

NORTH DAKOTA
BOARD OF UNIVERSITY AND SCHOOL LANDS

Financial Position Report
(Unaudited)

For period ended September 30, 2021



Board of University and School Lands**Comparative Financial Position (Unaudited)****Schedule of Net Assets**

| Assets by Trust: | September 30, 2021 | September 30, 2020 |
|-----------------------------------------|-------------------------------|-------------------------------|
| Common Schools | \$5,727,407,398 | \$4,770,110,607 |
| North Dakota State University | 86,162,229 | 73,104,669 |
| School for the Blind | 15,378,583 | 13,047,332 |
| School for the Deaf | 24,445,924 | 21,346,192 |
| State Hospital | 16,346,535 | 14,403,092 |
| Ellendale * | 27,904,090 | 23,414,471 |
| Valley City State University | 15,073,219 | 12,982,065 |
| Mayville State University | 10,348,800 | 8,422,681 |
| Youth Correctional Center | 30,502,433 | 24,889,442 |
| State College of Science | 22,056,864 | 18,877,276 |
| School of Mines ** | 26,688,286 | 22,515,576 |
| Veterans Home | 6,038,293 | 5,312,668 |
| University of North Dakota | 41,351,927 | 35,386,094 |
| Capitol Building | 3,601,106 | 4,549,864 |
| Strategic Investment and Improvements | 628,858,830 | 406,055,711 |
| Coal Development | 71,448,411 | 70,995,536 |
| Indian Cultural Education Trust | 1,437,515 | 1,264,232 |
| Theodore Roosevelt Presidential Library | 55,748,291 | 15,439,908 |
| Total | <u><u>\$6,810,798,734</u></u> | <u><u>\$5,542,117,416</u></u> |
| Assets by Type: | | |
| Cash | \$355,122,331 | \$111,652,156 |
| Receivables | 6,978,185 | 9,860,273 |
| Investments *** | 6,388,861,858 | 5,339,547,858 |
| Office Building (Net of Depreciation) | 307,163 | 351,435 |
| Farm Loans | 4,988,534 | 6,912,781 |
| Energy Construction Loans | - | 923,408 |
| Energy Development Impact Loans | 9,587,974 | 10,350,690 |
| School Construction Loans (Coal) | 29,528,980 | 38,944,669 |
| Due to/from Other Trusts and Agencies | 15,423,709 | 23,574,146 |
| Total | <u><u>\$6,810,798,734</u></u> | <u><u>\$5,542,117,416</u></u> |

*** 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**

Includes available cash available for loans, investments, abandoned stock and claimant liability.

Board of University and School Lands

Comparative Financial Position (Unaudited)

| Combined Permanent Trusts | September 30, 2021 | September 30, 2020 |
|---------------------------------------|--------------------|--------------------|
| Balance Sheet | | |
| Assets: | | |
| Cash | \$103,242,727 | \$69,975,624 |
| Interest Receivable | 5,931,514 | 8,464,117 |
| Investments | 5,936,373,025 | 4,964,690,991 |
| Farm Loans | 4,988,534 | 6,912,781 |
| Energy Construction Loans | - | 923,408 |
| Due from Other Agencies | 15,342,204 | 9,169,502 |
| Office Building (Net of Depreciation) | 307,163 | 351,435 |
| Total Assets | \$6,066,185,167 | \$5,060,487,858 |
| Liabilities: | | |
| Unclaimed Property Claimant Liability | \$16,461,434 | \$16,645,538 |
| Due to Other Funds | 19,152 | 30,154 |
| Accounts Payable | - | - |
| Total Liabilities | 16,480,586 | 16,675,692 |
| Equity: | | |
| Fund Balance | 6,057,564,355 | 4,892,120,248 |
| Net Income/(Loss) | (7,859,774) | 151,691,918 |
| Total Liabilities and Equity | \$6,066,185,167 | \$5,060,487,858 |
| Income Statement | | |
| Income: | | |
| Investment Income | \$28,068,126 | \$23,290,601 |
| Realized Gain/(Loss) | 155,176,813 | 18,566,915 |
| Unrealized Gain/(Loss) | (197,356,407) | 128,010,005 |
| Royalties - Oil and Gas | 29,832,403 | 9,315,506 |
| Royalties - Coal | 63,714 | 72,330 |
| Royalties - Aggregate | 2,318 | 20,837 |
| Bonuses - Oil and Gas | 576,790 | 915,553 |
| Bonuses - Coal | - | - |
| Rents - Surface | 1,681,242 | 562,897 |
| Rents - Mineral | 41,627 | 141,955 |
| Rents - Coal | 4,100 | 4,100 |
| Rents - Office Building | - | - |
| Sale of Capital Asset | - | - |
| Oil Extraction Tax Income | 23,294,217 | 13,111,825 |
| Unclaimed Property Income | (1,225,623) | (103,271) |
| Total Income | 40,159,320 | 193,909,253 |
| Expenses and Transfers: | | |
| Investment Expense | 560,570 | 678,663 |
| In-Lieu and 5% County Payments | - | - |
| Administrative Expense | 656,380 | 752,409 |
| Operating Expense - Building | 22,144 | 36,264 |
| Transfers to Beneficiaries | 46,780,000 | 40,750,000 |
| Total Expense and Transfers | 48,019,094 | 42,217,336 |
| Net Income/(Loss) | (\$7,859,774) | \$151,691,917 |

Board of University and School Lands

Comparative Financial Position (Unaudited)

Capitol Building Trust

| | September 30, 2021 | September 30, 2020 |
|----------------------------------|--------------------|--------------------|
| Balance Sheet | | |
| Assets: | | |
| Cash | \$592,961 | \$347,030 |
| Interest Receivable | 20,923 | 25,064 |
| Investments | 2,987,222 | 4,177,770 |
| Total Assets | \$3,601,106 | \$4,549,864 |
| Liabilities: | | |
| Due to Other Trusts and Agencies | \$0 | \$0 |
| Equity: | | |
| Fund Balance | 3,462,488 | 5,535,786 |
| Net Income | 138,618 | (985,922) |
| Total Liabilities and Equity | \$3,601,106 | \$4,549,864 |
| Income Statement | | |
| Income: | | |
| Investment Income | \$9,312 | \$22,715 |
| Realized Gain(Loss) | 1,504 | 901 |
| Unrealized Gain/(Loss) | (7,473) | (5,404) |
| Rents - Surface | 987 | 5,973 |
| Rents - Mineral | 802 | 1,202 |
| Royalties - Oil and Gas | 134,252 | 95,499 |
| Bonuses - Oil and Gas | - | 2,160 |
| Bonus - Coal | - | - |
| Royalties - Aggregate | - | - |
| Total Income | 139,384 | 123,046 |
| Expenses and Transfers: | | |
| Investment Expense | (3,656) | 836 |
| In-Lieu and 5% County Payments | - | - |
| Administrative Expense | 4,422 | 8,132 |
| Transfers to Facility Management | - | 1,100,000 |
| Transfers to Legislative Council | - | - |
| Transfer to Supreme Court | - | - |
| Total Expense and Transfers | 766 | 1,108,968 |
| Net Income/(Loss) | \$138,618 | (\$985,922) |

ITEM 2C

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

| | September 30, 2021 | September 30, 2020 |
|---------------------------------------|---------------------|---------------------|
| Balance Sheet | | |
| Assets: | | |
| Cash | \$875,628 | \$106,517 |
| Interest Receivable | 216,234 | 349,814 |
| Investments | 31,158,090 | 17,629,934 |
| Coal Impact Loans | 9,587,974 | 11,087,642 |
| School Construction Loans | 29,528,980 | 41,422,549 |
| Due from other Trusts and Agencies | 271,684 | 246,655 |
| Total Assets | <u>\$71,638,590</u> | <u>\$70,843,111</u> |
| Liabilities: | | |
| Due to Other Trusts and Agencies | \$190,179 | \$172,658 |
| Equity: | | |
| Fund Balance | 71,117,671 | 70,296,353 |
| Net Income | 330,740 | 374,100 |
| Total Liabilities and Equity | <u>\$71,638,590</u> | <u>\$70,843,111</u> |
| Income Statement | | |
| Income: | | |
| Investment Income | \$95,723 | \$113,840 |
| Interest on School Construction Loans | 180,643 | 219,786 |
| Realized Gain/(Loss) | 15,579 | 38,566 |
| Unrealized Gain/(Loss) | (77,424) | (30,654) |
| Coal Severance Tax Income | 121,311 | 117,234 |
| Total Income | <u>335,832</u> | <u>458,772</u> |
| Expenses and Transfers: | | |
| Investment | 4,848 | 1,991 |
| Administrative | 244 | 203 |
| Transfers to General Fund | - | 82,478 |
| Total Expense and Transfers | <u>5,092</u> | <u>84,672</u> |
| Net Income/(Loss) | <u>\$330,740</u> | <u>\$374,100</u> |

Board of University and School Lands

Comparative Financial Position (Unaudited)

Strategic Investment and Improvements Fund

| | September 30, 2021 | September 30, 2020 |
|-------------------------------------------------------|--------------------|--------------------|
| Balance Sheet | | |
| Assets: | | |
| Cash | \$250,276,045 | \$40,525,711 |
| Interest Receivable | 879,643 | 1,247,674 |
| Investments | 377,703,142 | 349,949,930 |
| Due from other Trusts or Agencies | - | 14,332,397 |
| Total Assets | \$628,858,830 | \$406,055,712 |
| Liabilities: | | |
| Accounts Payable | \$0 | \$0 |
| Equity: | | |
| Fund Balance | 860,465,447 | 767,541,457 |
| Net Income | (231,606,617) | (361,485,745) |
| Total Liabilities and Equity | \$628,858,830 | \$406,055,712 |
| Income Statement | | |
| Income: | | |
| Investment Income | \$1,032,466 | \$1,518,736 |
| Realized Gain/(Loss) | 168,126 | 59,603 |
| Unrealized Gain/(Loss) | (835,527) | (364,106) |
| Interest on Fuel Prod Facility | 5,599 | 2,819 |
| Interest - Miscellaneous | 49,994 | - |
| Interest and Penalty | 15,885 | - |
| Royalties - Oil and Gas | 21,550,313 | 5,042,875 |
| Bonuses - Oil and Gas | (3,712,533) | 313,056 |
| Royalties - Coal | 42,268 | 23,928 |
| Rents - Mineral | 13,107 | 48,372 |
| Tax Income - Oil Extraction & Production Distribution | - | 14,332,397 |
| Total Income | 18,329,698 | 20,977,680 |
| Expenses and Transfers: | | |
| Administrative | 242,914 | 97,498 |
| Investment Expense | 7,864 | (6,875) |
| Transfers to General Fund | - | 382,200,000 |
| Transfer to Agriculture Department (HB 1009) | 5,000,000 | - |
| Transfer to Department of Commerce (SB 2018) | 15,000,000 | - |
| Transfer to ND Insurance Commissioner (SB 2287) | 200,000 | - |
| Transfer to Office of Management & Budget (HB 1015) | 205,000,000 | - |
| Transfer to Office of Management & Budget (SB 2014) | 9,500,000 | 172,802 |
| Transfer to Innovation Loan Fund (HB 1141) | 15,000,000 | - |
| Transfer from General Fund | (14,463) | - |
| Total Expense and Transfers | 249,936,315 | 382,463,425 |
| Net Income/(Loss) | (\$231,606,617) | (\$361,485,745) |

As of September 30, 2021 the SIIF had a fund balance of \$628,858,830. 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 \$124,543,861 as of September 30, 2021.

Board of University and School Lands

Comparative Fiduciary Statements (Unaudited)

Indian Cultural Trust

| | September 30, 2021 | September 30, 2020 |
|---------------------------------------------|--------------------|--------------------|
| Fiduciary Net Position | | |
| Assets: | | |
| Cash | \$2,103 | \$3,334 |
| Interest receivable | 739 | 1,295 |
| Investments | 1,434,673 | 1,259,603 |
| Total Assets | 1,437,515 | 1,264,232 |
| Liabilities: | | |
| Accounts payable | - | - |
| Total Liabilities | - | - |
| Net Position: | | |
| Net position restricted | 1,437,515 | 1,264,232 |
| Total Net Position | \$1,437,515 | \$1,264,232 |
| Changes in Fiduciary Net Position | | |
| Additions: | | |
| Contributions: | | |
| Donations | \$0 | \$0 |
| Total Contributions | 0 | 0 |
| Investment Income: | | |
| Net change in fair value of investments | (10,165) | 37,223 |
| Interest | 6,752 | 5,865 |
| Less investment expense | (131) | (166) |
| Net Investment Income | (3,544) | 42,922 |
| Miscellaneous Income | - | - |
| Total Additions | (\$3,544) | \$42,922 |
| Deductions: | | |
| Payments in accordance with Trust agreement | - | - |
| Administrative expenses | - | - |
| Total Deductions | - | - |
| Change in net position held in Trust for: | | |
| Private-Purpose | (3,544) | 42,922 |
| Total Change in Net Position | (3,544) | 42,922 |
| Net Position - Beginning FY Balance | 1,441,059 | 1,221,309 |
| Net Position - End of Month | \$1,437,515 | \$1,264,231 |

Board of University and School Lands

Comparative Fiduciary Statements (Unaudited)

Theodore Roosevelt Presidential Library

| | September 30, 2021 | September 30, 2020 |
|---------------------------------------------|--------------------|--------------------|
| Fiduciary Net Position | | |
| Assets: | | |
| Cash | \$132,867 | \$133,562 |
| Interest receivable | (70,868) | (3,509) |
| Investments | 55,686,292 | 15,310,171 |
| Total Assets | 55,748,291 | 15,440,224 |
| Liabilities: | | |
| Accounts payable | - | 315 |
| Total Liabilities | - | 315 |
| Net Position: | | |
| Net position restricted | 55,748,291 | 15,439,909 |
| Total Net Position | \$55,748,291 | \$15,440,224 |
| Changes in Fiduciary Net Position | | |
| Additions: | | |
| Contributions: | | |
| Donations | \$17,500,000 | \$0 |
| Total Contributions | 17,500,000 | 0 |
| Investment Income: | | |
| Net change in fair value of investments | 393,195 | 451,981 |
| Interest | 262,823 | 71,199 |
| Less investment expense | 5,128 | 2,014 |
| Net Investment Income | 650,890 | 521,166 |
| Miscellaneous Income | 24 | 36 |
| Total Additions | \$17,505,152 | \$521,202 |
| Deductions: | | |
| Payments in accordance with Trust agreement | \$0 | \$0 |
| Administrative expenses | 62,928 | 315 |
| Total Deductions | 62,928 | 315 |
| Change in net position held in Trust for: | | |
| Private-Purpose | 17,568,080 | 521,517 |
| Total Change in Net Position | 17,568,080 | 521,517 |
| Net Position - Beginning FY Balance | 38,446,695 | 14,918,706 |
| Net Position - End of Month | \$56,014,775 | \$15,440,223 |