

**NORTH DAKOTA
BOARD OF UNIVERSITY AND SCHOOL LANDS**

**QUARTERLY FINANCIAL REPORTS
(Unaudited)**

For period ended September 30, 2011



Board of University and School Lands
Quarterly Comparative Financial Schedules (Unaudited)

Schedule of Net Assets

Assets by Trust:	September 30, 2011	September 30, 2010	Assets by Type:	September 30, 2011	September 30, 2010
Common Schools	\$1,522,156,804	\$1,330,273,570	Cash	\$3,376,644	\$4,487,942
North Dakota State University	24,373,904	19,159,522	Receivables	18,513,986	17,298,861
School for the Blind	2,900,384	2,819,209	Investments	1,836,005,478	1,571,909,527
School for the Deaf	8,761,555	7,042,479	Office Building (Net of Depreciation)	642,370	666,709
State Hospital	8,611,865	7,589,656	Farm Loans	40,465,162	42,948,903
Ellendale *	4,337,965	3,283,588	Energy Construction Loans	1,592,150	-
Valley City State University	4,161,781	3,709,538	Developmentally Disabled Loans	-	792,247
Mayville State University	2,649,266	2,171,665	Energy Development Impact Loans	4,316,312	4,662,406
Youth Correctional Center	9,948,314	8,824,422	School Construction Loans	26,420,910	29,104,534
State College of Science	7,980,733	7,191,128	Due from Other Trusts and Agencies	11,097,435	6,547,564
School of Mines **	9,402,156	7,938,937			
Veterans Home	2,810,233	2,575,470			
University of North Dakota	12,216,927	9,992,837			
Capitol Building	3,344,068	2,978,022			
Strategic Investment and Improvements	254,280,586	199,077,713			
Coal Development	63,879,545	63,186,300			
Indian Cultural Education Trust	614,363	604,635			
Total	<u>\$1,942,430,448</u>	<u>\$1,678,418,692</u>	Total	<u>\$1,942,430,448</u>	<u>\$1,678,418,692</u>

Strategic Investment and Improvements Fund

The Lands and Minerals Trust was renamed to the Strategic Investment and Improvements Fund (SIIF) effective July 1, 2011. It is the intent of the Legislative Assembly that this fund be used for one-time expenditures relating to improving state infrastructure.

The SIIF has an assigned fund balance of \$75,979,624 as of September 30, 2011. This designation was made by the Board to indicate that these funds should not be transferred out of the SIIF until potential title disputes related to certain riverbed leases have been resolved.

*** 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.

Board of University and School Lands
Quarterly Comparative Financial Statements (Unaudited)

Combined Permanent Trusts

Comparative Balance Sheet

Assets:	September 30, 2011	September 30, 2010
Cash	\$7,458,031	\$4,964,709
Interest Receivable	17,861,282	16,167,336
Accounts Receivable	-	-
Investments	1,546,200,580	1,345,273,563
Farm Loans	40,465,162	42,948,903
Energy Construction Loans	1,592,150	-
Due from Other Agencies	10,934,339	6,384,867
Due from Other Trusts	-	-
Office Building (Net of Depreciation)	642,370	666,709
Developmentally Disabled Loans	-	792,247
Total Assets	<u>\$1,625,153,914</u>	<u>\$1,417,198,334</u>
Liabilities:		
Unclaimed Property Claimant Liability	\$4,701,766	\$4,479,091
Due to Other Trusts	-	-
Due to Other Funds	-	-
Accounts Payable	140,250	147,206
Total Liabilities	<u>4,842,016</u>	<u>4,626,297</u>
Equity:		
Fund Balance	1,727,400,987	1,296,982,142
Net Income/(Loss)	(107,089,089)	115,589,895
Total Liabilities and Equity	<u>\$1,625,153,914</u>	<u>\$1,417,198,334</u>

Comparative Income Statement

Income:	September 30, 2011	September 30, 2010
Investment Income	\$13,595,851	\$11,256,678
Realized Gain/(Loss)	5,217,132	6,081,239
Unrealized Gain/(Loss)	(153,140,186)	77,108,256
Royalties - Oil and Gas	9,069,886	3,526,813
Royalties - Coal	1,148,224	660,929
Royalties - Aggregate	3,110	1,050
Bonuses - Oil and Gas	8,859,346	14,426,628
Bonuses - Coal	-	40,000
Rents - Surface	798,219	475,656
Rents - Mineral	95,146	118,574
Rents - Office Building	-	-
Sale of Capital Asset	-	-
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	16,658,147	9,556,710
Unclaimed Property Income	120,516	361,057
Total Income	<u>(97,574,609)</u>	<u>123,613,590</u>
Expenses and Transfers:		
Investment Expense	176,351	203,671
In-Lieu and 5% County Payments	-	-
Administrative Expense	538,129	420,025
Transfers to Beneficiaries	8,800,000	7,400,000
Total Expense and Transfers	<u>9,514,479</u>	<u>8,023,696</u>
Net Income/(Loss)	<u>(\$107,089,089)</u>	<u>\$115,589,895</u>

Indian Cultural Trust

Comparative Balance Sheet

Assets:	September 30, 2011	September 30, 2010
Cash	\$5,647	\$4,106
Interest Receivable	2,154	1,473
Investments	606,562	599,056
Total Assets	<u>\$614,363</u>	<u>\$604,635</u>
Liabilities:		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Equity:		
Fund Balance	667,591	562,643
Net Income (Loss)	(53,227)	41,992
Total Liabilities and Equity	<u>\$614,363</u>	<u>\$604,635</u>

Comparative Income Statement

Income:	September 30, 2011	September 30, 2010
Investment Income	\$5,081	\$4,676
Realized Gain/(Loss)	2,070	2,747
Unrealized Gain/(Loss)	(60,335)	34,626
Rents - Surface	-	-
Bonuses - Oil and Gas	-	-
Total Income	<u>(53,184)</u>	<u>42,049</u>
Expenses and Transfers:		
Investment Expense	43	57
In-Lieu and 5% County Payments	-	-
Administrative Expense	-	-
Transfers to Beneficiary	-	-
Total Expense and Transfers	<u>43</u>	<u>57</u>
Net Income/(Loss)	<u>(\$53,227)</u>	<u>\$41,992</u>

Board of University and School Lands
Quarterly Comparative Financial Statements (Unaudited)

Coal Development Trust			Strategic Investment and Improvements Fund		
Comparative Balance Sheet			Comparative Balance Sheet		
Assets:	September 30, 2011	September 30, 2010	Assets:	September 30, 2011	September 30, 2010
Cash	\$797	\$1,313	Cash	\$111,572,539	\$55,213,957
Interest Receivable	308,692	465,187	Interest Receivable	332,843	638,646
Investments	32,669,738	28,790,165	Investments	142,375,207	143,225,113
Coal Impact Loans	4,316,312	4,662,406	Due from other Trusts or Agencies	-	-
School Construction Loans	26,420,910	29,104,534	Total Assets	\$254,280,589	\$199,077,716
Due from other Trusts and Agencies	543,655	542,321			
Total Assets	\$64,260,104	\$63,565,926			
			Liabilities:		
Liabilities:			Accounts Payable	\$0	\$0
Accounts Payable	\$380,558	\$379,625			
			Equity:		
Equity:			Fund Balance	249,074,434	148,836,319
Fund Balance	63,449,566	62,449,194	Net Income	5,206,155	50,241,397
Net Income	429,980	737,107	Total Liabilities and Equity	\$254,280,589	\$199,077,716
Total Liabilities and Equity	\$64,260,104	\$63,565,926			
			Comparative Income Statement		
			Income:	September 30, 2011	September 30, 2010
Income:	September 30, 2011	September 30, 2010	Investment Income	\$187,409	\$411,788
Investment Income	\$122,439	\$125,454	Royalties - Oil and Gas	3,215,214	601,935
Interest on School Construction Loans	119,725	235,326	Bonuses - Oil and Gas	2,165,744	49,364,151
Realized Gain/(Loss)	3,390	8,803	Royalties - Coal	(139,530)	173,388
Unrealized Gain/(Loss)	(44,432)	121,642	Bonuses - Coal	-	800
Coal Severance Tax Income	232,036	248,591	Rents - Mineral	33,505	157,361
Total Income	433,158	739,816	Total Income	5,462,342	50,709,422
			Expenses and Transfers:		
Expenses and Transfers:			Administrative	154,624	121,777
Investment	2,156	1,882	DD Loan Payments (Net)	101,562	129,547
Administrative	1,022	827	Transfers to General Fund	-	216,701
Transfers to General Fund	-	-	Total Expense and Transfers	256,187	468,025
Total Expense and Transfers	3,178	2,709			
			Net Income/(Loss)	\$5,206,155	\$50,241,397
Net Income/(Loss)	\$429,980	\$737,107			

Capitol Building Trust			Comparative Income Statement		
Comparative Balance Sheet			Comparative Income Statement		
Assets:	September 30, 2011	September 30, 2010	Income:	September 30, 2011	September 30, 2010
Cash	\$2,360,052	\$176,803	Investment Income	\$4,270	\$8,300
Interest Receivable	9,015	26,219	Rents - Surface	-	-
Investments	975,000	2,775,000	Rents - Mineral	2,993	1,823
Due from other Trusts and Agencies	-	-	Royalties - Oil and Gas	25,279	16,939
Total Assets	\$3,344,068	\$2,978,022	Bonuses - Oil and Gas	-	82,215
			Royalties - Coal	-	35,480
Liabilities:			Unrealized Gain/(Loss)	-	-
Due to Other Trusts and Agencies	\$0	\$0	Total Income	32,541	144,756
			Expenses and Transfers:		
Equity:			Investment Expense	-	-
Fund Balance	3,367,501	2,938,226	In-Lieu and 5% County Payments	-	-
Net Income	(23,434)	39,797	Administrative Expense	5,975	4,959
Total Liabilities and Equity	\$3,344,068	\$2,978,022	Transfers to Facility Management	50,000	100,000
			Total Expense and Transfers	55,975	104,959
			Net Income/(Loss)	(23,434)	\$39,797