

Basic Financial Statements

STATE OF NORTH DAKOTA

Statement of Net Assets June 30, 2010

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
ASSETS				
Cash and Cash Equivalents	\$ 12,825,115	\$ 933,335,668	\$ 946,160,783	\$ 36,875,106
Investments	1,661,851,841	1,603,857,871	3,265,709,712	39,806,398
Accounts Receivable - Net	60,515,093	105,784,304	166,299,397	27,380,412
Taxes Receivable - Net	304,216,529	-	304,216,529	-
Interest Receivable - Net	12,818,970	44,519,704	57,338,674	79,349
Intergovernmental Receivable - Net	289,312,855	42,646,940	331,959,795	-
Internal Receivable	1,949,309,970	-	230,716,348	-
Due from Component Units	1,299,700	10,940,422	12,240,122	-
Due from Primary Government	-	-	-	60,733,226
Prepaid Items	7,126,918	2,644,102	9,771,020	-
Inventory	17,357,537	24,458,122	41,815,659	543,595
Loans and Notes Receivable - Net	105,238,420	2,761,446,259	2,866,684,679	11,259,934
Unamortized Bond Financing Costs	999,247	11,931,373	12,930,620	2,635,151
Pension Assets	2,357,756	-	2,357,756	-
Other Assets	-	12,222,089	12,222,089	37,065,892
Restricted Assets:				
Cash and Cash Equivalents	-	250,994,855	250,994,855	8,268,086
Investments	-	45,251,863	45,251,863	761,084,558
Interest Receivable - Net	-	3,857,000	3,857,000	4,312,000
Loans and Notes Receivable - Net	-	936,599,000	936,599,000	-
Restricted Deferred Outflows	-	19,751,000	19,751,000	-
Capital Assets:				
Nondepreciable	527,686,123	95,723,978	623,410,101	5,324,017
Depreciable, Net	1,118,967,390	823,676,900	1,942,644,290	135,499,556
Total Assets	<u>6,071,883,464</u>	<u>7,729,641,450</u>	<u>12,082,931,292</u>	<u>1,130,867,280</u>

* An internal receivable balance remains in the Total column because certain Business-Type Activities have different fiscal year ends than the Governmental Activities. As internal balances are reported separately as internal receivables and internal payables, those lines, as well as the total assets and total liabilities, do not crossfoot.

STATE OF NORTH DAKOTA

Statement of Net Assets June 30, 2010

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
LIABILITIES				
Accounts Payable	234,113,356	41,544,411	275,657,767	8,569,743
Accrued Payroll	40,704,170	29,055,866	69,760,036	130,145
Securities Lending Collateral	117,503,120	7,472,318	124,975,438	-
Interest Payable	3,089,937	19,003,898	22,093,835	1,813,000
Intergovernmental Payable	73,038,480	3,947,946	76,986,426	-
Tax Refunds Payable	74,386,399	-	74,386,399	-
Internal Payable	-	1,718,593,622	-	-
Due to Component Units	-	61,965,505	61,965,505	-
Due to Primary Government	-	-	-	12,240,122
Contracts Payable	10,511,581	2,330,802	12,842,383	-
Federal Funds Purchased	-	329,510,000	329,510,000	-
Reverse Repurchase Agreements	-	8,117,000	8,117,000	-
Other Deposits	-	900,689,842	900,689,842	3,293,494
Amounts Held In Custody for Others	-	19,300,067	19,300,067	-
Unearned Revenue	10,996,972	97,670,474	108,667,446	7,789,143
Financial Derivative Instrument	-	19,751,000	19,751,000	-
Other Liabilities	-	11,081,397	11,081,397	27,072,619
Long-Term Liabilities				
Due within one year	24,332,468	312,186,277	336,518,745	17,435,828
Due in more than one year	276,090,865	2,308,444,948	2,584,535,813	248,686,022
Total Liabilities	<u>864,767,348</u>	<u>5,890,665,373</u>	<u>5,036,839,099</u>	<u>327,030,116</u>
NET ASSETS				
Invested in Capital Assets, Net of Related Debt	1,450,350,320	644,108,459	2,094,458,779	111,818,553
Restricted for:				
General Government	3,880,181	-	3,880,181	-
Education	160,329,635	-	160,329,635	-
Health and Human Services	50,590,048	-	50,590,048	-
Regulatory Purposes	27,442,635	-	27,442,635	-
Public Safety & Corrections	33,392,689	-	33,392,689	-
Agriculture and Commerce	21,876,686	-	21,876,686	-
Cultural and Natural Resources	144,750,188	-	144,750,188	-
Transportation	212,564,244	-	212,564,244	-
Capital Projects	3,040,000	148,864	3,188,864	-
Debt Service	21,463,652	114,494,213	135,957,865	53,998,000
Loan Purposes	-	45,930,458	45,930,458	247,139,000
Pledged Assets	-	136,456,000	136,456,000	-
Unemployment Compensation	-	99,518,255	99,518,255	-
Permanent Fund and University System - Expendable	-	28,478,879	28,478,879	-
Permanent Fund and University System - Nonexpendable	1,300,483,003	19,346,395	1,319,829,398	-
Other	4,511,240	1,236,348	5,747,588	338,378,501
Unrestricted	1,772,441,595	749,258,206	2,521,699,801	52,503,110
Total Net Assets	<u>\$ 5,207,116,116</u>	<u>\$ 1,838,976,077</u>	<u>\$ 7,046,092,193</u>	<u>\$ 803,837,164</u>

STATE OF NORTH DAKOTA

Statement of Activities

For the Fiscal Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 393,432,224	\$ 20,683,111	\$ 120,162,246	\$ -
Education	849,337,255	5,440,633	569,522,599	-
Health and Human Services	1,149,201,916	31,858,461	803,057,024	10,794,832
Regulatory	26,187,266	23,963,949	4,791,790	-
Public Safety and Corrections	284,846,465	12,310,270	173,919,718	-
Agriculture and Commerce	85,327,633	29,530,575	38,696,350	-
Natural Resources	81,304,271	30,854,355	20,623,868	8,740,159
Transportation	463,845,880	90,768,728	294,621,772	43,500,000
Interest on Long Term Debt	11,773,684	-	-	-
Total Governmental Activities	<u>3,345,256,594</u>	<u>245,410,082</u>	<u>2,025,395,367</u>	<u>63,034,991</u>
Business-Type Activities:				
Bank of North Dakota	80,132,606	138,081,000	5,046,000	-
Housing Finance	62,931,910	48,814,007	19,286,000	-
Loan Programs	6,315,852	6,013,058	369,610	-
Mill and Elevator	170,075,842	183,287,534	10,778	-
State Lottery	18,177,724	24,498,988	10,934	-
Unemployment Compensation	137,473,630	115,951,800	4,094,375	-
University System	963,820,452	418,085,075	247,976,185	19,762,204
Workforce Safety & Insurance	218,185,899	157,710,330	131,239,065	-
Other	18,330,675	17,797,890	4,365,375	-
Total Business-Type Activities	<u>1,675,444,590</u>	<u>1,110,239,682</u>	<u>412,398,322</u>	<u>19,762,204</u>
Total Primary Government	<u>\$ 5,020,701,184</u>	<u>\$ 1,355,649,764</u>	<u>\$ 2,437,793,689</u>	<u>\$ 82,797,195</u>
Component Units:	<u>\$ 133,888,057</u>	<u>\$ 70,889,657</u>	<u>\$ 98,561,341</u>	<u>\$ -</u>

General Revenues:

Taxes:

- Individual and Corporate Income Taxes
- Sales and Use Taxes
- Oil, Gas and Coal Taxes
- Business and Other Taxes

Unrestricted Investment Earnings

Tobacco Settlement

Miscellaneous

Contributions to Perm Fund Principal

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Assets, Beginning of Year, as Restated

Net Assets, Ending

Net (Expense) Revenue and Change in Net Assets			
Primary Government			Component Units
Governmental Activities	Business-Type Activities	Total	
\$ (252,586,867)		\$ (252,586,867)	
(274,374,022)		(274,374,022)	
(303,491,600)		(303,491,600)	
2,568,473		2,568,473	
(98,616,476)		(98,616,476)	
(17,100,709)		(17,100,709)	
(21,085,889)		(21,085,889)	
(34,955,380)		(34,955,380)	
(11,773,684)		(11,773,684)	
<u>(1,011,416,154)</u>		<u>(1,011,416,154)</u>	
	62,994,394	62,994,394	
	5,168,097	5,168,097	
	66,816	66,816	
	13,222,470	13,222,470	
	6,332,198	6,332,198	
	(17,427,455)	(17,427,455)	
	(277,996,988)	(277,996,988)	
	70,763,496	70,763,496	
	3,832,590	3,832,590	
<u>-</u>	<u>(133,044,382)</u>	<u>(133,044,382)</u>	
(1,011,416,154)	(133,044,382)	(1,144,460,536)	
			\$ 35,562,941
379,938,009	-	379,938,009	-
885,445,674	-	885,445,674	-
633,445,059	-	633,445,059	-
62,075,915	-	62,075,915	-
33,925,667	-	33,925,667	-
23,559,384	-	23,559,384	-
150,818,789	-	150,818,789	-
11,203,425	-	11,203,425	19,011,618
(350,496,669)	324,785,928	(25,710,741)	-
<u>1,829,915,253</u>	<u>324,785,928</u>	<u>2,154,701,181</u>	<u>19,011,618</u>
818,499,099	191,741,546	1,010,240,645	54,574,559
4,388,617,017	1,647,234,531	6,035,851,548	749,262,605
<u>\$ 5,207,116,116</u>	<u>\$ 1,838,976,077</u>	<u>\$ 7,046,092,193</u>	<u>\$ 803,837,164</u>

STATE OF NORTH DAKOTA

Balance Sheet Governmental Funds June 30, 2010

	General	Federal	School Permanent Trust Fund	Other Governmental Funds	Total
ASSETS					
Cash Deposits at the Bank of ND	\$ 412,854,086	\$ -	\$ 7,379,958	\$ 1,273,230,206	\$ 1,693,464,250
Cash and Cash Equivalents	6,960,648	-	-	5,857,528	12,818,176
Investments at the Bank of ND	91,146,121	4,500,000	-	149,109,980	244,756,101
Investments	192,871,979	-	1,326,212,728	136,066,430	1,655,151,137
Accounts Receivable - Net	3,847,807	6,628,515	15,405,681	34,292,952	60,174,955
Taxes Receivable - Net	188,463,334	-	2,800,477	112,952,718	304,216,529
Interest Receivable - Net	1,335,995	-	9,690,305	1,736,863	12,763,163
Intergovernmental Receivable - Net	-	276,012,392	-	13,062,452	289,074,844
Due from Other Funds	125,831,461	18,097,926	3,704,573	16,930,005	164,563,965
Due from Component Units	1,299,700	-	-	-	1,299,700
Prepaid Items	2,097,328	1,003,199	-	1,819,026	4,919,553
Inventory	2,811,009	8,625,556	-	5,826,886	17,263,451
Loans and Notes Receivable - Net	166,545	209,190	43,837,503	61,025,182	105,238,420
Total Assets	\$ 1,029,686,013	\$ 315,076,778	\$ 1,409,031,225	\$ 1,811,910,228	\$ 4,565,704,244
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	\$ 38,921,604	\$ 154,522,731	\$ 5,996,251	\$ 31,388,011	\$ 230,828,597
Accrued Payroll	19,639,189	10,176,243	-	9,047,487	38,862,919
Securities Lending Collateral	-	-	105,955,200	11,495,457	117,450,657
Interest Payable	-	-	-	290,764	290,764
Intergovernmental Payable	3,315,128	17,577,647	-	52,121,383	73,014,158
Tax Refunds Payable	73,310,873	-	-	1,075,526	74,386,399
Due to Other Funds	18,143,016	103,942,956	97,641	41,901,664	164,085,277
Contracts Payable	-	7,797,799	-	2,713,782	10,511,581
Deferred Revenue	37,344,849	16,473,162	-	29,335,460	83,153,471
Total Liabilities	190,674,659	310,490,538	112,049,092	179,369,534	792,583,823
Fund Balances:					
Reserved For:					
Inventory	2,811,009	8,625,556	-	5,826,886	17,263,451
Long - Term Receivables	81,903	68,558	-	54,475,445	54,625,906
Capital Projects	-	-	-	3,040,000	3,040,000
Debt Service	-	-	-	21,463,652	21,463,652
Prepaid Expenditures	2,097,328	1,003,199	-	1,819,026	4,919,553
Legal Requirements	-	-	-	15,696,600	15,696,600
Undistributed Revenue	-	-	9,690,305	-	9,690,305
Permanent Trust Fund	-	-	1,287,291,828	-	1,287,291,828
Unreserved, Reported in:					
General Fund	834,021,114	-	-	-	834,021,114
Special Revenue Funds	-	(5,111,073)	-	1,530,219,085	1,525,108,012
Total Fund Balances	839,011,354	4,586,240	1,296,982,133	1,632,540,694	3,773,120,421
Total Liabilities and Fund Balances	\$ 1,029,686,013	\$ 315,076,778	\$ 1,409,031,225	\$ 1,811,910,228	\$ 4,565,704,244

STATE OF NORTH DAKOTA

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Assets June 30, 2010

Total Fund Balances-Governmental Funds \$ 3,773,120,421

Amounts reported for governmental activities in the statement of net assets are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is \$4,388,813,757 and the accumulated depreciation is \$2,827,240,897. 1,561,572,860

Some of the state's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures, and therefore are deferred in the funds. 72,156,500

Internal service funds are used to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. 80,501,554

Bonds issued by the State have associated costs that are paid from current available financial resources in the funds. However, these costs are deferred on the statement of net assets. 966,000

The pension assets resulting from contributions in excess of annual required contribution are not financial resources and, therefore, are not reported in the funds. 2,357,756

Long-term liabilities are not due and payable in the current period and therefore are not reported as liabilities in the funds. Those liabilities consist of:

Bonds Payable	(229,178,862)	
Notes Payable	(9,621,029)	
Accrued Interest on Long-Term Liabilities	(2,712,716)	
Compensated Absences	(37,542,340)	
Intergovernmental Payable	(143,757)	
Capital Leases	(2,583,227)	
Pension Obligation (Reported as Accounts Payable)	(284,143)	
Claims and Judgments	(1,492,901)	
Total Long-Term Liabilities		<u>(283,558,975)</u>

Net Assets of Governmental Activities \$ 5,207,116,116

STATE OF NORTH DAKOTA

Statement of Revenues, Expenditures and Changes in Fund Balances Governmental Funds For the Fiscal Year Ended June 30, 2010

	General	Federal	School Permanent Trust Fund	Other Governmental Funds	Total
REVENUES					
Individual and Corporate Income Taxes	\$ 370,701,175	\$ -	\$ -	\$ 9,367,795	\$ 380,068,970
Sales and Use Taxes	652,637,635	-	-	230,627,808	883,265,443
Oil, Gas, and Coal Taxes	66,580,964	-	28,361,274	538,555,374	633,497,612
Business and Other Taxes	43,595,585	-	-	18,749,037	62,344,622
Licenses, Permits and Fees	14,582,256	-	-	128,934,268	143,516,524
Intergovernmental	483,925	1,648,332,788	-	43,257,979	1,692,074,692
Sales and Services	3,169,232	-	-	44,824,296	47,993,528
Royalties and Rents	16,018,329	9,867	271,075,289	119,947,792	407,051,277
Fines and Forfeits	3,619,471	-	1,923,207	7,739,824	13,282,502
Interest and Investment Income	32,219,877	104,026	132,153,065	17,348,531	181,825,499
Tobacco Settlement	-	-	9,280,218	23,559,384	32,839,602
Commodity Assessments	-	-	-	19,558,592	19,558,592
Miscellaneous	4,418,693	968,644	-	6,482,937	11,870,274
Total Revenues	1,208,027,142	1,649,415,325	442,793,053	1,208,953,617	4,509,189,137
EXPENDITURES					
Current:					
General Government	104,567,397	3,830,926	-	9,737,529	118,135,852
Education	543,749,463	251,089,024	5,275,129	48,991,064	849,104,680
Health and Human Services	318,415,722	784,594,037	-	44,493,379	1,147,503,138
Regulatory	10,089,640	3,683,054	-	8,342,118	22,114,812
Public Safety and Corrections	106,116,921	159,258,720	-	11,343,466	276,719,107
Agriculture and Commerce	17,084,236	33,729,098	-	34,327,682	85,141,016
Natural Resources	18,818,180	17,365,769	-	37,175,982	73,359,931
Transportation	550,000	287,441,015	-	137,939,356	425,930,371
Intergovernmental - Revenue Sharing	-	-	-	273,118,310	273,118,310
Capital Outlay	28,729,039	81,201,106	-	45,218,231	155,148,376
Debt Service:					
Principal	11,521,165	74,491	-	18,917,845	30,513,501
Interest and Other Charges	788,089	9,211	-	11,520,772	12,318,072
Total Expenditures	1,160,429,852	1,622,276,451	5,275,129	681,125,734	3,469,107,166
Revenues over Expenditures	47,597,290	27,138,874	437,517,924	527,827,883	1,040,081,971
OTHER FINANCING SOURCES (USES)					
Capital Lease Acquisitions	105,791	38,626	-	22,534	166,951
Sale of Capital Assets	-	7,000	404,000	60,890	471,890
Transfers In	312,102,565	423,319	-	162,459,227	474,985,111
Transfers Out	(388,011,234)	(26,678,825)	(41,133,000)	(369,658,720)	(825,481,779)
Total Other Financing Uses	(75,802,878)	(26,209,880)	(40,729,000)	(207,116,069)	(349,857,827)
Net Change in Fund Balances	(28,205,588)	928,994	396,788,924	320,711,814	690,224,144
Fund Balances - Beginning of Year, as Adjusted	867,216,942	3,657,246	900,193,209	1,311,828,880	3,082,896,277
Fund Balances - End of Year	\$ 839,011,354	\$ 4,586,240	\$ 1,296,982,133	\$ 1,632,540,694	\$ 3,773,120,421

STATE OF NORTH DAKOTA

Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities For the Fiscal Year Ended June 30, 2010

Net Change in Fund Balances-Total Governmental Funds		\$ 690,224,144
Amounts reported for governmental activities in the statement of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation exceeded capital outlays in the current period.		93,493,315
In the statement of activities, only the <i>gain(loss)</i> on the sale of assets is reported, whereas in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net assets differs from the change in fund balance by the book value of the assets sold.		(997,756)
Some of the assets acquired this year were financed through capital leases. The amount financed is reported in the governmental funds as a source of financing. However, capital leases are reported as long-term liabilities in the statement of net assets.		(166,951)
Based on receipt dates, some revenues are not considered "available" revenues and are deferred in the governmental funds. Deferred revenues increased/decreased by this amount this year.		2,263,000
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of internal service funds is reported with governmental activities		5,558,915
Bonds issued by the State have associated costs that are paid from current available financial resources in the funds. However, these costs are deferred on the statement of net assets.		(140,000)
The pension assets resulting from contributions in excess of annual required contribution are not financial resources and, therefore, are not reported in the funds.		(113,766)
Repayment of long-term debt is reported as an expenditure in governmental funds but the repayment reduces long-term liabilities in the statement of net assets. In the current year, these amounts consist of:		
	18,770,000	
Bond principal retirement	10,901,793	
Note payments	1,236,154	
Capital lease payments	<u> </u>	
Total long-term debt repayment		30,907,947
Some items reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. These activities consist of:		
	823,953	
Net increase/decrease in accrued interest	(3,462,202)	
Net increase/decrease in compensated absences	(69,757)	
Net increase/decrease in net pension obligation (reported as accounts payable)	178,257	
Net increase/decrease in claims and judgments	<u> </u>	
Total additional expenditures		(2,529,749)
Change in Net Assets of Governmental Activities		\$ 818,499,099

STATE OF NORTH DAKOTA

Statement of Net Assets Proprietary Funds June 30, 2010

	Business-Type Activities - Enterprise Funds						Governmental
	Bank of North Dakota	Housing Finance	Mill and Elevator	University System	Workforce Safety and Insurance	Other Enterprise Funds	Internal Service Funds
ASSETS							
Current Assets:							
Cash Deposits at the Bank of ND	\$ 2,351,000	\$ 33,614	\$ 61,781,387	\$ 1,364,416	\$ 30,027,467	\$ 95,557,884	\$ 16,084,020
Cash and Cash Equivalents	40,000	-	7,489,704	-	84,566,964	92,096,668	6,938
Investments at the Bank of ND	-	-	75,764,411	35,096,736	14,224,000	125,085,147	-
Investments	-	-	902,306	1,176,848,461	25,366,997	1,203,117,764	6,700,705
Accounts Receivable - Net	547,000	28,601,856	17,494,035	34,276,825	24,795,236	105,714,952	340,137
Interest Receivable - Net	157,000	-	-	7,769,602	2,045,102	9,971,704	55,807
Intergovernmental Receivable - Net	174,000	-	38,529,926	-	3,943,014	42,646,940	238,011
Due from Other Funds	117,000	-	16,111,603	99,157	1,069,122	17,396,882	5,784,314
Due from Fiduciary Funds	-	-	-	-	69,352	69,352	-
Due from Component Units	-	-	7,272,422	-	-	7,272,422	-
Prepaid Items	50,000	659,921	-	597,060	1,337,121	2,644,102	2,207,365
Inventory	-	15,240,691	7,815,762	-	1,401,669	24,458,122	94,086
Loans and Notes Receivable - Net	-	286,545	8,929,737	-	8,885,438	18,101,720	-
Other Assets	498,000	-	2,993,264	-	-	3,491,264	-
Restricted Cash at the Bank of ND	10,774,000	-	-	-	4,442,952	15,216,952	3,972,854
Restricted Cash and Cash Equivalents	250,606,000	-	-	-	-	250,606,000	-
Restricted Investments at the Bank of ND	-	-	-	-	5,000,000	5,000,000	-
Restricted Interest Receivable - Net	3,857,000	-	-	-	-	3,857,000	-
Restricted Loans Receivable - Net	17,773,000	-	-	-	-	17,773,000	-
Total Current Assets	286,944,000	44,822,627	245,084,557	1,256,052,257	207,174,434	2,040,077,875	35,484,237
Noncurrent Assets:							
Restricted Cash at the Bank of ND	-	-	11,841,326	-	252,223	12,093,549	-
Restricted Cash and Cash Equivalents	-	-	388,855	-	-	388,855	-
Restricted Investments at the Bank of ND	-	-	6,892,325	-	-	6,892,325	-
Restricted Investments	12,292,000	-	32,738,867	-	220,996	45,251,863	-
Investments at the Bank of ND	-	-	58,063,751	-	-	58,063,751	-
Investments	-	-	7,038,107	-	-	7,038,107	-
Loans and Notes Receivable - Net	-	-	32,110,034	-	53,963,505	86,073,539	-
Restricted Loans Receivable - Net	904,626,000	-	-	-	14,200,000	918,826,000	-
Unamortized Bond Issuance Costs	7,909,000	-	3,939,147	-	83,226	11,931,373	33,247
Restricted Deferred Outflows	19,751,000	-	-	-	-	19,751,000	-
Other Noncurrent Assets	3,329,000	291,221	-	-	3,295,604	6,915,825	-
Capital Assets:							
Nondepreciable	-	221,553	79,942,708	10,327,959	4,060,758	94,552,978	-
Depreciable, Net	85,000	36,504,621	755,278,146	9,524,341	10,538,792	811,930,900	85,080,653
Total Noncurrent Assets	947,992,000	37,017,395	988,233,266	19,852,300	86,615,104	2,079,710,065	85,113,900
Bank Related Assets:							
Cash and Cash Equivalents	\$ 841,239,000					\$ 841,239,000	
Investments	393,702,000					393,702,000	
Interest Receivable - Net	34,548,000					34,548,000	
Due from Other Funds	14,509,000					14,509,000	
Due from Component Units	3,668,000					3,668,000	
Loans and Notes Receivable - Net	2,657,271,000					2,657,271,000	
Other Assets	1,815,000					1,815,000	
Capital Assets:							
Nondepreciable	1,171,000					1,171,000	
Depreciable, Net	11,746,000					11,746,000	
Total Bank Related Assets	3,959,669,000					3,959,669,000	
Total Assets	3,959,669,000	1,234,936,000	81,840,022	1,233,317,823	1,275,904,557	293,789,538	8,079,456,940
							120,598,137

STATE OF NORTH DAKOTA

Statement of Net Assets Proprietary Funds June 30, 2010

	Business-Type Activities - Enterprise Funds						Governmental	
	Bank of North Dakota	Housing Finance	Mill and Elevator	University System	Workforce Safety and Insurance	Other Enterprise Funds	Internal Service Funds	
LIABILITIES								
Current Liabilities:								
Accounts Payable		1,248,000	8,987,346	23,621,102	4,366,105	3,321,858	41,544,411	3,000,619
Accrued Payroll		-	967,384	27,792,137	-	296,345	29,055,866	1,841,251
Securities Lending Collateral		-	-	-	7,257,842	214,476	7,472,318	52,463
Interest Payable		18,474,000	-	140,249	-	99,762	18,714,011	34,873
Intergovernmental Payable		520,000	-	147,597	-	3,971,946	4,639,543	24,321
Due to Other Funds		18,000	20,319,453	2,967,065	78,874	9,605,899	32,989,291	7,120,883
Due to Component Units		-	-	2,969,474	-	-	2,969,474	-
Contracts Payable		-	-	2,330,802	-	-	2,330,802	-
Other Deposits		-	-	6,307,922	-	-	6,307,922	-
Amounts Held in Custody for Others		10,774,000	-	-	-	8,526,067	19,300,067	-
Claims/Judgments Payable		-	-	-	96,500,000	815,178	97,315,178	1,337,671
Dividends Payable		-	-	-	76,500,000	-	76,500,000	-
Compensated Absences Payable		142,000	39,712	1,488,916	914,140	39,395	2,624,163	151,064
Notes Payable		-	-	1,005,844	-	-	1,005,844	1,918,382
Capital Leases Payable		-	-	5,355,146	-	26,087	5,381,233	187,100
Bonds Payable		119,051,000	-	8,624,262	-	190,000	127,865,262	681,658
Deferred Revenue		-	-	14,511,713	78,320,109	4,838,652	97,670,474	-
Other Current Liabilities		-	-	-	-	564	564	-
Total Current Liabilities		150,227,000	30,313,895	97,262,229	263,937,070	31,946,229	573,686,423	16,350,285
Noncurrent Liabilities:								
Intergovernmental Payable		1,054,000	-	1,207,287	-	6,332,635	8,593,922	-
Due to Component Units		-	-	54,102,031	-	-	54,102,031	-
Claims/Judgments Payable		-	-	-	675,595,000	780,767	676,375,767	3,744,373
Compensated Absences Payable		81,000	754,526	26,681,792	161,319	332,432	28,011,069	1,574,939
Notes Payable		-	-	7,309,764	-	-	7,309,764	7,953,247
Capital Leases Payable		-	-	35,727,405	-	156,451	35,883,856	123,487
Bonds Payable		948,692,000	-	184,871,539	-	14,786,031	1,148,349,570	2,240,880
Financial Derivative Instrument		19,751,000	-	-	-	-	19,751,000	-
Other Noncurrent Liabilities		-	-	1,231,003	-	7,275,830	8,506,833	-
Total Noncurrent Liabilities		969,578,000	754,526	311,130,821	675,756,319	29,664,146	1,986,883,812	15,636,926
Bank Related Liabilities:								
Interest Payable		277,595	-	-	-	-	277,595	-
Due to Other Funds		2,532,405	-	-	-	-	2,532,405	-
Due to Component Units		4,894,000	-	-	-	-	4,894,000	-
Federal Funds Purchased		329,510,000	-	-	-	-	329,510,000	-
Reverse Repurchase Agreements		8,117,000	-	-	-	-	8,117,000	-
Deposits Held for Other Funds		2,086,290,158	-	-	-	-	2,086,290,158	-
Other Deposits		849,100,842	-	-	-	-	849,100,842	-
Other Liabilities		2,574,000	-	-	-	-	2,574,000	-
Long Term Liabilities:								
Due within one year		803,000	-	-	-	-	803,000	-
Due in more than one year		403,921,000	-	-	-	-	403,921,000	-
Total Bank Related Liabilities		3,688,020,000	-	-	-	-	3,688,020,000	-
Total Liabilities		3,688,020,000	1,119,805,000	31,068,421	408,393,050	939,693,389	6,248,590,235	31,987,211
NET ASSETS								
Invested in Capital Assets, Net of Related Debt		12,917,000	85,000	36,726,174	561,021,967	19,852,300	644,108,459	74,898,606
Restricted for:								
Capital Projects		-	-	-	148,864	-	148,864	-
Debt Service		-	99,937,000	-	13,317,994	-	114,494,213	-
Loan Purposes		-	-	-	45,319,180	-	45,930,458	-
Pledged Assets		136,456,000	-	-	-	-	136,456,000	-
Unemployment Compensation		-	-	-	-	99,518,255	99,518,255	-
University System-Nonexpendable		-	-	-	13,231,395	-	13,231,395	-
University System-Expendable		-	-	-	34,593,879	-	34,593,879	-
Other		-	-	-	189,765	1,046,583	1,236,348	-
Unrestricted		122,276,000	15,109,000	14,045,427	157,101,729	316,358,868	741,148,834	13,712,320
Total Net Assets		\$ 271,649,000	\$ 115,131,000	\$ 50,771,601	\$ 824,924,773	\$ 336,211,168	\$ 1,830,866,705	\$ 88,610,926

Reconciliation of the Proprietary Funds Statement of Net Assets to the Statement of Net Assets June 30, 2010

Total Net Assets - Enterprise Funds

\$1,830,866,705

Amounts reported for business-type activities in the statement of net assets are different because:

Prior year net assets restatement and reduction of current year expenses based on the allocation of internal service fund's net income

\$8,109,372

Net Assets of Business-Type Activities

\$1,838,976,077

STATE OF NORTH DAKOTA

Statement of Revenues, Expenses and Changes in Fund Net Assets Proprietary Funds For the Fiscal Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds						Governmental	
	Bank of North Dakota	Housing Finance	Mill and Elevator	University System	Workforce Safety and Insurance	Other Enterprise Funds	Internal Service Funds	
OPERATING REVENUES								
Sales and Services	\$ 6,160,000	\$ 1,782,000	\$ 183,224,005	\$ 61,730,681	\$ 155,441,150	\$ 161,652,908	\$ 569,990,744	\$ 80,958,518
Auxiliary Sales Pledges for Bonds	-	-	-	98,486,095	-	-	98,486,095	-
Tuition and Fees	-	-	-	253,693,095	-	-	253,693,095	-
Grants and Contributions	-	-	-	164,519,128	-	-	164,519,128	-
Royalties and Rents	-	-	-	-	710,081	116,651	826,732	-
Fines and Forfeits	-	-	-	-	1,559,099	-	1,559,099	-
Interest and Investment Income	136,967,000	47,032,007	-	-	-	2,490,630	186,489,637	-
Miscellaneous	-	-	-	1,461,178	-	1,374	1,462,552	-
Total Operating Revenues	143,127,000	48,814,007	183,224,005	579,890,177	157,710,330	164,261,563	1,277,027,082	80,958,518
OPERATING EXPENSES								
Cost of Sales and Services	-	-	163,659,310	38,271,721	-	2,474,987	204,406,018	1,122,704
Salaries and Benefits	10,474,000	2,636,000	2,272,912	607,926,781	16,094,038	4,621,851	644,025,582	22,160,820
Operating	17,981,000	5,657,000	709,292	215,126,735	4,261,519	30,607,132	274,342,678	34,387,425
Claims	-	-	-	-	117,606,375	140,597,680	258,204,055	4,058,645
Dividends Expense	-	-	-	-	74,868,560	-	74,868,560	-
Scholarships and Fellowships	-	-	-	38,637,684	-	-	38,637,684	-
Interest	50,994,000	36,644,000	-	-	-	601,015	88,239,015	-
Depreciation	951,000	25,000	2,918,773	48,453,001	254,599	1,039,791	53,642,164	12,735,917
Miscellaneous	-	-	-	-	-	4,000	4,000	-
Total Operating Expenses	80,400,000	44,962,000	169,560,287	948,415,922	213,085,091	179,946,456	1,636,369,756	74,465,511
Operating Income (Loss)	62,727,000	3,852,007	13,663,718	(368,525,745)	(55,374,761)	(15,684,893)	(359,342,674)	6,493,007
NONOPERATING REVENUES (EXPENSES)								
Grants and Contracts	-	-	-	49,237,969	-	545,080	49,783,049	-
Gifts	-	-	-	24,107,951	-	-	24,107,951	-
Interest and Investment Income	-	19,286,000	10,778	10,111,137	131,239,065	8,295,214	168,942,194	938,367
Interest Expense	-	(17,979,000)	(507,819)	(13,723,617)	(5,206,073)	(141,931)	(37,558,440)	(570,634)
Gain (Loss) on Sale of Capital Assets	-	-	-	(662,060)	-	(1,522)	(663,582)	54,399
Other	-	-	13,233	685,481	-	(218,900)	479,814	22,420
Total Nonoperating Revenues (Expenses)	-	1,307,000	(483,808)	69,756,861	126,032,992	8,477,941	205,090,986	444,552
Income (Loss) Before Contributions and Transfers	62,727,000	5,159,007	13,179,910	(298,768,884)	70,658,231	(7,206,952)	(154,251,688)	6,937,559
Capital Grants and Contributions	-	-	-	19,762,204	-	-	19,762,204	66,285
Transfers In	-	4,602,993	-	355,694,851	-	1,390,154	361,687,998	-
Transfer Out	(15,000,000)	(30,000)	(6,953,857)	(6,674,706)	-	(8,243,507)	(36,902,070)	-
Changes in Net Assets	47,727,000	9,732,000	6,226,053	70,013,465	70,658,231	(14,060,305)	190,296,444	7,003,844
Total Net Assets - Beginning of Year, as Adjusted	223,922,000	105,399,000	44,545,548	754,911,308	265,552,937	246,239,468	1,640,570,261	81,607,082
Total Net Assets - End of Year	\$ 271,649,000	\$ 115,131,000	\$ 50,771,601	\$ 824,924,773	\$ 336,211,168	\$ 232,179,163	\$ 1,830,866,705	\$ 88,610,926

Reconciliation of Statement of Revenues, Expenses and Changes in Fund Net Assets of Proprietary Funds to the Statement of Activities For the Fiscal Year Ended June 30, 2010

Net Change in Net Assets-Total Enterprise Funds \$ 190,296,444

Amounts reported for business-type activities in the statement of net assets are different because:

Expenses were reduced based on the allocation of internal service fund's net income 1,445,102

Change in Net Assets of Business-Type Activities \$ 191,741,546



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STATE OF NORTH DAKOTA

Statement of Cash Flows Proprietary Funds

For the Fiscal Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds		
	Bank of North Dakota	Housing Finance	Mill and Elevator
Cash Flows from Operating Activities:			
Receipts from Customers and Users	\$ 6,127,000	\$ 169,040,007	\$ 224,865,832
Receipts from Tuition and Fees	-	-	-
Interest Income on Loans	-	-	-
Receipts from Loan Principal Repayments	-	-	-
Receipts from Other Funds	-	-	-
Receipts from Grants and Contracts	-	-	-
Receipts from Others	-	-	-
Payments for Loan Funds	-	-	-
Payments to Other Funds	-	(393,000)	-
Payments for Scholarships and Fellowships	-	-	-
Payments to Suppliers	(7,607,000)	(222,307,000)	(187,304,593)
Payments to Employees	(10,406,000)	(2,630,000)	(9,150,018)
Claim Payments	-	-	-
Payments to Others	-	(1,001,000)	-
Other	-	-	(336,841)
Net Cash Provided by (Used for) Operating Activities	(11,886,000)	(57,290,993)	28,074,380
Cash Flows from Noncapital Financing Activities:			
Proceeds from Bonds	-	570,402,000	-
Proceeds from Sale of Notes and Other Borrowings	105,387,000	-	10,400,000
Principal Payments - Bonds	-	(354,181,000)	-
Principal Payments - Notes and Other Borrowings	(15,986,000)	-	(35,600,000)
Interest Payments - Bonds	-	(37,499,000)	-
Interest Payments - Notes and Other Borrowings	(16,801,000)	-	(507,819)
Payment of Bond Issue Costs	-	(2,517,000)	-
Transfers In	-	4,602,993	-
Transfers Out	(30,000,000)	(30,000)	(34,404)
Net Increase in Non-Interest Bearing Deposits	128,967,000	-	-
Net Decrease in Interest Bearing Deposits	164,736,000	-	-
Payments of Interest on Deposits	(39,994,000)	-	-
Interest Paid on Federal Funds and Reverse Repurchase Agreements	(842,000)	-	-
Net Decrease in Federal Funds and Reverse Repurchase Agreements	33,607,000	-	-
Collection of Advances Made	-	-	-
Principal Payments on Due To Other Funds	-	-	-
Grants and Gifts Received for Other than Capital Purposes	-	-	-
Agency Fund Cash Increase	-	-	-
Grants Given for Other than Capital Purposes	-	-	-
Other	-	-	-
Net Cash Provided by (Used for) Noncapital Financing Activities	329,074,000	180,777,993	(25,742,223)
Cash Flows from Capital and Related Financing Activities:			
Acquisition and Construction of Capital Assets	(438,000)	(14,000)	(2,356,046)
Proceeds from Sale of Capital Assets	-	-	-
Proceeds from Bonds	-	-	-
Proceeds from Sale of Notes and Other Borrowings	-	-	-
Principal Payments - Bonds	-	-	-
Principal Payments - Notes and Other Borrowings	-	-	-
Interest Payments - Bonds	-	-	-
Interest Payments - Notes and Other Borrowings	-	-	-
Capital Appropriations	-	-	-
Payment on Capital Leases	-	-	-
Interest Payments - Capital Leases	-	-	-
Other	-	-	-
Capital Grants and Gifts Received	-	-	-
Insurance Proceeds	-	-	-
Other	-	-	-
Net Cash Used for Capital and Related Financing Activities	(438,000)	(14,000)	(2,356,046)
Cash Flows from Investing Activities:			
Proceeds from Sale and Maturities of Investment Securities	159,562,000	1,260,000	-
Purchase of Investment Securities	(220,470,000)	-	-
Interest and Dividends on Investments	12,928,000	980,000	10,778
Proceeds from Sale of Other Real Estate	238,000	-	-
Net Decrease in Loans	(100,197,000)	-	-
Receipt of Loan Principal Repayments	-	-	-
Loan Income Received	119,705,000	-	-
Net Cash Provided by (Used for) Investing Activities	(28,234,000)	2,240,000	10,778

Business-Type Activities - Enterprise Funds				Governmental Activities
University System	Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
\$ 154,870,317	\$ 149,428,978	\$ 326,712,618	\$ 1,031,044,752	\$ 81,682,540
257,985,956	-	-	257,985,956	-
-	-	404,897	404,897	-
4,882,038	-	12,959,839	17,841,877	-
-	-	(129,745)	(129,745)	12,810
163,620,078	-	-	163,620,078	-
1,532,499	3,188,689	85,391	4,806,579	-
(6,754,418)	-	(12,901,369)	(19,655,787)	-
-	(1,746,010)	5,857	(2,133,153)	143,325
(38,637,684)	-	-	(38,637,684)	-
(251,810,180)	-	(249,034,288)	(918,063,061)	(35,034,318)
(603,349,602)	(11,808,275)	(4,567,132)	(641,911,027)	(22,004,139)
-	(118,166,322)	(87,595,088)	(205,761,410)	(852,875)
-	(16,452,254)	(333,619)	(17,786,873)	(3,977,309)
-	-	(206,811)	(543,652)	6,312
(317,660,996)	4,444,806	(14,599,450)	(368,918,253)	19,976,346
-	-	-	570,402,000	-
-	-	-	115,787,000	-
-	-	(1,000,000)	(355,181,000)	-
-	-	-	(51,586,000)	-
-	-	(535,000)	(38,034,000)	-
-	-	(11,905)	(17,320,724)	-
-	-	-	(2,517,000)	(1,606)
312,499,742	-	1,360,154	318,462,889	-
(6,527,809)	-	(7,877,132)	(44,469,345)	-
-	-	-	128,967,000	-
-	-	-	164,736,000	-
-	-	-	(39,994,000)	-
-	-	-	(842,000)	-
-	-	-	33,607,000	-
-	-	-	-	7,000,000
-	-	(334,916)	(334,916)	-
73,307,584	-	545,080	73,852,664	-
(1,618,025)	-	-	(1,618,025)	-
(871,132)	-	-	(871,132)	-
2,493,287	-	-	2,493,287	-
379,283,647	-	(7,853,719)	855,539,698	6,998,394
(101,940,452)	(2,426,432)	(2,402,000)	(109,576,930)	-
1,186,199	-	10,600	1,196,799	(24,773,801)
-	-	-	-	2,430,846
47,408,782	-	301,371	47,710,153	-
(25,297,989)	-	(190,000)	(190,000)	4,950,000
-	-	(24,927)	(25,322,916)	-
(12,968,810)	-	(34,861)	(34,861)	(1,716,372)
36,021,345	-	(3,182)	(12,971,992)	-
-	-	(10,540)	36,010,805	(790,686)
-	-	(26,087)	(26,087)	-
-	-	-	-	(147,452)
-	-	-	-	(28,689)
19,932,018	-	-	19,932,018	-
378,046	-	-	378,046	-
-	-	(61)	(61)	-
(35,280,861)	(2,426,432)	(2,379,687)	(42,895,026)	(20,076,154)
59,688,389	21,600,000	28,582,989	270,693,378	-
(75,887,780)	(24,284,191)	(33,881,441)	(354,523,412)	(1,276,691)
7,643,332	-	6,599,913	28,162,023	401,052
-	-	-	238,000	-
-	-	(1,924,000)	(102,121,000)	-
-	-	934,669	934,669	-
-	-	520,487	120,225,487	-
(8,556,059)	(2,684,191)	832,617	(36,390,855)	(875,639)

STATE OF NORTH DAKOTA

Statement of Cash Flows Proprietary Funds (Continued) For the Fiscal Year Ended June 30, 2010

	Business-Type Activities - Enterprise Funds		
	Bank of North Dakota	Housing Finance	Mill and Elevator
Net Change in Cash:			
Net Increase (Decrease) in Cash and Cash Equivalents	288,516,000	125,713,000	(13,111)
Cash and Cash Equivalents at June 30, 2009	552,723,000	138,058,000	46,725
Cash and Cash Equivalents at June 30, 2010	<u>\$ 841,239,000</u>	<u>\$ 263,771,000</u>	<u>\$ 33,614</u>
Reconciliation:			
Current:			
Cash Deposits at the Bank of North Dakota	\$ -	\$ 2,351,000	\$ 33,614
Cash and Cash Equivalents	841,239,000	40,000	-
Restricted Cash Deposits at the Bank of North Dakota	-	10,774,000	-
Restricted Cash and Cash Equivalents	-	250,606,000	-
Noncurrent:			
Restricted Cash Deposits At The Bank of North Dakota	-	-	-
Restricted Cash and Cash Equivalents	-	-	-
Cash and Cash Equivalents	<u>\$ 841,239,000</u>	<u>\$ 263,771,000</u>	<u>\$ 33,614</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used for) Operating Activities:			
Operating Income (Loss)	\$ 62,727,000	\$ 3,852,007	\$ 13,663,718
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	951,000	25,000	2,918,773
Amortization/Accretion	-	1,986,000	-
Reclassification of Interest Revenue/Expense	(80,778,000)	36,821,000	-
Gain on Sale of Real Estate	(21,000)	-	-
Net Increase in Fair Value of Investments	(5,046,000)	-	-
Interest Received on Program Loans	-	-	-
Receipt of Loan Principal Repayments	-	-	-
Provision for Losses	10,300,000	-	-
Contributed Property and Equipment	1,000	-	-
Other	-	(586,000)	(273,312)
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	-	(98,153,000)	2,447,458
(Increase) Decrease in Interest Receivable	-	(338,000)	-
(Increase) Decrease in Due From	(4,000)	(19,000)	-
(Increase) in Due From Fiduciary Funds	-	-	-
(Increase) Decrease in Intergovernmental Receivable	-	(17,000)	-
(Increase) in Notes Receivable	-	-	-
(Increase) Decrease in Prepaid Items	-	(4,000)	(184,101)
(Increase) Decrease in Inventories	-	-	4,723,581
(Increase) Decrease in Other Assets	74,000	(1,267,000)	(21,500)
Increase (Decrease) in Accounts Payable	-	-	3,330,093
Increase (Decrease) in Notes Payable	-	-	-
Increase (Decrease) in Interest Payable	-	-	-
Increase (Decrease) in Contracts Payable	-	-	-
Increase (Decrease) in Claims/Judgments Payable	-	-	-
Increase in Intergovernmental Payable	-	4,000	-
Increase in Accrued Payroll	-	-	883,915
Increase in Compensated Absences Payable	-	22,000	48,793
Increase in Amounts Held for Others	-	232,000	-
Decrease in Other Deposits	-	-	-
Increase (Decrease) in Due To Other Funds	94,000	(18,000)	-
Increase in Deferred Revenue	-	-	-
Increase (Decrease) in Other Liabilities	(184,000)	169,000	536,962
Decrease in Dividends Payable	-	-	-
Total Adjustments	<u>(74,613,000)</u>	<u>(61,143,000)</u>	<u>14,410,862</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ (11,886,000)</u>	<u>\$ (57,290,993)</u>	<u>\$ 28,074,380</u>
Noncash Transactions:			
Net Increase (Decrease) in Fair Value of Investments	\$ 5,046,000	\$ 207,000	\$ -
Change in Securities Lending Collateral	-	-	-
Interest on Investments	-	-	-
Amortization of Bond Discount	-	-	-
Amortization of Bond Issuance Costs	-	-	-
Assets Acquired Through Capital Lease	-	-	-
Assets Acquired Through Special Assessments	-	-	-
Assets Acquired Through Derivatives	-	-	618,488
Gifts of Capital Assets	-	-	-
Interest Revenue on Prize Reserves	-	-	-
Total Noncash Transactions	<u>\$ 5,046,000</u>	<u>\$ 207,000</u>	<u>\$ 618,488</u>

Business-Type Activities - Enterprise Funds				Governmental Activities
University System	Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
17,785,731	(665,817)	(24,000,239)	407,335,564	6,022,947
63,715,541	2,030,233	143,289,845	899,863,344	14,040,865
<u>\$ 81,501,272</u>	<u>\$ 1,364,416</u>	<u>\$ 119,289,606</u>	<u>\$ 1,307,198,908</u>	<u>\$ 20,063,812</u>
\$ 61,781,387	\$ 1,364,416	\$ 30,027,467	\$ 95,557,884	\$ 16,084,020
7,489,704	-	84,566,964	933,335,668	6,938
-	-	4,695,175	15,469,175	-
-	-	-	250,606,000	-
11,841,326	-	-	11,841,326	3,972,854
388,855	-	-	388,855	-
<u>\$ 81,501,272</u>	<u>\$ 1,364,416</u>	<u>\$ 119,289,606</u>	<u>\$ 1,307,198,908</u>	<u>\$ 20,063,812</u>
\$ (368,525,745)	\$ (55,374,761)	\$ (15,684,893)	\$ (359,342,674)	\$ 6,493,007
48,453,001	254,599	1,039,791	53,642,164	12,729,268
-	-	48,000	2,034,000	6,649
-	-	23,534	(43,933,466)	-
-	-	-	(21,000)	-
-	-	-	(5,046,000)	-
-	-	441,000	441,000	-
-	-	6,229,000	6,229,000	-
-	-	1,128,000	11,428,000	-
(666,449)	-	(151,811)	(1,677,572)	6,312
(1,879,890)	(16,537,771)	(6,306,334)	(120,429,537)	185,948
-	-	38,931	(299,069)	-
-	(10,606)	(195,449)	(229,055)	611,714
-	-	(47)	(47)	-
(899,049)	-	266,168	(649,881)	77,143
(507,366)	-	(536,457)	(1,043,823)	-
-	(534,649)	(691,952)	(1,414,702)	(596,251)
(605,199)	-	(389,608)	3,728,774	12,219
(1,062,471)	-	(47,945)	(2,324,916)	(174)
48,247	239,153	(513,657)	3,103,836	1,264,948
-	-	-	-	-
-	-	(1,000)	(1,000)	-
-	195,000	651,758	846,758	(986,892)
-	-	1,238,941	1,242,941	37,096
2,114,377	-	16,469	3,014,761	30,759
2,462,801	91,256	38,250	2,663,100	125,922
-	-	140,054	372,054	-
1,082,550	-	-	1,082,550	-
-	(48,653)	(1,748,728)	(1,721,381)	(21,322)
2,324,197	1,315,868	368,535	4,008,600	-
-	-	-	521,962	-
-	74,855,370	-	74,855,370	-
<u>50,864,749</u>	<u>59,819,567</u>	<u>1,085,443</u>	<u>(9,575,579)</u>	<u>13,483,339</u>
<u>\$ (317,660,996)</u>	<u>\$ 4,444,806</u>	<u>\$ (14,599,450)</u>	<u>\$ (368,918,253)</u>	<u>\$ 19,976,346</u>
\$ 2,843,332	\$ 58,552,647	\$ 2,180,225	\$ 68,829,204	\$ 510,056
-	(53,489,252)	(243,102)	(53,732,354)	(57,500)
-	67,537,881	-	67,537,881	-
-	-	8,754	8,754	-
-	-	3,335	3,335	-
18,813,748	-	-	18,813,748	-
899,079	-	-	899,079	-
-	-	-	618,488	-
5,023,754	-	-	5,023,754	-
-	-	620	620	-
<u>\$ 27,579,913</u>	<u>\$ 72,601,276</u>	<u>\$ 1,949,832</u>	<u>\$ 108,002,509</u>	<u>\$ 452,556</u>

STATE OF NORTH DAKOTA

Statement of Fiduciary Net Assets Fiduciary Funds June 30, 2010

	Pension and Other Employee Benefit Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds	Agency Funds
ASSETS				
Cash Deposits at the Bank of ND	\$ 47,070,630	\$ 3,704,679	\$ 9,090,700	\$ 16,685,193
Cash and Cash Equivalents	-	-	420,751	7,623,151
Receivables:				
Contributions Receivable	15,739,807	-	-	-
Accounts Receivable - Net	-	-	-	22,766
Taxes Receivable - Net	-	-	-	17,038,558
Interest Receivable - Net	9,442,057	85,601	2,615	211
Due from Other Funds	13,457	-	14	-
Due from Fiduciary Funds	165,248	-	-	-
Total Receivables	<u>25,360,569</u>	<u>85,601</u>	<u>2,629</u>	<u>17,061,535</u>
Investments, at Fair Value:				
Investments at the Bank of ND	-	-	21,327	20,500,043
Equity Pool	1,603,410,729	73,007,866	-	-
Fixed Income	2,218,657	-	-	-
Fixed Income Pool	1,052,147,658	64,548,980	2,092,504	286,384
Cash and Cash Pool	19,224,994	979,672	-	-
Real Estate Pool	209,115,342	9,244,236	-	-
Alternative Investments	126,827,981	4,281,788	-	-
Annuities	94,200	-	-	-
Mutual Funds	42,111,043	-	285,254,032	-
Total Investments	<u>3,055,150,604</u>	<u>152,062,542</u>	<u>287,367,863</u>	<u>20,786,427</u>
Invested Securities Lending Collateral	<u>17,623,848</u>	<u>967,353</u>	<u>48,575</u>	<u>-</u>
Capital Assets (Net of Depreciation)	6,139,688	-	-	-
Other Assets	-	-	-	1,419
Total Assets	<u>3,151,345,339</u>	<u>156,820,175</u>	<u>296,930,518</u>	<u>\$ 62,157,725</u>
LIABILITIES				
Accounts Payable	5,361,895	233,492	500,240	\$ -
Accrued Payroll	118,634	-	-	-
Securities Lending Collateral	17,623,848	967,353	48,575	-
Intergovernmental Payable	-	-	-	31,525,892
Tax Refunds Payable	-	-	-	7,053
Due to Other Funds	110,004	-	-	-
Due to Fiduciary Funds	156,614	-	-	-
Amounts Held in Custody for Others	-	-	-	30,624,780
Claims/Judgments Payable	23,534	-	-	-
Deferred Revenue	43,460	-	-	-
Compensated Absences Payable	141,687	-	-	-
Total Liabilities	<u>23,579,676</u>	<u>1,200,845</u>	<u>548,815</u>	<u>\$ 62,157,725</u>
NET ASSETS				
Net Assets Held in Trust for:				
Pension Benefits	3,126,374,104	-	-	
Other Employee Benefits	1,391,559	-	-	
External Investment Pool Participants	-	155,619,330	-	
Other Purposes	-	-	296,381,703	
Total Net Assets Held in Trust	<u>\$ 3,127,765,663</u>	<u>\$ 155,619,330</u>	<u>\$ 296,381,703</u>	

STATE OF NORTH DAKOTA

Statement of Changes in Fiduciary Net Assets Fiduciary Funds For the Fiscal Year Ended June 30, 2010

	Pension and Other Employee Benefit Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds
ADDITIONS			
Contributions:			
Employer	\$ 80,317,268	\$ -	\$ -
Employee	83,322,954	-	-
From Participants	-	-	21,998,892
Transfers from Other Funds	537,858	-	-
Transfers from Other Plans	225,582	-	-
Donations	-	-	7,710
Total Contributions	<u>164,403,662</u>	<u>-</u>	<u>22,006,602</u>
Investment Income:			
Net Change in Fair Value of Investments	321,854,653	14,659,780	31,870,182
Interest and Dividends	69,732,482	3,735,969	7,791,896
Less Investment Expense	<u>13,151,983</u>	<u>648,765</u>	<u>-</u>
Net Investment Income	<u>378,435,152</u>	<u>17,746,984</u>	<u>39,662,078</u>
Securities Lending Activity:			
Securities Lending Income	75,156	6,722	-
Less Securities Lending Expense	<u>(168,372)</u>	<u>(7,271)</u>	<u>-</u>
Net Securities Lending Income	<u>243,528</u>	<u>13,993</u>	<u>-</u>
Repurchase Service Credit	5,656,787	-	-
Miscellaneous Income	<u>860,662</u>	<u>-</u>	<u>3,900</u>
Total Additions	<u>549,599,791</u>	<u>17,760,977</u>	<u>61,672,580</u>
DEDUCTIONS			
Benefits Paid to Participants	222,355,896	-	-
Refunds	6,503,457	-	-
Prefunded Credit Applied	5,563,631	-	-
Transfer to Other Plans	537,858	-	-
Payments in Accordance with Trust Agreements	-	-	37,645,172
Administrative Expenses	<u>3,972,186</u>	<u>-</u>	<u>2,034,198</u>
Total Deductions	<u>238,933,028</u>	<u>-</u>	<u>39,679,370</u>
Purchase of Units at Net Asset Value of \$1.00 Per Unit	<u>-</u>	<u>8,330,391</u>	<u>-</u>
Change in Net Assets Held in Trust for:			
Pension Benefits	310,570,846	-	-
Other Employee Benefits	95,917	-	-
External Investment Pool Participants	-	26,091,368	-
Other Purposes	<u>-</u>	<u>-</u>	<u>21,993,210</u>
Total Change in Net Assets	<u>310,666,763</u>	<u>26,091,368</u>	<u>21,993,210</u>
Net Assets - Beginning of Year, as Adjusted	<u>2,817,098,900</u>	<u>129,527,962</u>	<u>274,388,493</u>
Net Assets - End of Year	<u>\$ 3,127,765,663</u>	<u>\$ 155,619,330</u>	<u>\$ 296,381,703</u>

STATE OF NORTH DAKOTA

Combining Statement of Net Assets Component Units - Proprietary Funds June 30, 2010

	BSC Foundation	DSU Foundation	CHAND	Public Finance Authority	ND Development Fund	NDSU Development Foundation
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 82,962	\$ 2,192,231	\$ 2,911,535	\$ 1,000	\$ 6,651,928	\$ 2,063,433
Investments	-	-	-	-	8,110,340	25
Accounts Receivable - Net	1,053,305	2,229,698	-	-	-	5,134,286
Interest Receivable - Net	-	-	-	-	79,349	-
Due from Primary Government	145,233	-	-	-	-	1,313,472
Inventory	-	-	-	-	-	-
Loans and Notes Receivable - Net	-	-	-	-	2,365,688	-
Other Assets	61,495	49,414	-	-	-	434,582
Restricted Cash and Cash Equivalents	-	-	-	1,233,000	-	-
Restricted Investments	-	-	-	33,013,000	-	-
Restricted Interest Receivable - Net	-	-	-	4,312,000	-	-
Total Current Assets	1,342,995	4,471,343	2,911,535	38,559,000	17,207,305	8,945,798
Noncurrent Assets:						
Restricted Cash and Cash Equivalents	147,370	260,488	-	-	-	603,356
Restricted Investments	11,117,260	8,748,305	-	431,372,000	-	97,187,074
Investments	301,558	300,000	-	-	-	19,194,660
Due from Primary Government	2,071,137	-	-	3,668,000	-	18,024,225
Loans and Notes Receivable - Net	-	-	-	-	7,234,496	-
Unamortized Bond Issuance Costs	38,993	-	-	905,000	-	-
Other Noncurrent Assets	571,840	3,872,996	-	-	-	5,983,069
Capital Assets:						
Nondepreciable	1,200,000	80,000	-	-	-	868,809
Depreciable, Net	10,838,098	828,575	-	-	-	4,613,033
Total Noncurrent Assets	26,286,256	14,090,364	-	435,945,000	7,234,496	146,474,226
Total Assets	27,629,251	18,561,707	2,911,535	474,504,000	24,441,801	155,420,024
LIABILITIES						
Current Liabilities:						
Accounts Payable	36,752	827,124	2,682,720	34,000	63,400	1,100,726
Accrued Payroll	-	68,096	-	-	-	-
Interest Payable	-	-	-	1,813,000	-	-
Intergovernmental Payable	-	-	-	289,000	-	-
Due to Primary Government	85,120	327,653	-	-	1,299,700	-
Other Deposits	-	-	-	-	-	623,238
Notes Payable	-	16,148	-	-	-	209,149
Capital Leases Payable	-	-	-	-	-	-
Bonds Payable	808,098	261,062	-	11,580,000	-	681,913
Deferred Revenue	-	-	143,844	-	-	-
Other Current Liabilities	-	-	-	-	-	-
Total Current Liabilities	929,970	1,500,083	2,826,564	13,716,000	1,363,100	2,615,026
Noncurrent Liabilities:						
Intergovernmental Payable	-	-	-	188,000	-	-
Due to Primary Government	-	-	-	3,668,000	-	-
Notes Payable	-	282,595	-	-	-	1,584,336
Capital Leases Payable	-	-	-	-	-	-
Bonds Payable	2,622,701	8,938,938	-	152,702,000	-	21,054,531
Other Noncurrent Liabilities	2,782,255	1,270,773	-	-	-	5,630,717
Total Noncurrent Liabilities	5,404,956	10,492,306	-	156,558,000	-	28,269,584
Total Liabilities	6,334,926	11,992,389	2,826,564	170,274,000	1,363,100	30,884,610
Net Assets						
Invested in Capital Assets, Net of Related Debt	9,583,475	609,832	-	-	-	5,481,842
Restricted for:						
Debt Service	-	-	-	53,998,000	-	-
Loan Purposes	-	-	-	247,139,000	-	-
Other	13,050,322	7,306,749	-	-	-	115,154,232
Unrestricted	(1,339,472)	(1,347,263)	84,971	3,093,000	23,078,701	3,899,340
Total Net Assets	\$ 21,294,325	\$ 6,569,318	\$ 84,971	\$ 304,230,000	\$ 23,078,701	\$ 124,535,414

	NDSU Research and Technology Park	RE Arena Inc. UND Arena Services, Inc. & Affiliates	UND Aerospace Foundation	UND Alumni Association and UND Foundation	Non-Major	Total
\$	3,220,485	\$ 2,467,564	\$ 4,421,749	\$ 3,639,197	\$ 9,223,022	\$ 36,875,106
	-	-	-	-	6,410,169	14,520,534
	245,222	1,237,665	4,032,480	12,489,718	958,038	27,380,412
	-	-	-	-	-	79,349
	880,000	96,387	105,771	422,332	-	2,963,195
	-	405,571	127,187	-	10,837	543,595
	-	-	-	-	-	2,365,688
	60,666	131,283	187,206	31,852	34,935	991,433
	-	-	-	-	-	1,233,000
	-	-	-	-	-	33,013,000
	-	-	-	-	-	4,312,000
	4,406,373	4,338,470	8,874,393	16,583,099	16,637,001	124,277,312
	250,599	3,593,294	-	-	2,179,979	7,035,086
	-	-	-	141,924,488	37,722,431	728,071,558
	-	-	6,310	4,523,676	959,660	25,285,864
	22,765,000	-	1,420,945	9,820,724	-	57,770,031
	1,659,750	-	-	-	-	8,894,246
	1,691,158	-	-	-	-	2,635,151
	499,563	-	345,340	22,769,036	2,032,615	36,074,459
	-	-	1,108,984	-	2,066,224	5,324,017
	4,216,083	76,793,605	16,779,147	1,775,200	19,655,815	135,499,556
	31,082,153	80,386,899	19,660,726	180,813,124	64,616,724	1,006,589,968
	35,488,526	84,725,369	28,535,119	197,396,223	81,253,725	1,130,867,280
	219,987	1,356,497	1,094,143	442,986	711,408	8,569,743
	62,049	-	-	-	-	130,145
	-	-	-	-	-	1,813,000
	28,491	-	-	-	-	317,491
	-	3,601,083	190,334	22,601	3,045,631	8,572,122
	-	-	-	2,670,256	-	3,293,494
	48,000	-	1,161,737	100,000	158,840	1,693,874
	-	-	42,805	-	41,260	84,065
	880,000	351,089	-	738,521	39,715	15,340,398
	-	1,383,727	6,256,613	4,959	-	7,789,143
	-	-	-	-	40,000	40,000
	1,238,527	6,692,396	8,745,632	3,979,323	4,036,854	47,643,475
	437,446	-	-	-	-	625,446
	-	-	-	-	-	3,668,000
	600,000	-	6,614,961	-	7,186,271	16,268,163
	-	-	1,741,321	-	194,498	1,935,819
	26,455,000	3,170,391	-	12,513,466	2,399,567	229,856,594
	1,003,700	-	-	15,995,675	349,499	27,032,619
	28,496,146	3,170,391	8,356,282	28,509,141	10,129,835	279,386,641
	29,734,673	9,862,787	17,101,914	32,488,464	14,166,689	327,030,116
	-	73,272,125	8,327,307	1,775,200	12,768,772	111,818,553
	-	-	-	-	-	53,998,000
	-	-	-	-	-	247,139,000
	327,162	3,593,294	-	151,195,059	47,751,683	338,378,501
	5,426,691	(2,002,837)	3,105,898	11,937,500	6,566,581	52,503,110
\$	5,753,853	\$ 74,862,582	\$ 11,433,205	\$ 164,907,759	\$ 67,087,036	\$ 803,837,164

STATE OF NORTH DAKOTA

Combining Statement of Activities Component Units - Proprietary Funds For the Fiscal Year Ended June 30, 2010

Functions/Programs	Expenses	Program Revenues		Net (Expense) Revenue
		Charges for Services	Operating Grants and Contributions	
BSC Foundation	\$ 2,355,931	\$ 164,688	\$ 2,131,871	\$ (59,372)
DSU Foundation	13,155,310	348,537	3,077,810	(9,728,963)
CHAND	13,894,106	12,178,374	431,366	(1,284,366)
Public Finance Authority	11,849,000	1,469,000	37,331,000	26,951,000
ND Development Fund	1,509,366	865,557	91,968	(551,841)
NDSU Development Foundation	12,200,670	951,783	18,525,988	7,277,101
NDSU Research and Technology Park	3,144,195	2,795,630	270,459	(78,106)
RE Arena, Inc., UND Arena Services & Affiliates	12,643,562	8,220,936	-	(4,422,626)
UND Aerospace Foundation	25,612,853	30,508,387	329,902	5,225,436
UND Alumni Association & UND Foundation	18,403,445	4,579,353	22,574,604	8,750,512
Nonmajor Component Units	19,119,619	8,807,296	13,796,373	3,484,050
Total Component Units	\$ 133,888,057	\$ 70,889,541	\$ 98,561,341	\$ 35,562,825

Adds to Permanent Endowments	Change in Net Assets	Net Assets Beginning of Year, as Adjusted	Net Assets End of Year
\$ 430,372	\$ 371,000	\$ 20,923,325	\$ 21,294,325
964,078	(8,764,885)	15,334,203	6,569,318
-	(1,284,366)	1,369,337	84,971
-	26,951,000	277,279,000	304,230,000
-	(551,841)	23,630,542	23,078,701
4,410,652	11,687,753	112,847,661	124,535,414
-	(78,106)	5,831,959	5,753,853
-	(4,422,626)	79,285,208	74,862,582
-	5,225,436	6,207,769	11,433,205
11,595,926	20,346,438	144,561,321	164,907,759
1,610,590	5,094,640	61,992,396	67,087,036
\$ 19,011,618	\$ 54,574,443	\$ 749,262,721	\$ 803,837,164