Expenditures	<u>2,006,961</u>	<u>2,006,961</u>	<u>1,969,576</u>	<u>37,385</u>
Excess (Deficiency) of Revenues				
Over (Under) Expenditures	<u>147,539</u>	<u>147,539</u>	<u>(58,527)</u>	<u>(206,066)</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Premium on Special Assessment Bonds	15,000	15,000	-	(15,000)
Transfers In	100,000	100,000	134,386	34,386
Transfers Out	(200,000)	(200,000)	-	200,000
Total Other Financing Sources (Uses)	<u>(85,000)</u>	<u>(85,000)</u>	<u>134,386</u>	<u>219,386</u>
Change in Fund Balance	62,539	62,539	75,859	13,320
Fund Balance, Beginning of Year	3,155,233	3,155,233	3,155,233	-
Fund Balance, End of Year	<u>\$ 3,217,772</u>	<u>\$ 3,217,772</u>	<u>\$ 3,231,092</u>	<u>\$ 13,320</u>

## **NONMAJOR CAPITAL PROJECTS FUNDS**

The capital projects funds are established to account for the acquisition or construction of major capital facilities and improvements (other than those financed by Proprietary Funds and Trust Funds).

**SPECIAL DEFICIENCY/ASSUMPTION** – This fund is used for the deficiencies in the special assessment funds and accounts for the city's share of the special assessment improvements and taxes on public property.

**COMMUNITY DEVELOPMENT** – This fund accounts for capital improvement expenditures financed with HUD Grant Funds.

**BUILDING IMPROVEMENTS** – This fund accounts for major improvements made to the City of Bismarck buildings and is funded by Sales Tax or General Fund Revenues.

**SEWERMAIN CONSTRUCTION** – This fund accounts for the construction of sewer mains. Financing is provided by the proceeds from the special assessment bonds.

**SIDEWALK CONSTRUCTION** – This fund accounts for the construction of sidewalks. Financing is provided by the proceeds from the special assessment bonds.

**CITY OF BISMARCK, NORTH DAKOTA  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECT FUNDS  
DECEMBER 31, 2024**

	<u>Special Deficiency</u>	<u>Community Development</u>	<u>Building Improvements</u>	<u>Sewermain Construction</u>	<u>Sidewalk Construction</u>	<u>Total Capital Projects</u>
<b>ASSETS</b>						
Cash and Investments	\$ 1,926,648	\$ -	\$ 4,437,277	\$ -	\$ 27,704	\$ 6,391,629
Taxes Receivable	6,801	-	-	-	-	6,801
Accounts Receivable	-	27,374	-	263,765	-	291,139
Special Assessments Receivable	147,927	-	-	-	-	147,927
Notes Receivable	-	1,712,516	-	-	-	1,712,516
Total Assets	<u>\$ 2,081,376</u>	<u>\$ 1,739,890</u>	<u>\$ 4,437,277</u>	<u>\$ 263,765</u>	<u>\$ 27,704</u>	<u>\$ 8,550,012</u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>						
<b>LIABILITIES</b>						
Accounts Payable	-	-	6,100	197,197	11,236	214,533
Retainage Payable	-	-	-	89,744	43,154	132,898
Interfund Payables	-	27,374	-	2,839,820	1,822,976	4,690,170
Customer Deposits	-	-	-	-	27,704	27,704
Unearned Revenue	-	1,412,516	-	-	-	1,412,516
Total Liabilities	<u>-</u>	<u>1,439,890</u>	<u>6,100</u>	<u>3,126,761</u>	<u>1,905,070</u>	<u>6,477,821</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Special Assessment Taxes	104,819	-	-	-	-	104,819
Property Taxes	5,652	-	-	-	-	5,652
Total Deferred Inflows of Resources	<u>110,471</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>110,471</u>
<b>FUND BALANCES</b>						
Nonspendable	-	300,000	-	-	-	300,000
Committed	1,970,905	-	4,431,177	-	-	6,402,082
Unassigned	-	-	-	(2,862,996)	(1,877,366)	(4,740,362)
Total Fund Balances	<u>1,970,905</u>	<u>300,000</u>	<u>4,431,177</u>	<u>(2,862,996)</u>	<u>(1,877,366)</u>	<u>1,961,720</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 2,081,376</u>	<u>\$ 1,739,890</u>	<u>\$ 4,437,277</u>	<u>\$ 263,765</u>	<u>\$ 27,704</u>	<u>\$ 8,550,012</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR CAPITAL PROJECT FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<u>Special Deficiency</u>	<u>Community Development</u>	<u>Building Improvements</u>	<u>Sewermain Construction</u>	<u>Sidewalk Construction</u>	<u>Total Capital Projects</u>
<b>REVENUES</b>						
Taxes	\$ 479,459	\$ -	\$ -	\$ -	\$ -	\$ 479,459
Special Assessments	121,142	-	-	-	270,877	392,019
Intergovernmental	2,164	1,645,459	-	914,977	-	2,562,600
Charges for Services	439,222	-	-	-	-	439,222
Investment Income	126,965	-	25,963	-	-	152,928
Total Revenues	<u>1,168,952</u>	<u>1,645,459</u>	<u>25,963</u>	<u>914,977</u>	<u>270,877</u>	<u>4,026,228</u>
<b>EXPENDITURES</b>						
Current						
General Government	513,901	-	-	-	-	513,901
Public Works	-	1,539,935	-	12,576	29,182	1,581,693
Capital Outlay	-	-	262,743	3,852,633	2,061,044	6,176,420
Total Expenditures	<u>513,901</u>	<u>1,539,935</u>	<u>262,743</u>	<u>3,865,209</u>	<u>2,090,226</u>	<u>8,272,014</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>655,051</u>	<u>105,524</u>	<u>(236,780)</u>	<u>(2,950,232)</u>	<u>(1,819,349)</u>	<u>(4,245,786)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Issuance of Special Assessment Bonds	-	-	-	1,845,000	1,905,000	3,750,000
Premium on Special Assessment Bonds	-	-	-	49,315	65,694	115,009
Transfers In	-	-	4,537,929	-	8,688	4,546,617
Transfers Out	(1,148,272)	(115,198)	(211,779)	(742,763)	(134,386)	(2,352,398)
Total Other Financing Sources (Uses)	<u>(1,148,272)</u>	<u>(115,198)</u>	<u>4,326,150</u>	<u>1,151,552</u>	<u>1,844,996</u>	<u>6,059,228</u>
Net Change in Fund Balances	<u>(493,221)</u>	<u>(9,674)</u>	<u>4,089,370</u>	<u>(1,798,680)</u>	<u>25,647</u>	<u>1,813,442</u>
Fund Balances, Beginning of Year	2,464,126	309,674	341,807	(1,064,316)	(1,903,013)	148,278
Fund Balances, End of Year	<u>\$ 1,970,905</u>	<u>\$ 300,000</u>	<u>\$ 4,431,177</u>	<u>\$ (2,862,996)</u>	<u>\$ (1,877,366)</u>	<u>\$ 1,961,720</u>

## **NONMAJOR ENTERPRISE FUNDS**

Enterprise funds are established to account for operations that are financed and operated in a manner similar to private business enterprises. The intent of the governing body is to see that the costs of providing goods or services to the general public on a continuing basis be financed or recovered primarily through user charges.

**SOLID WASTE COLLECTIONS** – This fund accounts for the operations of solid waste collections.

**STORM WATER** – This fund accounts for the operations of storm sewers.

**NORTHERN PLAINS COMMERCE CENTRE** – This fund accounts for the operations of the northern plains commerce centre.

**PARKING AUTHORITY** – This fund accounts for the operations of the parking lots under the jurisdiction of the Parking Authority Board.

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**DECEMBER 31, 2024**

	Solid Waste Collections	Storm Water	Northern Plains Commerce Centre	Parking Authority	Total Nonmajor Enterprise
<b>ASSETS</b>					
Current Assets					
Cash and Cash Equivalents	\$ 1,729,839	\$ 2,740,077	\$ 5,044,102	\$ 2,962,765	\$ 12,476,783
Accounts Receivable	458,051	110,293	975	13,769	583,088
Special Assessments Receivable	-	1,447,622	-	-	1,447,622
Interest Receivable	22,061	23,247	83,928	27,295	156,531
Leases Receivable	-	-	25,183	314,286	339,469
Interfund Receivables	7,335,403	-	-	-	7,335,403
Prepaid Items	5,556	3,238	-	23,738	32,532
Total Current Assets	<u>9,550,910</u>	<u>4,324,477</u>	<u>5,154,188</u>	<u>3,341,853</u>	<u>22,371,428</u>
Noncurrent Assets					
Leases Receivable	-	-	944,123	1,731,629	2,675,752
Capital Assets, Net of Depreciation/Amortization					
Land	603,338	4,886,498	183,749	1,203,152	6,876,737
Construction in Progress	-	3,815,790	-	10,089	3,825,879
Buildings and Building Improvements	-	-	-	16,554,080	16,554,080
Improvements Other Than Buildings	905	49,214,945	4,653,412	14,186	53,883,448
Machinery and Equipment	3,044,277	164,138	-	569,648	3,778,063
Total Noncurrent Assets	<u>3,648,520</u>	<u>58,081,371</u>	<u>5,781,284</u>	<u>20,082,784</u>	<u>87,593,959</u>
Total Assets	<u>13,199,430</u>	<u>62,405,848</u>	<u>10,935,472</u>	<u>23,424,637</u>	<u>109,965,387</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>					
Pensions	531,460	140,695	-	-	672,155
Total Deferred Outflows of Resources	<u>531,460</u>	<u>140,695</u>	<u>-</u>	<u>-</u>	<u>672,155</u>
<b>LIABILITIES</b>					
Current Liabilities					
Accounts Payable	362,089	151,118	-	44,805	558,012
Retainage Payable	-	31,890	-	-	31,890
Salaries Payable	99,810	27,054	-	-	126,864
Unearned Revenue	-	-	-	1,608	1,608
Customer Deposits	-	-	-	2,871	2,871
Compensated Absences Payable	259,108	27,230	-	-	286,338
Total Current Liabilities	<u>721,007</u>	<u>237,292</u>	<u>-</u>	<u>49,284</u>	<u>1,007,583</u>
Noncurrent Liabilities					
Customer Deposits	-	-	-	30,940	30,940
Compensated Absences Payable	20,433	35,367	-	-	55,800
Net Pension Liability	955,204	255,321	-	-	1,210,525
Total Noncurrent Liabilities	<u>975,637</u>	<u>290,688</u>	<u>-</u>	<u>30,940</u>	<u>1,297,265</u>
Total Liabilities	<u>1,696,644</u>	<u>527,980</u>	<u>-</u>	<u>80,224</u>	<u>2,304,848</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>					
Pensions	59,171	18,653	-	-	77,824
Leases	-	-	959,355	1,918,679	2,878,034
Total Deferred Inflows of Resources	<u>59,171</u>	<u>18,653</u>	<u>959,355</u>	<u>1,918,679</u>	<u>2,955,858</u>
<b>NET POSITION</b>					
Net Investment in Capital Assets	3,434,550	57,920,936	4,837,161	18,351,155	84,543,802
Unrestricted	8,540,525	4,078,974	5,138,956	3,074,579	20,833,034
Total Net Position	<u>\$ 11,975,075</u>	<u>\$ 61,999,910</u>	<u>\$ 9,976,117</u>	<u>\$ 21,425,734</u>	<u>\$ 105,376,836</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**NONMAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Solid Waste Collections</b>	<b>Storm Water</b>	<b>Northern Plains Commerce Centre</b>	<b>Parking Authority</b>	<b>Total Nonmajor Enterprise</b>
<b>OPERATING REVENUES</b>					
Sanitation Fees	\$ 6,855,903	\$ 1,498,218	\$ -	\$ -	\$ 8,354,121
Miscellaneous Sales	93,093	10,447	-	-	103,540
Leases and Rentals	-	-	85,223	2,098,874	2,184,097
Total Operating Revenues	<u>6,948,996</u>	<u>1,508,665</u>	<u>85,223</u>	<u>2,098,874</u>	<u>10,641,758</u>
<b>OPERATING EXPENSES</b>					
Salaries and Wages	1,362,387	388,712	-	-	1,751,099
Fringe Benefits	924,453	198,261	-	-	1,122,714
Professional Legal and Contracted Services	1,278	52,387	1,299	520,075	575,039
Building Equipment and Vehicle Services	718,377	152,811	44,929	379,807	1,295,924
Travel and Training	195	2,025	-	-	2,220
Operating Services	1,849,260	123,389	16,340	99,516	2,088,505
Operating Supplies	215,633	12,651	-	18,963	247,247
Depreciation Expense	353,737	1,345,849	198,033	760,429	2,658,048
Total Operating Expenses	<u>5,425,320</u>	<u>2,276,085</u>	<u>260,601</u>	<u>1,778,790</u>	<u>9,740,796</u>
Net Operating Income (Loss)	<u>1,523,676</u>	<u>(767,420)</u>	<u>(175,378)</u>	<u>320,084</u>	<u>900,962</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>					
Special Assessments	-	55,441	-	-	55,441
Investment Income	246,720	128,268	218,180	107,259	700,427
Gain (Loss) on Disposal of Assets	8,265	(64,811)	-	5,200	(51,346)
Total Nonoperating Revenues (Expenses)	<u>254,985</u>	<u>118,898</u>	<u>218,180</u>	<u>112,459</u>	<u>704,522</u>
Net Income (Loss) Before Capital Contributions and Transfers	<u>1,778,661</u>	<u>(648,522)</u>	<u>42,802</u>	<u>432,543</u>	<u>1,605,484</u>
Capital Grants	-	-	-	-	-
Capital Contributions	-	4,072,630	-	-	4,072,630
Transfers In	-	-	-	-	-
Transfers Out	-	-	(1,000,000)	-	(1,000,000)
Change in Net Position	<u>1,778,661</u>	<u>3,424,108</u>	<u>(957,198)</u>	<u>432,543</u>	<u>4,678,114</u>
Net Position, Beginning of Year, as Previously Reported	10,312,399	58,575,424	10,933,315	20,993,191	100,814,329
Restatements (Note O)	(115,985)	378	-	-	(115,607)
Net Position, Beginning of Year, as Restated	<u>10,196,414</u>	<u>58,575,802</u>	<u>10,933,315</u>	<u>20,993,191</u>	<u>100,698,722</u>
Net Position, End of Year	<u>\$ 11,975,075</u>	<u>\$ 61,999,910</u>	<u>\$ 9,976,117</u>	<u>\$ 21,425,734</u>	<u>\$ 105,376,836</u>

**CITY OF BISMARCK , NORTH DAKOTA  
COMBINING STATEMENT OF CASH FLOWS  
NONMAJOR ENTERPRISE FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Solid Waste Collections	Storm Water	Northern Plains Commerce Centre	Parking Authority	Total Nonmajor Enterprise
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>					
Receipts from Customers and Users	\$ 6,909,903	\$ 1,551,138	\$ 66,777	\$ 2,073,871	\$ 10,601,689
Payments to Suppliers	(3,487,261)	(414,579)	(62,568)	(1,024,943)	(4,989,351)
Payments to Employees	(1,241,677)	(338,858)	-	-	(1,580,535)
Net Cash Provided (Used) by Operating Activities	<u>2,180,965</u>	<u>797,701</u>	<u>4,209</u>	<u>1,048,928</u>	<u>4,031,803</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>					
Grants	-	-	-	-	-
Payments to Other Funds	(7,335,403)	-	(1,000,000)	-	(8,335,403)
Net Cash Used by Noncapital Financing Activities	<u>(7,335,403)</u>	<u>-</u>	<u>(1,000,000)</u>	<u>-</u>	<u>(8,335,403)</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>					
Proceeds From Sale of Capital Assets Disposal	158,650	45,386	-	-	204,036
Special Assessments Received	-	298,119	-	-	298,119
Acquisition and Construction of Capital Assets	(1,654,151)	(612,445)	-	(54,766)	(2,321,362)
Net Cash Provided (Used) by Capital and Related Financing Activities	<u>(1,495,501)</u>	<u>(268,940)</u>	<u>-</u>	<u>(54,766)</u>	<u>(1,819,207)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>					
Investment Income	325,016	131,093	251,535	107,840	815,484
Net Increase (Decrease) in Cash and Cash Equivalents	(6,324,923)	659,854	(744,256)	1,102,002	(5,307,323)
Cash and Cash Equivalents, Beginning of Year	8,054,762	2,080,223	5,788,358	1,860,763	17,784,106
Cash and Cash Equivalents, End of Year	<u>\$ 1,729,839</u>	<u>\$ 2,740,077</u>	<u>\$ 5,044,102</u>	<u>\$ 2,962,765</u>	<u>\$ 12,476,783</u>
<b>Provided (Used) by Operating Activities</b>					
Net Operating Income (Loss)	\$ 1,523,676	\$ (767,420)	\$ (175,378)	\$ 320,084	\$ 900,962
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Depreciation Expense	353,737	1,345,849	198,033	760,429	2,658,048
Change in Deferred Outflows of Resources from Pensions	(78,795)	(27,024)	-	-	(105,819)
Change in Deferred Inflows of Resources from Pension	(13,317)	(6,055)	-	-	(19,372)
Change in Deferred Inflows of Resources from Leases	-	-	(41,711)	(94,441)	(136,152)
Change in Net Pension Liability	219,062	65,071	-	-	284,133
(Increase) Decrease in Accounts Receivable	(39,093)	42,473	(975)	(3,118)	(713)
(Increase) Decrease in Leases Receivable	-	-	24,240	70,590	94,830
(Increase) Decrease in Prepaid Items	(518)	(307)	-	(9,946)	(10,771)
Increase (Decrease) in Customer Deposits	-	-	-	1,390	1,390
Increase (Decrease) in Accounts Payable	222,453	127,252	-	3,364	353,069
Increase (Decrease) in Compensated Benefits Payable	(12,371)	14,658	-	-	2,287
Increase (Decrease) in Salaries Payable	6,131	3,204	-	-	9,335
Increase (Decrease) in Unearned Revenue	-	-	-	576	576
Increase (Decrease) in Closure and Post-Closure Liability	-	-	-	-	-
Total Adjustments	<u>657,289</u>	<u>1,565,121</u>	<u>179,587</u>	<u>728,844</u>	<u>3,130,841</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ 2,180,965</u>	<u>\$ 797,701</u>	<u>\$ 4,209</u>	<u>\$ 1,048,928</u>	<u>\$ 4,031,803</u>
<b>NONCASH INVESTING, CAPITAL, AND FINANCE ACTIVITIES</b>					
Capital Contributions	\$ -	3,852,934	\$ -	\$ -	\$ 3,852,934
Contribution of Capital Assets from Developers	-	219,696	-	-	219,696
Lease Receivable Initiated	-	-	-	257,385	257,385

## **NONMAJOR INTERNAL SERVICE FUNDS**

Internal Service Funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies on a cost reimbursement basis.

**FLEET SERVICES** – This fund accounts for the distribution of vehicle maintenance and fuel sales to the departments.

**LIABILITY INSURANCE** – This fund provides general liability and vehicle insurance coverage for all non-enterprise funds through the North Dakota Insurance Fund.

**WORKFORCE SAFETY INSURANCE** – This fund provides workers compensation coverage for all employees through the North Dakota Workforce Safety.

**EMPLOYEE INSURANCE** – This fund accounts for the employee health, life and disability plans. This is a self-insurance fund with funding provided from each department based on a pre-established rate per employee.

**REVOLVING** – This fund accounts for the expenditures of goods and services that are redistributed to other departments.

**CITY OF BISMARCK, NORTH DAKOTA  
COMBINING STATEMENT OF NET POSITION  
INTERNAL SERVICE FUNDS  
DECEMBER 31, 2024**

	<u>Fleet Services</u>	<u>Liability Insurance</u>	<u>Workforce Safety Insurance</u>	<u>Employee Insurance</u>	<u>Revolving</u>	<u>Total Internal Service</u>
<b>ASSETS</b>						
Current Assets						
Cash and Cash Equivalents	\$ -	\$ 590,645	\$ 501,389	\$ 11,839,589	\$ 415,426	\$ 13,347,049
Accounts Receivable	3,689	-	-	116,748	331,569	452,006
Inventory	484,402	-	-	-	-	484,402
Prepaid Items	5,499	-	-	-	-	5,499
Total Current Assets	<u>493,590</u>	<u>590,645</u>	<u>501,389</u>	<u>11,956,337</u>	<u>746,995</u>	<u>14,288,956</u>
Noncurrent Assets, Net of Depreciation/Amortization						
Machinery and Equipment	664,321	-	-	-	-	664,321
Total Assets	<u>1,157,911</u>	<u>590,645</u>	<u>501,389</u>	<u>11,956,337</u>	<u>746,995</u>	<u>14,953,277</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Asset Retirement Obligation	60,750	-	-	-	-	60,750
Pensions	218,494	-	-	-	-	218,494
Total Deferred Outflows of Resources	<u>279,244</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>279,244</u>
<b>LIABILITIES</b>						
Current Liabilities						
Accounts Payable	143,724	1,322	8,011	396,093	726,996	1,276,146
Interfund Payables	371,089	-	-	-	-	371,089
Salaries Payable	50,909	-	-	-	643	51,552
Compensated Absences Payable	105,918	-	-	-	-	105,918
Claims and Judgments Payable	-	-	-	486,000	-	486,000
Total Current Liabilities	<u>671,640</u>	<u>1,322</u>	<u>8,011</u>	<u>882,093</u>	<u>727,639</u>	<u>2,290,705</u>
Noncurrent Liabilities						
Compensated Absences Payable	49,861	-	-	-	-	49,861
Asset Retirement Obligation Liability	67,500	-	-	-	-	67,500
Net Pension Liability	394,140	-	-	-	-	394,140
Total Noncurrent Liabilities	<u>511,501</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>511,501</u>
Total Liabilities	<u>1,183,141</u>	<u>1,322</u>	<u>8,011</u>	<u>882,093</u>	<u>727,639</u>	<u>2,802,206</u>
<b>DEFERRED INFLOWS OF RESOURCES</b>						
Pensions	62,260	-	-	-	-	62,260
<b>NET POSITION</b>						
Net Investment in Capital Assets	664,321	-	-	-	-	664,321
Unrestricted	(472,567)	589,323	493,378	11,074,244	19,356	11,703,734
Total Net Position	<u>\$ 191,754</u>	<u>\$ 589,323</u>	<u>\$ 493,378</u>	<u>\$ 11,074,244</u>	<u>\$ 19,356</u>	<u>\$ 12,368,055</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**INTERNAL SERVICE FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Fleet Services	Liability Insurance	Workforce Safety Insurance	Employee Insurance	Revolving	Total Internal Service
<b>OPERATING REVENUES</b>						
Gas and Oil Sales	\$ 1,096,358	\$ -	\$ -	\$ -	\$ -	\$ 1,096,358
Parts and Labor Sales	2,461,976	-	-	-	-	2,461,976
Miscellaneous	12,528	-	-	692,172	-	704,700
Leases and Rentals	9,700	-	-	-	-	9,700
Employer Contributions	-	-	-	15,161,514	-	15,161,514
Employee Contributions	-	-	-	55,558	-	55,558
Total Operating Revenues	<u>3,580,562</u>	<u>-</u>	<u>-</u>	<u>15,909,244</u>	<u>-</u>	<u>19,489,806</u>
<b>OPERATING EXPENSES</b>						
Cost of Goods Sold	2,329,060	-	-	-	-	2,329,060
Salaries and Wages	724,996	-	-	-	(15)	724,981
Fringe Benefits	392,445	-	122,373	12,770	-	527,588
Professional Legal and Contracted Services	1,594	566	161	73,987	-	76,308
Building Equipment and Vehicle Services	23,338	79,242	-	-	162,323	264,903
Travel and Training	8,169	-	-	-	-	8,169
Operating Services	149,457	387,760	12,037	12,580,816	-	13,130,070
Operating Supplies	15,134	-	-	16	-	15,150
Depreciation Expense	81,609	-	-	-	-	81,609
Total Operating Expenses	<u>3,725,802</u>	<u>467,568</u>	<u>134,571</u>	<u>12,667,589</u>	<u>162,308</u>	<u>17,157,838</u>
Net Operating Income (Loss)	<u>(145,240)</u>	<u>(467,568)</u>	<u>(134,571)</u>	<u>3,241,655</u>	<u>(162,308)</u>	<u>2,331,968</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>						
Investment Income	-	35,505	23,993	510,641	-	570,139
Gain (Loss) on Disposal of Capital Assets	27,759	10,000	-	-	121,407	159,166
Total Nonoperating Revenues (Expenses)	<u>27,759</u>	<u>45,505</u>	<u>23,993</u>	<u>510,641</u>	<u>121,407</u>	<u>729,305</u>
Net Income (Loss) Before Transfers	<u>(117,481)</u>	<u>(422,063)</u>	<u>(110,578)</u>	<u>3,752,296</u>	<u>(40,901)</u>	<u>3,061,273</u>
Transfers In	-	427,000	-	-	-	427,000
Transfers Out	-	-	-	-	(271,197)	(271,197)
Change in Net Position	<u>(117,481)</u>	<u>4,937</u>	<u>(110,578)</u>	<u>3,752,296</u>	<u>(312,098)</u>	<u>3,217,076</u>
Net Position, Beginning of Year, as Previously Reported	456,183	584,386	603,956	7,321,948	331,454	9,297,927
Restatements (Note O)	(146,948)	-	-	-	-	(146,948)
Net Position, Beginning of Year, as Restated	<u>309,235</u>	<u>584,386</u>	<u>603,956</u>	<u>7,321,948</u>	<u>331,454</u>	<u>9,150,979</u>
Net Position, End of Year	<u>\$ 191,754</u>	<u>\$ 589,323</u>	<u>\$ 493,378</u>	<u>\$11,074,244</u>	<u>\$ 19,356</u>	<u>\$12,368,055</u>

**CITY OF BISMARCK , NORTH DAKOTA  
INTERNAL SERVICE FUNDS  
COMBINING STATEMENT OF CASH FLOWS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

	Fleet Services	Liability Insurance	Workforce Safety	Employee Insurance	Revolving	Total
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>						
Receipts from Customers and Users	\$ 3,579,410	\$ 26	\$ -	\$ 630,982	\$ (25,943)	\$ 4,184,475
Receipts from Employer	-	-	-	15,161,514	-	15,161,514
Payments to Suppliers	(2,982,717)	(466,246)	(152,182)	(12,865,250)	(61,826)	(16,528,221)
Payments to Employees	(669,179)	-	-	-	-	(669,179)
Net Cash Provided (Used) by Operating Activities	<u>(72,486)</u>	<u>(466,220)</u>	<u>(152,182)</u>	<u>2,927,246</u>	<u>(87,769)</u>	<u>2,148,589</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</b>						
Payments from Other Funds	88,010	427,000	-	-	-	515,010
Payments to Other Funds	-	-	-	-	(271,197)	(271,197)
Net Cash Provided (Used) by Noncapital Financing Activities	<u>88,010</u>	<u>427,000</u>	<u>-</u>	<u>-</u>	<u>(271,197)</u>	<u>243,813</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</b>						
Proceeds From Sale of Capital Assets Disposal	29,800	-	-	-	-	29,800
Proceeds from Insurance Recoveries	-	10,000	-	-	121,407	131,407
Acquisition/Construction of Capital Assets	(45,324)	-	-	-	-	(45,324)
Net Cash Provided (used) by Capital and Related Financing Activities	<u>(15,524)</u>	<u>10,000</u>	<u>-</u>	<u>-</u>	<u>121,407</u>	<u>115,883</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>						
Investment Income	-	35,505	23,993	510,641	-	570,139
Net Increase (Decrease) in Cash and Cash Equivalents	-	6,285	(128,189)	3,437,887	(237,559)	3,078,424
Cash and Cash Equivalents, Beginning of Year	-	584,360	629,578	8,401,702	652,985	10,268,625
Cash and Cash Equivalents, End of Year	<u>\$ -</u>	<u>\$ 590,645</u>	<u>\$ 501,389</u>	<u>\$ 11,839,589</u>	<u>\$ 415,426</u>	<u>\$ 13,347,049</u>
<b>Reconciliation of Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:</b>						
Net Operating Income (Loss)	<u>\$ (145,240)</u>	<u>\$ (467,568)</u>	<u>\$ (134,571)</u>	<u>\$ 3,241,655</u>	<u>\$ (162,308)</u>	<u>\$ 2,331,968</u>
Adjustments to Reconcile Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Depreciation Expense	81,609	-	-	-	-	81,609
Change in Deferred Outflows of Resources from Pensions	(798)	-	-	-	-	(798)
Change in Deferred Inflows of Resources from Pensions	10,935	-	-	-	-	10,935
Change in Net Pension Liability	34,228	-	-	-	-	34,228
Change in Asset Retirement Obligation	1,688	-	-	-	-	1,688
(Increase) Decrease in Accounts Receivable	(1,152)	26	-	(116,748)	(25,943)	(143,817)
(Increase) Decrease in Inventory	(41,388)	-	-	-	-	(41,388)
(Increase) Decrease in Prepaid Items	43	-	-	-	-	43
Increase (Decrease) in Customer Deposits	-	-	-	-	-	-
Increase (Decrease) in Accounts Payable	(23,863)	1,322	(17,611)	(69,661)	100,497	(9,316)
Increase (Decrease) in Salaries Payable	2,621	-	-	-	(15)	2,606
Increase (Decrease) in Compensated Absences Payable	8,831	-	-	-	-	8,831
Increase (Decrease) in Claims and Judgments Payable	-	-	-	(128,000)	-	(128,000)
Total Adjustments	<u>72,754</u>	<u>1,348</u>	<u>(17,611)</u>	<u>(314,409)</u>	<u>74,539</u>	<u>(183,379)</u>
Net Cash Provided (Used) by Operating Activities	<u>\$ (72,486)</u>	<u>\$ (466,220)</u>	<u>\$ (152,182)</u>	<u>\$ 2,927,246</u>	<u>\$ (87,769)</u>	<u>\$ 2,148,589</u>
<b>NONCASH INVESTING, CAPITAL, AND RELATED FINANCING ACTIVITIES:</b>						
Contributed Capital Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

**CITY OF BISMARCK, NORTH DAKOTA  
COMBINING STATEMENT OF FIDUCIARY NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2024**

	<b>PENSION TRUST</b>			<b>CUSTODIAL</b>		
	City Pension	Police Pension	Total	Employee Excess Retirement	Police Custodial Fund	Total
<b>ASSETS</b>						
Cash and Cash Equivalents	\$ 187,407	\$ 265,063	\$ 452,470	\$ -	\$ 618,178	\$ 618,178
Investments, at Fair Value:						
Investments with State Investment Board	131,398,261	55,982,071	187,380,332	68,092	-	68,092
Accounts Receivable	785	-	785	13,535	-	13,535
Accrued Interest and Dividends	231,948	85,999	317,947	-	-	-
Total Assets	<u>131,818,401</u>	<u>56,333,133</u>	<u>188,151,534</u>	<u>81,627</u>	<u>618,178</u>	<u>699,805</u>
<b>LIABILITIES</b>						
Accounts Payable	97,175	35,378	132,553	13,535	60,507	74,042
Securities Lending Collateral	630,181	256,101	886,282	-	-	-
Total Liabilities	<u>727,356</u>	<u>291,479</u>	<u>1,018,835</u>	<u>13,535</u>	<u>60,507</u>	<u>74,042</u>
<b>NET POSITION</b>						
Restricted for Pensions	131,091,045	56,041,654	187,132,699	-	-	-
Restricted for Individuals, organizations, and other governments	-	-	-	68,092	557,671	625,763
Total Net Position	<u>\$ 131,091,045</u>	<u>\$ 56,041,654</u>	<u>\$ 187,132,699</u>	<u>\$ 68,092</u>	<u>\$ 557,671</u>	<u>\$ 625,763</u>

**CITY OF BISMARCK, NORTH DAKOTA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE FISCAL YEAR ENDED DECEMBER 31, 2024**

	<b>PENSION TRUST</b>			<b>CUSTODIAL</b>		
	City Pension	Police Pension	Total	Employee Excess Retirement	Police Custodial Fund	Total
<b>ADDITIONS</b>						
Employer Contributions	\$ 3,527,302	\$ 1,640,063	\$ 5,167,365	\$ -	\$ -	\$ -
Employee Contributions	1,678,080	967,108	2,645,188	-	-	-
Total Contributions	<u>5,205,382</u>	<u>2,607,171</u>	<u>7,812,553</u>	<u>-</u>	<u>-</u>	<u>-</u>
Investment Income (Loss):						
Net increase (Decrease) in						
Fair Value of Investments	7,645,510	3,586,642	11,232,152	7,563	-	7,563
Interest and Dividend Earnings	2,518,185	992,122	3,510,307	-	-	-
Securities Lending Income	9,824	4,233	14,057	-	-	-
Total Investment Income (Loss)	<u>10,173,519</u>	<u>4,582,997</u>	<u>14,756,516</u>	<u>7,563</u>	<u>-</u>	<u>7,563</u>
Investment Expense:						
Investment Activity Expense	(285,928)	(118,914)	(404,842)	-	-	-
Securities Lending Expense	(1,964)	(845)	(2,809)	-	-	-
Net Investment Income	<u>9,885,627</u>	<u>4,463,238</u>	<u>14,348,865</u>	<u>7,563</u>	<u>-</u>	<u>7,563</u>
Revenues						
Police Custody Funds Received	-	-	-	-	126,065	126,065
Total Revenues	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>126,065</u>	<u>126,065</u>
Total Additions	<u>15,091,009</u>	<u>7,070,409</u>	<u>22,161,418</u>	<u>7,563</u>	<u>126,065</u>	<u>133,628</u>
<b>DEDUCTIONS</b>						
Benefits Paid to Participants	8,259,621	3,059,517	11,319,138	-	-	-
Refunds	324,806	128,763	453,569	18,293	-	18,293
Administration Expenses	116,173	51,007	167,180	-	-	-
Police Custody Funds Paid	-	-	-	-	303,782	303,782
Total Deductions	<u>8,700,600</u>	<u>3,239,287</u>	<u>11,939,887</u>	<u>18,293</u>	<u>303,782</u>	<u>322,075</u>
Change in Net Position	6,390,409	3,831,122	10,221,531	(10,730)	(177,717)	(188,447)
Net Position, Beginning of Year	124,700,636	52,210,532	176,911,168	78,822	735,388	814,210
Net Position, End of Year	<u>\$ 131,091,045</u>	<u>\$ 56,041,654</u>	<u>\$ 187,132,699</u>	<u>\$ 68,092</u>	<u>\$ 557,671</u>	<u>\$ 625,763</u>

**CITY OF BISMARCK, NORTH DAKOTA  
STATEMENT OF NET POSITION  
COMPONENT UNIT  
DECEMBER 31, 2024**

	<b>Central Dakota Communications Center</b>
<b>ASSETS</b>	
Current Assets	
Accounts Receivable	\$ 1,192,688
Interest Receivable	831
Leases Receivable	4,286
Total Current Assets	1,197,805
Noncurrent Assets	
Leases Receivable	228,209
Capital Assets, Net of Depreciation/Amortization	
Machinery and Equipment	2,032,345
Right-To-Use Lease Assets	7,075,778
Total Noncurrent Assets	9,336,332
Total Assets	10,534,137
<b>LIABILITIES</b>	
Current Liabilities	
Accounts Payable	16,587
Due to Other Entities	1,176,101
Accrued Interest Payable	25,652
Leases Payable	329,967
Total Current Liabilities	1,548,307
Noncurrent Liabilities	
Leases Payable	7,133,056
Total Liabilities	8,681,363
<b>DEFERRED INFLOWS OF RESOURCES</b>	
Leases	212,969
<b>NET POSITION</b>	
Net Investment in Capital Assets	1,645,100
Unrestricted	(5,295)
Total Net Position	\$ 1,639,805

**CITY OF BISMARCK, NORTH DAKOTA**  
**STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION**  
**COMPONENT UNIT**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	<b>Central Dakota Communications Center</b>
<b>OPERATING REVENUES</b>	
Charges for Services	\$ 1,950,287
Intergovernmental	2,199,471
Leases and Rentals	20,521
Miscellaneous	34
Total Operating Revenues	4,170,313
<b>OPERATING EXPENSES</b>	
Professional Legal and Contracted Services	2,643,558
Building Equipment and Vehicle Services	137,897
Travel and Training	24,215
Operating Services	681,462
Operating Supplies	40,995
Depreciation Expense	647,243
Total Operating Expenses	4,175,370
Net Operating Income (Loss)	(5,057)
<b>NONOPERATING REVENUES (EXPENSES)</b>	
Interest and Fiscal Charges	(319,131)
Change in Net Position	(324,188)
Net Position, Beginning of Year	1,963,993
Net Position, End of Year	\$ 1,639,805

# **STATISTICAL SECTION**



## STATISTICAL SECTION

This part of the City of Bismarck's annual comprehensive financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the city's overall financial health.

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	<b>120</b>
<p>These schedules contain trend information to help the reader understand how the city's financial performance and well-being have changed over time.</p>	
<b>Revenue Capacity</b>	<b>125</b>
<p>These schedules contain information to help the reader assess the city's most significant local revenue source, the property tax.</p>	
<b>Debt Capacity</b>	<b>130</b>
<p>These schedules present information to help the reader assess the affordability of the city's current levels of outstanding debt and the city's ability to issue additional debt in the future.</p>	
<b>Demographic and Economic Information</b>	<b>134</b>
<p>These schedules offer demographic and economic indicators to help the reader understand the environment within which the city's financial activities take place.</p>	
<b>Operating Information</b>	<b>137</b>
<p>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the city provides and the activities it performs.</p>	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

**CITY OF BISMARCK, NORTH DAKOTA  
NET POSITION BY COMPONENT  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020 *</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
<b>Governmental Activities</b>										
Net Investment in Capital Assets	\$ 197,951,649	\$ 218,218,040	\$ 225,240,744	\$ 230,739,569	\$ 238,971,819	\$ 258,881,437	\$ 278,950,023	\$ 315,866,703	\$ 348,132,922	\$ 386,127,891
Restricted	25,205,341	31,075,288	49,167,595	55,329,012	78,260,446	76,962,378	119,505,242	91,855,188	108,242,946	97,591,669
Unrestricted	171,295,399	181,422,256	170,563,328	166,262,629	145,803,806	154,297,592	128,668,327	167,203,128	175,723,191	188,466,011
<b>Total Governmental Activities Net Position</b>	<u>\$ 394,452,389</u>	<u>\$ 430,715,584</u>	<u>\$ 444,971,667</u>	<u>\$ 452,331,210</u>	<u>\$ 463,036,071</u>	<u>\$ 490,141,407</u>	<u>\$ 527,123,592</u>	<u>\$ 574,925,019</u>	<u>\$ 632,099,059</u>	<u>\$ 672,185,571</u>
<b>Business-type Activities</b>										
Net Investment in Capital Assets	\$ 319,247,440	\$ 341,955,183	\$ 374,421,127	\$ 401,875,951	\$ 409,059,784	\$ 426,085,338	\$ 440,243,714	\$ 461,645,551	\$ 495,405,986	\$ 545,442,071
Restricted	36,089,113	12,175,717	11,138,729	11,195,951	12,408,591	13,492,002	12,342,474	14,294,810	12,769,941	18,271,463
Unrestricted	38,560,107	51,133,751	42,895,634	43,933,922	51,736,219	52,070,299	77,097,423	88,553,212	99,387,661	82,077,411
<b>Total Business-type Activities Net Position</b>	<u>\$ 393,896,660</u>	<u>\$ 405,264,651</u>	<u>\$ 428,455,490</u>	<u>\$ 457,005,824</u>	<u>\$ 473,204,594</u>	<u>\$ 491,647,639</u>	<u>\$ 529,683,611</u>	<u>\$ 564,493,573</u>	<u>\$ 607,563,588</u>	<u>\$ 645,790,945</u>
<b>Primary Government</b>										
Net Investment in Capital Assets	\$ 517,199,089	\$ 560,173,223	\$ 599,661,871	\$ 632,615,520	\$ 648,031,603	\$ 684,966,775	\$ 719,193,737	\$ 777,512,254	\$ 843,538,908	\$ 931,569,962
Restricted	61,294,454	43,251,005	60,306,324	66,524,963	90,669,037	90,454,380	131,847,716	106,149,998	121,012,887	115,863,132
Unrestricted	209,855,506	232,556,007	213,458,962	210,196,551	197,540,025	206,367,891	205,765,750	255,756,340	275,110,852	270,543,422
<b>Total Primary Government Net Position</b>	<u>\$ 788,349,049</u>	<u>\$ 835,980,235</u>	<u>\$ 873,427,157</u>	<u>\$ 909,337,034</u>	<u>\$ 936,240,665</u>	<u>\$ 981,789,046</u>	<u>\$ 1,056,807,203</u>	<u>\$ 1,139,418,592</u>	<u>\$1,239,662,647</u>	<u>\$1,317,976,516</u>
<b>Component Unit</b>										
Net Investment in Capital Assets						\$ 2,388,151	\$ 2,532,919	\$ 2,247,542	\$ 1,977,035	\$ 1,645,100
Unrestricted									\$ (13,042)	\$ (5,295)
<b>Total Primary Government Net Position</b>	<u>\$ -</u>	<u>\$ 2,388,151</u>	<u>\$ 2,532,919</u>	<u>\$ 2,247,542</u>	<u>\$ 1,963,993</u>	<u>\$ 1,639,805</u>				

\* Central Dakota Communications Center (CenCom) was updated to a discretely presented component unit beginning in 2020. Prior to 2020, CenCom was reported in the General Fund.

**CITY OF BISMARCK, NORTH DAKOTA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Expenses</b>										
<b>Governmental activities</b>										
General Government	\$ 18,265,605	\$ 16,888,611	\$ 16,268,593	\$ 18,290,495	\$ 16,227,336	\$ 20,219,261	\$ 19,001,461	\$ 20,791,192	\$ 20,704,945	\$ 22,965,227
Public Safety	24,641,875	26,286,801	27,502,752	29,185,109	29,579,689	30,415,140	30,725,138	34,973,641	38,415,577	39,063,429
Highways and Streets	10,413,928	10,407,454	10,946,367	11,430,676	11,597,897	10,975,903	10,782,345	14,260,875	15,782,109	15,639,429
Health and Welfare	3,201,291	3,201,853	3,329,632	3,486,093	3,506,605	3,606,230	4,006,766	4,825,140	5,237,608	5,786,911
Culture and Recreation	2,953,530	3,182,488	3,336,676	3,524,975	3,610,946	3,398,425	3,627,670	4,027,559	4,122,822	4,533,693
Interest and Fiscal Charges	2,400,187	3,041,297	5,144,125	3,849,896	3,835,971	4,314,667	2,659,445	2,507,919	5,142,002	3,069,528
Public Works	9,972,223	11,551,442	13,945,500	14,626,171	12,980,551	16,422,484	13,436,853	16,766,244	16,583,788	17,612,419
<b>Total Governmental Activities Expenses</b>	<b>71,848,639</b>	<b>74,559,946</b>	<b>80,473,645</b>	<b>84,393,415</b>	<b>81,338,995</b>	<b>89,352,110</b>	<b>84,239,678</b>	<b>98,152,570</b>	<b>105,988,851</b>	<b>108,670,636</b>
<b>Business-type Activities</b>										
Airport	8,679,828	7,588,752	7,399,832	7,735,107	8,008,830	8,548,410	9,198,785	10,417,823	10,568,092	12,241,026
Event Center	11,436,810	11,043,455	10,718,816	11,108,512	9,947,984	6,096,566	7,561,220	8,870,482	9,132,878	9,871,589
Water	11,722,982	11,896,989	12,867,647	13,347,820	12,825,126	13,571,779	14,347,047	15,490,859	15,575,391	16,293,451
Sanitary Sewer	7,014,055	7,691,135	8,772,088	8,601,984	8,776,175	8,601,524	8,756,497	9,619,713	9,923,021	9,865,392
Solid Waste Disposal	2,453,612	4,340,662	2,997,121	2,600,476	3,068,343	2,820,233	3,399,701	3,204,427	4,974,389	5,883,083
Solid Waste Collections	4,065,304	3,872,531	4,018,808	4,275,343	4,185,101	4,057,608	4,417,323	4,791,389	5,099,369	5,425,320
Storm Water	1,993,037	2,697,316	3,076,950	4,239,065	2,313,297	5,509,598	2,438,293	3,523,528	2,355,935	2,276,085
Northern Plains Commerce Centre	-	-	-	-	286,817	285,811	298,481	267,383	262,915	260,601
Commercial Property	441,991	293,168	399,710	376,854	26,593	-	-	-	-	-
Parking Authority	1,608,473	1,639,973	1,596,137	1,575,237	1,615,739	1,641,385	1,697,382	1,764,888	1,839,817	1,778,790
<b>Total Business-type Activities Expenses</b>	<b>49,416,092</b>	<b>51,063,981</b>	<b>51,847,109</b>	<b>53,860,398</b>	<b>51,054,005</b>	<b>51,132,914</b>	<b>52,114,729</b>	<b>57,950,492</b>	<b>59,731,807</b>	<b>63,895,337</b>
<b>Total Primary Government Expenses</b>	<b>\$ 121,264,731</b>	<b>\$ 125,623,927</b>	<b>\$ 132,320,754</b>	<b>\$ 138,253,813</b>	<b>\$ 132,393,000</b>	<b>\$ 140,485,024</b>	<b>\$ 136,354,407</b>	<b>\$ 156,103,062</b>	<b>\$ 165,720,658</b>	<b>\$ 172,565,973</b>
<b>Component Unit</b>										
Central Dakota Communications Center	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,234,117	\$ 4,168,181	\$ 4,285,287	\$ 4,369,152	\$ 4,494,501
<b>Program Revenues</b>										
<b>Governmental Activities</b>										
Charges for Services										
General Government	\$ 4,903,933	\$ 4,141,666	\$ 4,282,664	\$ 4,155,262	\$ 4,105,318	\$ 3,844,027	\$ 6,657,778	\$ 6,985,058	\$ 7,352,658	\$ 7,498,490
Public Safety	1,122,078	1,382,234	1,471,580	1,636,966	2,034,483	3,170,759	4,121,687	4,276,820	4,614,224	4,487,638
Highways and Streets	6,310,840	6,306,131	5,306,563	5,496,307	4,435,164	4,710,938	6,139,203	6,599,763	7,052,303	7,701,603
Health and Welfare	446,618	474,109	575,029	607,188	608,216	514,777	782,942	955,738	1,157,055	1,302,127
Culture and Recreation	131,868	135,435	131,136	130,571	123,921	67,127	138,773	119,923	176,323	172,572
Public Works	-	-	-	20,000	26,152	-	-	-	348,793	-
Operating Grants and Contributions	11,067,383	13,162,314	11,751,542	12,039,864	10,372,987	25,630,321	12,287,333	22,837,303	15,366,176	14,929,684
Capital Grants and Contributions	39,485,749	36,180,257	25,081,772	20,673,170	15,830,239	22,330,509	25,871,531	34,198,440	40,597,241	27,187,634
<b>Total Governmental Activities Program Revenue</b>	<b>63,468,469</b>	<b>61,782,146</b>	<b>48,600,286</b>	<b>44,759,328</b>	<b>37,536,480</b>	<b>60,268,458</b>	<b>55,999,247</b>	<b>75,973,045</b>	<b>76,664,773</b>	<b>63,279,748</b>
<b>Business-type Activities</b>										
Charges for Services										
Airport	6,004,126	5,880,634	6,581,900	6,988,947	7,625,965	5,028,751	5,833,766	6,779,575	8,835,352	9,858,746
Event Center	7,106,440	6,817,419	6,904,800	7,293,652	7,447,339	2,945,849	4,776,014	6,318,106	6,443,294	6,786,493
Water	14,179,792	13,918,492	16,101,327	16,504,992	13,963,761	18,822,596	22,718,986	18,685,085	17,976,874	18,156,047
Sanitary Sewer	7,224,309	8,917,828	10,209,905	10,963,919	11,695,570	12,020,917	13,650,274	14,103,551	14,033,509	15,013,550
Solid Waste Disposal	4,307,855	4,355,606	4,375,408	3,902,953	4,213,453	3,995,766	4,227,045	4,228,744	5,323,850	5,832,925
Solid Waste Collections	3,899,855	4,003,128	4,609,120	4,768,732	4,978,616	5,119,114	5,436,452	5,739,918	6,114,617	7,074,019

**CITY OF BISMARCK, NORTH DAKOTA**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
**(ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Storm Water	1,352,712	1,390,903	1,825,511	2,305,184	1,484,594	1,455,797	1,512,307	1,536,060	1,503,263	1,533,803
Northern Plains Commerce Centre	-	-	-	-	67,717	67,717	67,717	86,079	85,215	85,223
Commercial Property	255,917	180,632	104,430	102,109	11,058	-	-	-	-	-
Parking Authority	1,561,998	1,460,754	1,550,277	1,510,575	1,659,091	1,592,410	1,740,102	1,883,856	1,887,757	2,098,874
Operating Grants and Contributions	227,245	40,360	6,666	11,319	38,307	3,015,545	7,835,779	5,557,720	1,916,047	83,162
Capital Grants and Contributions	9,924,565	6,748,212	17,502,063	24,121,524	13,085,359	9,548,744	18,463,512	22,333,719	26,434,913	24,809,926
Total Business-type Activities Program Revenue	56,044,814	53,713,968	69,771,407	78,473,906	66,270,830	63,613,206	86,261,954	87,252,413	90,554,691	91,332,768
Total Primary Government Program Revenues	\$ 119,513,283	\$ 115,496,114	\$ 118,371,693	\$ 123,233,234	\$ 103,807,310	\$ 123,881,664	\$ 142,261,201	\$ 163,225,458	\$ 167,219,464	\$ 154,612,516
Component Unit										
Charges for Services	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,207,013	\$ 3,828,235	\$ 3,966,110	\$ 4,085,603	\$ 4,170,313
Capital Grants and Contributions	-	-	-	-	-	2,415,255	291,700	33,800	-	-
Total Component Unit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,622,268	\$ 4,119,935	\$ 3,999,910	\$ 4,085,603	\$ 4,170,313
Net (Expense)/Revenue										
Government Activities	(8,380,170)	(12,777,800)	(31,873,359)	(39,634,087)	(43,802,515)	(29,083,652)	(28,240,431)	(22,179,525)	(29,324,078)	(45,390,888)
Business-type Activities	6,628,722	2,649,987	17,924,298	24,613,508	15,216,825	12,480,292	34,147,225	29,301,921	30,822,884	27,437,431
Total Primary Government Net Expense	\$ (1,751,448)	\$ (10,127,813)	\$ (13,949,061)	\$ (15,020,579)	\$ (28,585,690)	\$ (16,603,360)	\$ 5,906,794	\$ 7,122,396	\$ 1,498,806	\$ (17,953,457)
Component Unit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,388,151	\$ (48,246)	\$ (285,377)	\$ (283,549)	\$ (324,188)
<b>General Revenues and Other Changes in Net Position</b>										
Governmental Activities										
Property Taxes	\$ 19,270,501	\$ 20,253,570	\$ 21,250,283	\$ 20,628,624	\$ 21,198,684	\$ 22,387,939	\$ 26,793,510	\$ 31,520,584	\$ 34,614,680	\$ 37,460,055
Sales Tax	17,436,203	16,747,940	15,849,579	15,543,636	21,833,317	23,411,959	28,739,637	29,929,510	31,192,129	32,465,463
Occupancy Tax	1,188,853	1,086,064	1,014,964	965,445	1,031,410	619,471	966,856	1,090,781	1,174,639	1,492,999
Lodging, Liquor, and Food Tax	2,910,312	2,848,332	2,877,076	2,919,682	3,036,341	2,553,256	3,436,681	3,752,153	4,094,829	3,960,295
Car Rental Tax	71,808	73,046	78,262	66,121	81,482	39,722	71,203	72,109	80,054	94,583
State Aid	5,069,954	3,902,315	3,888,355	4,498,092	4,784,709	4,202,218	5,080,152	5,309,646	5,947,512	5,929,134
Franchise Taxes	1,123,478	1,243,287	1,218,141	1,158,319	1,093,964	1,040,153	1,027,705	978,463	924,506	879,693
Other Taxes	1,333,130	1,247,280	1,225,954	1,706,736	1,329,301	1,360,245	1,438,979	1,073,363	1,272,976	1,413,429
Investment Income (Loss)	675,796	690,481	2,954,251	2,342,382	4,277,125	4,040,976	1,132,031	(456,178)	7,023,614	9,761,237
Gain (Loss) on Disposal of Capital Assets	-	178,109	121,371	352,053	(30,697)	673,970	238,565	1,157,268	1,356,389	625,125
Transfers	1,959,501	(3,580,283)	(4,348,794)	(3,187,460)	(4,128,260)	(4,954,022)	(3,702,703)	(4,446,747)	(15,347,527)	(6,580,992)
Total Governmental Activities	51,039,536	44,690,141	46,129,442	46,993,630	54,507,376	55,375,887	65,222,616	69,980,952	72,333,801	87,501,021
Business-type Activities										
Other Taxes	39,923	40,714	33,643	36,465	45,071	44,737	32,615	44,691	40,648	44,269
Investment Income (Loss)	419,227	375,048	576,858	535,407	1,660,326	1,172,657	90,651	(644,160)	3,266,049	4,514,377
Gain (Loss) on Disposal of Capital Assets	487,056	1,445,890	307,246	177,494	(4,851,712)	(208,663)	62,778	1,660,764	3,024,029	212,218
Transfers	(2,153,088)	3,580,283	4,348,794	3,187,460	4,128,260	4,954,022	3,702,703	4,446,747	15,347,527	6,580,992
Total Business-type Activities	(1,206,882)	5,441,935	5,266,541	3,936,826	981,945	5,962,753	3,888,747	5,508,042	21,678,253	11,351,856
Total Primary Government	\$ 49,832,654	\$ 50,132,076	\$ 51,395,983	\$ 50,930,456	\$ 55,489,321	\$ 61,338,640	\$ 69,111,363	\$ 75,488,994	\$ 94,012,054	\$ 98,852,877
Component Unit										
Gain (Loss) on Disposal of Assets	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,887	\$ -	\$ -	\$ -
<b>Change in Net Position</b>										
Governmental Activities	\$ 42,659,366	\$ 31,912,341	\$ 14,256,083	\$ 7,359,543	\$ 10,704,861	\$ 26,292,235	\$ 36,982,185	\$ 47,801,427	\$ 43,009,723	\$ 42,110,133
Business-type Activities	5,421,840	8,091,922	23,190,839	28,550,334	16,198,770	18,443,045	38,035,972	34,809,963	52,501,137	38,789,287
Total Primary Government	\$ 48,081,206	\$ 40,004,263	\$ 37,446,922	\$ 35,909,877	\$ 26,903,631	\$ 44,735,280	\$ 75,018,157	\$ 82,611,390	\$ 95,510,860	\$ 80,899,420
Component Unit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,388,151	\$ (45,359)	\$ (285,377)	\$ (283,549)	\$ (324,188)

**CITY OF BISMARCK, NORTH DAKOTA  
 FUND BALANCES OF GOVERNMENTAL FUNDS  
 LAST TEN FISCAL YEARS  
 (MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
General Fund										
Nonspendable	\$ 230,000	\$ 230,000	\$ 230,000	\$ 150,000	\$ -	\$ 38,799	\$ 1,394	\$ 12,899	\$ 5,005	\$ 25,541
Restricted	2,414,706	2,741,315	2,553,106	3,128,667	4,718,231	6,049,590	7,809,563	8,021,055	8,045,803	8,039,079
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	4,236,860	4,555,285	3,622,460	4,316,068	4,765,734	17,300,470	17,052,824	14,177,069	16,136,726	17,329,687
Unassigned	31,714,584	32,800,155	34,269,492	36,360,862	35,556,939	32,885,439	31,815,152	35,184,230	39,980,654	45,547,286
Total General Fund	<u>\$ 38,596,150</u>	<u>\$ 40,326,755</u>	<u>\$ 40,675,058</u>	<u>\$ 43,955,597</u>	<u>\$ 45,040,904</u>	<u>\$ 56,274,298</u>	<u>\$ 56,678,933</u>	<u>\$ 57,395,253</u>	<u>\$ 64,168,188</u>	<u>\$ 70,941,593</u>
All Other Governmental Funds										
Nonspendable	\$ -	\$ 1,880,000	\$ -	\$ -	\$ 1,234,481	\$ 281,589	\$ 254,111	\$ 322,450	\$ 584,603	\$ 1,123,474
Restricted	10,503,322	40,936,613	46,614,489	52,200,345	73,542,216	70,912,788	111,695,679	83,834,133	100,197,143	89,552,590
Committed	76,137,429	55,295,682	56,097,547	46,702,145	37,392,272	46,139,992	39,071,435	60,672,467	48,157,454	59,414,720
Assigned	-	-	-	-	-	300,000	300,000	300,000	1,563,579	1,553,905
Unassigned	(21,204,601)	(22,506,461)	(19,880,207)	(9,312,024)	(11,662,049)	(14,459,526)	(19,884,116)	(21,384,240)	(16,300,201)	(18,755,629)
Total All Other Governmental Funds	<u>\$ 65,436,150</u>	<u>\$ 75,605,834</u>	<u>\$ 82,831,829</u>	<u>\$ 89,590,466</u>	<u>\$ 100,506,920</u>	<u>\$ 103,174,843</u>	<u>\$ 131,437,109</u>	<u>\$ 123,744,810</u>	<u>\$ 134,202,578</u>	<u>\$ 132,889,060</u>

**CITY OF BISMARCK, NORTH DAKOTA  
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
LAST TEN FISCAL YEARS  
(MODIFIED ACCRUAL BASIS OF ACCOUNTING)**

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>REVENUES</b>										
Taxes	\$42,010,581	\$44,000,157	\$42,252,472	\$41,694,759	\$48,233,253	\$50,133,918	\$61,012,397	\$67,306,942	\$71,989,882	\$76,247,637
Special Assessments Revenue	18,539,363	21,449,838	21,849,733	22,334,763	22,518,068	24,658,117	32,245,964	20,426,651	20,243,864	20,069,794
Intergovernmental	17,854,293	18,299,828	17,743,566	18,335,857	17,179,104	33,268,246	26,508,133	38,977,130	35,539,074	29,095,658
Charges for Services	8,660,788	8,631,635	7,795,507	7,919,450	7,189,971	10,223,888	12,767,497	13,722,638	16,274,075	15,305,933
Licenses and Permits	2,333,947	2,023,147	1,861,177	1,897,424	2,020,572	1,966,452	2,165,128	2,286,499	2,368,549	2,213,551
Fines and Forfeitures	1,193,693	1,263,594	1,510,695	1,557,451	1,569,334	1,240,338	1,303,518	1,438,635	1,414,645	1,565,935
Leases and Rentals	427,935	410,379	402,562	390,677	373,034	275,422	191,649	296,022	213,752	297,822
Investment Income (Loss)	1,142,573	1,087,639	1,406,656	1,896,794	2,995,049	2,716,408	1,994,236	(942,570)	5,058,853	10,073,623
Donations	-	-	-	-	-	-	-	376,392	228,180	281,535
Miscellaneous	398,792	543,337	263,390	448,997	315,837	702,460	619,516	552,268	498,767	568,736
Total Revenues	92,561,965	97,709,554	95,085,758	96,476,172	102,394,222	125,185,249	138,808,038	144,440,607	153,829,641	155,720,224
<b>EXPENDITURES</b>										
Current										
General Government	15,715,568	15,192,348	14,432,957	15,767,436	14,299,862	18,349,413	18,431,424	18,952,679	18,485,890	20,556,833
Public Safety	21,529,929	23,883,543	25,619,157	25,730,050	27,472,723	29,583,737	31,303,222	32,841,121	34,507,483	36,431,145
Highways and Streets	9,131,659	10,243,511	10,734,028	9,974,139	10,738,028	10,296,279	10,544,660	12,789,408	13,727,306	13,392,122
Health and Welfare	2,904,894	3,167,152	3,247,464	3,191,344	3,379,797	3,545,887	4,309,470	4,480,645	4,886,930	5,205,472
Culture and Recreation	2,230,807	2,600,315	2,740,879	2,748,969	2,906,938	2,782,831	3,050,141	3,257,286	3,415,463	3,600,268
Public Works	1,703,421	2,931,214	3,788,925	3,502,262	1,306,187	4,560,864	849,944	3,718,575	2,510,739	3,085,220
Capital Outlay	44,750,179	33,359,349	31,585,615	20,099,187	19,721,519	35,814,373	35,874,729	61,783,680	55,137,600	58,287,362
Debt Service										
Principal	11,730,000	14,415,000	15,755,000	16,170,001	16,455,001	16,710,000	17,347,148	17,382,198	18,501,673	19,583,773
Interest	2,315,618	3,248,717	3,412,221	3,778,000	3,752,817	3,599,805	3,188,859	3,016,163	3,396,311	3,678,647
Total Expenditures	112,012,075	109,041,149	111,316,246	100,961,388	100,032,872	125,243,189	124,899,597	158,221,755	154,569,395	163,820,842
Excess of Revenues Over (Under) Expenditures	(19,450,110)	(11,331,595)	(16,230,488)	(4,485,216)	2,361,350	(57,940)	13,908,441	(13,781,148)	(739,754)	(8,100,618)
<b>OTHER FINANCING SOURCES (USES)</b>										
Issuance of Special Assessment Bonds	33,855,000	20,335,000	19,325,000	15,015,000	9,370,000	22,370,000	13,635,000	19,780,000	19,785,000	14,860,000
Premium on Special Assessment Bonds	1,889,225	762,423	1,983,299	428,935	458,847	1,264,501	619,358	639,074	492,373	411,970
Proceeds from Sale of Capital Assets	-	-	-	-	-	2,133,163	-	548,248	737,082	441,613
Discount on Special Assessment Debt	-	-	-	-	-	-	-	-	-	-
Financed Purchase Proceeds	-	-	-	-	-	-	-	-	1,488,576	509,157
Leases Proceeds	-	-	-	-	-	-	2,908,995	918,686	339,948	-
SBITAs Proceeds	-	-	-	-	-	-	-	-	578,193	282,368
Payment to Escrow Agent on Refunded Bonds	(7,405,000)	-	-	-	-	(11,000,473)	-	-	-	-
Transfers In	49,932,949	33,181,033	34,653,793	32,490,879	39,723,665	40,614,916	48,536,601	67,496,174	48,290,431	59,287,687
Transfers Out	(43,395,802)	(33,590,238)	(32,157,306)	(33,410,422)	(39,912,101)	(42,235,951)	(50,941,494)	(71,196,938)	(53,741,146)	(62,232,290)
Refunding Bonds Issued	6,510,000	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	41,386,372	20,688,218	23,804,786	14,524,392	9,640,411	13,146,156	14,758,460	18,185,244	17,970,457	13,560,505
Net Change in Fund Balances	\$21,936,262	\$ 9,356,623	\$ 7,574,298	\$10,039,176	\$12,001,761	\$13,088,216	\$28,666,901	\$ 4,404,096	\$17,230,703	\$ 5,459,887
Debt Service as a Percentage of Noncapital Expenditures	20.9%	23.3%	24.0%	24.7%	25.2%	22.7%	23.1%	21.2%	22.0%	22.0%

Source: Fiscal Services

**CITY OF BISMARCK, NORTH DAKOTA  
GOVERNMENTAL ACTIVITIES TAX REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(ACCRUAL BASIS OF ACCOUNTING)**

<b>Fiscal Year</b>	<b>Property Taxes</b>	<b>Sales Tax</b>	<b>Occupancy Tax</b>	<b>Lodging, Liquor, &amp; Food Tax</b>	<b>Car Rental Tax</b>	<b>State Aid Distribution</b>	<b>Franchise Tax</b>	<b>Other Taxes</b>	<b>Total</b>
2015	\$ 19,270,501	\$ 17,436,203	\$ 1,188,853	\$ 2,910,312	\$ 71,808	\$ 5,069,954	\$ 1,123,478	\$ 1,333,130	\$ 48,404,239
2016	20,253,570	16,747,940	1,086,064	2,848,332	73,046	3,902,315	1,243,287	1,247,280	47,401,834
2017	21,250,283	15,849,579	1,014,964	2,877,076	78,262	3,888,355	1,218,141	1,225,954	47,402,614
2018	20,628,624	15,543,636	965,445	2,919,682	66,121	4,498,092	1,158,319	1,706,736	47,486,655
2019	21,198,684	21,833,317	1,031,410	3,036,341	81,482	4,784,709	1,093,964	1,329,301	54,389,208
2020	22,387,939	23,411,959	619,471	2,553,256	39,722	4,202,218	1,040,153	1,404,982	55,659,700
2021	26,793,510	28,739,637	966,856	3,436,681	71,203	5,080,152	1,027,705	1,438,979	67,554,723
2022	31,520,584	29,929,510	1,090,781	3,752,153	72,109	5,309,646	978,463	1,073,363	73,726,609
2023	34,614,680	31,192,129	1,174,639	4,094,829	80,054	5,947,512	924,506	1,272,976	79,301,325
2024	37,460,055	32,465,463	1,492,999	3,960,295	94,583	5,929,134	879,693	1,413,429	83,695,651

Source: Fiscal Services

**CITY OF BISMARCK, NORTH DAKOTA  
 ASSESSED VALUE AND TRUE AND FULL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS**

<b>Year</b>	<b>Commercial Land and Buildings</b>	<b>Residential Land and Buildings</b>	<b>Agricultural Land</b>	<b>Public Utilities</b>	<b>Total Assessed Value</b>	<b>Total True and Full Value</b>	<b>Assessed Value as a Percentage of True and Full Value</b>	<b>Taxable Value</b>	<b>Total Direct Tax Rate</b>
2014	\$ 1,041,981,000	\$ 2,012,744,111	\$ 401,100	\$ 50,630,280	\$ 3,105,756,491	\$ 6,211,512,982	50%	\$ 290,448,208	63.10%
2015	1,177,555,620	2,232,032,489	371,000	54,422,280	3,464,381,389	6,928,762,778	50%	324,136,621	59.07%
2016	1,308,377,570	2,389,363,545	428,050	50,439,270	3,748,608,435	7,497,216,869	50%	350,957,710	57.01%
2017	1,505,305,200	2,454,101,322	475,150	52,943,010	4,012,824,682	8,025,649,364	50%	376,741,455	57.01%
2018	1,545,115,150	2,509,157,700	389,950	58,884,700	4,113,547,500	8,227,095,000	50%	386,263,173	56.88%
2019	1,578,354,350	2,556,190,778	411,050	62,073,470	4,197,029,648	8,394,059,296	50%	394,141,057	58.88%
2020	1,614,437,480	2,635,647,022	413,350	67,707,260	4,318,205,112	8,636,410,224	50%	410,774,405	68.70%
2021	1,739,463,700	3,117,471,350	413,650	60,650,028	4,917,998,728	9,835,997,456	50%	415,417,808	77.75%
2022	1,928,105,750	3,361,207,350	373,850	62,179,107	5,351,866,057	10,703,732,114	50%	454,803,538	77.88%
2023	2,021,375,650	3,511,231,450	317,500	65,437,314	5,598,361,914	11,196,723,828	50%	502,656,749	77.91%

Source: Burleigh County Auditor/Treasurer Office

**CITY OF BISMARCK, NORTH DAKOTA  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING<sup>1</sup> GOVERNMENTS  
LAST TEN FISCAL YEARS**

Fiscal Year <sup>2</sup>	City of Bismarck		Overlapping Rates				Total Direct & Overlapping Rates
	Operating Millage	Total City Millage	Burleigh County Millage	Public School Millage	Bismarck Park District	State of North Dakota	
2014	63.10	63.10	48.63	103.60	37.30	1.00	253.63
2015	59.07	59.07	47.03	100.42	36.08	1.00	243.60
2016	57.01	57.01	45.77	100.47	34.68	1.00	238.93
2017	57.01	57.01	36.66	103.92	34.31	1.00	232.90
2018	56.88	56.88	31.66	103.91	34.23	1.00	227.68
2019	58.88	58.88	35.30	107.19	34.22	1.00	236.59
2020	68.70	68.70	34.36	107.19	33.69	1.00	244.94
2021	77.75	77.75	34.40	107.19	33.80	1.00	254.14
2022	77.88	77.88	34.26	107.19	33.82	1.00	254.15
2023	77.91	77.91	41.17	107.19	32.63	1.00	259.90

<sup>1</sup> Overlapping rates are those of local and county governments that apply to property owners within the City of Bismarck. Not all overlapping rates apply to all City of Bismarck property owners.

<sup>2</sup> Represents the year in which property taxes are levied. Collection of taxes will be received in the subsequent year.

Source: Burleigh County Levies

**CITY OF BISMARCK, NORTH DAKOTA  
PRINCIPAL "SINGLE PROPERTY" TAXPAYERS  
CURRENT YEAR AND TEN YEARS AGO**

Taxpayer	2024			2015		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Kirkwood Mall Acquisition LLC	\$ 56,563,500	1	1.07 %	\$ 27,221,350	1	0.86 %
Waterford on West Century LLC	48,696,800	2	0.92	11,561,850	3	0.37
EVI Coulee Ridge 1 LLC	34,050,500	3	0.64	-		
1605 Plains Realty LLC	33,114,600	4	0.63	-		
Medcenter One Inc % Sanford Bismarck	32,472,100	5	0.61	12,941,150	2	0.41
Clark Equipment Company	30,584,600	6	0.58	9,608,000	5	0.30
Clark Equipment Co. A Corp	30,203,300	7	0.57			
Lasalle Shopping Center LLC	29,790,600	8	0.56	-		
REI Holdings LLC	27,833,000	9	0.53	-		
First International Bank & Trust	22,595,600	10	0.43	-		
CMGL 11 LLC	22,324,900	11	0.42	-		
Centerspace LP	22,225,800	12	0.42	-		
Inreit Properties (Edgewood)	-			9,893,200	4	0.31
* Mid Dakota Clinic	-			9,454,100	6	0.30
Wal-Mart Property North	-			9,372,050	7	0.30
Wal-Mart Property South	-			8,773,500	8	0.28
TNP SRT Portfolio LLC (Pinehurst Square)	-			7,716,900	10	0.24
* Regency Midwest Ventures LTD	-			7,825,100	9	0.25
Menards	-			7,178,550	11	0.23
Iret-River Ridge Apartments LLC	-			6,509,050	12	0.21
* Gateway Fashion Mall	-			-		
Pine Properties LLC	-			-		
Totals	<u>\$ 390,455,300</u>		<u>7.38 %</u>	<u>\$ 128,054,800</u>		<u>4.06 %</u>

\* These properties receive partial exemptions. The portion that is exempt is not included in the values.

Source: Assessing Division

**CITY OF BISMARCK, NORTH DAKOTA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Total Tax Levy for Fiscal Year<sup>1</sup></b>	<b>Collected within the Fiscal Year of the Levy</b>		<b>Collections in Subsequent Years</b>	<b>Total Collections to Date</b>	
		<b>Amount</b>	<b>Percentage of Levy</b>		<b>Amount</b>	<b>Percentage of Levy</b>
2015	\$ 18,327,284	\$ 17,501,225	95.49%	\$ 86,534	\$ 17,587,759	95.96%
2016	19,146,750	18,371,529	95.95%	116,676	18,488,205	96.56%
2017	20,008,099	19,260,495	96.26%	115,708	19,376,203	96.84%
2018	21,478,030	20,279,319	94.42%	135,005	20,414,324	95.05%
2019	21,970,650	20,778,395	94.57%	185,269	20,963,664	95.42%
2020	23,207,026	22,024,806	94.91%	254,806	22,279,612	96.00%
2021	28,220,202	26,564,243	94.13%	228,204	26,792,447	94.94%
2022	32,744,746	30,601,756	93.46%	177,505	30,779,261	94.00%
2023	35,873,956	33,545,429	93.51%	216,585	33,762,014	94.11%
2024	39,161,988	36,020,023	91.98%	265,290	36,285,313	92.65%

<sup>1</sup> Previous fiscal year tax levy.

**CITY OF BISMARCK, NORTH DAKOTA  
RATIOS OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Governmental Activities				Business-Type Activities				Total Primary Government	Percentage of Personal Income <sup>1</sup>	Per Capita <sup>1</sup>
	Special Assessment Bonds	Financed Purchase Obligations	Leases Payable <sup>2</sup>	SBITAs Payable <sup>3</sup>	Revenue Bonds	Financed Purchase Obligations	Leases Payable <sup>2</sup>	SBITAs Payable <sup>3</sup>			
2015	\$ 116,830,000	\$ -	\$ -	\$ -	\$ 105,495,000	\$ -	\$ -	\$ -	\$ 222,325,000	6.56%	\$ 3,142
2016	125,651,063	-	-	-	100,011,979	-	-	-	225,663,042	6.66%	3,094
2017	130,958,280	-	-	-	94,017,648	-	-	-	224,975,928	7.03%	3,091
2018	129,861,275	-	-	-	87,903,317	-	-	-	217,764,592	6.60%	2,931
2019	122,832,538	-	-	-	81,643,984	-	-	-	204,476,522	5.85%	2,626
2020	118,285,170	-	-	-	78,597,556	-	-	-	196,882,726	5.39%	2,678
2021	115,270,105	2,311,847	-	-	78,803,374	-	-	-	196,385,326	5.31%	2,636
2022	118,535,706	1,745,196	683,139	1,679,386	74,072,752	-	9,120	-	196,725,299	4.55%	2,622
2023	120,790,514	2,659,647	875,146	1,917,972	87,197,183	1,215,020	7,343	6,338	214,662,825	4.94%	2,827
2024	117,515,860	2,175,885	781,478	1,648,154	-	1,060,743	5,493	4,315	123,187,613	2.70%	1,621

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

<sup>1</sup> See the Schedule of Demographic and Economic Statistics on page 134 for personal income and population data.

<sup>2</sup> GASB Statement No. 87, Leases, was implemented in 2022 resulting in leases payable.

<sup>3</sup> GASB Statement No. 96, Subscription-Based Information Technology Arrangements (SBITAs), was implemented in 2023 resulting in SBITAs payable.

**CITY OF BISMARCK, NORTH DAKOTA  
LEGAL DEBT MARGIN INFORMATION  
LAST 10 YEARS**

	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Debt Limit	\$ 173,219,069	\$ 187,430,422	\$ 200,641,234	\$ 205,677,375	\$ 209,851,482	\$ 215,910,256	\$ 245,899,936	\$ 245,899,936	\$ 267,593,303	\$ 279,918,096
Total Net Debt Applicable to Limit	-	-	-	-	-	-	-	-	-	-
Legal Debt Margin	<u>\$ 173,219,069</u>	<u>\$ 187,430,422</u>	<u>\$ 200,641,234</u>	<u>\$ 205,677,375</u>	<u>\$ 209,851,482</u>	<u>\$ 215,910,256</u>	<u>\$ 245,899,936</u>	<u>\$ 245,899,936</u>	<u>\$ 267,593,303</u>	<u>\$ 279,918,096</u>
Total Net Debt Applicable to the Limit as a Percentage of Debt Limit	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%

**Legal Debt Margin Calculation for Fiscal Year 2024**

Total Assessed Value	\$ 5,598,361,914
Debt Limit (5% of Total Assessed Value)	279,918,096
Debt Applicable to Limit:	
General Obligation Bonds	-
Less: Amount Set Aside for Repayment of General Obligation Debt	-
Total Net Debt Applicable to Limit	<u>-</u>
Legal Debt Margin	<u>\$ 279,918,096</u>

Note: Under state finance law, the City of Bismarck's outstanding general obligation debt should not exceed 5 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds.

Sources:  
Burleigh County Auditor/Treasurer Office  
Fiscal Services

**CITY OF BISMARCK, NORTH DAKOTA  
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT  
AS OF DECEMBER 31, 2024**

<u>Governmental Unit</u>	<u>2024 Taxable Value</u>	<u>Net Debt Outstanding</u>	<u>Estimated Percentage Applicable<sup>1</sup></u>	<u>Total Direct and Overlapping Debt</u>
City of Bismarck	\$ 525,043,420	\$ 122,121,377	100.00%	\$ 122,121,377
Bismarck Public School	662,812,203	125,086,920	79.83%	99,856,888
Bismarck Park District	525,043,420	28,620,120	100.00%	28,620,120
Burleigh County	700,704,152	46,878,101	75.27%	35,285,147
Total Overlapping Debt	<u>\$ 1,888,559,775</u>	<u>\$ 200,585,141</u>		<u>\$ 163,762,155</u>
Total Direct and Overlapping Debt		<u><u>\$ 322,706,518</u></u>		<u><u>\$ 285,883,532</u></u>

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the city. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City of Bismarck. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

<sup>1</sup>The percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of the county's taxable assessed value that is within the government's boundaries and dividing it by the county's total taxable assessed value.

Sources:

Bismarck Public School as of June 30, 2024  
Bismarck Park District  
Burleigh County Levies, 2024  
Burleigh County Auditor, 2023 Audit Report

**CITY OF BISMARCK, NORTH DAKOTA  
PLEGGED-REVENUE COVERAGE  
LAST TEN FISCAL YEARS**

Fiscal Year	Water Revenue Bonds						Sanitary Sewer Bonds					
	Water Charges	Less:	Net	Debt Service		Coverage	Sanitary Sewer Charges	Less:	Net	Debt Service		Coverage
		Operating Expenses	Available Revenue	Principal	Interest			Operating Expenses	Available Revenue	Principal	Interest	
2015	\$14,557,406	\$ 6,658,423	\$ 7,898,983	\$ 2,215,000	\$ 1,063,525	240.93%	\$ 7,224,308	\$ 3,851,519	\$ 3,372,789	\$ 910,000	\$ 355,625	266.49%
2016	14,483,419	6,476,574	8,006,845	2,765,000	1,018,350	211.63%	8,917,827	3,624,122	5,293,705	1,535,000	1,304,875	186.41%
2017	16,662,851	7,103,387	9,559,464	2,815,000	956,170	253.49%	10,209,905	4,714,551	5,495,354	2,155,000	1,236,750	162.02%
2018	16,504,992	7,604,585	8,900,407	2,870,000	880,017	237.34%	10,963,919	4,448,093	6,515,826	2,200,000	1,152,750	194.34%
2019	13,963,761	7,246,562	6,717,199	2,940,000	808,059	179.22%	11,695,571	3,997,660	7,697,911	2,250,000	1,067,125	232.07%
2020	18,822,596	8,039,985	10,782,611	7,515,000	432,151	135.68%	12,020,917	3,824,382	8,196,535	3,165,000	745,000	209.63%
2021	22,568,341	8,939,712	13,628,629	3,135,000	628,205	362.15%	13,576,512	3,966,339	9,610,173	2,360,000	890,679	295.64%
2022	18,589,660	9,878,661	8,710,999	3,022,000	526,263	245.50%	14,055,940	4,771,944	9,283,996	2,710,527	574,499	282.62%
2023	17,976,874	9,740,714	8,236,160	3,197,725	412,778	228.12%	14,033,509	4,991,791	9,041,718	2,780,000	774,825	254.35%
2024	17,942,377	10,390,939	7,551,438	2,902,559	356,392	231.71%	14,916,336	5,204,232	9,712,104	2,855,000	696,590	273.46%

Fiscal Year	Special Assessment Bonds				Motel, Liquor, Restaurant Bonds			
	Special Assessment Collections	Debt Service		Coverage	Lodging, Liquor, Food Tax Collections *	Debt Service		Coverage
		Principal	Interest			Principal	Interest	
2015	\$15,506,201	\$19,135,000	\$ 2,315,618	72.29%	\$ 2,910,312	\$ 1,000,000	\$ 990,206	146.23%
2016	15,657,902	13,175,000	3,208,493	95.57%	2,848,332	1,015,000	960,206	144.20%
2017	17,236,969	15,755,000	3,356,638	90.19%	2,877,076	1,030,000	929,756	146.81%
2018	18,394,111	16,170,000	3,740,823	92.38%	2,919,682	1,050,000	898,856	149.82%
2019	18,499,295	16,455,000	3,444,384	92.96%	3,036,341	1,075,000	867,356	156.32%
2020	18,656,859	27,630,000	3,599,804	59.74%	2,553,256	1,105,000	835,106	131.60%
2021	18,213,912	16,750,000	3,188,859	91.35%	3,436,681	1,135,000	801,956	177.43%
2022	17,363,652	16,580,000	2,977,116	88.78%	3,752,153	1,415,000	366,948	210.56%
2023	19,333,489	17,440,000	3,349,399	93.00%	4,094,829	1,320,000	458,640	230.22%
2024	19,030,385	17,945,000	3,444,359	88.97%	3,960,295	1,350,000	425,376	223.07%

Source: Fiscal Services

**CITY OF BISMARCK, NORTH DAKOTA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Population<sup>1</sup></b>	<b>Personal Income<sup>2</sup></b>	<b>Per Capita Personal Income<sup>2</sup></b>	<b>Median Age<sup>1</sup></b>	<b>Public School Enrollment<sup>3</sup></b>	<b>Unemployment Rate<sup>4</sup></b>
2015	70,766	\$ 3,387,188,980	\$ 80,166	38.0	12,380	2.3%
2016	72,926	3,387,893,453	78,906	38.0	12,683	2.5%
2017	72,793	3,200,488,435	75,384	38.0	12,861	2.6%
2018	74,294	3,301,033,103	77,952	38.0	13,007	2.4%
2019	77,880	3,497,297,521	82,701	37.5	13,331	2.4%
2020	79,658	3,653,485,099	84,007	37.5	13,276	3.4%
2021	74,505	3,699,523,016	86,377	37.5	13,476	2.5%
2022	75,028	4,327,719,605	100,942	37.5	13,638	2.0%
2023	75,928	4,349,038,763	101,749	37.4	13,716	1.4%
2024	76,423	4,557,133,503	103,086	38.7	13,794	2.2%

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

Sources:

<sup>1</sup> Bismarck Mandan Chamber EDC

<sup>2</sup> ND State Tax Department

<sup>3</sup> Bismarck Public Schools

<sup>4</sup> North Dakota Job Service Labor Market Information Center website

**CITY OF BISMARCK, NORTH DAKOTA  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO**

Employer	2024			2015		
	Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
State of ND	4,456	1	9.87 %	4,600	1	13.02 %
Sanford Health	4,204	2	9.31	3,146	2	8.91
Bismarck Public Schools	3,385	3	7.50	2,108	4	5.97
Bobcat/Doosan Company	1,280	4	2.84			
CHI St. Alexius	1,270	5	2.81	2,377	3	6.73
US Government Offices	1,200	6	2.66	1,200	5	3.40
Bismarck State College	891	7	1.97	752	7	2.13
City of Bismarck	696	8	1.54			
North Walmart and South Walmart	665	9	1.47	742	9	2.10
Missouri Slope Lutheran Care Center	610	10	1.35			
MDU Resources Group Inc				850	6	2.41
University of Mary				748	8	2.12
Aetna				728	10	2.06
<b>Total</b>	<b>18,657</b>		<b>41.32</b>	<b>17,251</b>		<b>48.85</b>

Sources:  
Bismarck Mandan Chamber EDC

**CITY OF BISMARCK, NORTH DAKOTA  
FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
General Government	86	86	87	93	92	92	92	102	104	96
Public Safety										
Central Dakota Communications Center	27	30	31	31	31	33	33	34	34	33
Police										
Officers	113	116	128	128	129	129	129	133	136	137
Civilians	30	30	30	30	30	30	30	30	30	30
Fire										
Firefighters and Officers	83	83	82	83	83	86	86	88	89	91
Civilians	2	2	2	2	2	2	2	2	2	2
Highways and Streets										
Engineering	29	29	29	29	29	29	29	29	30	30
Maintenance	63	64	63	64	64	63	63	55	57	68
Health and Welfare	29	29	29	29	28	29	31	32	33	35
Culture and Recreation	22	24	25	25	25	25	25	25	25	25
Airport	21	21	22	23	23	23	23	23	24	24
Solid Waste	38	38	38	36	37	37	38	38	39	39
Water and Sewer	64	64	64	65	65	65	65	66	66	67
<b>Total</b>	<b>607</b>	<b>616</b>	<b>630</b>	<b>638</b>	<b>638</b>	<b>643</b>	<b>646</b>	<b>657</b>	<b>669</b>	<b>677</b>

Source: City of Bismarck Annual Budgets

**CITY OF BISMARCK, NORTH DAKOTA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

(Continued on next page)

<b>Function</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
<b>General Government</b>										
Number of Building Permits Issued	1,756	1,648	1,410	1,248	940	1,268	1,110	947	1,013	1,079
Number of Building Inspections Done	5,581	5,690	6,321	4,979	4,687	4,265	4,820	4,514	3,691	3,513
Number of Plumbing Permits Issued	696	644	548	389	353	506	578	539	439	433
Number of Plumbing Inspections Done	2,170	1,946	1,748	1,748	1,129	1,606	1,719	1,598	1,319	1,292
Number of Mechanical/HVAC Permits Issued	1,454	1,649	1,653	1,577	1,376	52	1,859	1,781	1,731	1,552
Number of Mechanical/HVAC Inspections Done	2,924	3,254	2,805	2,708	2,139	2,009	2,436	2,122	1,908	1,548
Number of Electrical Permits Issued	-	1,395	1,071	927	837	1,085	1,048	1,005	900	932
Number of Electrical Inspections Done	-	3,462	3,505	2,483	2,275	2,455	2,571	2,396	1,978	2,060
Number of Septic Permits Issued	102	52	47	46	33	52	46	30	36	44
Number of Septic Inspections Done	200	129	108	92	60	108	107	63	61	74
<b>Public Safety</b>										
<b>Police</b>										
Physical Arrests	4,750	4,958	5,757	5,728	5,367	4,340	5,486	3,964	4,623	6,040
Traffic Citations	14,831	16,062	17,733	19,279	15,935	14,716	13,081	9,914	15,412	20,757
Parking Citations	11,845	11,342	10,903	10,064	9,557	6,748	7,928	8,605	9,469	5,987
Number of Accidents	3,723	3,789	3,680	3,535	3,821	2,703	3,087	3,271	3,072	2,774
Number of 911 Emergency Dispatches	5,704	5,258	4,981	5,000	4,425	5,557	5,841	5,273	18,895	11,387
<b>Fire</b>										
Number of 911 Emergency Dispatches	3,799	4,289	4,364	4,448	4,580	4,876	5,671	6,361	6,606	6,271
Number of Fire Inspections Conducted	3,256	4,069	4,058	3,291	1,885	3,485	3,505	4,213	3,135	3,968
<b>Highways and Streets</b>										
<b>Engineering</b>										
Number of Excavation Permits	706	647	535	411	419	495	478	497	325	423
Number of Improvement Projects	65	37	28	38	41	37	50	41	34	44
<b>Forestry</b>										
Number of Street Trees Planted	889	806	667	713	648	1,094	636	920	1,032	897
Number of Street Trees Trimmed	1,904	1,675	4,450	2,720	2,040	2,545	2,366	2,529	2,527	3,192
Number of Street Trees Removed	408	321	439	182	241	220	311	221	302	422
<b>Roads and Streets</b>										
Potholes Repaired	108,628	103,677	63,953	20,122	28,147	17,185	16,512	24,878	25,639	14,712
Street Striping (Miles)	157	145	156	126	147	162	156	153	145	138
Snow removal (Hours)	12,877	19,060	12,848	12,096	21,122	2,023	3,918	3,612	30,026	9,592
Sand Ice Removal (Tons)	2,329	4,573	5,493	4,998	3,136	3,007	2,013	4,003	6,523	4,617
Salt Ice Removal (Tons)	1,278	1,153	1,690	1,350	1,793	1,347	931	1,170	1,562	1,778
Loads of Snow Hauled	1,417	84,747	21,881	2,386	6,150	2,866	467	3,112	10,247	922
<b>Health and Welfare</b>										
Number of COVID Tests	-	-	-	-	-	25,660	2,145	N/A	N/A	N/A
Number of Home Visits	4,033	4,426	4,382	4,473	4,310	4,531	4,969	4,810	5,716	5,476
Number of Immunizations	9,719	7,059	6,881	6,195	6,057	4,893	27,025	8,952	7,190	7,316
Number of Office Visits	3,292	3,217	4,142	4,557	3,874	2,631	2,150	3,642	2,586	3,400
Number of Environmental Health Inspections	1,718	1,821	1,606	1,548	1,379	1,291	1,726	1,786	1,864	1,792

**CITY OF BISMARCK, NORTH DAKOTA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN FISCAL YEARS**

(Continued from previous page)

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
<b>Culture and Recreation</b>										
Auditorium Events	153	138	150	162	154	82	142	167	186	185
Auditorium Admissions	55,051	41,373	48,480	52,118	42,083	10,494	37,080	46,654	46,125	57,255
Community Center Events	498	531	464	451	477	295	525	608	587	546
Community Center Admissions	420,403	411,619	345,787	343,557	332,978	158,765	255,743	296,190	295,829	346,698
<b>Function</b>										
<b>Airport</b>										
Gallons Fuel Dispensed (Fuel Permit Holders)	4,895,740	4,864,385	4,452,075	4,874,780	5,211,979	3,378,620	4,299,202	4,411,314	4,424,428	5,111,622
Number of Passengers-enplaning	259,734	271,022	272,739	282,363	309,337	150,161	213,668	241,927	256,761	294,580
Number of Passengers-deplaning	261,459	272,251	271,274	281,487	308,279	151,099	214,279	239,779	258,079	289,983
Pounds of Freight-enplaning	19,591	26,288	31,696	35,339	33,609	10,361	4,152	1,331	800	808
Pounds of Freight-deplaning	10,667	33,840	31,715	22,545	28,482	12,490	5,133	40	1,297	162
Pounds of Air Cargo Freight-enplaning	1,976,260	1,469,145	614,248	858,106	976,856	767,535	703,285	695,437	779,272	764,490
Pounds of Air Cargo Freight-deplaning	5,926,322	5,699,311	2,860,020	3,036,927	3,793,861	3,270,020	3,370,899	2,888,046	2,657,287	2,703,222
<b>Solid Waste</b>										
Refuse Collected (Tons/Year)	26,789	26,199	26,195	26,338	27,271	26,927	26,740	28,056	28,460	28,330
Garbage Accepted for Disposal (Tons/Year)	108,919	111,131	118,430	107,636	119,037	109,397	105,740	110,208	129,417	119,216
Acres Used at Landfill	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	6.5	19.8
<b>Water</b>										
Number of Service Connections	20,978	21,237	21,691	22,024	22,205	22,538	22,685	22,861	23,377	23,650
Average Daily Consumption (Thousand of Gallons)	8,582	9,850	10,800	10,120	7,997	10,100	11,100	9,670	9,362	9,576
<b>Wastewater</b>										
Average Daily Sewage Treatment (Thousand of Gallons)	6,410	6,370	6,430	6,330	6,980	6,400	6,030	6,770	7,260	6,785

Sources:

- Airport Department
- Building Inspections
- Engineering Department
- Event Center
- Fiscal Services
- Fire Department
- Police Department
- Public Health Department
- Public Works Departments

**CITY OF BISMARCK, NORTH DAKOTA  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST TEN FISCAL YEARS**

<b>Function</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>	<b>2023</b>	<b>2024</b>
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	21	21	35	34	34	33	38	42	45	45
Fire Stations	5	5	5	5	5	5	5	5	5	5
Highways and Streets										
Paved Streets (Miles)	345	349	365	367	367	369	374	377	391	391
Streetlights	8,596	8,872	9,068	9,113	9,189	9,293	9,414	9,468	9,697	9,916
Traffic Signals	110	110	110	110	107	110	110	109	109	109
Culture and Recreation										
Community Centers	3	3	3	3	3	3	3	3	3	3
Airport										
Terminal Building	1	1	1	1	1	1	1	1	1	1
Waste Collection										
Collection Trucks	21	21	21	22	19	18	18	18	18	18
Water										
Watermains (Miles)	365	371	371	373	376	378	378	391	373	398
Fire Hydrants	3,625	3,675	3,720	4,500	4,600	4,653	4,653	3,966	3,974	4,047
Maximum Daily Water Treatment Capacity (Thousand of Gallons)	30,000	30,000	29,000	29,000	29,500	28,500	28,500	28,500	28,500	28,500
Sewer										
Sanitary Sewers (Miles)	307	310	313	307	307	327	333	347	351	345
Storm Sewers (Miles)	149	152	153	153	156	157	160	163	165	167
Maximum Daily Wastewater Treatment Capacity (Thousand of Gallons)	7,500	7,500	7,500	7,500	9,330	9,300	9,300	12,400	12,400	12,400
Parking Lots										
Number of Parking Lots	5	5	5	5	5	5	5	5	5	5

Note: Parking lots only include Parking Authority lots.

Source:

- Airport Department
- Engineering Department
- Event Center
- Fiscal Services
- Fire Department
- Police Department
- Public Works Departments