Basic Financial Statements

STATE OF NORTH DAKOTA

Statement of Net Position

June 30, 2014

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Units (GASB Based)
ASSETS				
Cash and Cash Equivalents	$ 60,972,864	$ 952,396,325	$ 1,013,369,189	$ 23,096,190
Investments	7,200,764,503	4,322,683,581	11,523,448,084	1,004,890
Accounts Receivable - Net	109,948,381	158,923,204	268,871,585	2,128,362
Taxes Receivable - Net	667,818,775	-	667,818,775	-
Interest Receivable - Net	18,716,278	53,194,714	71,910,992	62,516
Intergovernmental Receivable - Net	226,267,953	38,667,076	264,935,029	-
Internal Receivable	4,576,163,032	-	445,781,977	-
Due from Component Units	-	8,510,742	8,510,742	-
Due from Primary Government	-	-	-	2,143,000
Prepaid Items	9,200,454	3,496,140	12,696,594	-
Inventory	19,879,697	38,117,829	57,997,526	-
Loans and Notes Receivable - Net	231,079,180	3,510,316,978	3,741,396,158	10,899,436
Unamortized Bond Financing Costs	-	412,776	412,776	-
Pension Assets	1,614,175	-	1,614,175	-
Other Assets	-	16,152,381	16,152,381	398,560
Restricted Assets:				
Cash and Cash Equivalents	-	156,645,647	156,645,647	15,508,000
Investments	-	31,214,329	31,214,329	674,454,000
Interest Receivable - Net	-	2,422,000	2,422,000	4,438,000
Loans and Notes Receivable - Net	-	630,259,000	630,259,000	-
Capital Assets:				
Nondepreciable	930,875,632	108,489,572	1,039,365,204	-
Depreciable, Net	1,691,491,091	1,024,247,458	2,715,738,549	28,470
Total Assets	15,744,792,015	11,056,149,752	22,670,560,712	734,161,424
DEFERRED OUTFLOWS OF RESOURCES				
Deferred Loss on Bond Refunding	-	2,062,012	2,062,012	5,462,000
Decrease in Fair Value of Derivatives	-	10,653,000	10,653,000	-
Total Deferred Outflows of Resources	-	12,715,012	12,715,012	5,462,000

* 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.

The Accompanying Notes are an Integral Part of the Financial Statements

STATE OF NORTH DAKOTA

Statement of Net Position

June 30, 2014

	Primary Government			Component Units (GASB Based)
	Governmental Activities	Business-Type Activities	Total	
LIABILITIES				
Accounts Payable	325,770,612	51,220,246	376,990,858	3,358,656
Accrued Payroll	51,040,508	34,544,304	85,584,812	11,480
Securities Lending Collateral	196,295,602	857,982	197,153,584	-
Interest Payable	2,626,086	11,171,718	13,797,804	2,245,000
Intergovernmental Payable	180,394,807	6,951,093	187,345,900	-
Tax Refunds Payable	140,205,807	-	140,205,807	-
Internal Payable	-	4,130,381,055	-	-
Due to Component Units	-	54,355,035	54,355,035	-
Due to Primary Government	-	-	-	1,571,667
Contracts Payable	27,471,445	3,321,773	30,793,218	-
Federal Funds Purchased	-	245,110,000	245,110,000	-
Other Deposits	-	976,399,331	976,399,331	-
Amounts Held In Custody for Others	-	15,344,081	15,344,081	15,051
Unearned Revenue	6,328,703	173,143,878	179,472,581	217,089
Financial Derivative Instrument	-	10,653,000	10,653,000	-
Other Liabilities	-	20,860,085	20,860,085	-
Long-Term Liabilities				
Due within one year	22,581,484	309,955,563	332,537,047	16,466,119
Due in more than one year	203,410,155	2,292,199,653	2,495,609,808	259,913,000
Total Liabilities	1,156,125,209	8,336,468,797	5,362,212,951	283,798,062
DEFERRED INFLOWS OF RESOURCES				
Grant Received Prior to Time Requirements	-	230,680	230,680	-
Increase in Fair Value of Hedging Derivatives	-	184,813	184,813	-
Total Deferred Inflows of Resources	-	415,493	415,493	-
NET POSITION				
Net Investment in Capital Assets	2,502,234,624	844,395,270	3,346,629,894	28,470
Restricted for:				
General Government	51,714,080	-	51,714,080	-
Education	3,810,817,473	-	3,810,817,473	-
Health and Human Services	17,575,160	-	17,575,160	-
Regulatory Purposes	39,714,236	-	39,714,236	-
Public Safety & Corrections	6,306,150	-	6,306,150	-
Agriculture and Commerce	41,850,476	-	41,850,476	-
Cultural and Natural Resources	586,794,038	-	586,794,038	-
Transportation	314,231,632	-	314,231,632	-
Capital Projects	2,058,000	13,037	2,071,037	3,880,420
Debt Service	23,468,520	146,572,602	170,041,122	145,315,000
Loan Purposes	-	45,401,034	45,401,034	275,201,000
Pledged Assets	-	188,363,000	188,363,000	-
Unemployment Compensation	-	166,653,983	166,653,983	-
Permanent Fund and University System - Nonexpendable	66,116,742	15,587,038	81,703,780	65,000
University System - Expendable	-	32,988,077	32,988,077	-
Other	5,531,593	4,691,028	10,222,621	-
Unrestricted	7,120,254,082	1,287,315,405	8,407,569,487	31,335,472
Total Net Position	$ 14,588,666,806	$ 2,731,980,474	$ 17,320,647,280	$ 455,825,362

The Accompanying Notes are an Integral Part of the Financial Statements

Statement of Activities
For the Fiscal Year Ended June 30, 2014

		Program Revenues		
Functions/Programs	**Expenses**	**Charges for Services**	**Operating Grants and Contributions**	**Capital Grants and Contributions**
Primary Government:				
Governmental Activities:				
General Government	$ 1,283,916,089	$ 38,080,695	$ 52,902,175	$ -
Education	1,075,062,067	6,064,710	788,672,364	-
Health and Human Services	1,433,598,932	39,915,016	813,291,313	-
Regulatory	54,727,821	45,384,490	5,598,422	-
Public Safety and Corrections	243,149,474	28,552,402	82,422,666	-
Agriculture and Commerce	96,055,152	36,600,243	22,546,462	-
Natural Resources	119,395,831	29,681,837	22,072,355	1,044,972
Transportation	1,066,103,806	120,058,651	296,283,855	10,000,907
Interest on Long Term Debt	7,601,561	-	-	-
Total Governmental Activities	5,379,610,733	344,338,044	2,083,789,612	11,045,879
Business-Type Activities:				
Bank of North Dakota	76,366,749	155,548,000	-	-
Housing Finance	40,901,946	36,150,366	12,111,000	-
Loan Programs	12,759,106	7,548,651	126,329	-
State Lottery	19,264,562	27,051,014	2,995	-
Unemployment Compensation	113,988,509	133,701,408	3,772,207	-
University System	1,129,869,106	506,946,992	235,993,679	18,703,628
Workforce Safety & Insurance	418,500,961	318,779,835	184,144,392	-
Other	269,600,028	276,895,777	3,800,222	-
Total Business-Type Activities	2,081,250,967	1,462,622,043	439,950,824	18,703,628
Total Primary Government	$ 7,460,861,700	$ 1,806,960,087	$ 2,523,740,436	$ 29,749,507
Component Units (GASB Based):	$ 41,178,898	$ 19,646,906	$ 44,032,066	$ -

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

Payment from State of North Dakota

Contributions to Perm Fund Principal

Transfers

Total General Revenues and Transfers

Change in Net Assets

Net Position, Beginning of Year, as Restated

Net Position, Ending

Net (Expense) Revenue and Change in Net Position			
Primary Government			Component
Governmental Activities	Business-Type Activities	Total	Units (GASB Based)
$ (1,192,933,219)		$ (1,192,933,219)	
(280,324,993)		(280,324,993)	
(580,392,603)		(580,392,603)	
(3,744,909)		(3,744,909)	
(132,174,406)		(132,174,406)	
(36,908,447)		(36,908,447)	
(66,596,667)		(66,596,667)	
(639,760,393)		(639,760,393)	
(7,601,561)		(7,601,561)	
(2,940,437,198)		(2,940,437,198)	
	79,181,251	79,181,251	
	7,359,420	7,359,420	
	(5,084,126)	(5,084,126)	
	7,789,447	7,789,447	
	23,485,106	23,485,106	
	(368,224,807)	(368,224,807)	
	84,423,266	84,423,266	
	11,095,971	11,095,971	
-	(159,974,472)	(159,974,472)	
(2,940,437,198)	(159,974,472)	(3,100,411,671)	
			$ 22,500,074
700,867,920	-	700,867,920	-
1,756,777,615	-	1,756,777,615	-
3,335,934,782	-	3,335,934,782	-
82,437,250	-	82,437,250	-
130,011,232	-	130,011,232	-
23,652,807	-	23,652,807	-
198,533,135	2,213,736	200,746,871	-
-	-	-	1,250,000
14,251,211	-	14,251,211	-
(424,008,500)	455,888,029	31,879,529	-
5,818,457,452	458,101,765	6,276,559,217	1,250,000
2,878,020,253	298,127,293	3,176,147,546	23,750,074
11,710,646,553	2,433,853,181	14,144,499,734	432,075,288
$ 14,588,666,806	$ 2,731,980,474	$ 17,320,647,280	$ 455,825,362

The Accompanying Notes are an Integral Part of the Financial Statements

Statement of Net Assets
Component Units - University System Foundation
FASB Basis
June 30, 2014

	Major University System Foundation	Nonmajor University System Foundation
ASSETS		
Current Assets:		
Cash and Cash Equivalents	$ 32,795,296	$ 12,899,264
Receivable from Primary Institution - Current	2,917,443	62,414
Investments	27,921,563	10,315,767
Accounts Receivable - Net	7,284,791	205,793
Unconditional Promises to Give - Net	4,268,787	685,133
Inventory	989,647	8,161
Other Assets - Current	2,193,423	423,819
Total Current Assets	78,370,950	24,600,351
Noncurrent Assets:		
Restricted Cash and Cash Equivalents	18,346,011	534,831
Investments:		
Investments, Net of Current Portion	330,094,312	38,672,924
Investments, Restricted	3,797,747	-
Investments, Temporarily Restricted	-	4,056,511
Investments, Permanently Restricted	-	4,283,707
Investments Held In Trust	32,953,376	118,426
Beneficial Interest In Trust	14,461,924	1,097,861
Charitable Gift Annuity Investments	4,885,257	-
Investments Held Under Split-Interest Agreement	1,806,271	-
Charitable Remainder Trust Account Investments	22,471,786	-
Endowment Investments	-	11,856,944
Real Estate and Equipment Held for Investment - Net	24,273,249	5,348,709
Other Long-Term Investments	8,261,707	1,559,855
Contracts for Deed & Notes Receivable, Net of Current Portion	1,131,546	-
Long-Term Pledges Receivable	50,202,124	874,029
Receivable from Primary Institution - Noncurrent	47,004,425	481,753
Notes Receivable - Net	6,555,868	360,047
Other Assets - Noncurrent	2,020,357	557,907
Capital Assets - Net	132,999,080	16,887,229
Total Noncurrent Assets	701,265,040	86,690,733
Total Assets	779,635,990	111,291,084
LIABILITIES		
Current Liabilities:		
Accounts Payable and Accrued Liabilities	4,111,967	626,319
Payable to University	7,446,500	3,633,030
Accrued Payroll	867,579	701
Gift Annuities & Life Income Agreements - Current	3,242,749	56,096
Unearned Revenue - Current	6,195,996	418,059
Other Liabilities - Current	881,117	81,939
Long-Term Liabilities - Current	7,768,207	485,041
Total Current Liabilities	30,514,115	5,301,185
Noncurrent Liabilities:		
Deposits	28,462,924	-
Gift Annuities & Life Income Agreements - Noncurrent	17,188,263	428,736
Obligations Under Split-Interest Agreement	7,231,801	-
Other Liabilities - Noncurrent	281,945	-
Long-Term Liabilities - Noncurrent	70,015,015	12,496,063
Total Noncurrent Liabilities	123,179,948	12,924,799
Total Liabilities	153,694,063	18,225,984
Net Assets		
Temporarily Restricted	117,245,641	24,279,870
Permanently Restricted	311,249,435	50,323,347
Net Investment in Property & Equipment	67,544,762	13,736
Unrestricted	129,902,089	18,448,147
Total Net Asset	625,941,927	93,065,100
Total Liabilities and Net Assets	$ 779,635,990	$ 111,291,084

Statement of Revenues, Expenses and Changes in Fund Net Assets
Component Units - University System Foundation
FASB Basis
For the Fiscal Year Ended June 30, 2014

	Major University System Foundation	Nonmajor University System Foundation
Support and Revenue		
Gifts and Contributions	$ 41,193,579	$ 15,830,948
Investment Income	31,196,391	1,897,713
Net Realized and Unrealized Gains (Losses) on Investment Securities	16,806,642	7,213,428
Program and Event Income	50,271,344	7,559,756
Other Income	7,043,520	12,844,802
Total Support and Revenue	146,511,476	45,346,647
EXPENSES		
Program Services	$ 28,905,308	$ 11,254,490
Supporting Services	56,873,791	13,590,330
Fund Raising Expense	3,217,998	490,014
Total Expenses	88,997,097	25,334,834
Change in Split-Interest Agreement	$ 1,189,347	$ -
Changes in Net Assets	$ 58,703,726	$ 20,011,813
Total Net Assets - Beginning of Year , as restated	$ 567,238,201	$ 73,053,286
Total Net Assets - End of Year	$ 625,941,927	$ 93,065,099

STATE OF NORTH DAKOTA

Balance Sheet
Governmental Funds
June 30, 2014

	General	Special Revenue Federal	Special Revenue State	Nonmajor Governmental Funds	Total
ASSETS					
Cash Deposits at the Bank of ND	$ 2,248,436,526	$ -	$ 1,618,760,028	$ 2,474,550	$ 3,869,671,104
Cash and Cash Equivalents	38,328,449	-	13,575,052	8,546,582	60,450,083
Investments at the Bank of ND	106,948,787	2,000,000	523,401,097	14,027,889	646,377,773
Investments	2,668,217,969	-	4,471,948,155	48,267,479	7,188,433,603
Accounts Receivable - Net	6,905,303	8,511,235	94,130,021	-	109,546,559
Taxes Receivable - Net	419,551,338	-	248,041,708	225,729	667,818,775
Interest Receivable - Net	8,193,451	-	10,540,604	116,054	18,850,109
Intergovernmental Receivable - Net	534,725	212,813,436	12,732,159	-	226,080,320
Due from Other Funds	93,993,328	6,975,094	68,884,705	5,000	169,858,127
Prepaid Items	2,419,083	1,816,884	3,352,487	-	7,588,454
Inventory	2,828,687	8,965,454	7,999,315	-	19,793,456
Loans and Notes Receivable - Net	25,025,032	149,922	169,933,395	35,970,831	231,079,180
Total Assets	$ 5,621,382,678	$ 241,232,025	$ 7,243,298,726	$ 109,634,114	$ 13,215,547,543
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts Payable	$ 116,158,258	$ 133,847,249	$ 74,097,756	$ 16,886	$ 324,120,149
Accrued Payroll	28,228,000	7,614,785	12,838,701	-	48,681,486
Securities Lending Collateral	-	-	178,951,741	17,343,861	196,295,602
Interest Payable	-	-	515,844	-	515,844
Intergovernmental Payable	3,167,688	1,225,811	176,001,309	-	180,394,808
Tax Refunds Payable	138,285,412	-	1,920,395	-	140,205,807
Due to Other Funds	26,100,549	73,735,010	14,919,216	353,841	115,108,616
Contracts Payable	10,201,028	7,339,081	9,931,336	-	27,471,445
Unearned Revenues	-	6,980,522	-	-	6,980,522
Total Liabilities	322,140,935	230,742,458	469,176,298	17,714,588	1,039,774,279
DEFERRED INFLOWS OF RESOURCES					
Unavailable Revenue	64,587,390	4,883,202	17,118,943	-	86,589,535
Total deferred inflows of resources	64,587,390	4,883,202	17,118,943	-	86,589,535
Fund Balances:					
Nonspendable					
Inventory	2,828,687	8,965,454	7,999,315	-	19,793,456
Long - Term Receivables	25,032	-	-	-	25,032
Prepaid Expenditures	2,419,083	1,816,884	3,352,489	-	7,588,456
Legal Requirements	2,442,408,819	-	-	-	2,442,408,819
Permanent Trust Fund	-	-	-	66,116,742	66,116,742
Restricted	-		4,882,791,504	25,526,520	4,908,318,024
Committed	1,365,420,166	-	1,638,457,084	276,264	3,004,153,514
Assigned	-	-	224,403,093	-	224,403,093
Unassigned	1,421,552,566	(5,175,973)	-	-	1,416,376,593
Total Fund Balances	5,234,654,353	5,606,365	6,757,003,485	91,919,526	12,089,183,729
Total Liabilities and Fund Balances	$ 5,621,382,678	$ 241,232,025	$ 7,243,298,726	$ 109,634,114	$ 13,215,547,543

The Accompanying Notes are an Integral Part of the Financial Statements

Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position
June 30, 2014

Total Fund Balances-Governmental Funds		$ 12,089,183,729
Amounts reported for governmental activities in the statement of net position 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 $5,578,204,301 and the accumulated depreciation is $3,048,012,130		2,530,192,171
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 unavailable in the funds.		87,241,354
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 position.		98,262,952
The pension assets resulting from contributions in excess of annual required contribution are not current financial resources and, therefore, are not reported in the funds.		1,614,175
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	(163,030,278)	
Notes Payable	(4,980,583)	
Accrued Interest on Long-Term Liabilities	(2,087,022)	
Compensated Absences	(43,250,766)	
Capital Leases	(617,196)	
Pension Obligation (Reported as Long Term Liabilities Due in More Than One Year)	(2,485,731)	
Claims and Judgments	(1,375,999)	
Total Long-Term Liabilities		(217,827,575)
Net Position of Governmental Activities		$ 14,588,666,806

The Accompanying Notes are an Integral Part of the Financial Statements

Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2014

	General	Special Revenue Federal	Special Revenue State	Nonmajor Governmental Funds	Total
REVENUES					
Individual and Corporate Income Taxes	$ 716,601,274	$ -	$ 19,825,525	$ -	$ 736,426,799
Sales and Use Taxes	1,395,321,041	-	352,037,734	-	1,747,358,775
Oil, Gas, and Coal Taxes	1,564,429,045	-	1,768,786,012	3,226,043	3,336,441,100
Business and Other Taxes	52,646,361	-	32,570,331	-	85,216,692
Licenses, Permits and Fees	18,075,192	-	187,821,087	-	205,896,279
Intergovernmental	1,596,872	1,366,175,908	60,948,533	4,302,672	1,433,023,985
Sales and Services	3,586,456	227,656	48,894,472	1,497,553	54,206,137
Royalties and Rents	26,379,996	5,771	447,907,264	-	474,293,031
Fines and Forfeits	6,169,764	-	16,852,568	-	23,022,332
Interest and Investment Income	128,240,349	5,966	386,073,549	1,166,462	515,486,326
Tobacco Settlement	-	-	33,896,173	-	33,896,173
Commodity Assessments	-	-	24,788,270	-	24,788,270
Miscellaneous	1,578,467	3,733,942	32,024,627	-	37,337,036
Total Revenues	3,914,624,817	1,370,149,243	3,412,426,145	10,192,730	8,707,392,935
EXPENDITURES					
Current:					
General Government	219,564,581	4,728,725	167,235,709	75,372	391,604,387
Education	853,427,512	129,598,067	90,896,151	-	1,073,921,730
Health and Human Services	584,560,563	777,674,569	68,239,377	-	1,430,474,509
Regulatory	16,389,394	4,852,269	26,075,853	-	47,317,516
Public Safety and Corrections	138,418,498	80,284,859	11,352,594	-	230,055,951
Agriculture and Commerce	29,081,654	21,896,538	44,813,239	-	95,791,431
Natural Resources	14,625,414	15,826,658	77,422,463	-	107,874,535
Transportation	629,956,854	208,870,774	176,308,495	-	1,015,136,123
Intergovernmental - Revenue Sharing	2,290,963	-	885,178,368	-	887,469,331
Capital Outlay	79,944,895	106,817,377	64,176,696	-	250,938,968
Debt Service:					
Principal	1,118,962	56,029	238,814	16,680,528	18,094,333
Interest and Other Charges	175,214	3,768	90,596	7,729,669	7,999,247
Total Expenditures	2,569,554,504	1,350,609,633	1,612,028,355	24,485,569	5,556,678,061
Revenues over (under) Expenditures	1,345,070,313	19,539,610	1,800,397,790	(14,292,839)	3,150,714,874
OTHER FINANCING SOURCES (USES)					
Capital Lease Acquisitions	17,402	35,124	-	-	52,526
Sale of Capital Assets	-	-	336,557	-	336,557
Transfers In	19,684,986	61,718	59,726,253	25,335,239	104,808,196
Transfers Out	(467,636,484)	(18,834,417)	(38,990,519)	(3,250,230)	(528,711,650)
Total Other Financing Sources (Uses)	(447,934,096)	(18,737,575)	21,072,291	22,085,009	(423,514,371)
Net Change in Fund Balances	897,136,217	802,035	1,821,470,081	7,792,170	2,727,200,503
Fund Balances - Beginning of Year, as Adjusted	4,337,518,136	4,804,330	4,935,533,404	84,127,356	9,361,983,226
Fund Balances - End of Year	$ 5,234,654,353	$ 5,606,365	$ 6,757,003,485	$ 91,919,526	$ 12,089,183,729

The Accompanying Notes are an Integral Part of the Financial Statements

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, 2014

Net Change in Fund Balances-Total Governmental Funds		$ 2,727,200,503
Amounts reported for governmental activities in the statement of activities are different because:		
Capital outlays are reported as expenditures in governmental funds. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. In the current period, these amounts are:		
Capital outlay	250,947,414	
Depreciation expense	(86,800,480)	
Excess of capital outlay over depreciation expense		164,146,934
In the statement of activities, only the *gain(loss)* 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 position differs from the change in fund balance by the book value of the assets sold.		(4,236,665)
Donations of capital assets increase net position in the statement of activities but do not appear in the governmental funds because they are not financial resources.		251,019
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 position.		(52,526)
Based on receipt dates, some revenues are not considered "available" revenues and are unavailable in the governmental funds. Unavailable revenues increased/decreased by this amount this year.		(29,855,689)
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		3,764,486
Bonds issued by the State have associated costs that are paid from current available financial resources in the funds. However, these costs are unamortized on the statement of net position.		(554,000)
The pension assets resulting from contributions in excess of annual required contribution are not financial resources and, therefore, are not reported in the funds.		(3,636)
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 position. In the current year, these amounts consist of:		
Bond principal retirement	16,698,751	
Note payments	1,230,971	
Capital lease payments	392,386	
Total long-term debt repayment		18,322,108
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:		
Net increase/decrease in accrued interest	454,231	
Net increase/decrease in compensated absences	(1,891,462)	
Net increase/decrease in net pension obligation (reported as long term liabilities due in more than one year)	(656,250)	
Net increase/decrease in claims and judgments	1,131,200	
Total additional expenditures		(962,281)
Change in Net Position of Governmental Activities		$ 2,878,020,253

STATE OF NORTH DAKOTA

Statement of Net Position
Proprietary Funds
June 30, 2014

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Bank of North Dakota	Housing Finance	University System	Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
ASSETS							
Current Assets:							
Cash Deposits at the Bank of ND		$ 7,838,000	$ 141,690,000	$ 3,082,594	$ 104,932,579	$ 257,543,173	$ 15,674,159
Cash and Cash Equivalents		-	8,076,669	-	167,875,656	175,952,325	522,781
Investments at the Bank of ND		-	89,355,483	-	47,351,000	136,706,483	-
Investments		-	622,168	1,692,463,156	27,928,768	1,721,014,092	12,330,899
Accounts Receivable - Net		488,000	25,282,088	54,606,797	78,529,116	158,906,001	196,847
Interest Receivable - Net		142,000	-	11,574,574	1,904,140	13,620,714	71,773
Intergovernmental Receivable - Net		145,000	31,909,660	-	6,612,416	38,667,076	187,632
Due from Other Funds		26,000	28,181,550	-	491,548	28,699,098	6,834,478
Due from Fiduciary Funds		-	-	-	17,203	17,203	-
Due from Component Units		-	6,479,791	-	-	6,479,791	-
Prepaid Items		56,000	-	357,509	3,082,631	3,496,140	1,612,020
Inventory		-	8,275,900	-	29,841,929	38,117,829	86,241
Loans and Notes Receivable - Net		-	7,903,768	-	8,584,454	16,488,222	-
Other Assets		446,000	3,466,048	-	184,813	4,096,861	-
Restricted Cash at the Bank of ND		11,141,000	-	-	4,275,057	15,416,057	-
Restricted Cash and Cash Equivalents		156,591,000	-	-	-	156,591,000	-
Restricted Investments at the Bank of ND		-	-	-	4,000,000	4,000,000	-
Restricted Interest Receivable - Net		2,422,000	-	-	-	2,422,000	-
Restricted Loans Receivable - Net		15,774,000	-	-	-	15,774,000	-
Total Current Assets		195,069,000	351,243,125	1,762,084,630	485,611,310	2,794,008,065	37,516,830
Noncurrent Assets:							
Restricted Cash at the Bank of ND		-	32,676,254	-	-	32,676,254	-
Restricted Cash and Cash Equivalents		-	54,647	-	-	54,647	-
Restricted Investments at the Bank of ND		-	6,102,693	-	-	6,102,693	-
Restricted Investments		12,063,000	19,151,329	-	-	31,214,329	-
Investments at the Bank of ND		-	75,900,000	-	-	75,900,000	-
Investments		-	12,907,489	-	6,003,000	18,910,489	-
Due from Component Units		-	613,951	-	-	613,951	-
Loans and Notes Receivable - Net		-	27,948,694	-	83,849,062	111,797,756	-
Restricted Loans Receivable - Net		613,485,000	-	-	1,000,000	614,485,000	-
Unamortized Bond Issuance Costs		-	412,776	-	-	412,776	-
Other Noncurrent Assets		2,524,000	765,168	-	4,698,352	7,987,520	-
Capital Assets:							
Nondepreciable		-	103,926,768	901,974	1,972,830	106,801,572	-
Depreciable, Net		1,000	935,031,173	9,746,715	69,959,570	1,014,738,458	92,174,160
Total Noncurrent Assets		628,073,000	1,215,490,942	10,648,689	167,482,814	2,021,695,445	92,174,160
Bank Related Assets:							
Cash and Cash Equivalents	$ 776,444,000					$ 776,444,000	
Investments	2,582,759,000					2,582,759,000	
Interest Receivable - Net	39,574,000					39,574,000	
Due from Other Funds	67,632,000					67,632,000	
Due from Component Units	1,417,000					1,417,000	
Loans and Notes Receivable - Net	3,382,031,000					3,382,031,000	
Other Assets	4,068,000					4,068,000	
Capital Assets:							
Nondepreciable	1,688,000					1,688,000	
Depreciable, Net	9,509,000					9,509,000	
Total Bank Related Assets	6,865,122,000					6,865,122,000	
Total Assets	6,865,122,000	823,142,000	1,566,734,067	1,772,733,319	653,094,124	11,680,825,510	129,690,990
DEFERRED OUTFLOWS OF RESOURCES							
Deferred Loss on Bond Refunding	-	-	2,062,012	-	-	2,062,012	-
Financial Derivative Instrument	-	10,653,000	-	-	-	10,653,000	-
Total Deferred Outflows of Resources	-	10,653,000	2,062,012	-	-	12,715,012	-

Statement of Net Position
Proprietary Funds
June 30, 2014

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Bank of North Dakota	Housing Finance	University System	Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
LIABILITIES							
Current Liabilities:							
Accounts Payable		899,000	23,047,569	3,652,847	23,300,834	50,900,250	1,666,147
Accrued Payroll		-	33,932,681	-	611,623	34,544,304	2,359,022
Securities Lending Collateral		-	-	857,982	-	857,982	-
Interest Payable		9,817,000	1,250,552	-	16,762	11,084,314	6,899
Intergovernmental Payable		56,000	280,919	-	7,015,093	7,352,012	-
Due to Other Funds		16,000	9,788,930	165,671	122,514,975	132,485,576	6,449,875
Due to Fiduciary Funds		-	-	-	319,996	319,996	-
Due to Component Units		-	4,519,857	-	-	4,519,857	-
Contracts Payable		-	3,321,773	-	-	3,321,773	-
Other Deposits		-	5,035,983	-	-	5,035,983	-
Amounts Held in Custody for Others		10,195,000	-	-	5,149,081	15,344,081	-
Claims/Judgments Payable		-	-	126,336,720	906,471	127,243,191	1,679,294
Dividends Payable		-	-	121,733,101	-	121,733,101	-
Compensated Absences Payable		174,000	1,988,040	1,234,793	90,058	3,486,891	137,238
Notes Payable		-	725,067	-	-	725,067	-
Capital Leases Payable		-	3,215,894	-	-	3,215,894	15,615
Bonds Payable		42,395,000	6,651,500	-	-	49,046,500	-
Unearned Revenue		41,000	19,737,580	152,954,059	411,239	173,143,878	-
Total Current Liabilities		63,593,000	113,496,345	406,935,173	160,336,132	744,360,650	12,314,090
Noncurrent Liabilities:							
Intergovernmental Payable		74,000	3,668,224	-	5,437,013	9,179,237	-
Due to Component Units		-	47,685,178	-	-	47,685,178	-
Claims/Judgments Payable		-	-	926,469,280	1,000,000	927,469,280	6,320,750
Compensated Absences Payable		106,000	29,654,064	201,013	1,161,296	31,122,373	2,064,376
Notes Payable		-	18,406,949	-	-	18,406,949	-
Capital Leases Payable		-	17,080,814	-	-	17,080,814	33,813
Bonds Payable		611,564,000	214,232,000	-	1,000,000	826,796,000	-
Financial Derivative Instrument		10,653,000	-	-	-	10,653,000	-
Other Noncurrent Liabilities		4,373,000	4,134,085	-	9,754,000	18,261,085	-
Total Noncurrent Liabilities		626,770,000	334,861,314	926,670,293	18,352,309	1,906,653,916	8,418,939
Bank Related Liabilities:							
Interest Payable	67,000					67,000	
Due to Other Funds	4,940,000					4,940,000	
Due to Component Units	2,150,000					2,150,000	
Federal Funds Purchased	245,110,000					245,110,000	
Deposits Held for Other Funds	4,682,380,790					4,682,380,790	
Other Deposits	917,329,210					917,329,210	
Other Liabilities	2,599,000					2,599,000	
Long Term Liabilities:							
Due within one year	4,104,000					4,104,000	
Due in more than one year	462,145,000					462,145,000	
Total Bank Related Liabilities	6,320,825,000					6,320,825,000	
Total Liabilities	6,320,825,000	690,363,000	448,357,659	1,333,605,466	178,688,441	8,971,839,566	20,733,029
DEFERRED INFLOWS OF RESOURCES							
Grants Received Prior to Time Requirements	-	-	230,680	-	-	230,680	-
Increase in Fair Value of Hedging Derivatives	-	-	-	-	184,813	184,813	-
Total Deferred Inflows of Resources	-	-	230,680	-	184,813	415,493	-
NET POSITION							
Net Investment in Capital Assets	11,197,000	1,000	750,677,216	10,648,689	71,871,365	844,395,270	92,124,732
Restricted for:							
Capital Projects	-	-	13,037	-	-	13,037	-
Debt Service	-	131,330,000	14,819,602	-	423,000	146,572,602	-
Loan Purposes	-	-	44,810,421	-	590,613	45,401,034	-
Pledged Assets	188,363,000	-	-	-	-	188,363,000	-
Unemployment Compensation	-	-	-	-	166,653,983	166,653,983	-
University System-Nonexpendable	-	-	15,587,038	-	-	15,587,038	-
University System-Expendable	-	-	32,988,077	-	-	32,988,077	-
Other	-	-	467,771	-	4,223,257	4,691,028	-
Unrestricted	344,737,000	12,101,000	260,844,578	428,479,164	230,458,652	1,276,620,394	16,833,229
Total Net Position	$ 544,297,000	$ 143,432,000	$ 1,120,207,740	$ 439,127,853	$ 474,220,870	$ 2,721,285,463	$ 108,957,961

Reconciliation of the Proprietary Funds Statement of Net Position to the Statement of Net Position
June 30, 2014

Total Net Position - Enterprise Funds	2,721,285,463
Amounts reported for business-type activities in the statement of net position 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	10,695,011
Net Position of Business-Type Activities	2,731,980,474

Statement of Revenues, Expenses and Changes in Fund Net Position
Proprietary Funds
For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds						Governmental Activities
	Bank of North Dakota	Housing Finance	University System	Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
OPERATING REVENUES							
Sales and Services	$ 7,639,000	$ 3,623,366	$ 100,671,468	$ 314,903,594	$ 442,950,167	$ 869,787,595	$ 99,675,972
Auxiliary Sales Pledges for Bonds	-	-	103,823,830	-	-	103,823,830	-
Tuition and Fees	-	-	298,535,194	-	-	298,535,194	-
Grants and Contributions	-	-	157,605,433	-	-	157,605,433	-
Royalties and Rents	-	-	-	742,222	233,394	975,616	-
Fines and Forfeits	-	-	-	3,134,019	-	3,134,019	-
Interest and Investment Income	147,909,000	32,527,000	-	-	1,850,713	182,286,713	-
Miscellaneous	-	-	719,327	-	126,331	845,658	106,765
Total Operating Revenues	155,548,000	36,150,366	661,355,252	318,779,835	445,160,605	1,616,994,058	99,782,737
OPERATING EXPENSES							
Cost of Sales and Services	-	-	32,326,601	-	223,669,052	255,995,653	909,415
Salaries and Benefits	13,121,000	3,114,000	724,439,680	20,935,411	18,594,722	780,204,813	29,178,952
Operating	22,291,000	5,868,684	262,293,322	4,824,114	46,424,831	341,701,951	48,764,987
Claims	-	-	-	292,047,713	115,220,754	407,268,467	5,532,117
Scholarships and Fellowships	-	-	32,542,067	-	-	32,542,067	-
Interest	40,264,000	19,695,000	-	-	9,000	59,968,000	-
Depreciation	760,000	19,000	57,948,483	1,003,191	5,242,025	64,972,699	13,483,603
Miscellaneous	-	-	4,994,442	-	5,442,457	10,436,899	-
Total Operating Expenses	76,436,000	28,696,684	1,114,544,595	318,810,429	414,602,841	1,953,090,549	97,869,074
Operating Income (Loss)	79,112,000	7,453,682	(453,189,343)	(30,594)	30,557,764	(336,096,491)	1,913,663
NONOPERATING REVENUES (EXPENSES)							
Grants and Contracts		11,825,000	44,897,464	-	960,504	57,682,968	-
Gifts		-	25,540,584	-	-	25,540,584	-
Interest and Investment Income		286,000	7,950,198	184,144,392	6,740,905	199,121,495	1,503,468
Interest Expense		-	(13,397,678)	(4,187,034)	(568,172)	(18,152,884)	(40,247)
Dividends Expense		-	-	(95,557,186)	-	(95,557,186)	-
Gain (Loss) on Sale of Capital Assets		-	(1,757,292)	-	(43,578)	(1,800,870)	361,567
Tax Revenue		-	3,197,173	-	-	3,197,173	-
Grant Expense		(12,207,000)	-	-	-	(12,207,000)	-
Other		44,000	-	-	1,834,781	1,878,781	26,032
Total Nonoperating Revenues (Expenses)	-	(52,000)	66,430,449	84,400,172	8,924,440	159,703,061	1,850,820
Income (Loss) Before Contributions and Transfers	79,112,000	7,401,682	(386,758,894)	84,369,578	39,482,204	(176,393,430)	3,764,483
Capital Grants and Contributions	-	-	18,703,628	-	-	18,703,628	-
Transfers In	30,000,000	468,634	452,150,783	-	12,120,361	494,739,778	-
Transfer Out	(19,356,000)	(30,316)	(6,146,962)	-	(13,318,471)	(38,851,749)	-
Changes in Net Position	89,756,000	7,840,000	77,948,555	84,369,578	38,284,094	298,198,227	3,764,483
Total Net Position - Beginning of Year, as Adjusted	454,541,000	135,592,000	1,042,259,185	354,758,275	435,936,776	2,423,087,236	105,193,478
Total Net Position - End of Year	$ 544,297,000	$ 143,432,000	$ 1,120,207,740	$ 439,127,853	$ 474,220,870	$ 2,721,285,463	$ 108,957,961

Reconciliation of Statement of Revenues, Expenses and Changes in Fund Net Position of Proprietary Funds to the Statement of Activities
For the Fiscal Year Ended June 30, 2014

Net Change in Net Position-Total Enterprise Funds	$ 298,198,227
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	(70,934)
Change in Net Position of Business-Type Activities	$ 298,127,293

The Accompanying Notes are an Integral Part of the Financial Statements

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Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds		
	Bank of North Dakota	Housing Finance	University System
Cash Flows from Operating Activities:			
Receipts from Customers and Users	$ 7,362,000	$ 210,122,682	$ 203,829,758
Receipts from Tuition and Fees	-	-	296,775,621
Interest Income on Loans	-	-	-
Receipts from Loan Principal Repayments	-	-	6,062,783
Receipts from Federal and Local Agencies	-	1,927,000	-
Receipts from Other Funds	-	40,810,000	-
Receipts from Grants and Contracts	-	-	161,130,405
Receipts from Others	-	-	1,655,347
Payments for Loan Funds	-	-	(6,058,981)
Payments to Other Funds	-	(250,000)	-
Payments for Scholarships and Fellowships	-	-	(32,295,041)
Payments to Suppliers	(20,439,000)	(170,886,000)	(288,986,139)
Payments to Employees	(13,096,000)	(3,109,000)	(723,723,354)
Claim Payments	-	-	-
Payments to Others	-	(1,518,000)	(3,462,894)
Other	-	-	-
Net Cash Provided by (Used for) Operating Activities	(26,173,000)	77,096,682	(385,072,495)
Cash Flows from Noncapital Financing Activities			
Proceeds from Bonds	-	149,798,000	-
Proceeds from Sale of Notes and Other Borrowings	1,795,000,000	-	-
Principal Payments - Bonds	-	(189,830,000)	-
Principal Payments - Notes and Other Borrowings	(1,735,292,000)	-	-
Interest Payments - Bonds	-	(22,360,000)	-
Interest Payments - Notes and Other Borrowings	(16,376,000)	-	-
Transfers In	-	500,318	408,615,668
Transfers Out	(19,399,000)	(30,000)	-
Tax Revenue	-	-	3,197,173
Net Decrease in Non-Interest Bearing Deposits	(92,638,000)	-	-
Net Increase in Interest Bearing Deposits	690,203,000	-	-
Payments of Interest on Deposits	(13,669,000)	-	-
Interest Paid on Federal Funds and Reverse Repurchase Agreements	(326,000)	-	-
Net Decrease in Federal Funds and Reverse Repurchase Agreements	(30,850,000)	-	-
Advances Made	-	-	
Collection of Advances Made	-	-	-
Loan Proceeds from Due To Other Funds	-	59,350,000	158,991,039
Principal Payments on Due To Other Funds	-	(68,004,000)	(158,366,254)
Grants and Gifts Received for Other than Capital Purposes	-	11,869,000	63,291,236
Agency Fund Cash Decrease	-	-	(1,655,477)
Grants Given for Other than Capital Purposes	-	(12,206,000)	-
Net Cash Provided by (Used for) Noncapital Financing Activities	576,653,000	(70,912,682)	474,073,385
Cash Flows from Capital and Related Financing Activities			
Acquisition and Construction of Capital Assets	(322,000)	-	(108,673,588)
Proceeds from Sale of Capital Assets	-	-	2,044,166
Payments for Discontinued Operations	-	-	
Proceeds from Sale of Notes and Other Borrowings	-	-	55,533,914
Principal Payments - Notes and Other Borrowings	-	-	(42,458,545)
Interest Payments - Bonds	-	-	-
Interest Payments - Notes and Other Borrowings	-	-	(11,648,348)
Capital Appropriations	-	-	43,630,172
Payment on Capital Leases	-	-	-
Interest Payments - Capital Leases	-	-	-
Operating Transfers Out to Other Funds	-	-	(5,899,936)
Capital Grants and Gifts Received	-	-	15,462,958
Insurance Proceeds	-	-	278,482
Net Cash Used for Capital and Related Financing Activities	(322,000)	-	(51,730,725)
Cash Flows from Investing Activities			
Proceeds from Sale and Maturities of Investment Securities	453,882,000	35,658,000	106,583,079
Purchase of Investment Securities	(876,555,000)	(32,740,000)	(87,415,015)
Interest and Dividends on Investments	12,432,000	945,000	6,154,324
Proceeds from Sale of Other Real Estate	2,302,000	-	
Net Decrease in Loans	(211,563,000)	-	-
Disbursements for Loans and Loan Purchases	-	-	-
Receipt of Loan Principal Repayments	-	-	-
Proceeds from Collection of Loans and Notes Receivable	12,187,000	-	
Loan Income Received	135,981,000	-	-
Net Cash Provided by (Used for) Investing Activities	(471,334,000)	3,863,000	25,322,388

The Accompanying Notes are an Integral Part of the Financial Statements

(Continued on Next Page)

Business-Type Activities - Enterprise Funds			Governmental Activities
Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
$ 210,868,846	$ 783,862,895	$ 1,416,046,181	$ 100,751,447
-	-	296,775,621	-
-	87,422	87,422	-
-	20,434,848	26,497,631	-
-	-	1,927,000	-
-	618,395	41,426,395	-
-	-	161,130,405	-
3,547,472	336,197	5,539,016	-
-	(19,039,360)	(25,098,341)	-
(447,200)	(151,491)	(848,691)	(165,825)
-	-	(32,295,041)	-
-	(626,925,795)	(1,107,236,934)	(51,761,886)
(20,848,840)	(18,770,528)	(779,547,722)	(29,099,324)
(208,766,905)	(89,990,809)	(298,757,714)	(357,047)
(17,029,904)	(292,034)	(22,302,832)	(4,544,185)
-	31,597	31,597	1,052
(32,676,531)	50,201,337	(316,624,007)	14,824,232
-	-	149,798,000	-
-	8,000,000	1,803,000,000	-
-	-	(189,830,000)	-
-	(21,035,814)	(1,756,327,814)	-
-	(9,000)	(22,369,000)	-
-	(469,672)	(16,845,672)	-
-	11,473,000	420,588,986	1,777,911
-	(15,211,599)	(34,640,599)	(1,777,911)
-	-	3,197,173	-
-	-	(92,638,000)	-
-	-	690,203,000	-
-	-	(13,669,000)	-
-	-	(326,000)	-
-	-	(30,850,000)	-
-	-	-	(1,000,000)
-	50,000,000	50,000,000	-
-	-	218,341,039	-
-	(2,161,956)	(228,532,212)	-
-	1,097,240	76,257,476	-
-	-	(1,655,477)	-
-	-	(12,206,000)	-
-	31,682,197	1,011,495,900	(1,000,000)
(6,600)	(7,519,581)	(116,521,769)	(16,456,700)
-	-	2,044,166	3,322,882
-	(964,830)	(964,830)	-
-	-	55,533,914	-
-	(101,796)	(42,560,341)	(711,950)
-	(46,778)	(46,778)	-
-	(2,329)	(11,650,677)	(14,238)
-	647,361	44,277,533	-
-	-	-	(72,826)
-	-	-	(3,673)
-	-	(5,899,936)	-
-	-	15,462,958	-
-	-	278,482	-
(6,600)	(7,989,953)	(60,049,278)	(13,936,505)
36,000,000	116,737,000	748,860,079	-
(2,497,644)	(149,606,636)	(1,148,814,295)	(588,815)
-	5,213,120	24,744,444	624,402
-	-	2,302,000	-
-	-	(211,563,000)	-
-	(9,865,725)	(9,865,725)	-
-	840,000	840,000	-
-	1,383,031	13,570,031	-
-	1,008,131	136,989,131	-
33,502,356	(34,291,079)	(442,937,335)	35,587

The Accompanying Notes are an Integral Part of the Financial Statements

Statement of Cash Flows
Proprietary Funds (Continued)
For the Fiscal Year Ended June 30, 2014

	Business-Type Activities - Enterprise Funds		
	Bank of North Dakota	Housing Finance	University System
Net Change in Cash:			
Net Increase (Decrease) in Cash and Cash Equivalents	78,824,000	10,047,000	62,592,553
Cash and Cash Equivalents at June 30, 2013	697,620,000	165,523,000	123,399,791
Cash and Cash Equivalents at June 30, 2014	$ 776,444,000	$ 175,570,000	$ 185,992,344
Reconciliation:			
Current:			
Cash Deposits at the Bank of North Dakota	$ -	$ 7,838,000	$ 141,690,000
Cash and Cash Equivalents	776,444,000	-	8,076,669
Restricted Cash Deposits at the Bank of North Dakota	-	11,141,000	-
Restricted Cash and Cash Equivalents	-	156,591,000	-
Noncurrent:			
Restricted Cash Deposits At The Bank of North Dakota	-	-	32,676,254
Restricted Cash and Cash Equivalents	-	-	54,647
Cash and Cash Equivalents	$ 776,444,000	$ 175,570,000	$ 182,497,570
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Operating Income (Loss)	$ 79,112,000	$ 7,453,682	$ (453,189,343)
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:			
Depreciation	760,000	19,000	57,948,485
Amortization/Accretion	-	(1,085,000)	-
Reclassification of Interest Revenue\Expense	(117,692,000)	19,758,000	-
Gain on Sale of Student Loans	(173,000)	-	-
Gain on Sale of Real Estate	(145,000)	-	
Loss on Retirement/Sale of Fixed Assets	1,000	-	-
Net Decrease in Fair Value of Investments	10,047,000	-	-
Interest Received on Program Loans	-	-	-
Dividend Credit Applied to Receivable	-	-	-
Receipt of Loan Principal Repayments	-	-	-
Provision for Losses	-	-	-
Other	-	-	(1,255,239)
Change in Assets and Liabilities:			
(Increase) Decrease in Accounts Receivable	-	50,167,000	12,365,374
(Increase) Decrease in Interest Receivable	-	250,000	-
(Increase) Decrease in Due From	(2,151,000)	27,000	-
Increase in Intergovernmental Receivable	-	(35,000)	-
Decrease in Notes Receivable	-	-	1,109,019
(Increase) Decrease in Prepaid Items	-	7,000	-
Increase in Inventories	-	-	-
(Increase) Decrease in Other Assets	367,000	(683,000)	233,999
Increase (Decrease) in Accounts Payable	-	-	(2,608,325)
Increase in Interest Payable	-	-	230,680
Increase (Decrease) in Claims\Judgments Payable	-	-	-
Increase (Decrease) in Intergovernmental Payable	-	48,000	-
Increase in Accrued Payroll	-	-	1,152,476
Increase (Decrease) in Compensated Absences Payable	-	17,000	(436,150)
Decrease in Amounts Held for Others	-	(611,000)	-
Decrease in Other Deposits	-	-	(1,215,759)
Increase (Decrease) in Due To	3,635,000	(6,000)	-
Increase in Unavailable Revenue	-	-	592,288
Increase (Decrease) in Other Liabilities	66,000	1,970,000	-
Decrease in Dividends Payable	-	-	-
Total Adjustments	(105,285,000)	69,643,000	68,116,848
Net Cash Provided by (Used for) Operating Activities	$ (26,173,000)	$ 77,096,682	$ (385,072,495)
Noncash Transactions:			
Net Change in Fair Value of Investments	$ (10,047,000)	$ (652,000)	58,866
Transfers from Net Position to Transfers Payable	(10,644,000)	-	-
Transfers from Rebuilder's Loan Program	30,000,000	-	-
Interest on Investments	-	-	-
Assets Acquired Through Capital Lease	-	-	1,177,200
Expenses Paid by Capital Lease	-	-	1,006,820
Value Received on Trade of Capital Asset	-	-	-
Gifts of Capital Assets	-	-	242,838
Interest Revenue on Prize Reserves	-	-	-
Total Noncash Transactions	$ 9,309,000	$ (652,000)	$ 2,485,724

The Accompanying Notes are an Integral Part of the Financial Statements

Business-Type Activities - Enterprise Funds			Governmental Activities
Workforce Safety and Insurance	Other Enterprise Funds	Total	Internal Service Funds
819,225	39,602,502	191,885,280	(76,686)
2,263,369	237,480,790	1,226,286,950	16,273,626
$ 3,082,594	$ 277,083,292	$ 1,418,172,230	$ 16,196,940
$ 3,082,594	$ 104,932,579	$ 257,543,173	$ 15,674,159
-	167,875,656	952,396,325	522,781
-	4,275,057	15,416,057	-
-	-	156,591,000	-
-	-	32,676,254	-
-	-	54,647	-
$ 3,082,594	$ 277,083,292	$ 1,414,677,456	$ 16,196,940
$ (30,594)	$ 30,557,764	$ (336,096,491)	$ 1,913,663
1,003,191	4,952,319	64,682,995	13,476,922
-	289,706	(795,294)	6,681
-	(613,713)	(98,547,713)	-
-	-	(173,000)	-
-	-	(145,000)	-
-	-	1,000	-
-	-	10,047,000	-
-	42,000	42,000	-
(95,557,186)	-	(95,557,186)	-
-	4,892,000	4,892,000	-
-	4,861,702	4,861,702	-
-	(56,203)	(1,311,442)	16,316
(3,415,015)	6,572,322	65,689,681	41,517
-	(1,828)	248,172	-
-	42,548	(2,081,452)	941,126
-	(164,940)	(199,940)	(193,086)
-	695,300	1,804,319	-
101,168	(382,467)	(274,319)	(231,458)
-	(519,594)	(519,594)	(864)
-	23,490	(58,511)	-
227,547	114,389	(2,266,389)	(1,838,938)
-	-	230,680	-
94,097,000	(331,849)	93,765,151	619,156
-	(631,530)	(583,530)	11,005
-	100,628	1,253,104	44,078
112,934	56,275	(249,941)	35,547
-	(299,941)	(1,110,941)	-
-	-	(1,215,759)	-
(12,140)	352,041	3,968,901	(17,433)
11,063,463	29,324	11,685,075	-
-	(378,386)	1,657,614	-
(40,266,899)	-	(40,266,899)	-
(32,645,937)	19,643,573	19,472,484	12,910,569
$ (32,676,531)	$ 50,201,337	$ (316,624,007)	$ 14,824,232
$ 120,860,961	$ 2,120,933	$ 112,341,760	$ 827,740
-	-	(10,644,000)	-
-	-	30,000,000	
62,491,296	-	62,491,296	-
-	-	1,177,200	9,035
-	-	1,006,820	-
-	11,145	11,145	-
-	-	242,838	-
-	517	517	-
$ 183,352,257	$ 2,132,595	$ 196,627,576	$ 836,775

The Accompanying Notes are an Integral Part of the Financial Statements

Statement of Fiduciary Net Position
Fiduciary Funds
June 30, 2014

	Pension and Other Employee Benefit Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds	Agency Funds
ASSETS				
Cash Deposits at the Bank of ND	$ 23,831,522	$ 872,663	$ 7,402,848	$ 26,488,298
Cash and Cash Equivalents	-	-	2,653,786	19,243,621
Receivables:				
Contributions Receivable	27,926,542	-	-	-
Accounts Receivable - Net	-	-	392,009	10,443,438
Taxes Receivable - Net	-	-	-	29,773,035
Interest Receivable - Net	10,993,407	170,908	1,269	25
Due from Other Funds	320,036	-	-	-
Due from Fiduciary Funds	336,591	-	-	-
Total Receivables	39,576,576	170,908	393,278	40,216,498
Investments, at Fair Value:				
Investments at the Bank of ND	-	-	21,576	27,376,757
Equities	-	-	-	-
Equity Pool	2,423,053,344	106,299,070	-	-
Fixed Income Pool	1,123,795,960	77,834,152	898,840	130,000
Cash and Cash Pool	47,133,037	1,276,423	-	-
Real Estate Pool	776,667,580	28,916,343	-	-
Alternative Investments	203,425,561	7,997,095	-	-
Annuities	109,052	-	-	-
Mutual Funds	95,175,343	-	360,543,789	-
Total Investments	4,669,359,877	222,323,083	361,464,205	27,506,757
Invested Securities Lending Collateral	-	-	48,482	-
Inventory	-	-	-	-
Prepaid Items	580,193	-	-	-
Capital Assets (Net of Depreciation)	4,545,177	-	-	-
Other Assets	-	-	-	45
Total Assets	4,737,893,345	223,366,654	371,962,599	$ 113,455,219
LIABILITIES				
Accounts Payable	8,328,494	319,386	1,396,332	-
Accrued Payroll	143,876	-	-	-
Securities Lending Collateral	-	-	48,482	-
Intergovernmental Payable	-	-	-	61,752,219
Tax Refunds Payable	-	-	-	35,918
Due to Other Funds	36,571	-	-	-
Due to Fiduciary Funds	336,591	-	-	-
Amounts Held in Custody for Others	14,072			51,667,082
Compensated Absences Payable	159,626	-	-	-
Total Liabilities	9,019,230	319,386	1,444,814	$ 113,455,219
DEFERRED INFLOWS OF RESOURCES				
Deferred Contributions	12,782	-	-	
Total deferred inflows of resources	12,782	-	-	
NET Position				
Net Assets Held in Trust for:				
Pension Benefits	4,727,244,864	-	-	
Other Employee Benefits	1,616,469	-	-	
External Investment Pool Participants	-	223,047,268	-	
Other Purposes	-	-	370,517,785	
Total Net Position Held in Trust	$ 4,728,861,333	$ 223,047,268	$ 370,517,785	

The Accompanying Notes are an Integral Part of the Finanacial Statements

Statement of Changes in Fiduciary Net Position
Fiduciary Funds
For the Fiscal Year Ended June 30, 2014

	Pension and Other Employee Benefit Trust Funds	Investment Trust Funds	Private-Purpose Trust Funds
ADDITIONS			
Contributions:			
Employer	$ 137,690,410	$ -	$ -
Employee	136,425,227	-	-
From Participants	-	-	35,218,321
Transfers from Other Funds	347,783	-	-
Transfers from Other Plans	849,744	-	-
Donations	-	-	6,612
Total Contributions	275,313,164	-	35,224,933
Investment Income:			
Net Change in Fair Value of Investments	588,723,060	29,429,074	26,329,352
Interest and Dividends	85,864,258	4,284,878	7,079,440
Less Investment Expense	16,237,134	766,551	-
Net Investment Income	658,350,184	32,947,401	33,408,792
Repurchase Service Credit	10,815,706	-	-
Miscellaneous Income	1,051,410	-	2,000
Total Additions	945,530,464	32,947,401	68,635,725
DEDUCTIONS			
Benefits Paid to Participants	294,179,523	-	-
Refunds	10,181,863	-	-
Prefunded Credit Applied	6,798,427	-	-
Transfer to Other Plans	347,783	-	-
Payments in Accordance with Trust Agreements	-	-	35,117,295
Administrative Expenses	5,423,590	-	2,643,478
Total Deductions	316,931,186	-	37,760,773
Purchase (Redemption) of Units at Net Asset Value of $1.00 Per Unit	-	(38,065,786)	-
Change in Net Position Held in Trust for:			
Pension Benefits	628,512,251	-	-
Other Employee Benefits	87,027	-	-
External Investment Pool Participants	-	(5,118,385)	-
Other Purposes	-	-	30,874,952
Total Change in Net Position	628,599,278	(5,118,385)	30,874,952
Net Position - Beginning of Year	4,100,262,055	228,165,653	339,642,833
Net Position - End of Year	$ 4,728,861,333	$ 223,047,268	$ 370,517,785

The Accompanying Notes are an Integral Part of the Financial Statements

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Combining Statement of Net Position
Component Units - Proprietary Funds
(Excludes FASB Based Component Units)
June 30, 2014

	CHAND	Historical Foundation	Public Finance Authority	ND Development Fund	Total
ASSETS					
Current Assets:					
Cash and Cash Equivalents	$ 6,351,973	$ 1,705,589	$ -	$ 15,038,628	$ 23,096,190
Investments	-	502,664	-	75,000	577,664
Accounts Receivable - Net	371,099	1,757,263	-	-	2,128,362
Interest Receivable - Net	-	-	-	62,516	62,516
Due from Primary Government	-	-	181,000	-	181,000
Loans and Notes Receivable - Net	-	-	-	4,918,115	4,918,115
Restricted Cash and Cash Equivalents	-	-	15,508,000	-	15,508,000
Restricted Investments	-	-	112,505,000	-	112,505,000
Restricted Interest Receivable - Net	-	-	4,438,000	-	4,438,000
Total Current Assets	6,723,072	3,965,516	132,632,000	20,094,259	163,414,847
Noncurrent Assets:					
Restricted Investments	-	-	561,949,000	-	561,949,000
Investments	-	427,226	-	-	427,226
Due from Primary Government	-	-	1,962,000	-	1,962,000
Loans and Notes Receivable - Net	-	-	-	5,981,321	5,981,321
Other Noncurrent Assets	-	248,560	150,000	-	398,560
Capital Assets:					
Depreciable, Net	-	12,842	-	15,628	28,470
Total Noncurrent Assets	-	688,628	564,061,000	5,996,949	570,746,577
Total Assets	6,723,072	4,654,144	696,693,000	26,091,208	734,161,424
DEFERRED OUTFLOWS OF RESOURCES					
Deferred loss on bond refunding	-	-	5,462,000	-	5,462,000
Total Deferred Outflows of Resources	-	-	5,462,000	-	5,462,000
LIABILITIES					
Current Liabilities:					
Accounts Payable	3,277,860	10,762	49,000	21,034	3,358,656
Accrued Payroll	-	11,480	-	-	11,480
Interest Payable	-	-	2,245,000	-	2,245,000
Due to Primary Government	-	161,667	-	-	161,667
Amounts Held in Custody for Others	-	15,051	-	-	15,051
Compensated Absences Payable	-	21,119	-	-	21,119
Bonds Payable	-	-	16,445,000	-	16,445,000
Unearned Revenue	162,130	54,959	-	-	217,089
Total Current Liabilities	3,439,990	275,038	18,739,000	21,034	22,475,062
Noncurrent Liabilities:					
Intergovernmental Payable	-	-	12,000	-	12,000
Due to Primary Government	-	-	1,410,000	-	1,410,000
Bonds Payable	-	-	259,901,000	-	259,901,000
Total Noncurrent Liabilities	-	-	261,323,000	-	261,323,000
Total Liabilities	3,439,990	275,038	280,062,000	21,034	283,798,062
Net Position					
Net Investment in Capital Assets	-	12,842	-	15,628	28,470
Restricted for:					
Capital Projects	-	3,880,420	-	-	3,880,420
Debt Service	-	-	145,315,000	-	145,315,000
Loan Purposes	-	-	275,201,000	-	275,201,000
Endowment Funds-Nonexpendable	-	65,000	-	-	65,000
Unrestricted	3,283,082	420,844	1,577,000	26,054,546	31,335,472
Total Net Position	$ 3,283,082	$ 4,379,106	$ 422,093,000	$ 26,070,174	$ 455,825,362

Combining Statement of Activities
Component Units - Proprietary Funds
(Excludes FASB Based Component Units)
For the Fiscal Year Ended June 30, 2014

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Net (Expense) Revenue	General Revenues: Payments from State of North Dakota	Change in Net Position	Net Position Beginning of Year, as Adjusted	Net Position End of Year
CHAND	15,503,362	15,303,892	1,751,909	$ 1,552,439	-	$ 1,552,439	$ 1,730,643	$ 3,283,082
Historical Foundation	4,888,599	1,698,549	254,830	(2,935,220)	-	(2,935,220)	7,314,326	4,379,106
Public Finance Authority	20,746,000	1,936,000	42,019,000	23,209,000	-	23,209,000	398,884,000	422,093,000
ND Development Fund	40,937	708,465	6,327	673,855	1,250,000	1,923,855	24,146,319	26,070,174
Total Component Units	$ 41,178,898	$ 19,646,906	$ 44,032,066	$ 22,500,074	$ 1,250,000	$ 23,750,074	$ 432,075,288	$ 455,825,362

The Accompanying Notes are an Integral Part of the Financial Statements