

NORTH DAKOTA  
BOARD OF UNIVERSITY AND SCHOOL LANDS

Financial Position Report  
(Unaudited)

For period ended March 31, 2020



ITEM 2E

## Board of University and School Lands

### Comparative Financial Position (Unaudited)

#### Schedule of Net Assets

Assets by Trust:	March 31, 2020	March 31, 2019
Common Schools	\$4,179,314,796	\$4,455,951,771
North Dakota State University	63,360,895	70,436,709
School for the Blind	11,353,885	12,169,286
School for the Deaf	18,593,981	20,965,315
State Hospital	12,567,926	14,453,476
Ellendale *	20,255,042	21,351,028
Valley City State University	11,327,728	12,665,081
Mayville State University	7,281,895	7,687,687
Youth Correctional Center	21,070,313	23,360,693
State College of Science	16,354,640	16,954,722
School of Mines **	19,414,895	21,080,907
Veterans Home	4,654,003	5,325,599
University of North Dakota	30,618,420	33,165,544
Capitol Building	5,285,575	6,717,792
Strategic Investment and Improvements	748,789,272	930,288,010
Coal Development	71,394,540	70,844,570
Indian Cultural Education Trust	1,104,978	1,254,363
Theodore Roosevelt Presidential Library	13,506,566	-
Total	\$5,256,249,350	\$5,724,672,553
<b>Assets by Type:</b>		
Cash	\$113,027,624	\$39,056,844
Receivables	11,900,064	15,925,236
Investments ***	5,057,541,990	5,458,884,844
Office Building (Net of Depreciation)	386,133	441,971
Farm Loans	9,324,943	9,319,890
Energy Construction Loans	926,005	987,731
Energy Development Impact Loans	10,722,331	11,446,733
School Construction Loans (Coal)	41,391,562	44,670,542
Due to/from Other Trusts and Agencies	11,028,698	143,938,762
Total	\$5,256,249,350	\$5,724,672,553

#### \* Ellendale Trust

The following entities are equal beneficiaries of the Ellendale Trust:

Dickinson State University	School for the Blind
Minot State University	Veterans Home
Dakota College at Bottineau	State Hospital
	State College of Science - Wahpeton

#### \*\* School of Mines

Benefits of the original grant to the School of Mines are distributed to the University of North Dakota.

#### \*\*\* Investments

## Board of University and School Lands

### Comparative Financial Position (Unaudited)

#### Combined Permanent Trusts

	March 31, 2020	March 31, 2019
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$68,327,859	\$34,916,543
Interest Receivable	8,179,240	10,985,847
Investments	4,334,638,912	4,660,975,112
Farm Loans	9,324,943	9,319,890
Energy Construction Loans	926,005	987,731
Due from Other Agencies	10,948,501	15,465,995
Office Building (Net of Depreciation)	386,133	441,971
Total Assets	\$4,432,731,593	\$4,733,093,089
<b>Liabilities:</b>		
Unclaimed Property Claimant Liability	\$16,551,604	\$17,510,901
Due to Other Trusts	-	-
Due to Other Funds	11,567	14,371
Accounts Payable	-	-
Total Liabilities	16,563,171	17,525,272
<b>Equity:</b>		
Fund Balance	4,919,177,984	4,571,686,280
Net Income/(Loss)	(503,009,562)	143,881,537
Total Liabilities and Equity	4,432,731,593	\$4,733,093,089
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$87,284,276	\$99,509,725
Realized Gain/(Loss)	(56,705,019)	(24,121,804)
Unrealized Gain/(Loss)	(571,416,730)	(1,646,649)
Royalties - Oil and Gas	116,125,962	117,009,739
Royalties - Coal	383,199	350,060
Royalties - Aggregate	184,589	33,970
Bonuses - Oil and Gas	8,407,997	674,167
Bonuses - Coal	24,000	-
Rents - Surface	12,469,530	12,175,590
Rents - Mineral	141,832	31,597
Rents - Coal	42,668	54,436
Rents - Office Building	68,276	49,320
Gain/Loss on Sale of Land - OREO	-	-
Sale of Capital Asset	25,000	-
Oil Extraction Tax Income	73,660,193	72,141,237
Unclaimed Property Income	8,979,489	9,467,496
Total Income	(320,324,738)	285,728,884
<b>Expenses and Transfers:</b>		
Investment Expense	5,942,235	6,898,697
In-Lieu and 5% County Payments	248,418	244,396
Administrative Expense	2,322,347	2,191,278
Operating Expense - Building	286,824	109,300
Transfers to Beneficiaries	173,885,000	132,403,676
Total Expense and Transfers	182,684,824	141,847,347
Net Income/(Loss)	(\$503,009,562)	\$143,881,537

## Board of University and School Lands

### Comparative Financial Position (Unaudited)

#### Capitol Building Trust

	March 31, 2020	March 31, 2019
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$166,131	\$141,290
Interest Receivable	36,381	47,008
Investments	5,083,062	6,529,494
Total Assets	\$5,285,574	\$6,717,792
<b>Liabilities:</b>		
Due to Other Trusts and Agencies	\$0	\$0
<b>Equity:</b>		
Fund Balance	6,548,608	4,723,483
Net Income	(1,263,034)	1,994,309
Total Liabilities and Equity	\$5,285,574	\$6,717,792
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$117,910	\$107,561
Realized Gain(Loss)	22,926	10,341
Unrealized Gain/(Loss)	(52,266)	41,582
Rents - Surface	158,525	145,432
Rents - Mineral	2,002	640
Royalties - Oil and Gas	834,465	638,881
Bonuses - Oil and Gas	802	-
Royalties - Coal	-	-
Royalties - Aggregate	-	1,070,995
Total Income	1,084,364	2,015,432
<b>Expenses and Transfers:</b>		
Investment Expense	2,735	1,448
In-Lieu and 5% County Payments	3,398	3,383
Administrative Expense	16,905	16,292
Transfers to Facility Management	2,324,360	-
Total Expense and Transfers	2,347,398	21,123
Net Income/(Loss)	(\$1,263,034)	\$1,994,309

**Board of University and School Lands****Comparative Financial Position (Unaudited)****Coal Development Trust**

	March 31, 2020	March 31, 2019
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$220,560	\$113,064
Interest Receivable	740,539	729,390
Investments	18,239,035	13,810,358
Coal Impact Loans	10,722,331	11,446,733
School Construction Loans	41,391,562	44,670,542
Due from other Trusts and Agencies	268,373	248,268
Total Assets	<u>\$71,582,400</u>	<u>\$71,018,355</u>
<b>Liabilities:</b>		
Due to Other Trusts and Agencies	\$187,861	\$173,788
<b>Equity:</b>		
Fund Balance	70,296,353	69,591,292
Net Income	1,098,186	1,253,275
Total Liabilities and Equity	<u>\$71,582,400</u>	<u>\$71,018,355</u>
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$322,485	\$223,714
Interest on School Construction Loans	622,544	590,303
Realized Gain/(Loss)	65,039	24,241
Unrealized Gain/(Loss)	(179,093)	100,346
Coal Severance Tax Income	360,755	372,981
Total Income	<u>1,191,730</u>	<u>1,311,585</u>
<b>Expenses and Transfers:</b>		
Investment	8,419	3,602
Administrative	2,647	2,036
Transfers to General Fund	82,478	52,672
Total Expense and Transfers	<u>93,544</u>	<u>58,310</u>
Net Income/(Loss)	<u>\$1,098,186</u>	<u>\$1,253,275</u>

## Board of University and School Lands

### Comparative Financial Position (Unaudited)

#### Strategic Investment and Improvements Fund

March 31, 2020

March 31, 2019

#### **Balance Sheet**

##### **Assets:**

Cash	\$44,176,295	\$3,885,479
Interest Receivable	2,946,833	4,160,974
Investments	701,666,144	793,843,271
Due from other Trusts or Agencies	-	128,398,286
Total Assets	\$748,789,272	\$930,288,010

##### **Liabilities:**

Accounts Payable	\$0	\$0
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##### **Equity:**

Fund Balance	1,134,326,018	354,701,097
Net Income	(385,536,746)	575,586,913
Total Liabilities and Equity	\$748,789,272	\$930,288,010

#### **Income Statement**

##### **Income:**

Investment Income	\$12,707,345	\$7,646,324
Realized Gain/(Loss)	2,433,995	1,006,230
Unrealized Gain/(Loss)	(6,809,442)	4,108,297
Interest on Fuel Prod Facility	-	100,445
Royalties - Oil and Gas	69,516,530	76,110,923
Bonuses - Oil and Gas	1,166,894	2,247,413
Royalties - Coal	323,064	384,441
Rents - Mineral	54,943	41,083
Tax Income - Oil Extraction & Production Distribution	-	613,224,139
Total Income	79,393,329	704,869,295

##### **Expenses and Transfers:**

Administrative	1,146,599	667,764
Investment Expense	287,627	95,148
Transfers to General Fund	382,200,000	124,000,000
Transfer to State Highway Patrol	-	358,000
Transfer to Commerce Department	3,000,000	4,000,000
Transfer to Adjutant General	2,502,253	300,000
Transfer to ND Department of Health	-	75,736
Transfer to Energy Infrastructure & Impact Office	2,000,000	-
Transfer to Aeronautics Commission	20,000,000	-
Transfer from ND Parks & Recreation	1,877,500	-
Transfer to Information Technology Department	25,150,000	-
Transfer to Industrial Commission	270,000	-
Transfer to Bank of North Dakota	25,137,707	-
Transfer to ND Department of Corrections	1,218,000	-
Transfer to Office of Management & Budget	100,000	-
Transfer to Agencies with Litigation Pool	328,201	-
Transfer from NDSU - Vet Diag Lab (HB 1008)	-	(214,266)
Transfer from Public Service Commission	(52,818)	-
Transfer from Department of Health Department	(67,310)	-
Transfer from Attorney General Office	(6,387)	-
Transfer from State Highway Patrol	(49,403)	-
Transfer from Commerce Department	(111,895)	-
Total Expense and Transfers	464,930,075	129,282,382

Net Income/(Loss)

(385,536,746)

\$575,586,913

As of March 31, 2020 the SIIF had a fund balance of \$748,789,272. The fund balance is made up of two parts. The committed fund balance is that portion of the fund that has either been set aside until potential title disputes related to certain riverbed leases have been resolved or appropriated by the legislature. The uncommitted fund balance is the portion of the fund that is unencumbered, and is thus available to be spent or dedicate to other programs as the legislature deems appropriate. The uncommitted fund balance was \$68,208,764 as of March 31, 2020.

## Board of University and School Lands

### Comparative Fiduciary Statements (Unaudited)

#### Indian Cultural Trust

	March 31, 2020	March 31, 2019
<b>Fiduciary Net Position</b>		
<b>Assets:</b>		
Cash	\$ 3,331	\$ 467
Interest receivable	1,240	2,016
Investments	1,100,407	1,251,880
Total Assets	1,104,978	1,254,363
<b>Liabilities:</b>		
Accounts payable	-	-
Total Liabilities	-	-
<b>Net Position:</b>		
Net position restricted	1,104,978	1,254,363
Total Net Position	\$ 1,104,978	\$ 1,254,363
<b>Changes in Fiduciary Net Position</b>		
<b>Additions:</b>		
Contributions:		
Donations	-	-
Total Contributions	\$ -	\$ -
Investment Income:		
Net change in fair value of investments	(158,911)	(7,703)
Interest	22,271	27,154
Less investment expense	(1,508)	(1,869)
Net Investment Income	(138,148)	17,582
Miscellaneous Income	3,066	2,954
Total Additions	(135,082)	20,536
<b>Deductions:</b>		
Payments in accordance with Trust agreement	-	-
Administrative expenses	2,167	750
Total Deductions	2,167	750
Change in net position held in Trust for:		
Private-Purpose	(137,249)	19,786
Total Change in Net Position	(137,249)	19,786
Net Position - Beginning of Year	1,285,265	1,269,707
Net Position - January 31, 2020	\$ 1,148,016	\$ 1,289,493



**Board of University and School Lands****Comparative Fiduciary Statements (Unaudited)****Theodore Roosevelt Presidential Library**

March 31, 2020

**Fiduciary Net Position****Assets:**

Cash	\$	133,448
Interest receivable		(4,170)
Investments		13,377,603
Total Assets		<u>13,506,881</u>

**Liabilities:**

Accounts payable		315
Total Liabilities		<u>315</u>

**Net Position:**

Net position restricted		13,506,566
Total Net Position	\$	<u>13,506,881</u>

**Changes in Fiduciary Net Position****Additions:**

Contributions:		
Donations		-
Total Contributions	\$	<u>-</u>

**Investment Income:**

Net change in fair value of investments		(1,799,836)
Interest		187,873
Less investment expense		14,726
Net Investment Income		<u>(1,626,689)</u>

Miscellaneous Income		82,823
Total Additions		<u>(1,543,866)</u>

**Deductions:**

Payments in accordance with Trust agreement		-
Administrative expenses		315
Total Deductions		<u>315</u>

**Change in net position held in Trust for:**

Private-Purpose		(1,544,181)
Total Change in Net Position		<u>(1,544,181)</u>

Net Position - Beginning of Year		15,050,748
Net Position	\$	<u><u>13,506,567</u></u>