

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

**QUARTERLY FINANCIAL REPORT  
(Unaudited)**

**For period ended December 31, 2017**



## Board of University and School Lands

### Quarterly Comparative Financial Schedules (Unaudited)

#### Schedule of Net Assets

Assets by Trust:	December 31, 2017	December 31, 2016
Common Schools	\$4,215,227,543	\$3,664,767,407
North Dakota State University	68,720,429	59,823,624
School for the Blind	11,039,272	9,246,710
School for the Deaf	21,245,374	19,116,679
State Hospital	14,682,522	13,234,365
Ellendale *	20,336,643	17,192,860
Valley City State University	12,206,918	10,502,130
Mayville State University	7,579,895	6,709,668
Youth Correctional Center	22,317,199	19,150,100
State College of Science	16,889,644	15,078,241
School of Mines **	20,063,791	17,307,795
Veterans Home	5,443,324	4,908,603
University of North Dakota	31,982,301	27,579,798
Capitol Building	3,637,980	6,075,758
Strategic Investment and Improvements	265,565,580	365,553,252
Coal Development	70,119,538	69,123,286
Indian Cultural Education Trust	1,299,718	1,181,980
School Construction Assistance Loan Fund	-	153,217,664
Total	\$4,808,357,671	\$4,479,769,920
<b>Assets by Type:</b>		
Cash	\$38,693,667	13,121,713.00
Receivables	13,519,679	18,364,825
Investments	4,673,746,187	4,229,003,209
Office Building (Net of Depreciation)	514,223	573,831
Farm Loans	7,451,291	8,813,838
Energy Construction Loans	1,069,167	1,255,818
Energy Development Impact Loans	12,317,945	12,988,494
School Construction Loans (Coal)	47,391,757	43,397,204
School Construction Loans (SCLAP)	-	143,012,155
Due to/from Other Trusts and Agencies	13,653,755	9,238,833
Total	\$4,808,357,671	\$4,479,769,920

## Board of University and School Lands

### Quarterly Comparative Financial Statements (Unaudited)

#### Combined Permanent Trusts

	December 31, 2017	December 31, 2016
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$37,464,316	\$2,784,044
Interest Receivable	11,963,065	15,729,582
Investments	4,406,611,574	3,855,456,676
Farm Loans	7,451,291	8,813,838
Energy Construction Loans	1,069,167	1,255,818
Due from Other Agencies	13,574,179	9,081,562
Office Building (Net of Depreciation)	514,223	573,831
Total Assets	\$4,478,647,815	\$3,893,695,351
<b>Liabilities:</b>		
Unclaimed Property Claimant Liability	\$10,875,980	\$9,030,676
Due to Other Trusts	-	-
Due to Other Funds	36,980	46,694
Accounts Payable	-	-
Total Liabilities	10,912,960	9,077,370
<b>Equity:</b>		
Fund Balance	4,172,739,955	3,720,729,900
Net Income/(Loss)	294,994,900	163,888,081
Total Liabilities and Equity	\$4,478,647,815	\$3,893,695,351
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$60,472,948	\$45,987,887
Realized Gain/(Loss)	54,589,168	132,578,094
Unrealized Gain/(Loss)	149,136,332	(48,019,687)
Royalties - Oil and Gas	61,366,064	41,749,814
Royalties - Coal	156,492	307,648
Royalties - Aggregate	35,838	264,337
Bonuses - Oil and Gas	885,389	684,981
Bonuses - Coal	-	-
Rents - Surface	8,358,592	8,055,521
Rents - Mineral	90,753	98,039
Rents - Coal	1,700	12,400
Rents - Office Building	-	52,735
Gain/Loss on Sale of Land - OREO	-	-
Sale of Capital Asset	-	-
Tobacco Settlement Income	-	-
Oil Extraction Tax Income	34,990,325	27,529,767
Unclaimed Property Income	10,034,247	9,010,716
Total Income	380,117,848	218,312,252
<b>Expenses and Transfers:</b>		
Investment Expense	3,590,148	3,734,504
In-Lieu and 5% County Payments	-	-
Administrative Expense	1,489,130	1,689,667
Operating Expense - Building	43,670	-
Transfers to Beneficiaries	80,000,000	49,000,000
Total Expense and Transfers	85,122,948	54,424,171
Net Income/(Loss)	\$294,994,900	\$163,888,081

**Board of University and School Lands**

**Quarterly Comparative Financial Statements (Unaudited)**

**Capitol Building Trust**

	<u>December 31, 2017</u>	<u>December 31, 2016</u>
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$430,646	\$8,241
Interest Receivable	9,981	14,555
Investments	<u>3,197,354</u>	<u>6,052,963</u>
<b>Total Assets</b>	<b><u><u>\$3,637,981</u></u></b>	<b><u><u>\$6,075,759</u></u></b>
<b>Liabilities:</b>		
Due to Other Trusts and Agencies	\$0	\$0
<b>Equity:</b>		
Fund Balance	5,089,876	6,219,543
Net Income	<u>(1,451,895)</u>	<u>(143,784)</u>
<b>Total Liabilities and Equity</b>	<b><u><u>\$3,637,981</u></u></b>	<b><u><u>\$6,075,759</u></u></b>
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$25,295	\$540,354
Realized Gain(Loss)	504	1,310
Unrealized Gain/(Loss)	(1,966)	(24,676)
Rents - Surface	106,410	100,429
Rents - Mineral	2,540	3,960
Royalties - Oil and Gas	322,555	343,400
Bonuses - Oil and Gas	8,320	3,040
Royalties - Coal	(763)	-
Royalties - Aggregate	<u>748,619</u>	<u>8,126</u>
<b>Total Income</b>	<b>1,211,514</b>	<b>975,943</b>
<b>Expenses and Transfers:</b>		
Investment Expense	510	1,547
In-Lieu and 5% County Payments	-	-
Administrative Expense	12,899	18,180
Transfers to Facility Management	<u>2,650,000</u>	<u>1,100,000</u>
<b>Total Expense and Transfers</b>	<b>2,663,409</b>	<b>1,119,727</b>
<b>Net Income/(Loss)</b>	<b><u><u>(\$1,451,895)</u></u></b>	<b><u><u>(\$143,784)</u></u></b>

**Board of University and School Lands**

**Quarterly Comparative Financial Statements (Unaudited)**

**Coal Development Trust**

	<u>December 31, 2017</u>	<u>December 31, 2016</u>
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$36,728	\$2,996
Interest Receivable	830,916	521,433
Investments	9,462,619	12,055,888
Coal Impact Loans	12,317,945	12,988,494
School Construction Loans	47,391,757	43,397,204
Due from other Trusts and Agencies	265,252	524,237
Total Assets	<u>\$70,305,217</u>	<u>\$69,490,252</u>
<b>Liabilities:</b>		
Accounts Payable	\$185,677	\$366,966
<b>Equity:</b>		
Fund Balance	69,080,947	68,204,180
Net Income	1,038,593	919,106
Total Liabilities and Equity	<u>\$70,305,217</u>	<u>\$69,490,252</u>
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$60,125	\$72,570
Interest on School Construction Loans	778,987	457,297
Realized Gain/(Loss)	1,592	2,412
Unrealized Gain/(Loss)	(11,169)	(42,480)
Coal Severance Tax Income	252,619	472,682
Total Income	1,082,154	962,481
<b>Expenses and Transfers:</b>		
Investment	1,490	3,081
Administrative	492	8,230
Transfers to General Fund	41,579	32,064
Total Expense and Transfers	43,561	43,375
Net Income/(Loss)	<u>\$1,038,593</u>	<u>\$919,106</u>

## Board of University and School Lands

### Quarterly Comparative Financial Statements (Unaudited)

#### Indian Cultural Trust

	December 31, 2017	December 31, 2016
<b><u>Balance Sheet</u></b>		
<b>Assets:</b>		
Cash	\$2,315	\$5,223
Interest Receivable	2,331	1,948
Investments	1,295,072	1,174,810
Total Assets	\$1,299,718	\$1,181,981
<b>Liabilities:</b>		
Due to Other Funds	\$0	\$0
Accounts Payable	-	-
Total Liabilities	-	-
<b>Equity:</b>		
Fund Balance	1,223,830	1,140,104
Net Income (Loss)	75,888	41,877
Total Liabilities and Equity	\$1,299,718	\$1,181,981
<b><u>Income Statement</u></b>		
<b>Income:</b>		
Investment Income	\$17,727	\$13,982
Realized Gain/(Loss)	16,129	40,763
Unrealized Gain/(Loss)	44,056	(14,643)
Rents - Surface	-	2,900
Donations	-	-
Total Income	77,912	43,002
<b>Expenses and Transfers:</b>		
Investment Expense	1,045	1,125
In-Lieu and 5% County Payments	-	-
Administrative Expense	979	-
Transfers to Beneficiary	-	-
Total Expense and Transfers	2,024	1,125
Net Income/(Loss)	\$75,888	\$41,877

**Board of University and School Lands**

**Quarterly Comparative Financial Statements (Unaudited)**

**Strategic Investment and Improvements Fund**

	December 31, 2017	December 31, 2016
<b>Balance Sheet</b>		
<b>Assets:</b>		
Cash	\$759,661	\$1,263,072
Interest Receivable	713,387	949,686
Investments	264,092,533	363,340,494
Due from other Trusts or Agencies	-	-
<b>Total Assets</b>	<b>\$265,565,581</b>	<b>\$365,553,252</b>
<b>Liabilities:</b>		
Accounts Payable	\$0	\$0
<b>Equity:</b>		
Fund Balance	372,661,563	354,359,176
Net Income	(107,095,982)	11,194,076
<b>Total Liabilities and Equity</b>	<b>\$265,565,581</b>	<b>\$365,553,252</b>
<b>Income Statement</b>		
<b>Income:</b>		
Investment Income	\$1,611,779	\$2,514,667
Realized Gain/(Loss)	42,783	68,829
Unrealized Gain/(Loss)	(313,923)	(1,208,728)
Interest on Fuel Prod Facility	69,024	41,911
Royalties - Oil and Gas	32,378,640	24,163,347
Bonuses - Oil and Gas	318,083	4,663,570
Royalties - Coal	22,321	69,467
Rents - Mineral	35,438	46,656
Tax Income - Oil Extraction & Production Distribution	-	-
<b>Total Income</b>	<b>34,164,145</b>	<b>30,359,719</b>
<b>Expenses and Transfers:</b>		
Administrative	354,835	594,223
Investment Expense	48,298	71,420
Transfer from State Historical Society (HB 1024)	(22,105)	
Transfer from Legal Counsel of Indigents (HB 1024)	(189,000)	
Transfer from NDIC - Core Library (HB 1014)	(329,290)	
Transfer from Political Subdivision Allocation Fund (SB 2013)	(7,660,518)	
Transfers to General Fund	124,000,000	
Transfer to Public Service Commission (HB 1008)	100,000	
Transfer to Department of Corrections (SB 2015)	935,907	
Transfer to Department of Agriculture (HB 1009)	1,000,000	
Transfer to Attorney General Office (HB 1024 & SB 2191)	16,022,000	
Transfer to Department of Transportation		3,500,000
Transfer to Energy Impact Fund	3,000,000	
Transfer to NDSU (HB 1020)		15,000,000
Transfer to Industrial Commission (SB 2014)	4,000,000	
Transfer to Department of Commerce (SB 2018)	-	
Transfer to State Highway Patrol	-	
Transfer to Adjutant General (HB 1016)	-	
<b>Total Expense and Transfers</b>	<b>141,260,127</b>	<b>19,165,643</b>
<b>Net Income/(Loss)</b>	<b>(\$107,095,982)</b>	<b>\$11,194,076</b>