



2020 ANNUAL REPORT

Working Lands, Trusted Stewards

ACCOUNTANT'S STATEMENT

We have examined and prepared the data presented in this annual report in accordance with generally accepted accounting standards and affirm it is true and accurate and reflects the activity of the Idaho Department of Lands and the State Board of Land Commissioners during fiscal year 2020.

Debbie Buck | Financial Officer



ACCOUNTS AND FUNDING – REVENUE AND EXPENDITURES BY FUND TYPE FY20

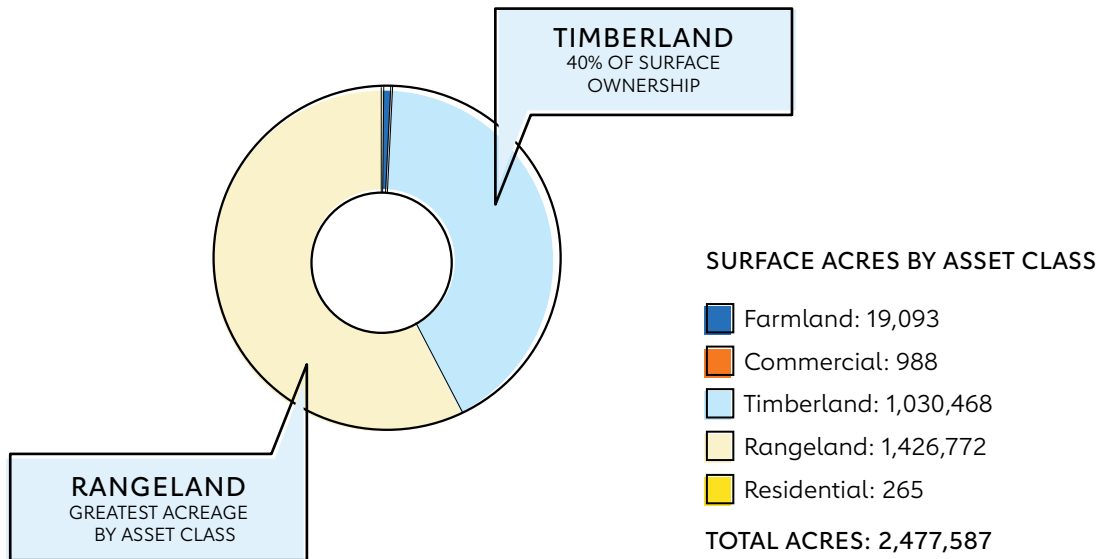
	Revenue	Expenditures
General Fund	\$71,834	\$ 6,155,188
Misc Pass Through Funds	351,204	0
Dedicated Land Funds:		
Forest Resources	6,553,583	3,328,572
Lands, Minerals, Range	1,150,402	1,592,415
Oil & Gas	3,900	95,012
Fire Management	6,198,838	5,930,619
Board of Scaling	217,077	266,894
Support Services	29,172	1,198,700
Indirect Cost Recovery	353,580	275,688
Community Forestry Trust	12,260	12,650
Subtotal Dedicated Funds	14,518,813	12,700,550
Fire Suppression	29,697,781	32,511,687
Federal Funds	4,237,115	4,220,880
Endowment Funds:		
*Earnings Reserve	75,923,454	28,442,562
**Permanent by Endowment		
Public School	2,162,879	0
Agricultural College	0	0
Charitable Institutions	25,136	0
Normal School	21,787	0
Penitentiary	759	0
School of Science	42,676	0
State Hospital South	2,238	0
University of Idaho	7,682	0
Capitol Commission	806,875	0
**Permanent Sub-Total	3,070,032	0
Subtotal Endowment Funds	78,993,486	28,442,562
Grand Total	\$127,870,233	\$84,030,867

* Earnings Reserve Fund revenue is generated from activities on endowment land that do not permanently deplete the resource, such as timber sales and land leases.

** Permanent Fund revenue is generated from activities on endowment land that result in the permanent disposal of a non-renewable asset, such as mineral extraction, perpetual easements, or land sales.

ENDOWMENT LAND STATUS – SURFACE ACRES BY ASSET CLASS

Endowment	Farmland	Commercial	Timberland	Rangeland	Residential	Grand Total
Agricultural College	352.54	0	15216.24	17957.84	0	33,526.62
Capitol Permanent	0	9.8	7227.85	45.20	0	7,282.85
Charitable Institutions	37.76	2.86	63171.1542	14033.73	0	77,245.50
Normal School	62.14	153.02716	45049.6505	15746.95	9.26	61,021.03
Penitentiary	477.41	8.86	27134.92	1293.55	0.00	28,914.74
Public School	17404.7332	666	734154.9885	1350599.96	244.99	2,103,070.67
School of Science	192.34	136.66	63630.14	11533.41	0.00	75,492.55
State Hospital South	18.08	0.69	32250.9	3660.77	10.99	35,941.43
University of Idaho	547.8368	10	42632.4768	11901.06	0.00	55,091.37
Total	19,092.84	987.90	1,030,468.32	1,426,772.47	265.24	2,477,586.77



LAND NET INCOME BY ASSET CLASS

By Asset Class	Acres	FY20 Net Income
Farmland	19,093	\$211,158
Commercial	988	\$485,889
Timberland	1,030,468	\$46,487,176
Rangeland	1,426,772	\$1,152,416
Residential	265	(\$300,607)
Total	2,477,587	\$48,036,032

ENDOWMENT LANDS AND FUND – FY20 VALUES & NET RETURNS

	FY20 Value	FY20 Net Return
Endowment Lands	\$1,493,556,584	3.60%
Endowment Fund	\$2,396,282,394	4.69%
Combined	\$3,889,838,978	4.31%

ENDOWMENT TRUST LANDS – INCOME STATEMENT

	Public School	Agricultural College	Charitable Institutions	Normal School	Penitentiary
Asset Class/Endowment Revenue *					
Timberland	\$44,675,369	\$4,016,123	\$6,007,171	\$2,149,135	\$2,138,254
Farmland	355,335	2,483	6	8,759	20,688
Rangeland	2,852,898	69,538	74,963	41,711	7,652
Residential Real Estate	1,608,015	0	1	116,651	1
Commercial Real Estate	122,983	2	19	522,842	0
Oil and Gas Rentals and Bonuses	5,767	0	6,800	0	80
Minerals Rentals and Bonuses	51,442	160	3,153	4,815	287
Total Revenue	49,671,809	4,088,306	6,092,113	2,843,913	2,166,962
Less: Expenses**					
Timberland	15,651,888	321,369	1,397,440	1,150,510	683,953
Farmland	170,850	1,194	3	4,211	9,947
Rangeland	1,873,368	40,249	43,388	24,143	4,429
Residential Real Estate	1,862,149	0	0	170,680	0
Commercial Real Estate	49,166	1	4	310,521	0
Oil and Gas Rentals and Bonuses	40,673	0	47,962	0	564
Minerals Rentals and Bonuses	448,457	1,395	27,490	41,973	2,503
Total Expense	20,096,551	364,207	1,516,289	1,702,039	701,397
Net Income by Asset Class					
Timberland	29,023,482	3,694,754	4,609,730	998,625	1,454,301
Farmland	184,485	1,289	3	4,547	10,741
Rangeland	979,530	29,290	31,574	17,569	3,223
Residential Real Estate	(254,133)	0	1	(54,030)	1
Commercial Real Estate	73,817	2	15	212,320	0
Oil and Gas Rentals and Bonuses	(34,907)	0	(41,162)	0	(484)
Minerals Rentals and Bonuses	(397,015)	(1,235)	(24,337)	(37,159)	(2,216)
Total Net Income	\$29,575,259	\$3,724,099	\$4,575,824	\$1,141,873	\$1,465,566

*Direct program revenue includes only Earnings Reserve funds. **Includes all expenses related to Permanent Fund proceeds.

ENDOWMENT FUND – PERMANENT FUND REVENUE BY ENDOWMENT AND ASSET CLASS

	Public School	Agricultural College	Charitable Institutions	Normal School	Penitentiary
Timber	\$210,966	\$0	\$0	\$0	\$0
Farmland	0	0	0	0	0
Rangeland	8,157	0	0	0	0
Commercial Office/Retail	0	0	0	0	0
Residential	0	0	0	0	0
Oil and Gas	59,598	0	0	0	0
Minerals	1,884,158	0	25,136	21,787	759
Total by Endowment	\$2,162,879	\$0	\$25,136	\$21,787	\$759

LAND BANK REVENUE BY ENDOWMENT

	Public School	Agricultural College	Charitable Institutions	Normal School	Penitentiary
Revenue Total by Endowment	\$15,131,470	\$0	\$0	\$3,037,417	\$0

ENDOWMENT TRUST LANDS – INCOME STATEMENT

	School of Science	State Hospital South	University of Idaho	Capitol***	Total
Asset Class/Endowment Revenue *					
Timberland	\$3,473,532	\$2,634,000	\$4,196,285	\$0	\$69,289,869
Farmland	31	2,345	17,062	0	406,708
Rangeland	53,425	117,291	46,621	0	3,264,098
Residential Real Estate	0	101,745	0	0	1,826,413
Commercial Real Estate	6	415,752	0	0	1,061,604
Oil and Gas Rentals and Bonuses	82	404	0	0	13,133
Minerals Rentals and Bonuses	643	160	968	0	61,629
Total Revenue	3,527,719	3,271,697	4,260,935	0	75,923,454
Less: Expenses**					
Timberland	1,531,898	955,516	926,389	183,730	22,802,693
Farmland	15	1,127	8,203	0	195,551
Rangeland	30,922	67,888	26,984	311	2,111,682
Residential Real Estate	0	94,191	0	0	2,127,020
Commercial Real Estate	1	208,286	7,735	0	575,715
Oil and Gas Rentals and Bonuses	580	2,848	0	12	92,640
Minerals Rentals and Bonuses	5,609	1,395	8,438	0	537,261
Total Expense	1,569,026	1,331,250	977,750	184,054	28,442,562
Net Income by Asset Class					
Timberland	1,941,634	1,678,485	3,269,896	(183,730)	46,487,176
Farmland	16	1,217	8,858	0	211,158
Rangeland	22,503	49,403	19,637	(311)	1,152,416
Residential Real Estate	0	7,554	0	0	(300,607)
Commercial Real Estate	4	207,466	(7,735)	0	485,889
Oil and Gas Rentals and Bonuses	(498)	(2,444)	0	(12)	(79,508)
Minerals Rentals and Bonuses	(4,966)	(1,235)	(7,470)	0	(475,632)
Total Net Income	\$1,958,693	\$1,940,446	\$3,283,185	(\$184,054)	\$47,480,892

***Unlike the other endowments, timber sale revenues accrue to the permanent fund rather than the reserve.

ENDOWMENT FUND – PERMANENT FUND REVENUE BY ENDOWMENT AND ASSET CLASS

	School of Science	State Hospital South	University of Idaho	Capitol	Total by Asset Class
Timber	\$5,975	\$0	\$2,670	\$800,747	\$1,020,357
Farmland	0	0	0	0	0
Rangeland	0	0	0	5,895	14,052
Commercial Office/Retail	0	0	0	0	0
Residential	0	0	0	1	1
Oil and Gas	0	0	0	0	59,598
Minerals	36,701	2,238	5,012	233	1,976,024
Total by Endowment	\$42,676	\$2,238	\$7,682	\$806,875	\$3,070,032

LAND BANK REVENUE BY ENDOWMENT

	School of Science	State Hospital South	University of Idaho	Capitol	Total by Asset Class
Revenue Total by Endowment	\$0	\$2,067,510	\$115,212	\$0	\$20,351,608

ENDOWMENT FUND

Annual distributions to endowment beneficiaries come from land revenues and earnings on the investment of those revenues. While Idaho Department of Lands manages the land assets, the Endowment Fund Investment Board manages the invested funds.

The financial information below is excerpted from the audited financial statements located at efib.idaho.gov

STATE OF IDAHO ENDOWMENT FUND – STATEMENT OF ACTIVITIES – FOR THE YEAR ENDED JUNE 30, 2020

	Public School	Agricultural College	Charitable Institutions	Normal School	Penitentiary
Permanent Net Position					
Permanent Net Position, BOY	\$1,068,216,995	\$32,033,498	\$121,811,144	\$109,912,760	\$51,627,123
Program Revenues:					
Receipts from Dept. of Lands	2,215,899	0	24,136	21,787	759
Income from Investments	16,709,233	501,073	1,905,391	1,719,274	807,560
Total Program Revenue	18,925,132	501,073	1,929,528	1,741,061	808,319
Transfer to Earnings Reserve	0	0	0	0	0
Transfer from Earnings Reserve	37,691,000	298,000	1,531,000	3,546,000	3,201,000
Increase (Decrease) in Net Position	56,616,132	799,073	3,460,528	5,287,061	4,009,319
Permanent Net Position, EOY	1,124,833,127	32,832,571	125,271,671	115,199,821	55,636,442
Earnings Reserve Net Position					
Earnings Reserve Net Position, BOY	353,209,008	11,158,803	43,472,540	40,884,451	20,706,467
Program Revenues:					
Receipts from Dept. of Lands	49,915,577				
Income from Investments	53,329,929	4,076,344	5,960,176	2,832,841	1,880,876
Total Program Revenues	103,245,506	1,737,486	6,270,953	5,634,437	2,751,064
		5,813,830	12,231,129	8,467,278	4,631,939
Program Expenses					
Distribution for Expenses–IDL	20,096,551	364,207	1,516,289	1,702,039	701,397
Distribution for Expenses–EFIB	7,067,723	219,670	822,554	743,686	359,661
Distributions to Beneficiaries	51,260,000	1,466,000	5,754,000	4,946,000	2,247,000
Total Program Expenses	78,424,273	2,049,877	8,092,843	7,391,725	3,308,058
Net Program Revenue	24,821,233	3,763,953	4,138,286	1,075,553	1,323,881
Transfer to Permanent Fund	(37,691,000)	(298,000)	(1,531,000)	(3,546,000)	(3,201,000)
Transfer from Permanent Fund	0	0	0	0	0
Increase (Decrease) in Net Position	(12,869,767)	3,465,953	2,607,286	(2,470,447)	(1,877,119)
Earnings Reserve Net Position, EOY	340,339,241	14,624,756	46,079,826	38,414,004	18,829,349
TOTAL NET POSITION	\$1,465,172,367	\$47,457,327	\$171,351,497	\$153,613,825	\$74,465,791

STATE OF IDAHO ENDOWMENT FUND – STATEMENT OF ACTIVITIES – FOR THE YEAR ENDED JUNE 30, 2020

	School of Science	State Hospital South	University of Idaho	Capitol	Total
Permanent Net Position					
Permanent Net Position, BOY	\$111,132,328	\$93,022,547	\$98,671,862	\$33,075,848	\$1,719,504,105
Program Revenues:					
Receipts from Dept. of Lands	42,676	2,255	6,660	746,169	3,060,341
Income from Investments	1,738,350	1,455,075	1,543,442	1,613,723	27,993,122
Total Program Revenue	1,781,027	1,457,330	1,550,102	2,359,892	31,053,463
Transfer to Earnings Reserve	0	0	0	(1,409,300)	(1,409,300)
Transfer from Earnings Reserve	6,969,000	29,000	4,538,000	0	57,803,000
Increase (Decrease) in Net Position	8,750,027	1,486,330	6,088,102	950,592	87,447,163
Permanent Net Position, EOY	119,882,355	94,508,877	104,759,964	34,026,440	1,806,951,268
Earnings Reserve Net Position					
Earnings Reserve Net Position, BOY	44,911,424	44,615,842	37,903,053	7,691,419	604,553,007
Program Revenues:					
Receipts from Dept. of Lands	3,577,628	3,114,735	4,454,990	92,885	75,906,052
Income from Investments	5,899,569	5,243,486	5,198,237	428,487	86,493,648
Total Program Revenues	9,477,196	8,358,221	9,653,227	521,372	162,399,700
Program Expenses					
Distribution for Expenses–IDL	1,569,026	1,331,250	977,750	184,054	28,442,563
Distribution for Expenses–EFIB	769,532	681,788	673,953	203,753	11,542,319
Distributions to Beneficiaries	4,930,000	5,955,000	4,360,000	325,000	81,243,000
Total Program Expenses	7,268,558	7,968,038	6,011,703	712,807	121,227,881
Net Program Revenue	2,208,639	390,183	3,641,524	(191,434)	41,171,818
Transfer to Permanent Fund	(6,969,000)	(29,000)	(4,538,000)	0	(57,803,000)
Transfer from Permanent Fund	0	0	0	1,409,300	1,409,300
Increase (Decrease) in Net Position	(4,760,361)	361,183	(896,476)	1,217,866	(15,221,882)
Earnings Reserve Net Position, EOY	40,151,063	44,977,025	37,006,577	8,909,285	589,331,126
TOTAL NET POSITION	\$160,033,418	\$139,485,902	\$141,766,541	\$42,935,725	\$2,396,282,394



ENDOWMENT FUND

STATE OF IDAHO ENDOWMENT FUND GOVERNMENTAL BALANCE SHEET AND STATEMENT OF NET POSITION – GOVERNMENTAL ACTIVITIES – JUNE 30, 2020

Current Assets:

Cash with the State Treasurer	\$0
Investments, at Fair Value	2,408,053,808
Receivable for Unsettled Trades	42,317,286
Receivable From Idaho Department of Lands	2,949,976
Accrued Interest and Dividends Receivable	5,009,368
Prepaid Expenses to the Department of Lands	2,270,227

Total Assets	\$2,460,600,666
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Current Liabilities:

Payable for Unsettled Trades	\$62,013,517
Investment Manager Expenses Payable	2,304,755

Total Liabilities	\$64,318,271
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Fund Balances:

Nonspendable - Permanent Funds	\$1,806,951,268
Restricted - Earnings Reserve	589,331,126

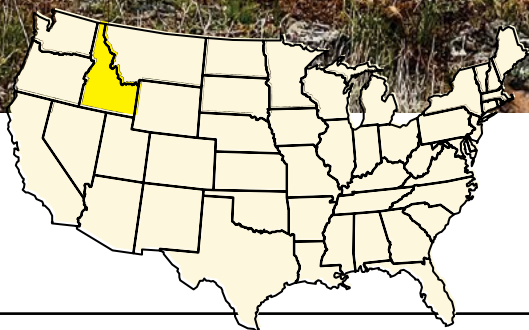
Total Fund Balances	\$2,396,282,394
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Total Liabilities and Fund Balances	\$2,460,600,666
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Statement of Net Position:

Restricted for Permanent Trust - Nonexpendable	\$1,806,951,268
Restricted for Permanent Trust - Expendable	589,331,126

Total Net Position - Governmental Activities	\$2,396,282,394
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IDAHO DEPARTMENT OF LANDS

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