

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

**QUARTERLY FINANCIAL REPORTS
(Unaudited)**

For period ended March 31, 2014



Board of University and School Lands		
Quarterly Comparative Financial Schedules (Unaudited)		
Schedule of Net Assets		
Assets by Trust:	March 31, 2014	March 31, 2013
Common Schools	2,885,633,462.00	\$2,311,029,127
North Dakota State University	48,012,135	39,417,674
School for the Blind	6,609,812	5,473,862
School for the Deaf	16,519,037	13,663,185
State Hospital	12,388,944	11,160,643
Ellendale *	7,331,529	6,446,930
Valley City State University	7,873,734	6,427,500
Mayville State University	5,637,503	4,498,340
Youth Correctional Center	19,193,466	16,011,713
State College of Science	12,936,041	10,861,721
School of Mines **	14,606,212	12,545,946
Veterans Home	4,550,146	4,043,701
University of North Dakota	22,335,432	17,936,862
Capitol Building	3,526,086	2,818,963
Strategic Investment and Improvements	1,119,408,378	789,154,988
Coal Development	66,723,045	65,762,538
Indian Cultural Education Trust	842,444	762,585
Total	<u>\$4,254,127,406</u>	<u>\$3,318,016,278</u>
Assets by Type:		
Cash	33,782,664	18,918,126
Receivables	17,901,597	16,037,737
Investments	3,952,537,534	3,054,405,017
Office Building (Net of Depreciation)	629,449	672,427
Farm Loans	17,453,774	23,627,647
Energy Construction Loans	1,422,304	2,063,780
Energy Development Impact Loans	7,569,092	8,118,117
School Construction Loans (Coal)	31,337,960	35,140,138
School Construction Loans (SIIF)	65,267,470	-
Medical Facility Loans	-	-
Due to/from Other Trusts and Agencies	126,225,562	159,033,289
Total	<u>\$4,254,127,406</u>	<u>\$3,318,016,278</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, 2014	March 31, 2013
Balance Sheet		
Assets:		
Cash	\$5,441,448	\$13,406,507
Interest Receivable	16,821,348	15,228,347
Investments	3,000,866,321	2,388,392,204
Farm Loans	17,453,774	23,627,647
Energy Construction Loans	1,422,304	2,063,780
Due from Other Agencies	26,055,697	20,584,783
Office Building (Net of Depreciation)	629,449	672,427
Total Assets	\$3,068,690,341	\$2,463,975,695
Liabilities:		
Unclaimed Property Claimant Liability	\$5,042,092	\$4,428,596
Due to Other Trusts	-	-
Due to Other Funds	20,795	29,893
Accounts Payable	-	-
Total Liabilities	5,062,887	4,458,489
Equity:		
Fund Balance	2,569,918,691	2,041,671,742
Net Income/(Loss)	493,708,763	417,845,464
Total Liabilities and Equity	\$3,068,690,341	\$2,463,975,695
Income Statement		
Income:		
Investment Income	\$41,125,733	\$36,238,579
Realized Gain/(Loss)	4,924,077	32,233,750
Unrealized Gain/(Loss)	240,573,500	168,991,879
Royalties - Oil and Gas	128,567,143	108,558,306
Royalties - Coal	2,850,413	2,927,718
Royalties - Aggregate	159,155	288,454
Bonuses - Oil and Gas	9,777,522	12,581,032
Bonuses - Coal	363,994	-
Rents - Surface	10,145,769	9,592,058
Rents - Mineral	230,188	164,121
Rents - Coal	31,636	12,636
Rents - Office Building	58,276	46,547
Gain/Loss on Sale of Land - OREO	-	271
Sale of Capital Asset	120,000	380,600
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	113,348,001	86,737,956
Unclaimed Property Income	6,617,394	5,186,611
Total Income	558,892,801	463,940,518
Expenses and Transfers:		
Investment Expense	5,972,766	2,848,492
In-Lieu and 5% County Payments	206,377	212,892
Administrative Expense	1,715,396	1,550,171
Transfers to Beneficiaries	57,289,499	41,483,499
Total Expense and Transfers	65,184,038	46,095,054
Net Income/(Loss)	\$493,708,763	\$417,845,464

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Capitol Building Trust

	March 31, 2014	March 31, 2013
Balance Sheet		
Assets:		
Cash	\$226,641	\$317,209
Interest Receivable	269	933
Investments	3,299,178	2,500,820
Due from other Trusts and Agencies	-	-
Total Assets	\$3,526,088	\$2,818,962
Liabilities:		
Due to Other Trusts and Agencies	\$0	\$0
Equity:		
Fund Balance	2,841,003	3,252,822
Net Income	685,085	(433,860)
Total Liabilities and Equity	\$3,526,088	\$2,818,962
Income Statement		
Income:		
Investment Income	\$3,750	\$2,947
Rents - Surface	107,355	105,821
Rents - Mineral	16,922	(21,335)
Royalties - Oil and Gas	562,246	251,950
Bonuses - Oil and Gas	16,400	-
Royalties - Coal	-	-
Unrealized Gain/(Loss)	-	-
Total Income	706,673	339,383
Expenses and Transfers:		
Investment Expense	-	-
In-Lieu and 5% County Payments	2,898	3,003
Administrative Expense	18,690	20,240
Transfers to Facility Management	-	750,000
Total Expense and Transfers	21,588	773,243
Net Income/(Loss)	\$685,085	(\$433,860)

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Coal Development Trust

	March 31, 2014	March 31, 2013
Balance Sheet		
Assets:		
Cash	\$1,480	\$1,545
Interest Receivable	582,193	463,352
Investments	27,062,456	21,878,911
Coal Impact Loans	7,569,088	8,118,117
School Construction Loans	31,337,960	35,140,138
Due from other Trusts and Agencies	566,216	534,913
Total Assets	\$67,119,393	\$66,136,976
Liabilities:		
Accounts Payable	\$396,351	\$374,439
Equity:		
Fund Balance	65,300,138	64,360,254
Net Income	1,422,904	1,402,283
Total Liabilities and Equity	\$67,119,393	\$66,136,976
Income Statement		
Income:		
Investment Income	\$199,693	\$233,591
Interest on School Construction Loans	481,551	349,027
Realized Gain/(Loss)	(62,053)	99,630
Unrealized Gain/(Loss)	93,988	54,996
Coal Severance Tax Income	749,439	718,699
Total Income	1,462,618	1,455,943
Expenses and Transfers:		
Investment	37,949	32,926
Administrative	1,765	2,654
Transfers to General Fund	-	18,080
Total Expense and Transfers	39,714	53,660
Net Income/(Loss)	\$1,422,904	\$1,402,283

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Indian Cultural Trust

	March 31, 2014	March 31, 2013
<u>Balance Sheet</u>		
Assets:		
Cash	\$4,588	\$2,936
Interest Receivable	2,018	1,490
Investments	835,837	758,157
Total Assets	\$842,443	\$762,583
Liabilities:		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	-	-
Equity:		
Fund Balance	759,092	683,831
Net Income (Loss)	83,351	78,753
Total Liabilities and Equity	\$842,443	\$762,583
<u>Income Statement</u>		
Income:		
Investment Income	\$11,614	\$11,651
Realized Gain/(Loss)	1,395	10,679
Unrealized Gain/(Loss)	70,337	55,699
Rents - Surface	2,000	2,000
Bonuses - Oil and Gas	-	-
Total Income	85,346	80,029
Expenses and Transfers:		
Investment Expense	1,641	788
In-Lieu and 5% County Payments	340	392
Administrative Expense	14	96
Transfers to Beneficiary	-	-
Total Expense and Transfers	1,995	1,276
Net Income/(Loss)	\$83,351	\$78,753

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Strategic Investment and Improvements Fund

	March 31, 2014	March 31, 2013
Balance Sheet		
Assets:		
Cash	\$28,108,508	\$5,189,930
Interest Receivable	495,769	343,614
Investments	857,521,672	645,333,411
Investment - Medical Facility Infrastructure	50,014,960	-
Investment - Fuel Production Facility	18,000,000	-
School Construction Loans	65,267,470	-
Due from other Trusts or Agencies	100,000,000	138,288,032
Total Assets	\$1,119,408,379	\$789,154,987
Liabilities:		
Accounts Payable	\$0	\$0
Equity:		
Fund Balance	969,920,162	387,713,205
Net Income	149,488,217	401,441,782
Total Liabilities and Equity	\$1,119,408,379	\$789,154,987
Income Statement		
Income:		
Investment Income	\$752,441	\$520,133
Interest on School Construction Loans	326,414	-
Interest on Medical Facility Loans	14,960	-
Royalties - Oil and Gas	62,843,871	45,527,295
Bonuses - Oil and Gas	3,039,609	42,900,691
Royalties - Coal	241,728	362,644
Bonuses - Coal	-	-
Rents - Mineral	112,040	128,288
Tax Income - Oil Extraction & Production Distribution	100,219,156	619,049,391
Total Income	167,550,219	708,488,442
Expenses and Transfers:		
Administrative	623,288	571,522
Transfers to General Fund	-	305,000,000
Transfers to Attorney General Office	9,600,000.00	-
Transfer to Commerce Department	1,000,000.00	-
Transfer to Human Services Department	5,150,000.00	-
Transfers to Legacy Fund	1,688,714.00	1,475,138.00
Total Expense and Transfers	18,062,002	307,046,660
Net Income/(Loss)	\$149,488,217	\$401,441,782

As of December 31, 2013, the \$1,053,548,381 fund balance includes an obligated balance of \$894,303,695 and \$159,244,686 unobligated. The obligated includes \$135,103,695 that has been designated as an assigned fund balance being held until potential title disputes related to certain riverbed leases have been resolved. The obligated fund balance also includes various funding obligations directed by the 63rd legislative assembly including \$534,200,000 in distributions and transfers, and \$225,000,000 dedicated to various loan programs.