

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

**QUARTERLY FINANCIAL REPORTS  
(Unaudited)**

**For period ended December 31, 2014**



<b>Board of University and School Lands</b>		
<b>Quarterly Comparative Financial Schedules (Unaudited)</b>		
<b>Schedule of Net Assets</b>		
<b>Assets by Trust:</b>	<u>December 31, 2014</u>	<u>December 31, 2013</u>
Common Schools	\$3,284,083,446	\$2,763,790,800
North Dakota State University	53,631,557	46,440,792
School for the Blind	7,342,172	6,410,646
School for the Deaf	18,104,536	15,800,433
State Hospital	12,827,495	12,237,596
Ellendale *	8,252,380	7,199,461
Valley City State University	8,890,554	7,602,210
Mayville State University	6,302,902	5,439,298
Youth Correctional Center	21,626,905	18,585,863
State College of Science	14,240,099	12,516,732
School of Mines **	16,161,526	14,287,738
Veterans Home	4,750,570	4,477,821
University of North Dakota	25,675,942	21,271,689
Capitol Building	5,574,555	3,222,989
Strategic Investment and Improvements	1,843,722,076	998,417,353
Coal Development	67,179,321	66,229,343
Indian Cultural Education Trust	1,162,870	824,779
Total	<u><u>\$5,399,528,906</u></u>	<u><u>\$4,004,755,543</u></u>
<b>Assets by Type:</b>		
Cash	924,470,595	36,760,984
Receivables	23,820,176	17,434,137
Investments	4,066,847,942	3,771,783,245
Office Building (Net of Depreciation)	676,340	643,182
Farm Loans	14,495,416	18,660,460
Energy Construction Loans	1,386,734	1,438,740
Energy Development Impact Loans	7,140,413	7,708,725
School Construction Loans (Coal)	28,542,978	31,337,960
School Construction Loans (SIIF)	141,140,598	45,267,470
Due to/from Other Trusts and Agencies	191,007,714	73,720,640
Total	<u><u>\$5,399,528,906</u></u>	<u><u>\$4,004,755,543</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

	December 31, 2014	December 31, 2013
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$2,919,242	\$10,953,619
Interest Receivable	22,470,039	16,641,824
Investments	3,427,436,012	2,869,303,574
Farm Loans	14,495,416	18,660,460
Energy Construction Loans	1,386,734	1,438,740
Due from Other Agencies	20,908,854	23,554,479
Office Building (Net of Depreciation)	676,340	643,182
Total Assets	\$3,490,292,637	\$2,941,195,878
<b>Liabilities:</b>		
Unclaimed Property Claimant Liability	\$8,326,146	\$5,042,092
Due to Other Trusts	-	-
Due to Other Funds	76,407	92,709
Accounts Payable	-	-
Total Liabilities	8,402,553	5,134,801
<b>Equity:</b>		
Fund Balance	3,318,620,250	2,569,918,691
Net Income/(Loss)	163,269,834	366,142,386
Total Liabilities and Equity	\$3,490,292,637	\$2,941,195,878
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$39,549,726	\$26,761,020
Realized Gain/(Loss)	118,764,045	613,945
Unrealized Gain/(Loss)	(168,694,984)	190,612,116
Royalties - Oil and Gas	98,615,956	80,207,464
Royalties - Coal	1,481,351	1,798,810
Royalties - Aggregate	1,092,665	151,571
Bonuses - Oil and Gas	9,495,201	9,075,483
Bonuses - Coal	-	-
Rents - Surface	10,374,100	7,506,308
Rents - Mineral	147,643	215,629
Rents - Coal	2,100	2,900
Rents - Office Building	58,276	-
Gain/Loss on Sale of Land - OREO	-	-
Sale of Capital Asset	-	-
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	78,349,440	75,529,093
Unclaimed Property Income	6,967,862	6,473,648
Total Income	196,203,381	398,947,987
<b>Expenses and Transfers:</b>		
Investment Expense	1,683,484	1,630,683
In-Lieu and 5% County Payments	-	-
Administrative Expense	1,250,063	1,174,918
Transfers to Beneficiaries	30,000,000	30,000,000
Total Expense and Transfers	32,933,547	32,805,601
Net Income/(Loss)	\$163,269,834	\$366,142,386

**Board of University and School Lands**

**Quarterly Comparative Financial Statements (Unaudited)**

**Capitol Building Trust**

	<u>December 31, 2014</u>	<u>December 31, 2013</u>
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$971,483	\$324,817
Interest Receivable	-	-
Investments	4,603,071	2,898,171
Due from other Trusts and Agencies	-	-
<b>Total Assets</b>	<b><u><u>\$5,574,554</u></u></b>	<b><u><u>\$3,222,988</u></u></b>
<b>Liabilities:</b>		
Due to Other Trusts and Agencies	\$0	\$0
<b>Equity:</b>		
Fund Balance	4,998,848	2,841,003
Net Income	<u>575,706</u>	<u>381,985</u>
<b>Total Liabilities and Equity</b>	<b><u><u>\$5,574,554</u></u></b>	<b><u><u>\$3,222,988</u></u></b>
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$5,430	\$2,997
Rents - Surface	125,910	83,333
Rents - Mineral	20,659	16,410
Royalties - Oil and Gas	563,846	274,541
Bonuses - Oil and Gas	560	16,400
Royalties - Coal	-	-
Unrealized Gain/(Loss)	-	-
<b>Total Income</b>	<u>716,405</u>	<u>393,681</u>
<b>Expenses and Transfers:</b>		
Investment Expense	-	-
In-Lieu and 5% County Payments	-	-
Administrative Expense	14,699	11,696
Transfers to Facility Management	<u>126,000</u>	<u>-</u>
<b>Total Expense and Transfers</b>	<u>140,699</u>	<u>11,696</u>
<b>Net Income/(Loss)</b>	<b><u><u>\$575,706</u></u></b>	<b><u><u>\$381,985</u></u></b>

**Board of University and School Lands**

**Quarterly Comparative Financial Statements (Unaudited)**

**Coal Development Trust**

	<u>December 31, 2014</u>	<u>December 31, 2013</u>
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$1,651	\$2,291
Interest Receivable	418,045	443,343
Investments	30,899,068	26,577,205
Coal Impact Loans	7,140,413	7,708,727
School Construction Loans	28,542,978	31,337,960
Due from other Trusts and Agencies	590,553	532,729
Total Assets	<u>\$67,592,708</u>	<u>\$66,602,255</u>
<b>Liabilities:</b>		
Accounts Payable	\$413,387	\$372,910
<b>Equity:</b>		
Fund Balance	66,393,006	65,300,138
Net Income	786,315	929,207
Total Liabilities and Equity	<u>\$67,592,708</u>	<u>\$66,602,255</u>
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$149,670	\$133,550
Interest on School Construction Loans	291,600	322,656
Realized Gain/(Loss)	(2,776)	(56,876)
Unrealized Gain/(Loss)	(68,331)	68,414
Coal Severance Tax Income	495,646	482,146
Total Income	<u>865,809</u>	<u>949,890</u>
<b>Expenses and Transfers:</b>		
Investment	23,834	19,612
Administrative	1,342	1,071
Transfers to General Fund	54,318	-
Total Expense and Transfers	<u>79,494</u>	<u>20,683</u>
Net Income/(Loss)	<u>\$786,315</u>	<u>\$929,207</u>

## Board of University and School Lands

### Quarterly Comparative Financial Statements (Unaudited)

#### Indian Cultural Trust

	December 31, 2014	December 31, 2013
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$1,589	\$4,934
Interest Receivable	4,182	1,912
Investments	1,157,099	817,933
Total Assets	\$1,162,870	\$824,779
<b>Liabilities:</b>		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	-	-
<b>Equity:</b>		
Fund Balance	866,465	759,092
Net Income (Loss)	296,405	65,686
Total Liabilities and Equity	\$1,162,870	\$824,779
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$11,860	\$7,668
Realized Gain/(Loss)	32,344	180
Unrealized Gain/(Loss)	(47,295)	56,287
Rents - Surface	-	-
Donations	300,000	-
Total Income	296,909	64,135
<b>Expenses and Transfers:</b>		
Investment Expense	504	(1,560)
In-Lieu and 5% County Payments	-	-
Administrative Expense	-	9
Transfers to Beneficiary	-	-
Total Expense and Transfers	504	(1,551)
Net Income/(Loss)	\$296,405	\$65,686

## Board of University and School Lands

### Quarterly Comparative Financial Statements (Unaudited)

#### Strategic Investment and Improvements Fund

	December 31, 2014	December 31, 2013
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$920,576,630	\$25,475,323
Interest Receivable	927,910	347,058
Investments	611,155,244	877,321,160
School Construction Loans	141,140,598	45,267,470
Due from other Trusts or Agencies	169,921,693	50,006,343
Total Assets	\$1,843,722,075	\$998,417,354
<b>Liabilities:</b>		
Accounts Payable	\$0	\$0
<b>Equity:</b>		
Fund Balance	1,417,244,646	969,920,162
Net Income	426,477,429	28,497,192
Total Liabilities and Equity	\$1,843,722,075	\$998,417,354
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$1,106,289	\$730,643
Interest on School Construction Loans	790,409	165,103
Interest on Medical Facility Loans	60,067	6,343
Royalties - Oil and Gas	41,612,376	36,051,959
Bonuses - Oil and Gas	2,446,879	2,767,945
Royalties - Coal	151,331	130,696
Bonuses - Coal	-	-
Rents - Mineral	49,218	99,289
Tax Income - Oil Extraction & Production Distribution	398,327,866	219,156
Total Income	444,544,435	40,171,134
<b>Expenses and Transfers:</b>		
Administrative	457,371	385,228
Investment Expense	3,160	-
Transfers to General Fund	-	-
Transfers to Attorney General Office	-	9,600,000
Transfer to Commerce Department	3,500,000	-
Transfer to Human Services Department	-	-
Transfers to Legacy Fund	14,106,475	1,688,714
Total Expense and Transfers	18,067,006	11,673,942
Net Income/(Loss)	\$426,477,429	\$28,497,192

As of December 31, 2014, the SIIF had a fund balance of \$1,843,722,075. The fund balance is made up of two parts. The obligated 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, dedicated to various loan programs established by the legislature, or appropriated to be spent during the 2013-15 biennium. The unobligated 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 unobligated balance of the fund was \$839,395,065 on December 31, 2014.