

North Dakota University System
Semi-annual Budget Reporting to the SBHE Budget and Finance Committee
For FY17 – Period Ending December 31, 2016

Campuses are required to report to the State Board of Higher Education Budget and Finance Committee on a semi-annual basis (December and June) anytime one or more of the conditions noted below exist. If none of these conditions exists, campuses are not required to submit a report, but must notify the NDUS Office that none of these conditions exist.

1. Report a variance of (+/-) \$100,000 or 2 percent or more, whichever is greater, is expected from original ANNUAL budget net tuition revenue estimates. Provide description of variance below – Report \$ and % amount of variance and # of students – Will variance continue Y/N? If yes, will variance continue into next fiscal year?

BSC -\$800,000/-5.6%/-51 Student FTE (fall); Decrease in budget due to: Fall semester shortfall in credit hour production of about 1.8%. Online energy class enrollment is down significantly for which tuition is about 90% higher than on-campus, causing tuition revenue loss to be greater than credit hour loss. At this point, we have made about \$800,000 of additional spending reductions to counteract the revenue loss. Expect the variance to continue for spring 17 and possible next fall. Bismarck-Mandan public schools anticipate a significant uptick in high school graduation numbers starting with fall 2018. Until then, our enrollment may continue to decline slightly.

DSU +\$157,805/+2.6% (approx. 31 FTE Students) Actual tuition collections are estimated to be \$157,805 higher than the amount included in the 2016-2017 annual budget due to increased enrollment. The variance will not continue.

LRSC -\$200,000/-4.3% Budgeted FY17 tuition revenue based on the decreased enrollment experienced in FY16. Unfortunately, the analysis completed 1/31/17 shows enrollment numbers declined further in FY17. Compared to the average of Fall 2015/Spring 2016, the averages for Fall 2016/Spring 2017 show a decrease of 33 FTE. Full-time enrollments decreased by 23. LRSC is making current budget adjustments that will be ongoing in case the variance continues.

MaSU -\$171,491/-3.6%/27 students. Enrollment projection was flat, but actually down 2 full-time beginning freshman and 25 full-time beginning transfer students. We do not expect the variance to continue.

2. Report a variance of (+/-) 4 percent or more is expected from original annual budget revenue estimates for total auxiliaries. Provide description of variance below. Report \$ and % amount of variance. Report variance of 5% (+/-) in resident hall occupancy rates (spring and fall) over the previous year that is expected and/or realized.

MaSU -\$146,465/-5.46%. Overall, lower full-time students negatively affect food service, bookstore and housing revenues. Birkelo Hall temporarily closed for upgrades this

semester. Residence Hall occupancy is down 13.6% or about 34 students. Will likely continue.

MiSU -\$334,000/-7%; While the demand for campus apartments remains strong, the residence hall occupancy rate is less than 75%. Total occupancy rates decreased by 9% from fall 2015 to fall 2016.

NDSCS +\$706,536/+7.47%; Variance is due to bookstore revenues being greater than anticipated, since discontinuing outsourcing and began self-operating the bookstore during FY16.

3. Report a variance INDIVIDUAL deficit fund balance of \$50,000 or more (all campuses, except UND and NDSU) and \$100,000 or more at UND/NDSU that will be reportable at fiscal yearend. Provide description of deficit, explain the reason it happened and the expected timeframe for elimination of the deficit. Report \$ of deficit. Is there an approved deficit plan in place? If yes, is deficit tracking according to plan.

LRSC Fee account for the Peace Officer Training Program (POTP) has a deficit fund balance of \$98,694 at 12/31/16. Expect this deficit to be \$92,000 at 6/30/17. The enrollments did not reach estimates for FY17 and the costs to run the POT program continue to rise. We estimate expenditures in FY17 will likely exceed revenue in the Fee Account by \$10,000 to \$12,000. LRSC has decided to do the following, beginning in FY18:

- 1) Increase the \$750.00 CJ155 fee to \$1,000.00 to be effective Fall 2017.
- 2) Increase the \$936.20 Distance Delivery fee to \$1,000 to be effective Fall 2017.
- 3) Reduce travel expenditures by \$40,000 in the POT fee Account and charge the travel to appropriated funds for the POT Program.

The updated Plan should eliminate the deficit by the end of FY19.

June 30, 2016	Dec 31, 2016
(\$81,510)	(\$98,694)

MaSU **Fund 10000 Food Services** – On 10/17/2014, BFC approved plan for deficit to be eliminated in less than three years, not later than 6/30/17. On 4/11/2016, BFC approved an extension plan for deficit to be eliminated by 6/30/20. Over the five years (FY16-FY20), the debt will be eliminated at approximately \$35,000 per year. The estimated deficit reduction at 12/31/16 is \$19,936 in FY17.

Dec. 31, 2014	June 30, 2015	Dec. 31, 2015	June 30, 2016
(\$154,810)	(\$169,910)	(\$155,000)	(\$117,436)
Dec. 31, 2016(Est)			
(\$97,500)			

MiSU

Fund 10232-University Heights has a deficit net asset balance in of \$557,622. In February 2012, and again in January 2013, the SBHE approved MiSU to finance purchase through a low interest loan to be repaid with auxiliary revenues, with amortization over 10-15 years. This purchase is related to the 2011 Flood. As rent revenue is recorded in the housing fund, the excess is transferred to the unrestricted fund that was used for the purchase. Quarterly the excess cash from the housing fund reduces the deficit. Repayment may take up to 15 years. The repayment schedule is contingent upon how much revenue is collected each year.

Dec. 31, 2015	June 30, 2016	Dec. 31 2016
(\$578,450)	(\$566,462)	(\$557,622)

Dec. 31, 2012	June 30, 2013	Dec. 31, 2013	June 30, 2014	Dec. 31, 2014	June 30, 2015
(\$573,070)	(\$681,348)	(\$660,313)	(\$644,828)	(\$619,776)	(\$595,862)

MiSU

Herb Parker Stadium Scoreboard Advertising-Stadium; Fund 22243 has a deficit net asset balance of \$378,272; 6 local companies have signed 7-year advertising contracts for \$17,500 per year. These funds are deposited in this fund to cover the purchase cost and installation of the scoreboard. The annual advertising revenue will continually reduce the fund net asset deficit each year until FY2020 when it will again reach a positive balance. The SBHE at their May 9, 2013 meeting authorized MiSU to proceed with an inter-fund borrowing for this project to be repaid by FY2020.

June 30, 2014	Dec 31, 2014	June 30, 2015	Dec 31, 2015	June 30, 2016
(\$650,608)	(\$563,108)	(\$552,608)	(\$466,794)	(\$465,772)
Dec 31, 2016				
(\$378,272)				

MiSU

Herb Parker Stadium Scoreboard Advertising-Dome; Fund 22245 has a deficit net asset balance of \$449,229; 8 local companies have signed 6-year advertising contracts which range from \$8,000 to \$12,000 per year. These funds will be deposited in this fund to cover the purchase cost and installation of the scoreboard. The annual advertising revenue will continually reduce the fund net asset deficit each year. The SBHE at their January 29, 2015 meeting authorized MiSU to proceed with an inter-fund borrowing for this project to be repaid by FY2020. MiSU is on track to eliminate the deficit by the end of FY2020. The increase in the deficit was due to unexpected additional costs to reinforce the scoreboard.

June 30, 2015	Dec 31, 2015	June 30, 2016	Dec 31, 2016
(\$425,323)	(\$467,905)	(\$471,729)	(\$449,229)

MiSU

Geothermal Remediation; Fund 24513 was set up to capture expenses associated with the investigation and eventual repair of the geothermal heating & cooling system. The deficit fund balance is \$534,388. The system has been leaking glycol since coming on-line. The majority of these expenses are associated with the process of detecting the source of system leaks. The deficit will be eliminated through a transfer from existing local funds by June 30, 2017.

June 30, 2015	Dec 31, 2015	June 30, 2016	Dec 31, 2016
(\$109,498)	(\$294,419)	(\$437,139)	(\$534,388)

NDSU

Minard Hall Collapse related costs include related change orders, department relocation, forensic and legal costs. All three litigations relating to the Minard Hall project were settled by NDSU pursuant to authority granted by the SBHE on May 14, 2015. As a result of the settlements, NDSU paid one contractor the sum of \$220,000 and NDSU received \$3,020,000 from various other entities. All settlement payments have been made, and the litigations have been dismissed. The settlement proceeds to NDSU are less than its total expenditures on the project and on December 10, 2015 the SBHE approved NDSU's request to seek a deficiency appropriation during the 2017 (65th) Legislative Assembly for the unreimbursed costs of \$1,634,853.52 due to the Minard Hall collapse. NDSU provided a status update on the project to the Legislative Budget Section on December 16, 2015 as required per HB1003-Section 27. On August 24, 2016, NDSU provided information to the NDUS office for a deficiency appropriation. The NDUS office submitted a deficiency appropriation request of \$1,634,853.52 for the Minard Hall collapse with the Office of Management and Budget on September 14, 2016. The request is under consideration by the 2017 Legislative Assembly.

June 30, 2015	Dec 31, 2015	June 30, 2016	Dec 31, 2016
(\$1,625,343)	(\$1,634,854)	(\$1,634,854)	(\$1,634,854)
June 30, 2013	Dec 31, 2013	June 30, 2014	Dec 31, 2014
(\$3,982,121.89)	(\$4,089,624)	(\$4,236,955)	(\$4,384,220.91)

UND and UND Medical School

EERC Legal Costs - 22364 – (\$904,340): The legal deficit will be retired through the comprehensive plan outlined for the EERC over a period not to exceed 10 years from 2013.

June 30, 2013	June 30, 2014	June 30, 2015	June 30, 2016	Dec 31, 2016
(\$945,875)	(\$945,615)	(\$915,150)	(\$904,340)	(\$904,340)
June 30, 2008	June 30, 2009	June 30, 2010	June 30, 2011	June 30, 2012
(\$1,937,385)	(\$1,753,238)	(\$1,551,701)	(\$1,356,000)	(\$1,153,847)

EERC Fiscal Year End Carryover – 21546- (\$2,158,503):

The FY15 EERC financial deficit reduction plan was approved by the SBHE Finance Committee in October 2014 to retire the debt over a period not to exceed 10 years or by not later than 6/30/25. Key elements of the plan and progress through June 2016 are described below.

A 3-year EERC financial plan was approved by the SBHE Finance Committee in October 2014. A chart displaying the planned, actual, and revised budgets is below.

UND EERC Financial Summary as of June 30, 2016						
	FY15 Original	FY15 Actual	FY16 Revised	FY16 Actual	FY17 Original	FY17 Revised
MTDC Expense	\$ 17,908,695	\$ 16,042,704	\$ 17,500,000	\$ 17,563,601	\$ 20,599,475	\$ 20,039,964
F&A Income	\$ 9,572,197	\$ 8,708,606	\$ 9,415,000	\$ 9,222,024	\$ 11,010,419	\$ 10,744,402
EERC F&A Expenses	\$ 9,037,185	\$ 8,435,385	\$ 8,744,113	\$ 8,181,598	\$ 9,806,089	\$ 9,365,432
UND Central Service Expenses	\$ 1,378,970	\$ 1,235,288	\$ 1,347,500	\$ 1,352,397	\$ 1,347,500	\$ 1,378,970
Base F&A Expenses	\$ 10,416,155	\$ 9,670,673	\$ 10,091,613	\$ 9,533,995	\$ 11,153,589	\$ 10,744,402
Investment Funding	\$ 843,958	\$ 773,083	\$ 535,392	\$ 535,392	\$ 143,170	\$ -
Separation Payment		\$ 232,098				
Yearly Deficit	\$ -	\$ (421,082)	\$ (141,221)	\$ 223,421	\$ -	\$ -
Estimated UND Savings	\$ -	\$ -	TBD	\$ 100,000	\$ 500,000	TBD
Additional Program Development	\$ 200,000	\$ 199,768	\$ 400,000	\$ 400,000	\$ 200,000	\$ -
Interdepartmental Collaboration	\$ 200,000	\$ 196,459	\$ 100,000	\$ -	\$ 200,000	\$ -

Increasing annual research expenditure growth rate by a.) increasing awards, and 2) hiring additional research employees. Efforts this year are specifically focused on increasing funding from the US Dept. of Energy and the state of North Dakota and growing its private sector funding

base through strategic relationships. The EERC has set a goal of increasing its research expenditures by over 20% over the next three years.

The EERC set a goal of \$37 million for new awards in FY17. As of December 31, the EERC has already received \$24.3 million. Based on awards in negotiation, we will likely exceed \$37 million this fiscal year. This will represent 51% growth in awards since FY14.

Total expenses for research (modified total direct expenditures, or MTDC) are estimated to reach \$19.0 million in FY17, representing a 12.5% increase from FY14.

This fiscal year, the EERC has hired seven full-time benefited research employees; two research employees terminated employment in the first quarter. There are immediate plans to hire five additional full-time benefited employees over the near term.

The EERC expects to end FY17 on a positive balance, having ended FY16 on a positive balance and meeting the 3-year financial plan 1 year earlier than expected.

Reducing F&A Expenditures through Efficiency Gains by reducing the current FY15 baseline budget by \$100,000 and reallocating an additional \$100,000 of F&A expenditures toward program development. Additional methods of reducing expenses and reallocating F&A expenditures toward program development will be evaluated as opportunities present themselves.

Maintaining the same level of program development funding (approximately 17% of the total EERC F&A expenses) is the first priority for EERC budgeting. Program development funding is integral to pursuing research opportunities and increasing research funding, as demonstrated by the increase in awards. There is no additional program development funding in FY17 from UND administration; therefore, the EERC has reallocated funds from other areas to maintain the program development budget.

Increasing the Research Portfolio and Decreasing Costs across UND by utilizing the expertise and reputation of the EERC to grow the greater University research portfolio as well as enhance efficiency and decrease overall costs. The EERC has been very successful in pursuing innovative sources of funding, especially with private industry. The EERC could facilitate proposal development, contracting, contract management, and project management and create a culture that fosters research. This, in turn, would elevate research across the University as UND strives to become a very high activity Carnegie-recognized research institution. Although it is difficult to estimate the overall savings to UND as a whole, it is envisioned that \$500,000 of savings could be realized in both FY16 and FY17 by increasing coordination between the core EERC administrative functions and those of the Office of Research and Economic Development. A work group will be identified to focus on this opportunity.

The EERC continues to work closely with the Provost in all of the areas mentioned above. EERC contract officers have taken on all responsibility for managing private contracts (data entry, project closeout, and invoicing).

In addition, the EERC assisted the Human Nutrition Laboratory with a vacancy in its Human Resources area, taking on those duties for the first quarter of FY17.

Increasing Interdepartmental Research Collaboration by establishing fund to support program development expenses in developing interdepartmental research proposals.

- The EERC and UND's Institute for Energy Studies (IES) are working together on an \$830,000 research project put together by the EERC to determine the fundamental mechanisms by which aerosols in coal-derived flue gas act to entrain small amine solvent droplets, which is costly to carbon dioxide capture systems. The project is supported and funded by the U.S. Department of Energy (DOE), the North Dakota Industrial Commission (NDIC), the Lignite Energy Council (LEC), and a host of industrial cost-share partners. Drs. Steve Benson and Bruce Folkedahl of the EERC are working with Drs. Michael Mann and Frank Bowman, Junior Nasah, and Harry Feilen, of IES; two graduate students are also being supported by this work.
- The EERC is working with UND IES, Barr Engineering, and Pacific Northwest National Laboratory on a project funded last year to evaluate the economic and technical viability of extracting valuable rare-earth elements from North Dakota lignite. DOE, NDIC, LEC, and several industrial partners are funding the \$900,000 project.
- The EERC is collaborating with UND's Center for Innovation & School of Entrepreneurship, the UND Jodsaas Center for Engineering Leadership, the UND College of Business & Public Administration (Denny Elbert, Dean Emeritus, College of Business & Public Administration), and EAPC Architects Engineers to customize a soft skills training workshop for EERC engineers. A three-workshop training course that involves two intense sessions for each workshop has been developed and is being implemented for a class of 30 at the EERC this winter/spring.
- Jim Sorensen, Dr. Steve Hawthorne, and Beth Kurz of the EERC are investigating tight oil extraction as it relates to the Bakken Shale in collaborative research with Dr. Stephan Nordeng, Associate Professor in UND Petroleum Geology. The work centers around sharing sophisticated pyrolysis equipment and other sedimentary rock characterization expertise to glean information on the age and maturity of hydrocarbon source rocks in Bakken sediments.
- EERC geologists, Dr. Nordeng, and graduate students in the Harold Hamm School of Geology and Geological Engineering are working toward a series of scholarly publications.
- The EERC continues to employ approximately 25 UND students in high-tech jobs, which also provides excellent experiential learning. The students are involved in science-, engineering-, business-, computer science-, and information technology-related work.

Increased Research Investment in the development of research programs at the EERC, and throughout the University, is critical to seeing long-term growth of research programs. Such dedicated funding does not currently exist nor have specific sources/reallocations been identified to support this investment at this time. This will require focused efforts during FY15 to address. Continued investment in the enhanced program development activities at the EERC, as well as an overall investment to aid with the current financial stress, will lead to growth in future programs. In FY14, the EERC brought in approximately \$24.5 million in research awards. Additional

investment in the EERC will help significantly in the goal of reaching research awards of \$28 million in FY15, \$31 million in FY16, and \$34 million in FY17.

The EERC has already surpassed the FY16 goal and will surpass the FY17 goal for research awards. With the increase in research staff and continued focus on program and business development, the EERC does not expect to have a deficit in FY17. FY18 budget conversations are in progress.

June 30, 2015	Dec 31, 2015	June 30, 2016	Dec 31, 2016	
(\$2,158,503)	(\$2,158,503)	(\$2,158,503)	(\$2,158,503)	
June 30, 2012	June 30, 2013	Dec 31, 2013	June 30, 2014	Dec 31, 2014
(\$0)	(\$1,145,893)	(\$1,645,893)	(\$1,738,248)	(\$1,738,248)

22414 Aerospace –Maintenance/Parts – (\$235,554): This is a recharge center. The deficit will be recovered through annual rate development.

June 30, 2016	Dec 31, 2016
(\$347,586)	(\$235,554)

22422 Aerospace – Line Services (\$216,879): This is a recharge center. The deficit will be recovered through annual rate development.

June 30, 2016	Dec 31, 2016
(\$157,270)	(\$216,879)

22464 Facilities – Labor Group #2 New (\$146,321): This is a recharge center. The deficit will be recovered through annual rate development

WSC

Athletics: The deficit is from FY15 & FY16 operations. The expectation is that Athletics will operate at break-even and reduce the deficit with additional fundraising over the next few years. The WSC Booster Club’s new director (Hunter Berg) is charged with fund raising for the Athletic program to take care of the deficit. The elimination of this debt is on track for June 30, 2019.

Dec 31, 2014	June 30, 2015	Dec 31, 2015	June 30, 2016
(\$300,000)	(\$237,338)	(\$200,000)	(\$313,007)
Dec 31, 2016			
(\$252,241)			

WSC

Continuing Education: Deficit of \$82,150. All full time employees have been eliminated from Continuing Education. It is now staffed with part time non-benefitted employees. The salary savings from this one action throughout this

fiscal year, along with some consolidation of services with other campus departments, will result in retirement of almost all of the debt.

June 30, 2016	Dec 31, 2016
(\$82,150)	(\$82,150)

WSC

TrainND: Deficit of (\$1,421,126) Final completion of the TrainND Northwest Workforce Centre in early November increased the deficit by \$281,056 from the 6/30/16 report. With the recent decline in oil prices and subsequent spending reductions by oil companies the amount of training revenue has declined significantly. TrainND has evaluated several cost saving strategies, including reduction in force of FTE positions, short term furloughs, and reducing expenditures. The deficit elimination plan will not exceed two biennia and will include the following: Two-week furloughs for employees who make more than \$50,000 per year, RIF of 4 FTE, reduction in salaries of full-time staff, new revenue generation through contracts.

June 30, 2016	Dec 31, 2016
(\$1,140,070)	(\$1,421,126)

4. **CUMULATIVE net asset deficit balances, that will be reportable at fiscal year end, of \$25,000 or more (all campuses, except UND and NDSU) and \$50,000 or more at UND/NDSU, including disclosure of the number of funds that make up the cumulative deficit. Exclude deficit balances reported in question #4 above (Ex. BSC has funds with deficit balances >\$25,000 and <\$50,000 that cumulate to \$150,000). Provide description of deficit, a list of affected fund numbers and names of funds, and explain the reason it happened.**

DSU

Fund 87508: Hawks Point Labor – Fund was used to pay \$36,157.43 for salaries and fringes for student employees working at Hawks Point. Hawks Point went into receivership and DSU was not reimbursed for the expenses paid to students. **A plan to address the deficit has not been developed due the time needed to plan and address this with the new administration at DSU.**

June 30, 2016	Dec 31, 2016
(\$36,157)	(\$36,157)

Fund 40500: Deficit of \$32,240.43 Grants & Contract – Institutional Support – DSU0005577. Project used to pay for the Fluffy Fields APUC Grant was not clarified when we closed the Strom Center and final report was still pending as of June 2016. Administration is aware of the issue and working to develop a plan to resolve

MiSU

Fund 17000, Athletics has a current deficit of \$89,197. A \$60,000 deficit resulted in FY '14 not because of an excess of expenses over budget but instead a shortfall of budgeted to actual revenue (e.g., declining student enrollment resulting in a

decline in student fee revenue). Future athletic budgets will accommodate gradual reductions of this deficit through budgeted surpluses (not to exceed 5 years). Rather than take care of these deficits with institutional funds, MiSU will require athletics to use future revenues from Press Box suite rentals and increased commissions from concession & catering associated with the new Press Box which came on-line April 2015. At 3/31/17 deficit is \$62,659.

Dec. 31, 2014	June 30, 2015	Dec 31, 2015	June 30, 2016
Approx. (\$48,000)	(\$36,117)	(\$93,937)	(\$40,932)
Dec 31, 2016			
(\$89,197)			

MiSU **Fund 24011, Postage Clearing** has a deficit of \$33,351. The balance in this fund is due to timing issues. The fund is used to purchase postage for the meter machine. Then, campus departments are charged for postage on a monthly basis. This clearing fund routinely swings between a surplus and deficit balance as purchases and sales occur throughout the year.

MiSU **Fund 24044, Copy Paper Clearing** has a deficit of \$41,251. The balance in the fund is due to timing issues. The fund is used for the campus-wide purchase of copy paper. Bulk paper purchases are much less expensive (per ream) than individual purchases, so the campus encourages all departments to participate in bulk orders. However, the initial purchase cost must be paid by the university, and then recovered by departments as they buy paper from the university. This clearing fund routinely swings between surplus and deficit, and purchases and sales occur during the year.

NDESCS **Funds 18010-18040;** NDESCS has a deficit fund balance in its Workforce Training activity of \$434,071 as of December 31, 2016. The department has identified and implemented a reorganizing plan of the Workforce Training structure, which will reduce costs and increase revenue. There is a planned reduction in force in the immediate future to improve the deficit. Expect the deficit to be eliminated within 30 months.

June 30, 2016	Dec 31, 2016
(\$204,815)	(\$434,071)

UND **Fund 22390, Graphics Recharge Center.** UND has a deficit fund balance of \$58,027. The deficit will be recovered through annual rate development to allow for a three-year recovery.

Dec 31, 2015	June 30, 2016	Dec 31, 2016
(\$94,944)	(\$76,997)	(\$58,027)

Fund 22464, Facilities –Labor Group 2. UND has a deficit fund balance of \$93,744. This is a recharge center. The deficit will be recovered through annual rate development.

June 30, 2016	Dec 31, 2016
(\$93,744)	(\$93,744)

5. Campus does not anticipate meeting annual bond reserve requirements.

N/A for all campuses.

6. If campus is a party to a legal action, provide the following for each:

- a. **Brief summary statement of the nature of the claim – (with first report)**
- b. **Summary statement concerning likelihood and estimate of loss – (with first report)**
- c. **Current status – (until action is closed)**

DSU

- a) Brief summary statement of the nature of the claim: DSU has been named in a complaint naming SBHE and DSU liable for the unpaid balance of a loan for the Biesiot Activity Center of which the Dickinson State Foundation was the borrower of record and only party required to pay the debt obligation of approximately \$3.8 million.
- b) Summary statement concerning likelihood and estimate of loss – it is reasonably possible that DSU will have some liability resulting from the banks claim regarding the BAC debt.
- c) Current Status- Trial scheduled for early 2018.

MiSU

- a) Brief summary statement of the nature of the claim: Misu is party to a Title IX legal action.
- b) Summary statement concerning likelihood and estimate of loss –Likely to have some liability, however, unable to estimate at this time.
- c) Current Status – Complaint filed on January 23, 2017, and plaintiff requested a jury trial but no date has been set as of March 16, 2017.

UND

- a) Brief summary statement of the nature of the claim: Buen v. Maui Memorial Medical Center, et al.

Among Health Care Providers is Irminne VanDyken, M.D., a medical surgical resident from the University of North Dakota. There is no allegation that our surgical resident provided substandard care. There does not seem to be any potential liability for the resident or the University.

Attorney for the Plaintiff is William C., McCorriston, Esq., 5 Waterfront Plaza, 4th Floor, 500 Ala Moana Boulevard, Honolulu, HI 96813

Attorneys for Dr. Irminne VanDyken are William S. Hunt, Esq. and Jan M. Vernon, Esq., Alston Hunt Floyd & Ing, 1001 Bishop Street, Suite 1800, Honolulu, HI 96813

- b) Summary statement concerning likelihood and estimate of loss -Discovery is ongoing (as of November 2016); at least one dispositive motion is pending; a trial date is set for October, 2017; outside counsel feels strongly that there is no basis for recovery.

- a) Brief summary statement of the nature of the claim: Gerald H. Groenewold, PhD v. Robert Kelley, PhD and North Dakota State Board of Higher Education

Former employee sued President Kelley and the SBHE for wrongful termination in violation of Plaintiff's federal civil rights (e.g., First Amendment and due process). Plaintiff seeks equitable and monetary relief, in addition to costs and attorney fees.

Attorney for Plaintiff is David C. Thompson, 321 Kittson Ave., Grand Forks, ND 58206-5235

Attorneys for Defendants are Sara G. McGrane, Felhaber Larson, 220 S. 6th St., Suite 2200, MPLS, MN 55402-6321, and Assistant AG Doug Bahr, 500 N. 9th St., Bismarck, ND 58501-4509.

- b) Summary statement concerning likelihood and estimate of loss - While the case is only in the beginning stages and no discovery has yet been conducted, we believe the chances of success are strong and are optimistic that the University's Motion to Dismiss will be granted.

- c) Current status - U.S. District Court dismissed lawsuit on 9-22-16.

- a) Brief summary statement of the nature of the claim: Gareth Bradford v. University of North Dakota et al.

Former law student sued the University and several employees (faculty/administrators) for state/federal civil rights violations, breach of contract, defamation, tortious interference, and infliction of emotional distress arising out of dismissal from UND School of Law. Plaintiff sought equitable and monetary relief, in addition to costs and attorney fees. The likelihood of recovery here is low, as most of the claims lack substantive legal and factual support.

Plaintiff is pro se; service was never effected on any named Defendants.

- c) Current Status -The Court sua sponte dismissed several of Plaintiff's claims. Per now aged media reports, Plaintiff intended to dismiss remaining claims without prejudice, retain legal counsel, and re-file. Plaintiff filed a complaint with the Department of Education, Office of Civil Rights, filed in April 2016, remains pending.
- a) Brief summary statement of the nature of the claim: Tracy Geest, on behalf of the heirs-at-law of Ann Geest v. Sanford Medical Center Fargo, Sanford Clinic North, Zachary Ernst, MD and Cory Kroetsch, MD

Dr. Kroetsch is a physician/employee at UND and Dr. Ernst is a medical surgical resident from UND. The Summons and Complaint were served on Dr. Kroetsch on December 20 and on Dr. Ernst on December 28.

Randall Hanson of Camrud, Maddock Olson and Larson, PO Box 5849 Grand Forks, ND 58206-5849 was appointed as SAAG for Dr. Kroetsch. Mr. Hanson will also be representing Dr. Ernst through his medical malpractice insurance coverage provider.

- b) Summary statement concerning likelihood and estimate of loss- The UND physicians were dismissed without payment last fall; **this matter is now concluded.**
- a) Brief summary statement of the nature of the claim: **Padraic Power v. UND School of Law**: Plaintiff is a former law applicant who claims discrimination based on disability. The Office of Civil Rights at the Department of Education has investigated, concluding that there was no discrimination. Assistant Attorneys General James Wiese and Elizabeth Fischer are handling for UND. The Plaintiff is proceeding *pro se*.
- b) Summary statement concerning likelihood and estimate of loss- A lawsuit was filed in federal court. There is a low likelihood of recovery. The case is pending, and a Scheduling Order has been entered.

7. For legislatively appropriated and/or Board approved capital projects report: 1) if actual expenditures are anticipated to exceed, or do in fact exceed, the dollar spending

authorized; 2) if funding sources vary from those originally approved; 3) if project represents a significant change in scope (e.g. size, configuration, use).

VCSU Heat Plant had \$500,000 set aside to rent a boiler truck to heat campus while the existing plant was razed and a new plant built. It was determined that a better use of those funds would be to purchase land adjacent to VCSU, use the existing plant to heat campus while the new plant is built, then raze the existing plant at the end of the project. We briefed the Budget Section in September 2015, and are waiting for full legislative approval in the upcoming biennial session.

MiSU MiSU sought additional spending special fund authority through Senate bill 2242 of \$634,000 for the Herb Parker Stadium air-supported seasonal dome's foundation and \$250,000 for the Facilities building parking lot paving project, due to expected expenditures exceeding the original authorization. Senate bill 2242 also includes \$1,400,000 authorization for the Gordon B. Olson Library art center project. Governor Burgum signed senate bill 2242 into law on March 24, 2017.

8. Campus anticipates the need for deficiency appropriation.

NDSU **Status update Minard Hall** - All three litigations relating to the Minard Hall project were settled by NDSU pursuant to authority granted by the SBHE on May 14, 2015. All settlement payments have been made, and the litigations have been dismissed. The settlement proceeds to NDSU are less than its total expenditures on the project and on December 10, 2015 the SBHE approved NDSU's request to seek a deficiency appropriation during the 2017 (65th) Legislative Assembly for the unreimbursed costs of \$1,634,853.52 due to the Minard Hall collapse. The NDUS office submitted a request for deficiency appropriation of \$1,634,853.52 for the Minard Hall collapse with the Office of Management and Budget on September 14, 2016. The request is under consideration by the 2017 Legislative Assembly.

9. Other events having a significant impact on campus revenues or expenses.

All Campuses The 6.55%(\$48.5 million) reduction in state appropriations for the current biennium, as well as reduced budgets for 2017-19 biennium, will significantly impact available revenues. The impact of the proposed 80% budget is a \$104.3 million revenue reduction to the campuses.

WSC A decrease in dining/housing from forecast is expected as a result of declining market prices and low occupancy. WSC has implemented a freshman requirement starting FY2017 for living on campus one full academic year, with exceptions for age and proximity to campus. Additionally, room reservations shall be managed with earlier release dates and over 100% occupancy to mitigate the current low occupancy issues. The newest housing incentive scholarship is in the amount of \$300,000 per year for three years, a total of \$900,000. 150 students living in

Frontier Hall will receive \$1000 per semester to defray housing costs. Declining housing market prices continue to impact occupancy of Frontier Hall. The housing director and others are working on strategies to increase occupancy for FY18.

Schedule of Campus Leases
 Prepared for the SBHE Budget and Finance Committee
 (as required by SBHE Policies 909(7) and 804(8))

Bismarck State College

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:								
07/01/13	22585	Horizon Building Lease - 1st Flr and 2nd Flr N (13-15)	Operating	24	59,565			59,565
07/15/05	31800	Allied Health Building Lease	Operating	180	584,430			83,490
07/01/13	34010	Lineworker Land and Building Lease	Operating	24	29,051			29,051
07/01/13	31800 ²	Meadowlark Building Lease	Operating	24	66,240			66,240
05/01/14	31400	Pitney Bowes Mail Machine Lease	Operating	60	17,640			3,528
08/13/15	11100	Student Housing Lease (w/Foundation)	Operating	60	1,158,752			157,955
07/28/06	30300	Welding Trailer Lease (w/Foundation)	Operating	open-ended	-			-
Total BSC Operating Leases					\$ 1,915,678	\$ -	\$ -	\$ 399,829

² Also charged to Funds 42000 25148 25149

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
01/01/07	31800	BSC Foundation-Mechanical Maintenance Bldg.	Capital	174	685,000		100,000		585,000
07/01/07	31800	BSC Foundation-NECE Building	Capital	300	805,417		16,668		788,749
10/25/13	10100	Wells Fargo - Motor Coach	Capital	60	130,433		25,211		105,222
Total BSC Capital Leases					\$ 1,620,850	\$ -	\$ 141,879	\$ -	\$ 1,478,971

Dakota College at Bottineau

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 06/30/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16	
Operating Leases:								
Total DCB Operating Leases					\$ -	\$ -	\$ -	\$ -

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
11/01/12	26504	Xerox WC7775 Copier/Printer	Capital	48	1,120		-		-
12/01/12	26504	Xerox WC5335 Copier/Printer	Capital	48	824		-		-
07/01/16	31401	Pitney Bowes Connect-1000 Mailing System	Capital	60	8,101		-		7,264
10/07/15	26504	Xerox WC5335 NSC	Capital	60	5,093		-		4,621
10/07/15	26504	Xerox XC70 Student Services	Capital	60	17,262		-		15,966
11/01/16	26504	XC70-C70EF-1	Capital	60	-		-		17,221
Total DCB Capital Leases					\$ 32,400	\$ -	\$ -	\$ -	\$ 45,072

Dickinson State University

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16	
Operating Leases:								
11/30/12	31400	Pitney Bowes Mailing System	Operating	48	2,215		1,764	
Total DSU Operating Leases					\$ 2,215	\$ -	\$ 1,764	

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
6/26/2014	26502	Konica Press	Capital	60	38,578		5,157		33,421
Total DSU Capital Leases					\$ 38,578	\$ -	\$ 5,157	\$ -	\$ 33,421

Lake Region State College

Minimum Minimum Actual Operating

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Operating Future Payments Reported at 12/31/16	Oper Future New Leases 7/1/16-12/31/16	Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
08/01/14	31550	Copier Lease (Bus Office)	Operating	60	\$ 5,469		1,059
08/01/14	31550	Copier Lease (Bookstore)	Operating	60	2,508		485
08/01/14	31550	Copier Lease (Copy Center)	Operating	60	12,715		2,461
08/01/14	31550	Copier Lease (GFAFB)	Operating	60	6,378		1,234
08/01/14	31550	Copier Lease (Library)	Operating	60	4,134		800
08/01/14	31550	Copier Lease (Pres Office)	Operating	60	9,432		1,825
08/01/14	31550	Copier Lease (St Svcs)	Operating	60	9,432		1,825
07/15/14	31550	Space Lease (Select Properties)	Operating	60.5	102,043		19,096
10/24/11	31550	Copier Lease (Erlandson)	Operating	60	-		1,146
10/24/11	41000	Copier Lease (NDS-TrainND)	Operating	60	-		366
01/01/12	31550	Copier Lease (DPAC)	Operating	60	-		732
10/01/11	31550	Postage Machine Lease	Operating	48	18,787		3,758
8/1/2013	10300	Schilken Family Apartment Building (Housing)	Operating	36	-		-
3/13/2013	43500	Copier Lease (Canon ir2525) (ABE)	Operating	60	1,848		-
08/01/12	12000	Copier Lease (Lib/Found)	Operating	60	1,388		1,217
07/01/15	20800	Space Lease (NDJS)	Operating	24	558		558
11/01/15	31803/41000	Twete Building	Operating	20	-		32,000
11/01/16	31550	Copier Lease (TrainND)	Operating	60	-	\$ 7,408	247
01/01/17	31550	Copier Lease (DPAC)	Operating	60	-	\$ 7,997	-
11/01/16	31550	Copier Lease (Nursing)	Operating	60	-	\$ 16,025	534
Total LRSC Operating Leases					\$ 174,692	\$ 31,430	\$ 69,343

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
Total LRSC Capital Leases					\$ -	\$ -	\$ -	\$ -	\$ -

Mayville State University

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
02/01/14	25080/40410	City of Hillsboro - Head Start Building	Operating	36	18,650		-
09/01/12	25080/40410	University of North Dakota - Head Start Building	Operating	36	12,500		17,500
09/01/14	40410	ND Vision Service - Rent GH Head Start	Operating	34	6,711		4,722
01/01/12	40440	Sanford AHEC building lease	Operating	3	-	1,330	1,330
07/01/16	40450	Linda Weaver - AHEC Hettinger, ND	Operating	12	3,000	6,000	3,000
07/01/15	25080/40410	Neil Lerfald - Portland CDC	Operating	24	7,500		7,500
Total MaSU Operating Leases					48,361	7,330	34,052

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
7/1/2012	10300	University Lease- #5 Chiller	Capital	46	32,451		15,975		\$ 16,475
1/1/2015	25260	ABM - All copiers	Capital	48	68,815		11,469		\$ 57,346
4/30/2013	31400	Pitney Bowes - Folder/Inserter	Capital	56	3,010		474		\$ 2,536
3/31/2013	31400	Pitney Bowes - Mail Machine	Capital	45	1,368		-		\$ 1,368
8/1/2015	31300/25230	University Lease - #9 network equipment	Capital	60	174,429		19,710		\$ 154,719
9/1/2015	00/25230/3100	University Lease - #10 computers	Capital	36	97,872		21,795		\$ 76,077
7/1/2016	31800	University Lease - #11 Bobcat	Capital	48	36,556		11,397		\$ 25,159
Total MaSU Capital Leases					\$ 414,501	\$ -	\$ 80,821	\$ -	\$ 333,680

Minot State University

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							

		-	-
Total MISU Operating Leases		\$ -	\$ -

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
06/01/16	25206	Copy Center - V80 Printer	Capital	60	\$ 64,791	\$ -	\$ 2,390		\$ 62,402
06/01/16	25206	Copy Center - V80 FFPS	Capital	60	38,273	-	2,207		36,066
04/01/16	31406	Post Office - HJ940 Bulk Mailing Machine	Capital	60	16,809	-	2,751		14,058
04/01/16	31406	Post Office - IM500 Meter Machine	Capital	60	33,054	-	1,750		31,304
04/01/16	31406	Post Office - WTS Package Tracking Equip	Capital	60	18,932	-	1,705		17,227
12/01/11	30227	Social Science - Canon IR 3245i Copier	Capital	60	\$ 638		638		\$ (0)
07/01/11	25206	Copy Center - P4112CP	Capital	60	(1)		-	1	\$ -
09/01/12	25206	Copy Center - FFPS770 - Flow Server	Capital	60	(1)		-	1	\$ -
03/01/13	25/30226/2000	Science - Xerox Copier WC5335PT	Capital	60	2,041		385		\$ 1,656
09/01/12	25206	Copy Center - X770 mainframe	Capital	60	1		-	(1)	\$ -
03/01/13	25200	NDCPD - Savin C9065 Copier	Capital	48	4,761		2,065		\$ 2,696
		Housing - ASI - Washers & Dryers	Capital	84		71,358	7,111		\$ 64,247
12/01/13	30220	Music - Kyocera Copier	Capital	60	3,845		884		\$ 2,961
Total MISU Capital Leases					\$ 183,143	\$ 71,358	\$ 21,886	\$ 1	\$ 232,616

North Dakota State College of Science

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
10/01/05	22450	Parking Lot Lease	Operating	180	\$ 60,242		5,476
05/01/11	18040&3110C	STTC	Operating	120	928,000		87,000
Total NDSCS Operating Leases					\$ 988,242	\$ -	\$ 92,476

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
01/31/16	31400	Pitney Bowes Mailing System Upgrade	Capital	60	\$ 17,458	\$ -	\$ 1,529		15,929
09/01/15	31500	IBM Controllers and Servers	Capital	36	\$ 12,625	\$ -	\$ 2,170		10,455
Total NDSCS Capital Leases					\$ 30,083	\$ -	\$ 3,699	\$ -	\$ 26,384

North Dakota State University

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
07/01/07	37650	Rough Rider Industries-Land	Operating	120	\$ -		\$ 7,000
03/31/07	37660	Adams County - Land	Operating	120	-		828
01/01/15	37860	Fessenden Co-op Association - Land	Operating	36	15,150		-
01/01/15	30512	John McConnell - Land	Operating	36	26,425		-
07/01/15	45800	David Burkland - Land	Operating	24	1,080		-
07/01/15	45800	Toussaint Farms - Land	Operating	24	1,080		-
07/01/15	45800	Terry Wehlender - Land	Operating	24	1,080		-
07/01/15	45800	PDM Farms - Land	Operating	24	1,080		-
01/01/16	37860	John & Stacey Rzaszutak - Land	Operating	36	1,000		-
01/01/16	37860	Fetch Farms - Land	Operating	34	5,513		5,513
03/01/16	37660	Joseph & Alleyne Clement-Land	Operating	36	27,531		-
10/31/15	37860	Edward J Lechner - Land	Operating	36	34,953		-
03/01/16	37860	Peggy A Smith - Land	Operating	33	4,000		-
03/01/16	37650	Thomas or Jane Danielson - Land	Operating	36	35,853		-
03/01/16	37650	Ceil Anne Clement-Land	Operating	36	9,120		-
03/01/16	37650	James Clement-Land	Operating	36	798		-
09/27/16	00400	ND 4H Foundation - Land	Operating	24	6,133	\$ 12,266	6,133

10/17/15	22121	Liberty Business Systems - Lanier Production Printer Pro 1107EX	Operating	24	15,980		5,327
01/01/15	30883	Dev Fndtn-Criminal J bldg	Operating	24			43,796
08/01/08	30883	JPR Investments LLC-Stop-n-Go Center	Operating	120	1,049,151		568,075
12/01/14	43500	Denver West Office Leasing Co LLC - 2nd Amendment - Office space	Operating	72	253,944		39,185
07/01/09	19633	Batcheller Real Estate, LLC - Appareo Building	Operating	120	367,753		72,495
02/01/12	merous grants	Rocky Gordon/Bismarck Parking-Bldg	Operating	60	4,865		14,790
07/01/12	19633	Fargodome - Event Center 55 Days/Year	Operating	60	101,166		66,084
01/01/13	30883	Bullinger Enterprises-Building (5 year Renewal)	Operating	60	188,100		94,050
01/01/14	30883	FM City Development II-Bison Info Network - Suite A - 5 yr Extension	Operating	60	113,523		48,653
04/01/14	19213	LaMotte Properties - Office Space	Operating	36	850		2,550
08/15/14	19700	APM, LLLP - Mens Basketball Practice Facility	Operating	24	-		5,280
07/01/15	35100	Pinnacle Development II - Gateway Office Bldg	Operating	24	18,720		18,720
07/01/15	43300	Jamestown Business Center - office space	Operating	24	-		2,331
01/01/17	43300	Overlook, LLC - Fire Hall/Storage	Operating	48	202,950	270,600	67,650
01/01/17	43300	Overlook, LLC - Office Space	Operating	48	127,848	170,464	42,616
02/01/16	35100	Northern Lights Wellness Center - Office Space	Operating	23	5,400	8,100	2,700
Total NDSU Operating Leases					\$ 2,621,045	461,430	1,113,775

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
11/12/08	19719	Wells Fargo-Athletic Field Turf	Capital	96	\$ 74,391		\$ 74,391		\$ -
06/24/12	30875	Bank of America-Energy Savings Performance Contract	Capital	168	5,529,588		-		5,529,588
03/15/12	37660	Wells Fargo-Truax FLEXII Drill, Model FLXII-812RD	Capital	60	4,539		-		4,539
06/30/12	46000	Wells Fargo-Zum 150 Demo Plot Combine	Capital	49	16,933		16,933		-
09/15/12	37860	Wells Fargo-Zum 150 Plot Combine	Capital	48	21,420		21,420		-
07/15/14	37100	Wells Fargo-Two Skid Steers, NHL L220; Blow Hard Bunk Cleaner	Capital	60	38,164		12,263		25,901
08/18/14	37811	Wells Fargo-New Zuern 150 Plot Combine	Capital	48	182,985		182,985		0
09/30/14	37811	Wells Fargo-NewCase 1H Patriot 2240 Sprayer w/attachments	Capital	59	114,620		114,489	\$ (131)	0
07/30/14	19718	Wells Fargo-Dakota Field Athletic Bubble	Capital	62	1,014,060		225,884		788,176
08/15/15	37100	Wells Fargo-2015 150 Plot Harvester w/attachments-accessories	Capital	38	57,975		57,975		-
09/23/15	37100	Wells Fargo-New Lanier Pro C7110SX Color MFP Prod. System	Capital	36	83,291		8,977		74,314
07/15/15	37100	Wells Fargo-Used 2002 Case IH 220 Tractor w attachments	Capital	60	45,444		10,690		34,754
07/27/15	37850	Deere Credit, Inc - "The Gator" Crossover Utility Vehicle	Capital	36	8,142		8,142		-
06/12/16	NA	Wells Fargo-New Case Forage Wagon	Capital	61	58,400		10,834		47,626
08/17/16	19773	Wells Fargo-Athletics Scoreboard/Media System	Capital	84		1,150,444	183,912		966,532
10/10/05	19771	NDSU Development Fnd-Fargodome-Paid from Gifts @ NDSUDF	Capital	180	1,325,104		133,563		1,191,541
07/01/05	30883	NDSU Development Foundation-Renaissance Hall	Capital	303	4,565,000		115,000		4,450,000
05/01/12	19633	NDSU Development Foundation-Barry & Klai Hall (Refund Lease # 503 & 504, above)	Capital	295	10,065,000		465,000		9,600,000
Total NDSU Capital Leases					23,205,116	1,150,444	1,642,457	(131)	22,712,972

University of North Dakota

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Actual Operating Lease Payments Made 7/1/15-6/30/16
Operating Leases:						
7/1/2007	10323	EVI University Real Estate, LLC formerly University Point LLC	Operating	120	25,750	51,500
12/1/2010	20593/43500	GF Regional Airport Authority-Building AFSS	Operating	61	-	26,008
1/1/2011	40800	52nd Avenue Investments-Morgue	Operating	300	1,701,639	86,658
9/1/2011	21221	Office Space-Custer Health	Operating	month-to-month	-	-
7/1/2015	10360	DPI-Housing Lease	Operating	24	-	2,900
6/10/2011	21154	UND-Housing for Surgery Residents	Operating	month-to-month	-	12,822
2/1/2009	20554	GF Regional Airport Authority-Land/Runway	Operating	120	308,594	148,125
7/1/2000	20602/20586/20591/20604/20592/20598/20610/20608/20596	UND Aero Found.-Op Agr-Aircraft/Sims	Operating	per hour	-	1,921,475
7/7/2003	20554/22422	UND Aero Found-Land for Hanger 259 - part of capital lease in FY12	Operating	240	187,500	28,846
7/1/2014	22602/41000	Gibbs Warehousing, Inc	Operating	12	-	31,200
10/1/2010	41000/43300	RSTS Inc.-Suncrest Office Park	Operating	month-to-month	-	1,449
7/1/2012	31100	Trinity Hospital	Operating	24	28,890	19,260
6/1/2014	22389	Empire Arts Center	Operating	24	7,500	6,640

8/1/2008	31406/2 2328/30 205/207 20	Alerus Center	Operating	120	997,843	332,873	
7/1/2011	21221	Southdale Business Center-Custer Family Planning Cntr.	Operating	month-to-month	-	20,850	
1/1/2011	41000/43300	Ctr. For Innovation & Bus. Dev. CIF Room 205	Operating	12	-	5,000	
6/1/1988	31810	BNSF Railway Company	Operating	year-to-year	-	6,190	
4/17/2012	31400	City of Grand Forks - Research Land	Operating	80	2,591	1,912	
2/1/2010	20558	Landing Strip - Adams	Operating	year-to-year	-	9,000	
1/1/2013	43300	University of Mary-Bismarck-ND SBDC	Operating	12	-	-	
1/1/2013		Draganfly Innovations Inc	Operating	month-to-month	-	-	
1/1/2013		Grand Forks County Sheriff's Dept-sublease of Dragonfly	Operating	month-to-month	-	-	
5/31/2010	20606	Frasca International	Operating	month-to-month	-	-	
10/1/2012	30709	UND Foundation & Alumni Assoc-Gorecki Alumni Center	Operating	57	260,168	300,683	
7/1/2014	43300	Bismarck State College (Horizon Cntr.-Rm. 118)	Operating	12	2,130	5,076	
7/1/2013	43300	Bismarck State College (Horizon Cntr.-Rm. 131)	Operating	24	-	5,790	
4/1/2013	20558	Moreland, James & Tami	Operating	36	-	3,333	
6/1/2007	43300	Cankdeska Cikana Community College	Operating	month-to-month	-	7,800	
3/1/2015	43300	Towner Health & Wellness LLC	Operating	12	-	4,000	
4/1/2015	43300	Community Options Inc	Operating	12	-	975	
06/01/15	43500	UND Technology Accelerator - UND paying pymts on behalf of EdgeData LLC through grant funding (UND0020021)	Operating	24	52,053	124,927	
01/01/01	31100	Bismarck Municipal Parking Authority	Operating	month-to-month	-	318	
06/08/15	43500	Lakota Municipal Airport Authority	Operating	month-to-month	-	1,150	
04/01/15	21321	Dakota TV and Appliance	Operating	24	269	1,075	
02/01/16	21214	Born to Run LLC - Greenberg Business Center	Operating	36	50,000	14,000	
Total UND Operating Leases					\$ 3,624,926	-	3,181,834

Capital Leases:

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 12/31/15	Principal New Leases 1/1/16-6/30/16	Principal Paid 1/1/16-6/30/16	Adjustments +/-	Principal Balance Due 06/30/16
5/11/2007	21325	EERC Lab equipment (GE 198)	Capital	120	97,953		48,385		49,568
7/11/2008	22486	Cessna Citation II 550 (GE 258)	Capital	120	231,005		231,005		-
9/9/2010	20591	Cessna Skyhawk SP172 N526ND (L004130)	Capital	120	121,929		121,929		-
9/9/2010	20591	Cessna Skyhawk SP172 N523ND (L004131)	Capital	120	121,929		121,929		(0)
8/15/2011	20591	Cessna Skyhawk SP172 N560ND (WF 400)	Capital	120	143,288		143,288		-
8/15/2011	20591	Cessna Skyhawk SP172 N561ND (WF 401)	Capital	120	143,288		143,288		0
8/15/2011	20591	Cessna Skyhawk SP172 N562ND (WF 402)	Capital	120	143,288		143,288		0
10/1/2011	20586	Piper Seminole (glass) FTD (WF 405)	Capital	84	115,147		23,759		91,388
8/30/2012	21220	Hemostasis & Chemical Analyzer, Powerpack, & Stress Test Machine (WF 412)	Capital	84	46,058		7,258		38,799
9/14/2012	21220	Colonoscopy Machine and accessories (WF 413)	Capital	60	26,345		7,354		18,991
9/14/2012	21626	Plycom HDX Codec, Power Procedure Table, & minor equipment-furniture (WF 414)	Capital	60	113,550		113,550		(0)
9/1/2014	14005	Coach Com System (WF 425)	Capital	24	3,028		3,028		-
12/1/2014	20586	Frasca Seminole FTD G100 (WF 429)	Capital	84	263,843		21,463		242,380
12/1/2014	21224	EKG Stress Test Machine (WF 430)	Capital	16	14,979		2,608		12,371
6/1/2015	43500	Geospec 2/100 NMR Core Analyser (WF 432)	Capital	38	356,780		356,780		-
9/15/2015	20591	2015 Piper Seminole N680ND (WF 434)	Capital	120	514,180		22,205		491,975
9/15/2015	20591	2015 Piper Seminole N696ND (WF 435)	Capital	120	514,180		22,205		491,975
9/15/2015	20591	2015 Piper Seminole N697ND (WF 436)	Capital	120	514,448		22,229		492,219
12/30/2015	21210/21941	B-Line Medical Server w/Software (WF 439)	Capital	48	863,124		202,804		660,321
2/1/2016	21516	Katanax K2 Prime Fusion Machine (WF 440)	Capital	49	28,140		-		28,140
6/20/2016	21224	Alfa Axxel Chemistry & Sysmex Analyzers (WF441)	Capital	48	91,015		8,968		82,047
6/9/2016		iCAP Quadrupole ICP-MS Spectrometer (WF 442)	Capital	120	129,826		-		129,826
11/1/2012	31400	Panasonic CF31 Toughbooks	Capital	48	1,271		488		782
3/27/2009	31803	West Campus Steamline	Capital	180	2,203,053		120,020		2,083,034
3/27/2009	31803	West Campus Steamline (equipment)	Capital	180	68,235		1,834		66,402
10/1/2003	3554/22422	Aerospace Foundation-Aerospace Hanger 259	Capital	239	1,480,697		28,299		1,452,398
6/15/2008	21224	UND Foundation Minot Family Medicine Center	Capital	252	2,475,359		-		2,475,359
6/1/2006	31801	Energy Improvement 05 - recognize liability as expenses are incurred	Capital	192	1,582,956		-		1,582,956
Total UND Capital Leases					\$ 12,408,893	-	\$ 1,917,964	-	\$ 10,490,930

Valley City State University

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
07/30/15	20073	Notebook Computers	Operating	24	-		207,739
07/22/16	20073	Apple Computers	Operating	36	502,215	690,541	188,326
07/01/14	31400	Postage Machine	Operating	48	5,960		1,987
03/01/16	20067	Photocopiers (FMC, SC, Library)	Operating	36	90,869		19,877
07/01/16	31800	Theater Storage	Operating	12	-	941	941
04/30/15	20099	Kathryn School	Operating	17	-		1,250
08/20/14	10301-304	Washer and Dryers - Kolstoe, McCoy, Mythaler, Robertson, Snoeyenbos	Operating	36	66,273		13,513
Total VCSU Operating Leases					\$665,317	\$ 691,482	\$433,632

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
11/01/16	31400	Wellness Center	Capital	1188	-	2,769,371	25,776		2,753,702
Total VCSU Capital Leases					\$ -	\$ 2,769,371	\$ 25,776	\$ -	\$ 2,753,702

Williston State College

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 12/31/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
04/24/14	25155	Marco - 2 Sharp copiers	Operating	60	14,163		3,541
11/17/14	10505	Marlin-Dish Washing machine for Dining	Operating	60	9,190		1,598
01/27/15		Marco - Admissions Copier	Operating	60	6,135		995
05/12/15	25004	Mon-Dak Utilities Fiber Optic Lease - TrainND	Operating	60	28,316		4,200
12/29/15	25004	Konica Minolta Copier	Operating	60	15,782		1,902
11/01/16	17210	Raymond Center - Pete Conlin Arena Rental	Operating	12	-	12,500	12,500
08/09/16	40500	Minot TrainND Site	Operating	35	-	27,027	4,407
Total WSC Operating Leases					\$ 73,585	\$ -	\$ 12,235

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
11/01/13	17210	Rent for Leased Motor Coach from WSC Foundation	Capital	84	228,862	-	30,000		198,862
Total WSC Capital Leases					\$ 228,862	\$ -	\$ 30,000	\$ -	\$ 198,862

NDUS Core Technology Services

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 06/30/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
PARK HOLDINC	04/01/14	31400	Fargo CTS Offices	Operating	39	192,260	80,108
Total CTS Operating Leases					\$ 192,260	\$ -	\$ 80,108

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Principal Balance Due at 06/30/16	Principal New Leases 7/1/16-12/31/16	Principal Paid 7/1/16-12/31/16	Adjustments +/-	Principal Balance Due 12/31/16
Capital Leases:									
WELLS FARGO	06/16/16	31400	Wells Fargo #443 IVN/Video Equipment	Capital	49	232,421	61,366		171,055
Total CTS Capital Leases					\$ 232,421	\$ -	\$ 61,366	\$ -	\$ 171,055

NDUS Office

Lease Start Date	Fund #	Description	Type of Lease	Lease Term (in months)	Minimum Operating Future Payments Reported at 06/30/16	Minimum Oper Future New Leases 7/1/16-12/31/16	Actual Operating Lease Payments Made 7/1/16-12/31/16
Operating Leases:							
07/01/15	30010/20010	Office rent for Horizon Bldg	Rentals/Leases	12	-		-
Total NDUS Office Operating Leases					\$ -	\$ -	\$ -