

NORTH DAKOTA
BOARD OF UNIVERSITY AND SCHOOL LANDS

Financial Position Report
(Unaudited)

For period ended December 31, 2019



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

Assets by Trust:	December 31, 2019	December 31, 2018
Common Schools	\$4,878,006,216	\$4,160,621,380
North Dakota State University	76,337,891	66,381,737
School for the Blind	13,522,661	11,297,859
School for the Deaf	22,518,440	19,904,705
State Hospital	15,349,141	13,743,823
Ellendale *	23,758,352	20,158,801
Valley City State University	13,680,321	11,938,519
Mayville State University	8,701,580	7,227,733
Youth Correctional Center	25,363,783	21,849,706
State College of Science	19,491,512	15,919,136
School of Mines **	23,347,602	19,769,109
Veterans Home	5,664,379	5,066,160
University of North Dakota	36,645,112	31,067,163
Capitol Building	6,039,317	5,334,281
Strategic Investment and Improvements	720,712,396	715,468,318
Coal Development	71,055,021	70,381,461
Indian Cultural Education Trust	1,339,315	1,203,165
Theodore Roosevelt Presidential Library	15,859,082	-
Total	<u>\$5,977,392,121</u>	<u>\$5,197,333,056</u>
 Assets by Type:		
Cash	\$85,685,487	\$72,013,512
Receivables	12,389,537	11,422,949
Investments ***	5,815,701,107	4,923,668,433
Office Building (Net of Depreciation)	400,092	455,931
Farm Loans	9,467,138	12,549,626
Energy Construction Loans	948,180	1,010,016
Energy Development Impact Loans	10,905,771	11,623,980
School Construction Loans (Coal)	41,391,562	44,670,542
Due to/from Other Trusts and Agencies	503,247	119,918,067
Total	<u>\$5,977,392,121</u>	<u>\$5,197,333,056</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

	December 31, 2019	December 31, 2018
Balance Sheet		
Assets:		
Cash	\$69,490,689	\$42,919,866
Interest Receivable	9,335,842	8,277,688
Investments	5,088,881,908	4,345,258,975
Farm Loans	9,467,138	12,549,626
Energy Construction Loans	948,180	1,010,016
Due from Other Agencies	463,581	12,023,355
Office Building (Net of Depreciation)	400,092	455,931
Total Assets	\$5,178,987,430	\$4,422,495,457
Liabilities:		
Unclaimed Property Claimant Liability	\$16,551,604	\$17,510,901
Due to Other Trusts	-	-
Due to Other Funds	48,838	38,727
Accounts Payable	-	-
Total Liabilities	16,600,442	17,549,628
Equity:		
Fund Balance	4,919,177,984	4,571,686,280
Net Income/(Loss)	243,209,004	(166,740,451)
Total Liabilities and Equity	\$5,178,987,430	\$4,422,495,457
Income Statement		
Income:		
Investment Income	\$63,823,657	\$70,801,400
Realized Gain/(Loss)	6,962,684	(24,914,796)
Unrealized Gain/(Loss)	148,132,965	(281,973,071)
Royalties - Oil and Gas	67,900,324	86,189,526
Royalties - Coal	245,866	223,170
Royalties - Aggregate	42,784	22,735
Bonuses - Oil and Gas	8,105,513	272,831
Bonuses - Coal	24,000	-
Rents - Surface	9,283,926	8,160,456
Rents - Mineral	114,792	21,090
Rents - Coal	22,732	36,500
Rents - Office Building	-	-
Gain/Loss on Sale of Land - OREO	-	-
Sale of Capital Asset	25,000	-
Oil Extraction Tax Income	35,794,764	49,873,383
Unclaimed Property Income	9,869,889	9,590,350
Total Income	350,348,896	(81,696,426)
Expenses and Transfers:		
Investment Expense	3,504,422	3,499,057
In-Lieu and 5% County Payments	-	-
Administrative Expense	1,536,969	1,502,961
Operating Expense - Building	223,501	42,007
Transfers to Beneficiaries	101,875,000	80,000,000
Total Expense and Transfers	107,139,892	85,044,025
Net Income/(Loss)	\$243,209,004	(\$166,740,451)

Board of University and School Lands

Comparative Financial Position (Unaudited)

Capitol Building Trust

	December 31, 2019	December 31, 2018
Balance Sheet		
Assets:		
Cash	\$415,929	\$102,333
Interest Receivable	32,753	32,760
Investments	5,590,636	5,199,187
Total Assets	\$6,039,318	\$5,334,280
Liabilities:		
Due to Other Trusts and Agencies	\$0	\$0
Equity:		
Fund Balance	6,548,608	4,723,483
Net Income	(509,290)	610,797
Total Liabilities and Equity	\$6,039,318	\$5,334,280
Income Statement		
Income:		
Investment Income	\$85,812	\$68,979
Realized Gain(Loss)	19,203	3,540
Unrealized Gain/(Loss)	(14,943)	15,748
Rents - Surface	125,882	80,680
Rents - Mineral	1,602	240
Royalties - Oil and Gas	440,509	453,643
Bonuses - Oil and Gas	802	-
Royalties - Coal	-	-
Royalties - Aggregate	-	-
Total Income	658,867	622,830
Expenses and Transfers:		
Investment Expense	1,888	864
In-Lieu and 5% County Payments	-	-
Administrative Expense	11,909	11,169
Transfers to Facility Management	1,154,360	-
Total Expense and Transfers	1,168,157	12,033
Net Income/(Loss)	(\$509,290)	\$610,797

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

	<u>December 31, 2019</u>	<u>December 31, 2018</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$432,470	\$112,198
Interest Receivable	527,975	509,573
Investments	17,757,263	13,386,046
Coal Impact Loans	10,905,771	11,623,980
School Construction Loans	41,391,562	44,670,542
Due from other Trusts and Agencies	133,268	263,736
Total Assets	<u>\$71,148,309</u>	<u>\$70,566,075</u>
Liabilities:		
Accounts Payable	\$93,287	\$184,615
Equity:		
Fund Balance	70,296,353	69,591,292
Net Income	758,669	790,168
Total Liabilities and Equity	<u>\$71,148,309</u>	<u>\$70,566,075</u>
<u>Income Statement</u>		
Income:		
Investment Income	\$221,336	\$140,364
Interest on School Construction Loans	421,844	401,303
Realized Gain/(Loss)	52,889	9,552
Unrealized Gain/(Loss)	(42,931)	41,811
Coal Severance Tax Income	194,092	252,985
Total Income	<u>847,230</u>	<u>846,015</u>
Expenses and Transfers:		
Investment	5,654	2,344
Administrative	429	831
Transfers to General Fund	82,478	52,672
Total Expense and Transfers	<u>88,561</u>	<u>55,847</u>
Net Income/(Loss)	<u>\$758,669</u>	<u>\$790,168</u>

Board of University and School Lands

Comparative Financial Position (Unaudited)

Strategic Investment and Improvements Fund

December 31, 2019

December 31, 2018

Balance Sheet

Assets:

Cash	\$15,169,414	\$28,875,932
Interest Receivable	2,492,493	2,601,642
Investments	703,050,488	576,175,153
Due from other Trusts or Agencies	-	107,815,591
Total Assets	\$720,712,395	\$715,468,318

Liabilities:

Accounts Payable	\$0	\$0
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Equity:

Fund Balance	1,134,326,018	354,701,097
Net Income	(413,613,623)	360,767,221
Total Liabilities and Equity	\$720,712,395	\$715,468,318

Income Statement

Income:

Investment Income	\$8,709,645	\$3,480,746
Realized Gain/(Loss)	1,960,936	250,773
Unrealized Gain/(Loss)	(1,612,442)	1,288,549
Interest on Fuel Prod Facility	-	100,433
Royalties - Oil and Gas	39,926,898	54,660,721
Bonuses - Oil and Gas	1,160,500	2,140,464
Royalties - Coal	201,657	194,828
Rents - Mineral	50,550	34,406
Tax Income - Oil Extraction & Production Distribution	-	424,606,047
Total Income	50,397,744	486,756,967

Expenses and Transfers:

Administrative	762,571	436,941
Investment Expense	181,148	33,335
Transfers to General Fund	382,200,000	124,000,000
Transfer to State Highway Patrol	-	358,000
Transfer to Commerce Department	3,000,000	1,000,000
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 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	464,011,367	125,989,746
Net Income/(Loss)	(\$413,613,623)	\$360,767,221

As of December 31, 2019 the SIIF had a fund balance of \$720,712,395. 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 \$39,703,687 as of December 31, 2019.

Board of University and School Lands

Comparative Fiduciary Statements (Unaudited)

Indian Cultural Trust

	December 31, 2019	December 31, 2018
Fiduciary Net Position		
Assets:		
Cash	\$ 43,852	\$ 3,183
Interest receivable	1,499	1,285
Investments	1,293,964	1,198,696
Total Assets	1,339,315	1,203,164
Liabilities:		
Accounts payable	-	-
Total Liabilities	-	-
Net Position:		
Net position restricted	1,339,315	1,203,164
Total Net Position	\$ 1,339,315	\$ 1,203,164
Changes in Fiduciary Net Position		
Additions:		
Contributions:		
Donations	-	-
Total Contributions	\$ -	\$ -
Investment Income:		
Net change in fair value of investments	40,164	(84,869)
Interest	16,409	19,493
Less investment expense	(904)	(957)
Net Investment Income	55,669	(66,333)
Miscellaneous Income	49	32
Total Additions	55,718	(66,301)
Deductions:		
Payments in accordance with Trust agreement	-	-
Administrative expenses	-	240
Total Deductions	-	240
Change in net position held in Trust for:		
Private-Purpose	55,718	(66,541)
Total Change in Net Position	55,718	(66,541)
Net Position - Beginning of Year	1,285,265	1,269,707
Net Position - December 31, 2019	\$ 1,340,983	\$ 1,203,166

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

December 31, 2019

Fiduciary Net Position**Assets:**

Cash	\$	133,133
Interest receivable		(1,026)
Investments		15,727,290
Total Assets		<u>15,859,397</u>

Liabilities:

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

Net Position:

Net position restricted		15,859,082
Total Net Position	\$	<u>15,859,397</u>

Changes in Fiduciary Net Position**Additions:**

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

Investment Income:

Net change in fair value of investments		616,833
Interest		116,711
Less investment expense		<u>7,280</u>
Net Investment Income		<u>726,264</u>

Miscellaneous Income		82,385
Total Additions		<u>808,649</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		808,334
Total Change in Net Position		<u>808,334</u>

Net Position - Beginning of Year		15,050,748
Net Position - December 31, 2019	\$	<u><u>15,859,082</u></u>