

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

**QUARTERLY FINANCIAL REPORTS
(Unaudited)**

For period ended March 31, 2013



Board of University and School Lands		
Quarterly Comparative Financial Schedules (Unaudited)		
Schedule of Net Assets		
Assets by Trust:	<u>March 31, 2013</u>	<u>March 31, 2012</u>
Common Schools	\$2,310,916,959	\$1,843,390,117
North Dakota State University	39,417,674	31,231,142
School for the Blind	5,473,862	4,296,179
School for the Deaf	13,663,185	11,212,021
State Hospital	11,160,643	9,969,411
Ellendale *	6,446,930	5,503,887
Valley City State University	6,427,500	4,824,076
Mayville State University	4,498,340	3,392,199
Youth Correctional Center	16,011,713	12,528,686
State College of Science	10,861,721	9,288,448
School of Mines **	12,545,946	10,899,559
Veterans Home	4,043,701	3,327,618
University of North Dakota	17,936,862	14,937,691
Capitol Building	2,818,963	3,531,561
Strategic Investment and Improvements	789,154,988	332,009,388
Coal Development	65,762,538	65,019,121
Indian Cultural Education Trust	762,585	693,134
Total	<u><u>\$3,317,904,110</u></u>	<u><u>\$2,366,054,238</u></u>
Assets by Type:		
Cash	18,918,126.00	12,605,426.00
Receivables	16,037,737	16,191,549
Investments	3,054,292,849	2,249,034,113
Office Building (Net of Depreciation)	672,427	721,603
Farm Real Estate	-	638,760
Farm Loans	23,627,647	36,522,678
Energy Construction Loans	2,063,780	2,272,066
Energy Development Impact Loans	8,118,117	8,578,553
School Construction Loans	35,140,138	24,811,475
Due to/from Other Trusts and Agencies	159,033,289	14,678,015
Total	<u><u>\$3,317,904,110</u></u>	<u><u>\$2,366,054,238</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.

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Combined Permanent Trusts

	March 31, 2013	March 31, 2012
Balance Sheet		
Assets:		
Cash	\$13,406,507	\$4,796,287
Interest Receivable	15,228,347	15,326,318
Accounts Receivable	-	-
Investments	2,388,280,035	1,894,751,639
Farm Real Estate	-	638,760
Farm Loans	23,627,647	36,522,678
Energy Construction Loans	2,063,780	2,272,066
Due from Other Agencies	20,584,783	14,517,904
Due from Other Trusts	-	-
Office Building (Net of Depreciation)	672,427	721,603
Total Assets	\$2,463,863,526	\$1,969,547,255
Liabilities:		
Unclaimed Property Claimant Liability	\$4,428,596	\$4,701,766
Due to Other Trusts	-	-
Due to Other Funds	29,893	44,441
Accounts Payable	-	-
Total Liabilities	4,458,489	4,746,207
Equity:		
Fund Balance	2,041,671,742	1,727,400,987
Net Income/(Loss)	417,733,295	237,400,061
Total Liabilities and Equity	2,463,863,526	\$1,969,547,255
Income Statement		
Income:		
Investment Income	\$36,238,579	\$39,330,939
Realized Gain/(Loss)	32,233,750	17,301,105
Unrealized Gain/(Loss)	168,991,879	16,446,087
Royalties - Oil and Gas	108,558,306	75,835,933
Royalties - Coal	2,927,718	2,699,259
Royalties - Aggregate	288,454	41,151
Bonuses - Oil and Gas	12,581,032	60,781,229
Bonuses - Coal	-	-
Rents - Surface	9,592,058	7,970,424
Rents - Mineral	176,767	438,522
Rents - Office Building	46,537	46,537
Gain/Loss on Sale of Land - OREO	271	-
Sale of Capital Asset	380,600	-
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	86,737,956	58,676,101
Unclaimed Property Income	5,074,442	3,242,849
Total Income	463,828,349	282,810,136
Expenses and Transfers:		
Investment Expense	2,848,492	2,467,584
In-Lieu and 5% County Payments	212,892	186,629
Administrative Expense	1,550,171	1,272,361
Transfers to Beneficiaries	41,483,499	41,483,501
Total Expense and Transfers	46,095,054	45,410,075
Net Income/(Loss)	\$417,733,295	\$237,400,061

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Capitol Building Trust

	March 31, 2013	March 31, 2012
Balance Sheet		
Assets:		
Cash	\$317,209	\$298,249
Interest Receivable	933	3,212
Investments	2,500,821	3,230,100
Due from other Trusts and Agencies	-	-
Total Assets	\$2,818,963	\$3,531,561
Liabilities:		
Due to Other Trusts and Agencies	\$0	\$0
Equity:		
Fund Balance	3,252,822	3,367,501
Net Income	(433,859)	164,060
Total Liabilities and Equity	\$2,818,963	\$3,531,561
Income Statement		
Income:		
Investment Income	\$2,948	\$11,994
Rents - Surface	105,821	105,264
Rents - Mineral	(21,335)	92,240
Royalties - Oil and Gas	251,950	134,716
Bonuses - Oil and Gas	-	28,540
Royalties - Coal	-	-
Unrealized Gain/(Loss)	-	-
Total Income	339,384	372,754
Expenses and Transfers:		
Investment Expense	-	-
In-Lieu and 5% County Payments	3,003	2,531
Administrative Expense	20,240	16,163
Transfers to Facility Management	750,000	190,000
Total Expense and Transfers	773,243	208,694
Net Income/(Loss)	(\$433,859)	\$164,060

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Coal Development Trust

	<u>March 31, 2013</u>	<u>March 31, 2012</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$1,545	\$1,641
Interest Receivable	463,352	512,113
Investments	21,878,912	30,955,229
Coal Impact Loans	8,118,117	8,578,553
School Construction Loans	35,140,138	24,811,475
Due from other Trusts and Agencies	534,913	533,703
Total Assets	<u>\$66,136,977</u>	<u>\$65,392,714</u>
Liabilities:		
Accounts Payable	\$374,439	\$373,592
Equity:		
Fund Balance	64,360,254	63,449,566
Net Income	1,402,284	1,569,556
Total Liabilities and Equity	<u>\$66,136,977</u>	<u>\$65,392,714</u>
<u>Income Statement</u>		
Income:		
Investment Income	\$233,592	\$316,717
Interest on School Construction Loans	349,027	461,248
Realized Gain/(Loss)	99,630	52,300
Unrealized Gain/(Loss)	54,996	31,693
Coal Severance Tax Income	718,699	737,374
Total Income	<u>1,455,944</u>	<u>1,599,332</u>
Expenses and Transfers:		
Investment	32,926	27,260
Administrative	2,654	2,516
Transfers to General Fund	18,080	-
Total Expense and Transfers	<u>53,660</u>	<u>29,776</u>
Net Income/(Loss)	<u>\$1,402,284</u>	<u>\$1,569,556</u>

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Indian Cultural Trust

	March 31, 2013	March 31, 2012
<u>Balance Sheet</u>		
Assets:		
Cash	\$2,936	\$1,210
Interest Receivable	1,490	1,444
Investments	758,159	690,480
Total Assets	\$762,585	\$693,134
Liabilities:		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	-	-
Equity:		
Fund Balance	683,831	667,591
Net Income (Loss)	78,754	25,544
Total Liabilities and Equity	\$762,585	\$693,134
<u>Income Statement</u>		
Income:		
Investment Income	\$11,653	\$14,305
Realized Gain/(Loss)	10,679	6,751
Unrealized Gain/(Loss)	55,699	4,593
Rents - Surface	2,000	2,000
Bonuses - Oil and Gas	-	-
Total Income	80,031	27,649
Expenses and Transfers:		
Investment Expense	882	865
In-Lieu and 5% County Payments	392	316
Administrative Expense	3	924
Transfers to Beneficiary	-	-
Total Expense and Transfers	1,277	2,105
Net Income/(Loss)	78,754	\$25,544

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Strategic Investment and Improvements Fund

	March 31, 2013	March 31, 2012
Balance Sheet		
Assets:		
Cash	\$5,189,930	\$7,508,040
Interest Receivable	343,614	348,476
Investments	645,333,411	324,152,875
Due from other Trusts or Agencies	138,288,032	-
Total Assets	\$789,154,987	\$332,009,391
Liabilities:		
Accounts Payable	\$0	\$0
Equity:		
Fund Balance	387,713,205	249,074,434
Net Income	401,441,782	82,934,957
Total Liabilities and Equity	\$789,154,987	\$332,009,391
Income Statement		
Income:		
Investment Income	\$520,133	\$397,925
Royalties - Oil and Gas	45,527,295	28,837,817
Bonuses - Oil and Gas	42,900,691	53,891,507
Royalties - Coal	362,644	137,379
Bonuses - Coal	-	-
Rents - Mineral	128,288	172,066
Tax Income - Oil Extraction & Production Distribution	619,049,391	-
Total Income	708,488,442	83,436,694
Expenses and Transfers:		
Administrative	571,522	400,175
DD Loan Payments (Net)		101,562
Transfers to General Fund	305,000,000	-
Transfers to Legacy Fund	1,475,138	-
Total Expense and Transfers	307,046,660	501,737
Net Income/(Loss)	401,441,782	82,934,957

The Strategic Investment and Improvements Fund (SIIF) has an assigned fund balance of \$135,088,021.28 as of March 31, 2013; this designation means that these funds should not be transferred out of the SIIF. The first \$128,838,021.28 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).