

MICROFILM DIVIDER

OMB/RECORDS MANAGEMENT DIVISION
SFN 2053 (2/85) 5M



ROLL NUMBER

DESCRIPTION

2397

2005 SENATE POLITICAL SUBDIVISIONS

SB 2397

2005 SENATE STANDING COMMITTEE MINUTES

BILL/RESOLUTION NO. SB 2397

Senate Political Subdivisions Committee

Conference Committee

Hearing Date February 4, 2005

Tape Number	Side A	Side B	Meter #
1	X		0 - 720
2	X		5147 - 5929
Committee Clerk Signature <i>Shirley Borg</i>			

Minutes:

Senator Hacker called the committee to order. Roll call was taken 5 members present 1 absent.

(Senator Cook testifying at another committee and then in attendance)

Chairman Cook opened the hearing on SB 2397 relating to annual financial reports of cities.

Jerry Hjelmstad, North Dakota League of Cities, Handed out a list of cities that would be impacted by this bill. (See attachment #1) Cities over a population of three hundred are required to have an audit every two years. This bill would change that population requirement to cities over five hundred. At the present time we have one twenty nine cities out of the three hundred fifty seven incorporated cities in North Dakota that are over the three hundred population. If this bill were to go into effect there would be ninety nine cities over five hundred. So we are talking about thirty cities that would be impacted by this bill. The requirement was to have an audit every two years. If the population limit was increased from three hundred to five hundred

those cities of three hundred would file an annual report with the state auditor in lieu of that audit.

Senator Gary Lee: What needs to be done with cities below three hundred.

Jerry Hjelmstad: The cities below three hundred at the present time file a report form provided by the state auditors office. The reason for the cut off is they deal with less funds.

Augie Ternes, Audit manager with the Political Subdivisions, State Auditors Office appeared to answer questions. The financial report that is submitted for cities under three hundred breaks down their revenues and expenditures by the various forms of the city. The auditors office also gets a bank year end statement to make sure their accounts are in balance.

Chairman Cook: Are the cities over three hundred staffed from your office to go out and do the audits?

Augie Ternes: The cities have an option, they can contract with the auditors office or a private CPA firm to do their audit. Of those thirty cities between three and five hundred we perform an audit on nine of them and twenty one have a private audit. The auditors office charges between forty and forty five dollars an hour based upon the staff and the hours; approximately four thousand to five thousand dollars an audit. He feels the audits are worth the time to do them.

No further testimony for or against the bill.

Chairman Cook closed the hearing on SB 2397

Senator Cook opened the discussion on SB 2397 regarding city audits.

Discussion by committee. Tape 2 Side A 5147 - 5538

Senator Hacker made a motion for a Do Not Pass

Senator Triplett seconded the motion

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Senate Political Subdivisions Committee

Bill/Resolution Number SB 2397

Hearing Date February 4, 2005

Roll call vote 5 Yes 0 No 1 Absent and not voting.

Carrier: **Senator Dever**

FISCAL NOTE
 Requested by Legislative Council
 01/25/2005

Bill/Resolution No.: SB 2397

1A. **State fiscal effect:** *Identify the state fiscal effect and the fiscal effect on agency appropriations compared to funding levels and appropriations anticipated under current law.*

	2003-2005 Biennium		2005-2007 Biennium		2007-2009 Biennium	
	General Fund	Other Funds	General Fund	Other Funds	General Fund	Other Funds
Revenues						
Expenditures						
Appropriations						

1B. **County, city, and school district fiscal effect:** *Identify the fiscal effect on the appropriate political subdivision.*

2003-2005 Biennium			2005-2007 Biennium			2007-2009 Biennium		
Counties	Cities	School Districts	Counties	Cities	School Districts	Counties	Cities	School Districts

2. **Narrative:** *Identify the aspects of the measure which cause fiscal impact and include any comments relevant to your analysis.*

We are unable to determine the fiscal impact of this bill.

3. **State fiscal effect detail:** *For information shown under state fiscal effect in 1A, please:*

A. **Revenues:** *Explain the revenue amounts. Provide detail, when appropriate, for each revenue type and fund affected and any amounts included in the executive budget.*

B. **Expenditures:** *Explain the expenditure amounts. Provide detail, when appropriate, for each agency, line item, and fund affected and the number of FTE positions affected.*

C. **Appropriations:** *Explain the appropriation amounts. Provide detail, when appropriate, of the effect on the biennial appropriation for each agency and fund affected and any amounts included in the executive budget. Indicate the relationship between the amounts shown for expenditures and appropriations.*

Name:	Ed Nagel	Agency:	State Auditors Office
Phone Number:	328-4782	Date Prepared:	01/25/2005

Date: 2-4-05
Roll Call Vote #: 1

2005 SENATE STANDING COMMITTEE ROLL CALL VOTES
BILL/RESOLUTION NO. SB 2397

Senate Political Subdivisions Committee

Check here for Conference Committee

Legislative Council Amendment Number _____

Action Taken Do Not Pass

Motion Made By Senator Hacker Seconded By Senator Triplett

Senators	Yes	No	Senators	Yes	No
Senator Dwight Cook, Chairman	X				
Senator Nicholas P. Hacker, VC	X				
Senator Dick Dever	X				
Senator Gary A. Lee	X				
Senator April Fairfield	A				
Senator Constance Triplett	X				

Total Yes 5 No 0

Absent 1

Floor Assignment Senator Dever

If the vote is on an amendment, briefly indicate intent:

REPORT OF STANDING COMMITTEE (410)
February 7, 2005 9:01 a.m.

Module No: SR-24-1949
Carrier: Dever
Insert LC: . Title: .

REPORT OF STANDING COMMITTEE

SB 2397: Political Subdivisions Committee (Sen. Cook, Chairman) recommends DO NOT PASS (5 YEAS, 0 NAYS, 1 ABSENT AND NOT VOTING). SB 2397 was placed on the Eleventh order on the calendar.

2005 TESTIMONY

SB 2397

	City	Population 2000 Census
1	Fargo, ND	90599
2	Bismarck, ND	55532
3	Grand Forks, ND	49321
4	Minot, ND	36567
5	Mandan, ND	16718
6	Dickinson, ND	16010
7	Jamestown, ND	15527
8	West Fargo, ND	14940
9	Williston, ND	12512
10	Wahpeton, ND	8586
11	Devils Lake, ND	7222
12	Valley City, ND	6826
13	Grafton, ND	4516
14	Beulah, ND	3152
15	Rugby, ND	2939
16	Hazen, ND	2457
17	Bottineau, ND	2336
18	Lisbon, ND	2292
19	Carrington, ND	2268
20	Langdon, ND	2101
21	Harvey, ND	1989
22	Oakes, ND	1979
23	Mayville, ND	1953
24	Casselton, ND	1855
25	Lincoln, ND	1730
26	Bowman, ND	1600
27	Hillsboro, ND	1563
28	Ellendale, ND	1559
29	Cavalier, ND	1537
30	Park River, ND	1535
31	New Rockford, ND	1463
32	Watford City, ND	1435
33	Larimore, ND	1433
34	Rolla, ND	1417
35	Washburn, ND	1389
36	New Town, ND	1367
37	Cando, ND	1342
38	Linton, ND	1321
39	Garrison, ND	1318
40	Hettinger, ND	1307
41	Stanley, ND	1279
42	Tioga, ND	1125
43	Wishek, ND	1122

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44	Beach, ND	1116
45	Burlington, ND	1096
46	Crosby, ND	1089
47	Kenmare	1081
48	Hankinson, ND	1058
49	Walhalla, ND	1057
50	Cooperstown, ND	1053
51	Velva, ND	1049
52	Thompson, ND	1006
53	Parshall, ND	981
54	Northwood, ND	959
55	Enderlin, ND	947
56	LaMoure, ND	944
57	New Salem, ND	938
58	Surrey, ND	917
59	Horace, ND	915
60	Drayton, ND	913
61	Ashley, ND	882
62	Belfield, ND	866
63	Glen Ullin, ND	865
64	Napoleon, ND	857
65	Mohall, ND	812
66	Underwood, ND	812
67	Mott, ND	808
68	Wilton, ND	807
69	Hebron, ND	803
70	Lakota, ND	781
71	Steele, ND	761
72	Dunseith, ND	739
73	Lidgerwood, ND	738
74	Gwinner, ND	717
75	Killdeer, ND	713
76	Milnor, ND	711
77	Hatton, ND	707
78	Center, ND	678
79	Elgin, ND	659
80	Minto, ND	657
81	Pembina, ND	642
82	Edgeley, ND	637
83	Fessenden, ND	625
84	Richardton, ND	619
85	Kindred, ND	614
86	Harwood, ND	607
87	Mapleton, ND	606

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88	Portland, ND	604
89	Turtle Lake, ND	580
90	Towner, ND	574
91	New England, ND	555
92	Strasburg, ND	549
93	Rolette, ND	538
94	Ray, ND	534
95	Westhope, ND	533
96	Wyndmere, ND	533
97	Finley, ND	515
98	Emerado, ND	510
99	Forman, ND	506
100	Maddock, ND	498
101	McVile, ND	470
102	Berthold, ND	466
103	Leeds, ND	464
104	St. Thomas, ND	447
105	Nече, ND	437
106	Kulm, ND	422
107	McClusky, ND	415
108	Bowbells, ND	406
109	Fairmount, ND	406
110	Arthur, ND	402
111	Sawyer, ND	377
112	Glenburn, ND	374
113	Manvel, ND	370
114	St. John, ND	358
115	Buxton, ND	350
116	Reynolds, ND	350
117	Stanton, ND	345
118	Michigan, ND	345
119	Medina, ND	335
120	Gackle, ND	335
121	Hunter, ND	326
122	Drake, ND	322
123	Carson, ND	319
124	Minnewaukan, ND	318
125	Sheyenne, ND	318
126	Powers Lake, ND	309
127	South Heart, ND	307
128	Scranton, ND	304
129	Hope, ND	303
130	Abercrombie, ND	296
131	Hoople, ND	292

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132	Granville, ND	286
133	Flasher, ND	285
134	Aneta, ND	284
135	Anamoose, ND	282
136	Max, ND	278
137	New Leipzig, ND	274
138	Frontier, ND	273
139	Riverdale, ND	273
140	Munich, ND	268
141	Fordville, ND	266
142	Davenport, ND	261
143	Edmore, ND	256
144	Sherwood, ND	255
145	Leonard, ND	255
146	Reiles Acres, ND	254
147	Lansford, ND	253
148	Tower City, ND	252
149	Edinburg, ND	252
150	Gladstone, ND	248
151	Oxbow, ND	248
152	Gilby, ND	243
153	Wimbledon, ND	237
154	Hazleton, ND	237
155	Zap, ND	231
156	Fort Yates, ND	228
157	Halliday, ND	227
158	Page, ND	225
159	Selfridge, ND	223
160	Willow City, ND	221
161	Rutland, ND	220
162	Alexander, ND	217
163	Regent, ND	211
164	Tappen, ND	210
165	Des Lacs, ND	209
166	Buffalo, ND	209
167	Mooreton, ND	204
168	Adams, ND	203
169	Tolna, ND	202
170	Grenora, ND	202
171	Binford, ND	201
172	Petersburg, ND	195
173	Sanborn, ND	194
174	Rock Lake, ND	194
175	Litchville, ND	191

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177	Rhame, ND	189
178	Golden Valley, ND	183
179	Reeder, ND	181
180	Hannaford, ND	181
181	Grandin, ND	181
182	Osnabrock, ND	174
183	Lignite, ND	174
184	Streeter, ND	172
185	Plaza, ND	167
186	Bisbee, ND	167
187	Crystal, ND	167
188	Pick City, ND	166
189	Cogswell, ND	165
190	Goodrich, ND	163
191	Kensal, ND	161
192	Esmond, ND	159
193	Galesburg, ND	157
194	Starkweather, ND	157
195	Upham, ND	155
196	Forest River, ND	154
197	Noonan, ND	154
198	Sykeston, ND	153
199	Christine, ND	153
200	Columbus, ND	151
201	Taylor, ND	150
202	Crary, ND	149
203	Carpio, ND	148
204	Argusville, ND	147
205	Marion, ND	146
206	Makoti, ND	145
207	Zeeland, ND	141
208	Marmarth, ND	140
209	Bowdon, ND	139
210	Sheldon, ND	135
211	Glenfield, ND	134
212	Fingal, ND	133
213	Mountain, ND	133
214	Portal, ND	131
215	Lankin, ND	131
216	Wildrose, ND	129
217	Oriska, ND	128
218	Dodge, ND	125
219	Wing, ND	124

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221	Karlsruhe, ND	119
222	Great Bend, ND	118
223	Deering, ND	118
224	Lehr, ND	114
225	Cleveland, ND	112
226	Sharon, ND	109
227	Verona, ND	108
228	Coleharbor, ND	106
229	Golva, ND	106
230	Tuttle, ND	106
231	Arnegard, ND	105
232	Montpelier, ND	103
233	Inkster, ND	102
234	Medora, ND	100
235	Pisek, ND	96
236	Martin, ND	96
237	Havana, ND	94
238	Ryder, ND	92
239	Butte, ND	92
240	Hurdsfield, ND	91
241	Colfax, ND	91
242	Maxbass, ND	91
243	Dazey, ND	91
244	Hague, ND	91
245	Donnybrook, ND	90
246	Almont, ND	89
247	Amenia, ND	89
248	Newburg, ND	88
249	Pettibone, ND	88
250	Mercer, ND	86
251	Solen, ND	86
252	Fullerton, ND	85
253	Milton, ND	85
254	Souris, ND	83
255	Oberon, ND	81
256	Pekin, ND	80
257	Gardner, ND	80
258	Woodworth, ND	80
259	Epping, ND	79
260	Briarwood, ND	78
261	Churchs Ferry, ND	77
262	Buchanan, ND	77
263	Palermo, ND	77

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264	Jud, ND	76
265	Warwick, ND	75
266	Dwight, ND	75
267	Dawson, ND	75
268	Hamilton, ND	73
269	Balta, ND	73
270	Flaxton, ND	73
271	Spiritwood Lake, ND	72
272	Grace City, ND	71
273	McHenry, ND	71
274	Robinson, ND	71
275	Mantador, ND	71
276	Nome, ND	70
277	Fort Ransom, ND	70
278	Barney, ND	69
279	Prairie Rose, ND	68
280	Alsen, ND	68
281	Bathgate, ND	66
282	Pingree, ND	66
283	Brocket, ND	65
284	North River, ND	65
285	Douglas, ND	64
286	Forbes, ND	64
287	White Earth, ND	63
288	Tolley, ND	63
289	Kathryn, ND	63
290	Sentinel Butte, ND	62
291	Cayuga, ND	61
292	Rogers, ND	61
293	Ardoch, ND	61
294	Hampden, ND	60
295	Knox, ND	59
296	Niagara, ND	57
297	Dickey, ND	57
298	Alice, ND	56
299	Cathay, ND	56
300	Benedict, ND	53
310	Courtenay, ND	53
302	Alamo, ND	51
303	Fairdale, ND	51
304	Clifford, ND	51
305	Voltaire, ND	51
306	Nekoma, ND	51
307	Fredonia, ND	51

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308	Wolford, ND	50
309	Egeland, ND	49
310	Ross, ND	48
311	Antler, ND	47
312	Sibley, ND	46
313	Elliott, ND	44
314	Luverne, ND	44
315	Kramer, ND	44
316	Regan, ND	43
317	Braddock, ND	43
318	Hensel, ND	42
319	Lawton, ND	42
320	Gardena, ND	38
321	Leal, ND	36
322	Berlin, ND	35
323	Fortuna, ND	31
324	Wales, ND	30
325	Brinsmade, ND	29
326	Ludden, ND	29
327	Leith, ND	28
328	Hamberg, ND	28
329	Landa, ND	28
330	Monango, ND	28
331	York, ND	26
332	Calvin, ND	26
333	Bucyrus, ND	26
334	Amidon, ND	26
335	Spring Brook, ND	26
336	Sarles, ND	25
337	Calio, ND	24
338	Pillsbury, ND	24
339	Conway, ND	23
340	Venturia, ND	23
341	Ambrose, ND	23
342	Gascoyne, ND	23
343	Ayr, ND	23
344	Loma, ND	21
345	Balfour, ND	20
346	Hannah, ND	20
347	Overly, ND	19
348	Mylo, ND	19
349	Bantry, ND	19
350	Haynes, ND	19
351	Loraine, ND	19

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353	Perth, ND	13
354	Bergen, ND	11
355	Grano, ND	9
356	Hansboro, ND	8
357	Ruso, ND	6

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