

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

**QUARTERLY FINANCIAL REPORTS
(Unaudited)**

For period ended March 31, 2015



Board of University and School Lands		
Quarterly Comparative Financial Schedules (Unaudited)		
Schedule of Net Assets		
Assets by Trust:	<u>March 31, 2015</u>	<u>March 31, 2014</u>
Common Schools	\$3,384,702,117	\$2,885,633,462
North Dakota State University	55,250,095	48,012,135
School for the Blind	7,504,084	6,609,812
School for the Deaf	18,503,440	16,519,037
State Hospital	12,951,231	12,388,944
Ellendale *	8,578,061	7,331,529
Valley City State University	9,214,840	7,873,734
Mayville State University	6,441,810	5,637,503
Youth Correctional Center	22,315,102	19,193,466
State College of Science	14,583,382	12,936,041
School of Mines **	16,611,321	14,606,212
Veterans Home	4,789,613	4,550,146
University of North Dakota	26,331,118	22,335,432
Capitol Building	5,860,646	3,526,086
Strategic Investment and Improvements	989,542,358	1,119,408,995
Coal Development	67,727,100	66,723,045
Indian Cultural Education Trust	1,185,803	842,444
Total	<u><u>\$4,652,092,121</u></u>	<u><u>\$4,254,128,023</u></u>
Assets by Type:		
Cash	87,949,074	33,782,664
Receivables	14,383,691	17,901,597
Investments	4,180,639,953	3,902,523,191
Office Building (Net of Depreciation)	662,029	629,449
Farm Loans	13,479,335	17,453,774
Energy Construction Loans	1,368,479	1,422,304
Energy Development Impact Loans	6,994,240	7,569,092
School Construction Loans (Coal)	33,547,978	31,337,960
School Construction Loans (SIIF)	148,140,598	65,267,470
Due to/from Other Trusts and Agencies	164,926,744	176,240,522
Total	<u><u>\$4,652,092,121</u></u>	<u><u>\$4,254,128,023</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, 2015	March 31, 2014
Balance Sheet		
Assets:		
Cash	\$8,875,360	\$5,441,448
Interest Receivable	12,931,561	16,821,348
Investments	3,545,487,447	3,000,866,320
Farm Loans	13,479,335	17,453,774
Energy Construction Loans	1,368,479	1,422,304
Due from Other Agencies	13,314,468	26,055,697
Office Building (Net of Depreciation)	662,029	629,449
Total Assets	\$3,596,118,679	\$3,068,690,340
Liabilities:		
Unclaimed Property Claimant Liability	\$8,326,146	\$5,042,092
Due to Other Trusts	-	-
Due to Other Funds	16,320	20,795
Accounts Payable	-	-
Total Liabilities	8,342,466	5,062,887
Equity:		
Fund Balance	3,318,620,250	2,569,918,691
Net Income/(Loss)	269,155,963	493,708,762
Total Liabilities and Equity	\$3,596,118,679	\$3,068,690,340
Income Statement		
Income:		
Investment Income	\$51,238,626	\$41,125,732
Realized Gain/(Loss)	134,931,131	4,924,077
Unrealized Gain/(Loss)	(132,498,264)	240,573,500
Royalties - Oil and Gas	143,582,842	128,567,143
Royalties - Coal	2,157,056	2,850,413
Royalties - Aggregate	1,285,770	159,155
Bonuses - Oil and Gas	12,392,333	9,777,522
Bonuses - Coal	-	363,994
Rents - Surface	13,174,494	10,145,769
Rents - Mineral	206,190	230,188
Rents - Coal	30,836	31,636
Rents - Office Building	58,276	58,276
Gain/Loss on Sale of Land - OREO	-	-
Sale of Capital Asset	-	120,000
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	98,247,503	113,348,001
Unclaimed Property Income	6,600,361	6,617,394
Total Income	331,407,154	558,892,800
Expenses and Transfers:		
Investment Expense	3,231,068	5,972,766
In-Lieu and 5% County Payments	-	206,377
Administrative Expense	1,730,624	1,715,396
Transfers to Beneficiaries	57,289,499	57,289,499
Total Expense and Transfers	62,251,191	65,184,038
Net Income/(Loss)	\$269,155,963	\$493,708,762

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Capitol Building Trust

	March 31, 2015	March 31, 2014
Balance Sheet		
Assets:		
Cash	\$1,257,574	\$226,641
Interest Receivable	-	269
Investments	4,603,071	3,299,177
Due from other Trusts and Agencies	-	-
Total Assets	\$5,860,645	\$3,526,087
Liabilities:		
Due to Other Trusts and Agencies	\$0	\$0
Equity:		
Fund Balance	4,998,848	2,841,003
Net Income	861,797	685,084
Total Liabilities and Equity	\$5,860,645	\$3,526,087
Income Statement		
Income:		
Investment Income	\$5,471	\$3,749
Rents - Surface	128,381	107,355
Rents - Mineral	21,059	16,922
Royalties - Oil and Gas	1,021,600	562,246
Bonuses - Oil and Gas	560	16,400
Royalties - Coal	-	-
Royalties - Aggregate	10,000	-
Unrealized Gain/(Loss)	-	-
Total Income	1,187,071	706,672
Expenses and Transfers:		
Investment Expense	-	-
In-Lieu and 5% County Payments	-	2,898
Administrative Expense	19,274	18,690
Transfers to Facility Management	306,000	-
Total Expense and Transfers	325,274	21,588
Net Income/(Loss)	\$861,797	\$685,084

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Coal Development Trust

	March 31, 2015	March 31, 2014
Balance Sheet		
Assets:		
Cash	\$2,309	\$1,480
Interest Receivable	533,705	582,193
Investments	26,491,266	27,062,455
Coal Impact Loans	6,994,240	7,569,092
School Construction Loans	33,547,978	31,337,960
Due from other Trusts and Agencies	525,340	566,216
Total Assets	\$68,094,838	\$67,119,396
Liabilities:		
Accounts Payable	\$367,738	\$396,351
Equity:		
Fund Balance	66,393,006	65,300,138
Net Income	1,334,094	1,422,907
Total Liabilities and Equity	\$68,094,838	\$67,119,396
Income Statement		
Income:		
Investment Income	\$223,300	\$199,696
Interest on School Construction Loans	437,400	481,551
Realized Gain/(Loss)	13,959	(62,053)
Unrealized Gain/(Loss)	18,933	93,988
Coal Severance Tax Income	741,164	749,439
Total Income	1,434,756	1,462,621
Expenses and Transfers:		
Investment	44,402	37,949
Administrative	1,942	1,765
Transfers to General Fund	54,318	-
Total Expense and Transfers	100,662	39,714
Net Income/(Loss)	\$1,334,094	\$1,422,907

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Indian Cultural Trust

	<u>March 31, 2015</u>	<u>March 31, 2014</u>
<u>Balance Sheet</u>		
Assets:		
Cash	\$3,589	\$4,588
Interest Receivable	1,033	2,018
Investments	1,181,181	835,838
Total Assets	<u>\$1,185,803</u>	<u>\$842,444</u>
Liabilities:		
Due to Other Funds	-	-
Accounts Payable	-	-
Total Liabilities	<u>-</u>	<u>-</u>
Equity:		
Fund Balance	866,465	759,092
Net Income (Loss)	319,338	83,352
Total Liabilities and Equity	<u>\$1,185,803</u>	<u>\$842,444</u>
<u>Income Statement</u>		
Income:		
Investment Income	\$15,690	\$11,615
Realized Gain/(Loss)	37,766	1,395
Unrealized Gain/(Loss)	(35,105)	70,337
Rents - Surface	2,000	2,000
Donations	300,000	-
Total Income	<u>320,351</u>	<u>85,347</u>
Expenses and Transfers:		
Investment Expense	1,013	1,655
In-Lieu and 5% County Payments	-	340
Administrative Expense	-	-
Transfers to Beneficiary	-	-
Total Expense and Transfers	<u>1,013</u>	<u>1,995</u>
Net Income/(Loss)	<u>\$319,338</u>	<u>\$83,352</u>

Board of University and School Lands

Quarterly Comparative Financial Statements (Unaudited)

Strategic Investment and Improvements Fund

	March 31, 2015	March 31, 2014
Balance Sheet		
Assets:		
Cash	\$77,810,242	\$28,108,508
Interest Receivable	917,392	495,769
Investments	611,219,452	875,522,288
School Construction Loans	148,140,598	65,267,470
Due from other Trusts or Agencies	151,454,674	150,014,960
Total Assets	\$989,542,358	\$1,119,408,995
Liabilities:		
Accounts Payable	\$0	\$0
Equity:		
Fund Balance	1,417,244,646	969,920,162
Net Income	(427,702,288)	149,488,833
Total Liabilities and Equity	\$989,542,358	\$1,119,408,995
Income Statement		
Income:		
Investment Income	\$1,121,512	\$753,057
Interest on School Construction Loans	790,409	326,414
Interest on Medical Facility Loans	94,338	14,960
Interest on Fuel Production Facility Loans	65,805	-
Royalties - Oil and Gas	64,068,805	62,843,871
Bonuses - Oil and Gas	3,445,377	3,039,609
Royalties - Coal	270,612	241,728
Bonuses - Coal	-	-
Rents - Mineral	88,746	112,040
Tax Income - Oil Extraction & Production Distribution	548,955,656	100,219,156
Total Income	618,901,260	167,550,835
Expenses and Transfers:		
Administrative	608,203	623,288
Investment Expense	3,950	-
Transfers to General Fund	520,000,000	-
Transfers to Attorney General Office	-	9,600,000
Transfer to Commerce Department	3,500,000	1,000,000
Transfer to Human Services Department	4,450,000	5,150,000
Transfers to Legacy Fund	20,041,395	1,688,714
Transfer to State Treasurer's Office	298,000,000	-
Transfer to Department of Transportation	200,000,000	-
Total Expense and Transfers	1,046,603,548	18,062,002
Net Income/(Loss)	(427,702,288)	\$149,488,833

As of March 31, 2015, the SIIF had a fund balance of \$989,542,358. 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 a negative \$73,933,531 on March 31, 2015.