

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

**QUARTERLY FINANCIAL REPORTS
(Unaudited)**

For period ended March 31, 2012



Board of University and School Lands

Quarterly Comparative Financial Schedules (Unaudited)

Schedule of Net Assets

Assets by Trust:	March 31, 2012	March 31, 2011
Common Schools	\$1,843,505,255	\$1,525,588,116
North Dakota State University	31,231,142	24,183,145
School for the Blind	4,296,179	3,085,737
School for the Deaf	11,212,021	8,514,137
State Hospital	9,969,411	8,640,404
Ellendale *	5,503,887	3,829,345
Valley City State University	4,824,076	4,317,496
Mayville State University	3,392,199	2,773,729
Youth Correctional Center	12,528,686	9,915,183
State College of Science	9,288,448	8,334,372
School of Mines **	10,899,559	9,670,189
Veterans Home	3,327,618	3,055,389
University of North Dakota	14,937,691	11,928,839
Capitol Building	3,531,561	3,250,450
Strategic Investment and Improvements	332,009,388	244,473,157
Coal Development	65,019,121	64,236,580
Indian Cultural Education Trust	693,134	659,158
Total	<u>\$2,366,169,376</u>	<u>\$1,936,455,426</u>
Assets by Type:		
Cash	\$12,732,953	\$630,305
Receivables	16,191,549	18,221,298
Investments	2,249,068,524	1,833,128,776
Office Building (Net of Depreciation)	719,243	646,148
Farm Real Estate	638,760	-
Farm Loans	36,522,678	39,678,755
Energy Construction Loans	2,272,066	979,670
Developmentally Disabled Loans	-	666,344
Energy Development Impact Loans	8,578,553	4,479,870
School Construction Loans	24,811,475	29,104,534
Due from Other Trusts and Agencies	14,633,575	8,919,726
Total	<u>\$2,366,169,376</u>	<u>\$1,936,455,426</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.

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Combined Permanent Trusts

	March 31, 2012	March 31, 2011
Balance Sheet		
Assets:		
Cash	\$4,923,813	\$374,136
Interest Receivable	15,326,304	16,726,118
Accounts Receivable	-	-
Investments	1,894,741,625	1,560,537,630
Farm Real Estate	638,760.00	-
Farm Loans	36,522,678	39,678,755
Energy Construction Loans	2,272,066	979,670
Due from Other Agencies	14,517,904	8,754,183
Due from Other Trusts	-	-
Office Building (Net of Depreciation)	719,243	646,148
Developmentally Disabled Loans	-	666,344
Total Assets	\$1,969,662,393	\$1,628,362,984
Liabilities:		
Unclaimed Property Claimant Liability	\$4,701,766	\$4,479,091
Due to Other Trusts	-	-
Due to Other Funds	-	-
Accounts Payable	44,441	47,796
Total Liabilities	4,746,207	4,526,887
Equity:		
Fund Balance	1,727,400,987	1,296,982,142
Net Income/(Loss)	237,515,199	326,853,955
Total Liabilities and Equity	\$1,969,662,393	\$1,628,362,984
Income Statement		
Income:		
Investment Income	\$39,330,172	\$35,159,436
Realized Gain/(Loss)	17,301,105	(3,722,543)
Unrealized Gain/(Loss)	16,454,598	192,944,737
Royalties - Oil and Gas	75,835,933	44,994,533
Royalties - Coal	2,699,259	1,801,748
Royalties - Aggregate	41,151	38,392
Bonuses - Oil and Gas	60,781,229	48,696,519
Bonuses - Coal	-	40,000
Rents - Surface	7,970,424	6,930,400
Rents - Mineral	438,522	366,056
Rents - Office Building	46,537	11,800
Sale of Capital Asset	-	-
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	58,676,101	33,783,711
Unclaimed Property Income	3,352,603	4,082,570
Total Income	282,927,634	365,127,359
Expenses and Transfers:		
Investment Expense	2,467,584	2,210,915
In-Lieu and 5% County Payments	186,629	-
Administrative Expense	1,274,721	1,290,489
Transfers to Beneficiaries	41,483,501	34,772,000
Total Expense and Transfers	45,412,435	38,273,404
Net Income/(Loss)	\$237,515,199	\$326,853,955

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Capitol Building Trust

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$298,249	\$72,291
Interest Receivable	3,212	13,509
Investments	3,230,100	3,164,651
Due from other Trusts and Agencies	-	-
Total Assets	<u><u>\$3,531,561</u></u>	<u><u>\$3,250,451</u></u>
Liabilities:		
Due to Other Trusts and Agencies	\$0	\$0
Equity:		
Fund Balance	3,367,501	2,938,226
Net Income	164,060	312,225
Total Liabilities and Equity	<u><u>\$3,531,561</u></u>	<u><u>\$3,250,451</u></u>
<u>Income Statement</u>		
Income:		
Investment Income	\$11,994	\$28,633
Rents - Surface	105,264	96,939
Rents - Mineral	92,240	4,108
Royalties - Oil and Gas	134,716	130,368
Bonuses - Oil and Gas	28,540	82,695
Royalties - Coal	-	84,456
Unrealized Gain/(Loss)	-	-
Total Income	<u>372,754</u>	<u>427,199</u>
Expenses and Transfers:		
Investment Expense	-	-
In-Lieu and 5% County Payments	2,531	-
Administrative Expense	16,163	14,974
Transfers to Facility Management	190,000	100,000
Total Expense and Transfers	<u>208,694</u>	<u>114,974</u>
Net Income/(Loss)	<u><u>\$164,060</u></u>	<u><u>\$312,225</u></u>

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Coal Development Trust

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$1,641	\$3,815
Interest Receivable	512,113	1,008,769
Investments	30,955,228	29,474,048
Coal Impact Loans	8,578,553	4,479,870
School Construction Loans	24,811,475	29,104,534
Due from other Trusts and Agencies	533,703	551,809
Total Assets	<u>\$65,392,713</u>	<u>\$64,622,845</u>
Liabilities:		
Accounts Payable	\$373,592	\$386,266
Equity:		
Fund Balance	63,449,566	62,449,194
Net Income	1,569,555	1,787,385
Total Liabilities and Equity	<u>\$65,392,713</u>	<u>\$64,622,845</u>
<u>Income Statement</u>		
Income:		
Investment Income	\$316,717	\$358,857
Interest on School Construction Loans	461,248	750,119
Realized Gain/(Loss)	52,300	121,422
Unrealized Gain/(Loss)	31,693	(156,226)
Coal Severance Tax Income	737,373	741,036
Total Income	<u>1,599,331</u>	<u>1,815,208</u>
Expenses and Transfers:		
Investment	27,260	25,327
Administrative	2,516	2,496
Transfers to General Fund	-	-
Total Expense and Transfers	<u>29,776</u>	<u>27,823</u>
Net Income/(Loss)	<u>\$1,569,555</u>	<u>\$1,787,385</u>

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Indian Cultural Trust

	<u>March 31, 2012</u>	<u>March 31, 2011</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$1,210	\$4,112
Interest Receivable	1,444	1,947
Investments	690,481	653,099
Total Assets	<u>\$693,135</u>	<u>\$659,158</u>
Liabilities:		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Equity:		
Fund Balance	667,591	562,643
Net Income (Loss)	25,544	96,515
Total Liabilities and Equity	<u>\$693,135</u>	<u>\$659,158</u>
<u>Income Statement</u>		
Income:		
Investment Income	\$14,305	\$14,253
Realized Gain/(Loss)	6,751	(1,428)
Unrealized Gain/(Loss)	4,593	84,559
Rents - Surface	2,000	-
Bonuses - Oil and Gas	-	-
Total Income	<u>27,649</u>	<u>97,384</u>
Expenses and Transfers:		
Investment Expense	865	869
In-Lieu and 5% County Payments	316	-
Administrative Expense	924	-
Transfers to Beneficiary	-	-
Total Expense and Transfers	<u>2,105</u>	<u>869</u>
Net Income/(Loss)	<u>\$25,544</u>	<u>\$96,515</u>

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Strategic Investment and Improvements Fund

	March 31, 2012	March 31, 2011
Balance Sheet		
Assets:		
Cash	\$7,508,040	\$175,951
Interest Receivable	348,476	470,957
Investments	324,152,875	243,826,251
Due from other Trusts or Agencies	-	-
Total Assets	\$332,009,391	\$244,473,159
Liabilities:		
Accounts Payable	\$0	\$0
Equity:		
Fund Balance	249,074,434	148,836,319
Net Income	82,934,957	95,636,840
Total Liabilities and Equity	\$332,009,391	\$244,473,159
Income Statement		
Income:		
Investment Income	\$397,925	\$1,066,621
Royalties - Oil and Gas	28,837,817	15,170,191
Bonuses - Oil and Gas	53,891,507	79,499,678
Royalties - Coal	137,379	427,094
Bonuses - Coal	-	800
Rents - Mineral	172,066	273,812
Total Income	83,436,694	96,438,196
Expenses and Transfers:		
Administrative	400,175	402,734
DD Loan Payments (Net)	101,562	181,921
Transfers to General Fund	-	216,701
Total Expense and Transfers	501,737	801,356
Net Income/(Loss)	\$82,934,957	\$95,636,840

The Strategic Investment and Improvements Fund (SIIF) has an assigned fund balance of \$89,062,869.98 as of March 31, 2012; this designation means that these funds should not be transferred out of the SIIF. The first \$82,812,869.98 of the assigned fund balance will be held until potential title disputes related to certain riverbed leases have been resolved. The remaining \$6,250,000 will be held to potentially fund 25% of the guarantee reserve fund for the Fuel Production Facility Loan Guarantee Program administered by the Bank of North Dakota (NDCC 6-09.7-05).