

Kelly L. Schmidt  
STATE TREASURER

STATE OF NORTH DAKOTA  
OFFICE OF  
**State Treasurer**  
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**Postwar Trust Fund Committee**  
**Thursday, October 1, 2015**  
**Ryan K. Skor, CPA - Dir. of Finance**  
**Office of State Treasurer**

Mr. Chairman, members of the committee:

For the record, my name is Ryan Skor and I am the Director of Finance for the Office of State Treasurer. I just want to say thank you for the opportunity to present to you today in hopes of providing some clarification as it relates to the Uniform Principal and Income Act and how we are required to use it in determining the classification of trust fund receipts into either principal or income.

As most of you are aware, receipts classified as income are accumulated and distributed to ACOVA at the beginning of the next biennium for the benefit of current veteran programs. Meanwhile, receipts classified as principal are reinvested in the fund and continue to add to the balance of the fund for the benefit of future veterans.

I've included a few documents to help illustrate what we are following and what we've seen over the past biennium. Included, you'll find:

- Section 25 of Article X of the North Dakota Constitution showing the creation of the Veterans' Postwar Trust Fund and the fiduciary duties of the State Treasurer
- A portion of NDCC 59-04.2 (Uniform Principal and Income Act) that explains how to characterize receipts between principal and income
- A printout from our website showing the earnings breakdown for the fund for the 2013-2015 biennium
- The status reports for the fund for both FY 2015 and FY 2014

Please don't hesitate to contact me if you have any questions in the future.

Sincerely,

A handwritten signature in black ink, appearing to read "Ryan K. Skor".

Ryan K. Skor  
Office of State Treasurer

## ARTICLE X - FINANCE AND PUBLIC DEBT

**Section 23.** The legislative assembly may provide for the payment of adjusted compensation to North Dakota residents who were members of the regular active duty armed forces and who served in the Persian Gulf theatre or in the Grenada, Lebanon, or Panama areas of armed conflict as designated by the President of the United States or to heirs of North Dakota residents who were members of the regular active duty armed forces and who died while on orders to or from the Persian Gulf theatre or in the Grenada, Lebanon, or Panama areas of armed conflict as designated by the President of the United States. The legislative assembly may provide a direct appropriation or provide for the issuance, sale, and delivery of bonds of the state of North Dakota in such principal amounts as determined by the legislative assembly to be necessary for the payment of adjusted compensation under this section. Adjusted compensation under this section may be paid at such rates, terms of service, and conditions as the legislative assembly provides.

**Section 24.** Twenty percent of the revenue from oil extraction taxes from taxable oil produced in this state must be allocated as follows:

1. Fifty percent must be deposited in the common schools trust fund.
2. Fifty percent must be deposited in the foundation aid stabilization fund in the state treasury, the interest income of which must be transferred to the state general fund on July first of each year. The principal of the foundation aid stabilization fund may be expended only upon order of the governor, who may direct such a transfer only to offset foundation aid reductions that were made by executive action pursuant to law due to a revenue shortage.

**Section 25.** The veterans' postwar trust fund shall be a permanent trust fund of the state of North Dakota and shall consist of moneys transferred or credited to the fund as authorized by legislative enactment. Investment of the fund shall be the responsibility of the state treasurer who shall have full authority to invest the fund only in the same manner as the state investment board is authorized to make investments. All income received from investments is to be utilized for programs which must be of benefit and service to veterans, who are defined by legislative enactment, or their dependents, and such income is hereby appropriated to the administrative committee on veterans' affairs on a continuing basis for expenditure upon those programs selected at the discretion of the administrative committee on veterans' affairs.

**Section 26.**

1. Thirty percent of total revenue derived from taxes on oil and gas production or extraction must be transferred by the state treasurer to a special fund in the state treasury known as the legacy fund. The legislative assembly may transfer funds from any source into the legacy fund and such transfers become part of the principal of the legacy fund.
2. The principal and earnings of the legacy fund may not be expended until after June 30, 2017, and an expenditure of principal after that date requires a vote of at least two-thirds of the members elected to each house of the legislative assembly. Not more than fifteen percent of the principal of the legacy fund may be expended during a biennium.
3. Statutory programs, in existence as a result of legislation enacted through 2009, providing for impact grants, direct revenue allocations to political subdivisions, and deposits in the oil and gas research fund must remain in effect but the legislative assembly may adjust statutory allocations for those purposes.

The state investment board shall invest the principal of the North Dakota legacy fund. The state treasurer shall transfer earnings of the North Dakota legacy fund accruing after June 30, 2017, to the state general fund at the end of each biennium.

**59-04.2-07. (302) Apportionment of receipts and disbursements when decedent dies or income interest begins.**

1. A trustee shall allocate an income receipt or disbursement other than one to which subsection 1 of section 59-04.2-04 applies to principal if its due date occurs before a decedent dies in the case of an estate or before an income interest begins in the case of a trust or successive income interest.
2. A trustee shall allocate an income receipt or disbursement to income if its due date occurs on or after the date on which a decedent dies or an income interest begins and it is a periodic due date. An income receipt or disbursement must be treated as accruing from day to day if its due date is not periodic or it has no due date. The portion of the receipt or disbursement accruing before the date on which a decedent dies or an income interest begins must be allocated to principal and the balance must be allocated to income.
3. An item of income or an obligation is due on the date the payer is required to make a payment. If a payment date is not stated, there is no due date for the purposes of this chapter. Distributions to shareholders or other owners from an entity to which section 59-04.2-09 applies are deemed to be due on the date fixed by the entity for determining who is entitled to receive the distribution or, if no date is fixed, on the declaration date for the distribution. A due date is periodic for receipts or disbursements that must be paid at regular intervals under a lease or an obligation to pay interest or if an entity customarily makes distributions at regular intervals.

**59-04.2-08. (303) Apportionment when income interest ends.**

1. In this section, "undistributed income" means net income received before the date on which an income interest ends. The term does not include an item of income or expense that is due or accrued or net income that has been added or is required to be added to principal under the terms of the trust.
2. When a mandatory income interest ends, the trustee shall pay to a mandatory income beneficiary who survives that date, or the estate of a deceased mandatory income beneficiary whose death causes the interest to end, the beneficiary's share of the undistributed income that is not disposed of under the terms of the trust unless the beneficiary has an unqualified power to revoke more than five percent of the trust immediately before the income interest ends. In the latter case, the undistributed income from the portion of the trust that may be revoked must be added to principal.
3. When a trustee's obligation to pay a fixed annuity or a fixed fraction of the value of the trust's assets ends, the trustee shall prorate the final payment if and to the extent required by applicable law to accomplish a purpose of the trust or its settlor relating to income, gift, estate, or other tax requirements.

**59-04.2-09. (401) Character of receipts.**

1. In this section, "entity" means a corporation, partnership, limited liability company, regulated investment company, real estate investment trust, common trust fund, or any other organization in which a trustee has an interest other than a trust or estate to which section 59-04.2-10 applies, a business or activity to which section 59-04.2-11 applies, or an asset-backed security to which section 59-04.2-23 applies.
2. Except as otherwise provided in this section, a trustee shall allocate to income money received from an entity.
3. A trustee shall allocate the following receipts from an entity to principal:
  - a. Property other than money.
  - b. Money received in one distribution or a series of related distributions in exchange for part or all of a trust's interest in the entity.
  - c. Money received in total or partial liquidation of the entity.
  - d. Money received from an entity that is a regulated investment company or a real estate investment trust if the money distributed is a capital gain dividend for federal income tax purposes.
4. Money is received in partial liquidation:

- a. To the extent that the entity, at or near the time of a distribution, indicates that it is a distribution in partial liquidation; or
  - b. If the total amount of money and property received in a distribution or series of related distributions is greater than twenty percent of the entity's gross assets, as shown by the entity's year-end financial statements immediately preceding the initial receipt.
5. Money is not received in partial liquidation, nor may it be taken into account under subdivision b of subsection 4, to the extent that it does not exceed the amount of income tax that a trustee or beneficiary must pay on taxable income of the entity that distributes the money.
  6. A trustee may rely upon a statement made by an entity about the source or character of a distribution if the statement is made at or near the time of distribution by the entity's board of directors or other person or group of persons authorized to exercise powers to pay money or transfer property comparable to those of a corporation's board of directors.

**59-04.2-10. (402) Distribution from trust or estate.**

A trustee shall allocate to income an amount received as a distribution of income from a trust or an estate in which the trust has an interest other than a purchased interest and shall allocate to principal an amount received as a distribution of principal from such a trust or estate. If a trustee purchases an interest in a trust that is an investment entity, or a decedent or donor transfers an interest in such a trust to a trustee, section 59-04.2-09 or 59-04.2-23 applies to a receipt from the trust.

**59-04.2-11. (403) Business and other activities conducted by trustee.**

1. If a trustee who conducts a business or other activity determines that it is in the best interest of all the beneficiaries to account separately for the business or activity instead of accounting for it as part of the trust's general accounting records, the trustee may maintain separate accounting records for its transactions, whether or not its assets are segregated from other trust assets.
2. A trustee who accounts separately for a business or other activity may determine the extent to which its net cash receipts must be retained for working capital, the acquisition or replacement of fixed assets, and other reasonably foreseeable needs of the business or activity, and the extent to which the remaining net cash receipts are accounted for as principal or income in the trust's general accounting records. If a trustee sells assets of the business or other activity, other than in the ordinary course of the business or activity, the trustee shall account for the net amount received as principal in the trust's general accounting records to the extent the trustee determines that the amount received is no longer required in the conduct of the business.
3. Activities for which a trustee may maintain separate accounting records include retail, manufacturing, service, and other traditional business activities; farming; raising and selling livestock and other animals; management of rental properties; extraction of minerals and other natural resources; timber operations; and activities to which section 59-04.2-22 applies.

**59-04.2-12. (404) Principal receipts.**

A trustee shall allocate to principal:

1. To the extent not allocated to income under this chapter, assets received from a transferor during the transferor's lifetime, a decedent's estate, a trust with a terminating income interest, or a payer under a contract naming the trust or its trustee as beneficiary.
2. Money or other property received from the sale, exchange, liquidation, or change in form of a principal asset, including realized profit, subject to sections 59-04.2-09 through 59-04.2-23.

3. Amounts recovered from third parties to reimburse the trust because of disbursements described in subdivision g of subsection 1 of section 59-04.2-25 or for other reasons to the extent not based on the loss of income.
4. Proceeds of property taken by eminent domain, but a separate award made for the loss of income with respect to an accounting period during which a current income beneficiary had a mandatory income interest is income.
5. Net income received in an accounting period during which there is no beneficiary to whom a trustee may or must distribute income.
6. Other receipts as provided in sections 59-04.2-16 through 59-04.2-23.

**59-04.2-13. (405) Rental property.**

To the extent that a trustee accounts for receipts from rental property pursuant to this section, the trustee shall allocate to income an amount received as rent of real or personal property, including an amount received for cancellation or renewal of a lease. An amount received as a refundable deposit, including a security deposit or a deposit that is to be applied as rent for future periods, must be added to principal and held subject to the terms of the lease and is not available for distribution to a beneficiary until the trustee's contractual obligations have been satisfied with respect to that amount.

**59-04.2-14. (406) Obligation to pay money.**

1. An amount received as interest, whether determined at a fixed, variable, or floating rate, on an obligation to pay money to the trustee, including an amount received as consideration for prepaying principal, must be allocated to income without any provision for amortization of premium.
2. A trustee shall allocate to principal an amount received from the sale, redemption, or other disposition of an obligation to pay money to the trustee more than one year after it is purchased or acquired by the trustee, including an obligation whose purchase price or value when it is acquired is less than its value at maturity. If the obligation matures within one year after it is purchased or acquired by the trustee, an amount received in excess of its purchase price or its value when acquired by the trust must be allocated to income.
3. This section does not apply to an obligation to which section 59-04.2-17, 59-04.2-18, 59-04.2-19, 59-04.2-20, 59-04.2-22, or 59-04.2-23 applies.

**59-04.2-15. (407) Insurance policies and similar contracts.**

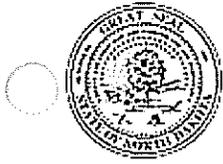
1. Except as otherwise provided in subsection 2, a trustee shall allocate to principal the proceeds of a life insurance policy or other contract in which the trust or its trustee is named as beneficiary, including a contract that insures the trust or its trustee against loss for damage to, destruction of, or loss of title to a trust asset. The trustee shall allocate dividends on an insurance policy to income if the premiums on the policy are paid from income, and to principal if the premiums are paid from principal.
2. A trustee shall allocate to income proceeds of a contract that insures the trustee against loss of occupancy or other use by an income beneficiary, loss of income, or, subject to section 59-04.2-11, loss of profits from a business.
3. This section does not apply to a contract to which section 59-04.2-17 applies.

**59-04.2-16. (408) Insubstantial allocations not required.**

Reserved.

**59-04.2-17. (409) Deferred compensation, annuities, and similar payments.**

1. In this section, "payment" means a payment that a trustee may receive over a fixed number of years or during the life of one or more individuals because of services rendered or property transferred to the payer in exchange for future payments. The term includes a payment made in money or property from the payer's general assets or from a separate fund created by the payer. For purposes of subsections 4, 5, 6, and



The Office of  
**NORTH DAKOTA  
STATE TREASURER**

# Veterans Post War Trust Fund

North Dakotans:

Thank you for visiting the Veterans Post War Trust Fund web page on the State Treasurer's website. I hope you will find this page informative and easy to use.

In 1996, North Dakota citizens voted to create a constitutionally protected trust fund to provide benefits to existing and future veterans and their families. The State Treasurer is the trustee of the fund, which is to be invested to both survive in perpetuity and provide income to the Administrative Committee on Veterans Affairs (ACOVA) for grants and programs benefitting our veterans. I am honored by this responsibility. Veterans deserve our utmost respect, and it is my duty to ensure that the Veterans Post War Trust Fund continues to grow to meet the needs of our current and future veterans.

I am pleased to report over \$952,000 in total earnings for the Veteran's Postwar Trust Fund for the 2013-15 biennium. As required by law, \$274,575.96 has been distributed to the ACOVA for their programs. This represents FY 2014 earnings of \$146,771.47 and FY 2015 earnings of \$127,804.49. The remaining \$677,510.34 increased the principal of the fund for the future benefit of our veterans.

I am proud of what we have been able to accomplish this biennium. These funds are now available to help meet the needs of those who have given so much.

Veterans Post War Trust Fund [Status Report Fiscal Year 2015](#)

Veterans Post War Trust Fund [Status Report Fiscal Year 2014](#)

Veterans Post War Trust Fund [Status Report Fiscal Year 2013](#)

Veterans Post War Trust Fund [Status Report Fiscal Year 2012](#)

Sincerely,

Kelly L. Schmidt  
State Treasurer

VETERANS POSTWAR TRUST FUND  
NORTH DAKOTA OFFICE OF STATE TREASURER  
FISCAL YEAR 2015

	JULY 2014	AUGUST 2014	SEPTEMBER 2014	OCTOBER 2014	NOVEMBER 2014	DECEMBER 2014	JANUARY 2015	FEBRUARY 2015	MARCH 2015	APRIL 2015	MAY 2015	JUNE 2015	TOTAL FY2015
<b>FUNDS - EDWARD JONES INVESTMENTS -TOTAL</b>	<b>4,026,295.95</b>	<b>4,861,477.67</b>	<b>4,990,411.16</b>	<b>4,923,100.02</b>	<b>4,932,565.94</b>	<b>5,016,148.07</b>	<b>5,035,640.06</b>	<b>4,772,263.69</b>	<b>5,039,279.55</b>	<b>5,097,853.66</b>	<b>5,080,298.93</b>	<b>5,082,510.53</b>	<b>59,228,995.55</b>
FUNDS - EDWARD JONES MONEY MARKET -TOTAL	120,030.55	134,185.53	115,004.59	115,120.90	121,001.24	126,209.01	132,522.03	303,113.20	365,032.81	336,841.59	409,560.09	427,906.71	4,487,906.71
CERTIFICATES OF DEPOSIT -TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BANK OF NORTH DAKOTA SAVINGS ACCOUNT	2,026.65	2,026.77	2,026.89	2,027.01	2,027.13	2,027.25	2,027.37	2,027.48	2,027.60	2,027.72	2,027.84	2,027.96	20,279.56
TOTAL ASSETS	4,957,792.15	4,999,719.97	5,010,322.66	5,041,127.93	5,056,477.31	5,141,184.93	5,170,989.46	5,169,104.63	5,426,739.55	5,437,522.97	5,480,297.60	5,512,216.20	64,487,906.71
LESS: PAYABLE INCOME	(153,807.91)	(162,241.03)	(170,553.84)	(160,522.36)	(166,495.25)	(221,152.33)	(229,516.74)	(237,771.19)	(245,605.47)	(252,612.59)	(262,612.18)	(274,575.99)	(2,745,906.71)
PRINCIPAL BALANCE	4,804,454.24	4,836,378.94	4,847,268.82	4,880,605.57	4,893,982.06	4,925,032.68	4,941,372.72	4,931,333.46	5,181,134.09	5,184,910.48	5,217,685.49	5,237,640.21	61,742,000.00
FUND BALANCE	4,945,048.25	4,957,792.15	4,999,719.97	5,010,322.66	5,041,127.93	5,056,477.31	5,147,164.63	5,170,099.46	5,169,104.63	5,426,739.55	5,437,522.97	5,480,297.66	64,487,906.71
CHANGE IN FUND VALUE	12,713.90	40,957.02	19,602.69	22,806.27	15,349.38	90,707.02	23,804.53	(1,894.81)	297,635.31	10,783.01	43,264.69	32,487.54	508,228.95
TOTAL FUND BALANCE	4,957,792.15	4,999,719.97	5,010,322.66	5,041,127.93	5,056,477.31	5,147,184.93	5,170,989.46	5,169,104.63	5,426,739.55	5,437,522.97	5,480,297.66	5,512,216.20	64,487,906.71
<b>INCOME STATEMENT</b>													
DIVIDEND INCOME - EDWARD JONES INVESTMENTS -TOTAL	8,361.46	10,280.10	9,720.94	11,465.13	7,419.90	36,434.30	8,827.67	9,890.28	8,287.38	6,642.00	8,590.61	11,434.70	136,379.65
INTEREST INCOME - EDWARD JONES INVESTMENTS -TOTAL	-	-	-	-	-	-	-	-	1,275.00	1,897.98	3,470.77	3,015.62	9,697.27
INTEREST INCOME - CDS SUBTOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
BANK OF NORTH DAKOTA SAVINGS INTEREST INCOME	0.12	0.12	0.12	0.12	0.12	0.12	0.12	0.11	0.12	0.12	0.12	0.12	1.43
GAIN / (LOSS) SECURITY SALES -TOTAL	7,402.60	33,779.81	12,006.14	14,353.48	10,823.62	57,427.89	17,103.51	(9,284.31)	250,940.24	5,880.98	35,295.01	23,016.43	480,666.40
TOTAL INCOME	15,764.18	44,069.03	22,039.20	25,828.73	10,243.64	93,862.31	28,931.30	1,825.08	280,491.72	14,400.98	47,884.71	37,460.87	600,714.75
MANAGED FEE EXPENSE -TOTAL	2,891.32	3,002.75	2,980.04	2,886.98	2,893.57	2,813.89	3,030.77	2,998.30	2,765.12	3,284.83	3,490.26	3,589.07	36,734.90
MISC EXPENSES -TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FOREIGN TAXES -TOTAL	168.66	107.45	72.47	146.48	6.69	240.80	96.00	513.59	91.29	331.14	629.76	1,364.26	3,752.90
TOTAL EXPENSES	3,059.98	3,110.21	3,052.51	3,033.46	2,899.26	3,154.69	3,126.77	3,509.89	2,856.41	3,615.97	4,120.02	4,973.33	40,487.80
TOTAL TRANSFERS	-	-	-	-	-	-	-	-	-	-	-	-	-
EXPENSES CHARGED TO PRINCIPAL	1,528.14	1,555.11	1,516.26	1,516.73	1,447.13	1,577.35	1,583.39	1,754.95	1,428.21	1,512.99	2,060.01	2,486.67	20,243.94
EXPENSES CHARGED TO INCOME	1,531.84	1,555.10	1,516.25	1,516.73	1,444.73	1,577.34	1,582.38	1,754.94	1,428.20	1,512.98	2,060.01	2,486.66	20,243.06
TOTAL EXPENSES	3,059.98	3,110.21	3,032.51	3,033.46	2,891.86	3,154.69	3,126.77	3,509.89	2,856.41	3,615.97	4,120.02	4,973.33	40,487.80
PAYABLE INCOME	6,838.44	8,723.12	8,212.81	9,869.52	5,972.89	34,657.08	8,264.41	8,154.45	8,114.28	6,727.02	9,999.69	11,963.78	127,804.49
PRINCIPAL INCREASE(DECREASE)	5,877.46	32,224.70	11,399.86	12,850.75	9,376.49	55,850.54	15,510.12	(10,030.25)	249,921.03	4,055.99	33,205.00	20,523.76	440,422.46
TRANSFERS IN(OUT)	-	-	-	-	-	-	-	-	-	-	-	-	-
DISTRIBUTIONS TO ACOVA	-	-	-	-	-	-	-	-	-	-	-	-	-
CHANGE IN FUND VALUE	12,713.90	40,957.02	19,602.69	22,806.27	15,349.38	90,707.02	23,804.53	(1,894.81)	297,635.31	10,783.01	43,264.69	32,487.54	508,228.95

BALANCE SHEET

**VETERANS POSTWAR TRUST FUND  
NORTH DAKOTA OFFICE OF STATE TREASURER  
FISCAL YEAR 2014**

	JULY 2013	AUGUST 2013	SEPTEMBER 2013	OCTOBER 2013	NOVEMBER 2013	DECEMBER 2013	JANUARY 2014	FEBRUARY 2014	MARCH 2014	APRIL 2014	MAY 2014	JUNE 2014	TOTAL FY2014
<b>FUNDS - EDWARD JONES INVESTMENTS -TOTAL</b>	4,129,990.03	4,370,127.41	4,375,051.89	4,397,820.65	4,441,454.05	4,622,051.33	4,636,471.09	4,652,561.53	4,716,902.70	4,747,216.24	4,771,276.97	4,796,213.97	45,627,393.97
FUNDS - EDWARD JONES MONEY MARKET -TOTAL	308,227.73	136,672.99	136,220.56	139,892.48	139,895.52	126,435.82	136,745.59	143,602.24	146,246.83	131,252.80	139,265.23	146,007.75	1,362,000.00
CERTIFICATES OF DEPOSIT -TOTAL	99,000.00	99,000.00	99,000.00	99,000.00	99,000.00	99,000.00	-	-	-	-	-	-	990,000.00
BANK OF NORTH DAKOTA SAVINGS ACCOUNT	153,696.33	2,428.47	2,609.45	2,696.06	2,696.06	2,741.68	2,741.00	2,741.91	2,826.17	2,826.29	2,826.41	2,826.53	23,000.00
<b>TOTAL ASSETS</b>	4,751,324.89	4,617,129.87	4,613,304.50	4,628,209.59	4,603,007.42	4,753,028.83	4,775,668.27	4,798,005.68	4,867,075.70	4,881,255.23	4,913,368.61	4,946,048.25	45,627,393.97
LESS: PAYABLE INCOME	(181,486.23)	(18,364.54)	(27,707.49)	(35,039.28)	(84,056.80)	(91,572.74)	(96,655.51)	(103,350.89)	(113,369.69)	(120,378.69)	(127,035.31)	(146,771.47)	(1,000,000.00)
PRINCIPAL BALANCE	4,569,838.66	4,598,765.33	4,585,597.41	4,593,170.31	4,687,064.22	4,661,456.09	4,679,304.76	4,694,654.79	4,750,706.01	4,760,876.54	4,786,333.30	4,799,276.78	45,627,393.97
FUND BALANCE	4,573,560.82	4,731,324.89	4,617,129.87	4,613,304.50	4,613,304.50	4,603,007.42	4,753,028.83	4,775,005.27	4,798,905.68	4,867,975.70	4,881,295.33	4,913,050.61	45,627,393.97
CHANGE IN FUND VALUE	177,764.07	(134,195.02)	(3,744.97)	15,915.09	53,707.43	70,021.41	22,591.44	22,945.41	69,070.02	13,318.53	31,773.26	31,979.64	230,000.00
<b>TOTAL FUND BALANCE</b>	4,751,324.89	4,617,129.87	4,613,304.50	4,628,209.59	4,603,007.42	4,753,028.83	4,775,000.27	4,798,005.68	4,867,975.70	4,881,295.23	4,913,050.61	4,946,048.25	45,627,393.97
<b>INCOME STATEMENT</b>													
DIVIDEND INCOME - EDWARD JONES INVESTMENTS -TOTAL	7,079.66	7,411.37	6,997.97	6,497.52	7,456.29	28,658.01	6,552.55	8,204.70	11,269.72	6,616.65	14,031.21	15,492.84	131,256.49
INTEREST INCOME - EDWARD JONES INVESTMENTS -TOTAL	4,439.76	2,366.89	2,041.57	3,195.96	22,504.52	-	-	-	-	-	-	-	34,530.92
INTEREST INCOME - CDS SUBTOTAL	134.98	79.88	79.88	77.30	79.88	74.72	-	-	-	-	-	-	526.52
BANK OF NORTH DAKOTA SAVINGS INTEREST INCOME	9.27	4.25	0.10	0.11	0.11	0.11	0.12	0.11	0.12	0.12	0.12	0.12	14.66
GAIN / (LOSS) SECURITY SALES -TOTAL	30,577.20	10,500.97	(11,481.34)	9,672.40	27,313.20	42,822.37	19,318.58	17,250.54	60,356.35	7,918.45	20,095.33	20,356.27	256,739.32
TOTAL INCOME	41,059.87	20,324.56	(371.82)	19,333.29	57,354.00	72,855.21	25,071.25	25,994.35	71,740.33	16,535.22	36,726.66	35,809.23	423,162.15
MANAGED FEE EXPENSE -TOTAL	3,054.87	3,218.79	3,373.15	3,282.77	3,821.31	2,693.00	2,830.00	2,856.53	2,593.03	2,860.42	2,808.59	2,822.56	36,116.36
MISC EXPENSES -TOTAL	-	-	-	-	-	-	-	-	-	-	-	-	-
FOREIGN TAXES -TOTAL	-	49.80	-	135.43	25.26	140.80	109.01	160.41	76.68	355.17	1,146.65	987.03	3,186.44
TOTAL EXPENSES	3,054.87	3,268.59	3,373.15	3,418.20	3,846.57	2,833.80	2,939.01	3,016.94	2,670.31	3,215.59	3,953.38	3,809.59	30,302.80
TOTAL TRANSFERS	250,000.00	-	-	-	-	-	-	-	-	-	-	-	250,000.00
EXPENSES CHARGED TO PRINCIPAL	1,527.44	1,534.30	1,696.58	1,709.18	1,823.20	1,416.98	1,460.51	1,509.47	1,335.16	1,607.60	1,976.69	1,554.80	19,651.44
EXPENSES CHARGED TO INCOME	1,527.43	1,534.29	1,696.57	1,709.10	1,823.20	1,416.90	1,460.00	1,509.47	1,335.15	1,607.79	1,976.69	1,554.79	19,651.36
TOTAL EXPENSES	3,054.87	3,268.59	3,373.15	3,418.20	3,846.57	2,833.80	2,939.01	3,016.94	2,670.31	3,215.59	3,953.38	3,809.59	30,302.80
PAYABLE INCOME	16,135.24	8,229.30	9,422.95	8,051.79	28,217.52	27,515.54	5,082.77	6,695.34	10,010.83	7,008.98	12,864.64	13,598.17	146,771.47
PRINCIPAL INCREASE/DECREASE	26,649.78	8,026.67	(13,167.82)	7,803.30	25,489.91	42,505.47	17,048.67	16,250.07	59,051.19	6,310.55	10,970.64	10,441.47	237,087.00
TRANSFERS IN/OUT	250,000.00	-	-	-	-	-	-	-	-	-	-	-	250,000.00
DISTRIBUTIONS TO ACOVA	(111,920.93)	(151,350.99)	-	-	-	-	-	-	-	-	-	-	(262,271.92)
CHANGE IN FUND VALUE	177,764.07	(134,195.02)	(3,744.97)	15,915.09	53,707.43	70,021.41	22,591.44	22,945.41	69,070.02	13,318.53	31,773.26	31,979.64	230,000.00